



Office of State Budget Director

284 Capitol Annex, 702 Capitol Avenue
Frankfort, Kentucky 40601

(502) 564-7300

Internet: osbd.ky.gov

Matthew G. Bevin
Governor

John E. Chilton
State Budget Director

Governor's Office for Policy and Management
Governor's Office for Economic Analysis
Governor's Office for Policy Research

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Contact: John E. Chilton
Greg Harkenrider
502-564-7300

GENERAL FUND AND ROAD FUND RECEIPTS
FOR MARCH 2018

General Fund receipts decreased 3.9 percent
Road Fund receipts increased 4.1 percent

FRANKFORT, Ky. (Tuesday, April 10, 2018) – The Office of State Budget Director reported today that March's General Fund receipts fell 3.9 percent compared to March of last year, a decrease of \$30.3 million. Total revenues for the month were \$740.6 million, compared to \$770.9 million during March 2017. Receipts have now grown 3.8 percent for the first nine months of FY18. For the quarter, total General Fund collections grew 5.3 percent. General Fund growth rates for the three quarters of FY18 have been 2.9, 3.2 and 5.3 percent.

The official revenue estimate, approved by the Consensus Forecasting Group in December 2017, calls for 2.3 percent revenue growth for the fiscal year. To meet the estimate, receipts can decline 1.6 percent over the last three months of FY18.

State Budget Director John Chilton noted that even though collections were down for the month, there were still some bright spots in the revenue picture. "General Fund revenue collections were adversely affected this month by the individual income tax accounts. Income tax refund payments were slightly delayed in 2018 from February to March due to the Department of Revenue's enhanced fraud detection initiative. This program ensures that only legitimate refund claims are paid and typically influences receipts during tax filing season in the months of February through April. On the positive side, sales and use tax receipts continued their strong showing while

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property tax collections proved to be robust. The Office of State Budget Director will be producing an internal forecast in the month of April to gauge how the latest tax receipts data will affect the outlook for the remainder of the year.”

Among the major accounts:

- Sales and use tax receipts increased 6.5 percent for the month and have grown 3.5 percent year-to-date. Growth in this account has exceeded 5.3 percent in five of the past seven months.
- Corporation income tax receipts rose by \$26.0 million in March. For the year, collections have increased 5.1 percent.
- Individual income tax collections declined 23.7 percent in March due to timing issues regarding refunds. Collections have grown 5.2 percent through the first nine months of FY18.
- Property tax collections rose 3.1 percent for the month and have grown 3.7 percent year-to-date.
- Cigarette tax receipts decreased 7.0 percent and have declined 4.7 percent year-to-date.
- Coal severance tax collections fell sharply for the sixth consecutive month. Collections fell 31.6 percent in March and have decreased 10.9 percent through the first nine months of the fiscal year.

