FRANKFORT, Ky. (Thursday, October 10, 2019) - State Budget Director John Chilton reported today that General Fund receipts fell 1.2 percent in September with revenues of $1,064.5 million. This compares to $1,077.3 million collected in September 2018. So far this fiscal year (FY20), General Fund receipts have grown 1.1 percent. September closes out the first quarter of the fiscal year and collections declined for the first time since the third quarter of FY17 when receipts fell 3.2 percent. For perspective, increases in collections have averaged 4.0 percent in the intervening nine quarters.

The official General Fund revenue estimate for FY20 calls for revenue to grow 0.6 percent compared to FY19 actual receipts. Based on September’s results, General Fund revenues must increase 0.5 percent for the remainder of the fiscal year to meet the official estimate.

Chilton noted that a good month from the sales tax helped offset reductions in nearly every other major account. “After two months of growth to start FY20, General Fund receipts declined in September as most major accounts showed weakness. For calendar-year income tax filers, September is a month when estimated payments are due. These estimated payments fell for both individuals and corporations compared to September of 2018, leading to overall reductions in collections of both categories of income taxes. Sales and use tax receipts partially offset these reductions. In fact, the sales and use tax has declined only once since September 2017 and has increased steadily for the last 16 months, primarily attributable to the expansion of the tax base into selected services and admissions effective July 1, 2018. The state
Consensus Forecasting Group will deliberate on the latest economic and revenue data when it convenes later in October to issue preliminary revenue estimates that will be used for budget purposes in the upcoming biennium.”

Among the major accounts:

- Individual income taxes fell 0.1 percent in September as a gain in withholding nearly offset declines in net returns and declarations. Year-to-date collections in this account have grown 1.6 percent.
- Sales tax revenues grew 6.2 percent in September as the effects of legislation continue to be felt. Collections have increased 7.8 percent in the first three months of the year.
- Corporation income tax and LLET tax receipts fell 6.0 percent for the month and have declined 10.5 percent in the first quarter of the fiscal year. The impact of legislative action can also be seen in this account as the estimated impact for FY20 is a reduction of $75 million in tax receipts.
- Cigarette taxes declined 10.6 percent in September but are still up 0.1 percent for the first three months of the fiscal year.
- Property taxes grew 0.8 percent in September but are down 9.8 percent for the year.
- Coal severance tax receipts fell 5.1 percent for the month. Year-to-date collections are down 11.9 percent.
- Lottery revenues rose 2.6 percent in September and are up 3.5 percent for the year.

Road Fund receipts grew 3.8 percent in September with collections of $131.1 million. Year-to-date collections have grown 1.1 percent compared to last year’s total. The official Road Fund revenue estimate calls for a 3.6 percent decrease in receipts for the entire fiscal year (FY20). Based on year-to-date collections, revenues can fall 5.2 percent for the remainder of the fiscal year and still meet the estimate.

Among the accounts:

- Motor fuels receipts rose 0.8 percent in September and have grown 0.8 percent for the year.
- Motor vehicle usage collections rose 6.5 percent for the month. Year-to-date collections are up 5.9 percent. The usage tax is essentially a sales tax that applies commensurate with the purchase of new or used autos and trucks.
- License and privilege taxes grew 1.9 percent in September. For the first three months of the fiscal year, receipts have declined 11.6 percent.
- Nontax receipts increased $700,000 in September and have grown 9.6 percent for the year.
### 1. GENERAL FUND REVENUE

#### TOTAL GENERAL FUND

<table>
<thead>
<tr>
<th>Description</th>
<th>SEPTEMBER 2019</th>
<th>SEPTEMBER 2018</th>
<th>% Change</th>
<th>JULY THROUGH SEPTEMBER FY 2020</th>
<th>FY 2019</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tax Receipts</td>
<td>$1,041,211,340</td>
<td>$1,050,231,451</td>
<td>-0.9%</td>
<td>$2,619,085,190</td>
<td>$2,588,126,004</td>
<td>1.2%</td>
</tr>
<tr>
<td>Sales and Gross Receipts</td>
<td>$409,427,994</td>
<td>$406,605,321</td>
<td>0.7%</td>
<td>$1,227,829,767</td>
<td>$1,179,620,855</td>
<td>4.1%</td>
</tr>
</tbody>
</table>