Road Fund receipts grew 4.1 percent in March 2018 due to a timing issue in motor fuels collections. Receipts for the month were \$136.0 million, \$5.3 million more than last March. Through the first nine months of FY18, receipts have decreased 0.8 percent. For the third quarter, total Road Fund collections fell 1.7 percent. Growth rates for the three quarters this fiscal year are -0.5, -0.3 and -1.7 percent. The official Road Fund revenue estimate calls for revenues to decline 0.3 percent for the fiscal year. Based on year-to-date tax collections, revenues must grow 1.2 percent for the remainder of FY18 to meet the estimate. Among the accounts, motor fuels rose 19.6 percent, motor vehicle usage revenue fell 2.7 percent, and license and privilege receipts declined 20.1 percent.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>MARCH</u> <u>2018</u>	<u>MARCH</u> <u>2017</u>	<u>% Change</u>	<u>JULY THROUGH MARCH</u> <u>FY 2018</u>	<u>JULY THROUGH MARCH</u> <u>FY 2017</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$740,630,807	\$770,922,677	-3.9%	\$7,890,359,031	\$7,604,054,485	3.8%
Tax Receipts	\$719,374,660	\$740,263,544	-2.8%	\$7,638,705,700	\$7,348,933,339	3.9%
Sales and Gross Receipts	\$336,054,342	\$307,314,713	9.4%	\$3,104,826,594	\$3,011,899,378	3.1%
Beer Consumption	488,203	506,962	-3.7%	4,510,905	4,605,040	-2.0%
Beer Wholesale	4,457,713	4,679,781	-4.7%	43,589,464	44,130,011	-1.2%
Cigarette	18,882,646	20,302,190	-7.0%	155,576,176	163,248,303	-4.7%
Distilled Spirits Case Sales	10,533	14,249	-26.1%	114,796	115,188	-0.3%
Distilled Spirits Consumption	962,886	1,307,713	-26.4%	10,521,492	10,674,988	-1.4%
Distilled Spirits Wholesale	2,975,221	3,873,029	-23.2%	33,383,320	32,838,402	1.7%
Insurance Premium	31,219,544	15,523,038	101.1%	106,530,607	99,853,309	6.7%
Pari-Mutuel	950,663	881,026	7.9%	5,054,805	4,029,469	25.4%
Race Track Admission	0	0	---	159,457	141,991	12.3%
Sales and Use	267,691,911	251,446,318	6.5%	2,667,554,744	2,578,166,009	3.5%
Wine Consumption	218,063	160,189	36.1%	2,345,972	2,309,008	1.6%
Wine Wholesale	1,253,737	1,807,657	-30.6%	13,010,806	13,942,211	-6.7%
Telecommunications Tax	5,004,070	5,093,404	-1.8%	46,231,604	41,810,325	10.6%
Other Tobacco Products	1,939,150	1,719,158	12.8%	16,243,120	16,029,086	1.3%
Floor Stock Tax	0	0	---	(673)	6,040	---
License and Privilege	\$99,140,852	\$98,307,222	0.8%	\$115,224,334	\$104,904,413	9.8%
Alc. Bev. License Suspension	52,833	11,100	376.0%	389,367	284,253	37.0%
Corporation License	(2,650)	18,326	---	3,431	6,746	-49.1%
Corporation Organization	3,576	3,690	-3.1%	48,121	971,452	-95.0%
Occupational Licenses	25,456	23,669	7.6%	112,408	106,534	5.5%
Race Track License	0	0	---	232,200	227,475	2.1%
Bank Franchise Tax	99,006,021	98,188,030	0.8%	113,934,428	102,789,317	10.8%
Driver License Fees	55,615	62,408	-10.9%	504,380	518,637	-2.7%
Natural Resources	\$8,963,293	\$11,851,024	-24.4%	\$93,351,024	\$99,374,746	-6.1%
Coal Severance	6,349,213	9,285,475	-31.6%	68,896,013	77,338,437	-10.9%
Oil Production	521,344	491,004	6.2%	3,713,846	3,825,636	-2.9%
Minerals Severance	998,347	1,034,151	-3.5%	13,860,802	13,160,344	5.3%
Natural Gas Severance	1,094,389	1,040,394	5.2%	6,880,364	5,050,330	36.2%
Income	\$241,757,207	\$289,942,256	-16.6%	\$3,718,049,256	\$3,548,794,761	4.8%
Corporation	34,020,542	8,039,824	323.2%	313,153,477	298,061,550	5.1%
Individual	193,127,987	253,020,475	-23.7%	3,263,822,562	3,102,169,569	5.2%
Limited Liability Entity	14,608,678	28,881,958	-49.4%	141,073,217	148,563,642	-5.0%
Property	\$26,143,113	\$25,352,602	3.1%	\$552,145,104	\$532,334,834	3.7%
Building & Loan Association	0	0	---	31,401	15,372	104.3%
General - Real	2,792,787	3,135,362	-10.9%	277,940,069	268,531,995	3.5%
General - Tangible	16,893,977	18,160,775	-7.0%	204,411,457	191,700,646	6.6%
Omitted & Delinquent	3,040,144	2,863,127	6.2%	14,452,627	13,555,430	6.6%
Public Service	3,198,483	942,436	239.4%	53,548,968	56,861,323	-5.8%
Other	217,722	250,902	-13.2%	1,760,581	1,670,067	5.4%
Inheritance Tax	\$4,984,822	\$4,232,031	17.8%	\$37,382,548	\$32,674,162	14.4%
Miscellaneous	\$2,331,032	\$3,263,696	-28.6%	\$17,726,841	\$18,951,045	-6.5%
Legal Process	1,453,732	1,312,794	10.7%	9,769,283	10,021,816	-2.5%
T. V. A. In Lieu Payments	877,300	1,936,835	-54.7%	7,943,710	8,859,960	-10.3%
Other	0	14,067	-100.0%	13,848	69,269	-80.0%
Nontax Receipts	\$21,074,101	\$29,358,995	-28.2%	\$247,177,552	\$247,778,012	-0.2%
Departmental Fees	2,666,402	2,488,583	7.1%	14,886,784	13,966,994	6.6%
PSC Assessment Fee	13,672	170	7929.9%	15,840,021	13,031,700	21.5%
Fines & Forfeitures	1,833,085	1,812,287	1.1%	13,125,799	13,879,448	-5.4%
Income on Investments	(1,046,438)	(273,067)	---	(5,448,062)	(927,633)	---
Lottery	20,000,000	19,500,000	2.6%	176,000,000	176,127,129	-0.1%
Miscellaneous	(2,392,620)	5,831,023	---	32,773,010	31,700,373	3.4%
Redeposit of State Funds	\$182,045	\$1,300,138	-86.0%	\$4,475,779	\$7,343,134	-39.0%

	<u>MARCH</u>	<u>MARCH</u>	<u>% Change</u>	<u>JULY THROUGH MARCH</u>		<u>% Change</u>
	<u>2018</u>	<u>2017</u>		<u>FY 2018</u>	<u>FY 2017</u>	
TOTAL STATE ROAD FUND	\$135,965,549	\$130,657,825	4.1%	\$1,109,647,556	\$1,119,011,638	-0.8%
Tax Receipts-	\$133,632,223	\$127,767,627	4.6%	\$1,091,862,476	\$1,102,055,939	-0.9%
Sales and Gross Receipts	\$115,643,735	\$105,242,571	9.9%	\$933,686,480	\$940,339,403	-0.7%
Motor Fuels Taxes	71,012,065	59,371,514	19.6%	569,070,645	566,511,399	0.5%
Motor Vehicle Usage	44,631,670	45,871,056	-2.7%	364,615,835	373,828,004	-2.5%
License and Privilege	\$17,988,487	\$22,525,057	-20.1%	\$158,175,996	\$161,716,536	-2.2%
Motor Vehicles	14,553,687	19,804,350	-26.5%	73,476,185	76,590,392	-4.1%
Motor Vehicle Operators	1,453,626	1,417,328	2.6%	12,375,584	11,868,391	4.3%
Weight Distance	778,078	455,054	71.0%	61,673,568	62,638,710	-1.5%
Truck Decal Fees	24,140	5,880	310.5%	52,412	31,686	65.4%
Other Special Fees	1,178,957	842,445	39.9%	10,598,247	10,587,357	0.1%
Nontax Receipts	\$2,408,134	\$2,940,107	-18.1%	\$17,151,619	\$16,391,891	4.6%
Departmental Fees	1,690,150	2,639,395	-36.0%	13,770,967	14,246,093	-3.3%
In Lieu of Traffic Fines	35,510	37,895	-6.3%	261,496	269,006	-2.8%
Income on Investments	488,099	182,346	167.7%	1,624,142	608,977	166.7%
Miscellaneous	194,375	80,471	141.5%	1,495,013	1,267,816	17.9%
Redeposit of State Funds	(\$74,809)	(\$49,909)	---	\$633,461	\$563,808	12.4%

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