#### Tax Receipts Breakdown

- Beer Consumption: $391,649 (-36.2%)  
- Beer Wholesale: $4,407,863 (-22.4%)  
- Cigarette: $28,875,167 (-10.6%)  
- Distilled Spirits Case Sales: $6,814 (-9.0%)  
- Distilled Spirits Consumption: $659,877 (-47.3%)  
- Distilled Spirits Wholesale: $2,310,978 (-39.3%)  
- Insurance Premium: $21,122,826 (-25.9%)  
- Pari-Mutuel: $1,466,672  
- Race Track Admission: $0  
- Sales and Use: $341,568,877 (6.2%)  
- Wine Consumption: $166,293 (-43.3%)  
- Wine Wholesale: $835,423 (-14.7%)  
- Telecommunications Tax: $5,730,175 (28.4%)  
- Other Tobacco Products: $1,879,236 (-7.9%)  
- Floor Stock Tax: $6,144 (-99.8%)  
- License and Privilege: $295,486 (1.0%)  
- Alc. Bev. License Suspension: $34,250 (-29.7%)  
- Corporation License: $349 (-99.2%)  
- Corporation Organization: $2,320 (-75.6%)  
- Occupational Licenses: $8,880 (-35.9%)  
- Race Track License: $0  
- Bank Franchise Tax: $173,543 (-1252.0%)  
- Driver License Fees: $76,144 (40.5%)  
- Natural Resources: $8,998,935 (10.6%)  
- Coal Severance: $6,645,689 (-5.1%)  
- Oil Production: $391,009 (-35.0%)  
- Minerals Severance: $1,582,536 (0%)  
- Natural Gas Severance: $379,701 (-56.6%)  
- Corporation: $117,621,589 (-2.2%)  
- Individual: $453,270,518 (-0.1%)  
- Limited Liability Entity: $28,261,051 (-19.1%)  
- Property: $18,709,284 (0.8%)  
- Building & Loan Association: $0  
- General - Real: $16,000 (44.8%)  
- General - Tangible: $10,737,164 (6.5%)  
- Omitted & Delinquent: $2,942,171 (-15.4%)  
- Public Service: $5,013,949 (0.6%)  
- Other: $0 (-100.0%)  
- Inheritance Tax: $2,329,740 (-35.8%)  
- Miscellaneous: $2,296,743 (7.0%)  
- Legal Process: $1,261,747 (-0.6%)  
- T. V. A. In Lieu Payments: $941,559 (7.3%)  
- Other: $93,437  
- Nontax Receipts: $20,749,598 (22.3%)  
- Departmental Fees: $1,446,877 (-31.0%)  
- PSC Assessment Fee: $5,295 (-9.8%)  
- Fines & Forfeitures: $1,462,749 (-58.9%)  
- Income on Investments: $916,148 (-72.8%)  
- Lottery: $20,000,000 (2.6%)  
- Miscellaneous: $1,248,875 (-2.8%)  
- Redeposit of State Funds: $2,557,303 (564.6%)  

#### % Change Breakdown

- Annual growth rate: 1.1%  
- Sales and Use: 7.8%  
- License and Privilege: 0.0%  
- Natural Resources: 10.6%  
- Corporation: -7.9%  
- Individual: 1.6%  
- Property: -18.3%  
- Inheritance Tax: -23.3%
## 2. ROAD FUND REVENUE

<table>
<thead>
<tr>
<th></th>
<th>SEPTEMBER 2019</th>
<th>SEPTEMBER 2018</th>
<th>% Change</th>
<th>JULY THROUGH SEPTEMBER FY 2020</th>
<th>FY 2019</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>TOTAL STATE ROAD FUND</strong></td>
<td>$131,115,508</td>
<td>$126,273,601</td>
<td>3.8%</td>
<td>$401,666,339</td>
<td>$397,284,793</td>
<td>1.1%</td>
</tr>
<tr>
<td>Tax Receipts-</td>
<td>128,223,333</td>
<td>124,641,792</td>
<td>2.9%</td>
<td>$392,393,114</td>
<td>$389,353,673</td>
<td>0.8%</td>
</tr>
<tr>
<td>Sales and Gross Receipts</td>
<td>$119,105,913</td>
<td>$115,695,748</td>
<td>2.9%</td>
<td>$343,740,511</td>
<td>$334,302,285</td>
<td>2.8%</td>
</tr>
<tr>
<td>Motor Fuels Taxes</td>
<td>73,552,918</td>
<td>72,942,651</td>
<td>0.8%</td>
<td>202,824,589</td>
<td>201,176,590</td>
<td>0.8%</td>
</tr>
<tr>
<td>Motor Vehicle Usage</td>
<td>45,552,995</td>
<td>42,753,097</td>
<td>6.5%</td>
<td>140,915,922</td>
<td>133,125,695</td>
<td>5.9%</td>
</tr>
<tr>
<td>License and Privilege</td>
<td>$9,117,421</td>
<td>$8,946,043</td>
<td>1.9%</td>
<td>$48,652,603</td>
<td>$55,051,388</td>
<td>-11.6%</td>
</tr>
<tr>
<td>Motor Vehicles</td>
<td>6,490,116</td>
<td>6,087,022</td>
<td>6.6%</td>
<td>20,592,045</td>
<td>23,726,370</td>
<td>-13.2%</td>
</tr>
<tr>
<td>Motor Vehicle Operators</td>
<td>1,462,602</td>
<td>1,500,292</td>
<td>-2.5%</td>
<td>4,234,075</td>
<td>4,327,187</td>
<td>-2.2%</td>
</tr>
<tr>
<td>Weight Distance</td>
<td>455,335</td>
<td>545,259</td>
<td>-16.5%</td>
<td>21,504,601</td>
<td>21,226,226</td>
<td>1.3%</td>
</tr>
<tr>
<td>Truck Decal Fees</td>
<td>3,363</td>
<td>4,440</td>
<td>-24.2%</td>
<td>15,417</td>
<td>16,739</td>
<td>-7.9%</td>
</tr>
<tr>
<td>Other Special Fees</td>
<td>706,005</td>
<td>809,030</td>
<td>-12.7%</td>
<td>2,306,465</td>
<td>5,754,867</td>
<td>-59.9%</td>
</tr>
<tr>
<td>Nontax Receipts</td>
<td>$2,334,978</td>
<td>$1,596,182</td>
<td>46.3%</td>
<td>$8,394,247</td>
<td>$7,659,452</td>
<td>9.6%</td>
</tr>
<tr>
<td>Departmental Fees</td>
<td>1,827,380</td>
<td>987,502</td>
<td>85.1%</td>
<td>5,815,294</td>
<td>4,802,627</td>
<td>21.1%</td>
</tr>
<tr>
<td>In Lieu of Traffic Fines</td>
<td>27,640</td>
<td>26,310</td>
<td>5.1%</td>
<td>87,592</td>
<td>92,633</td>
<td>-5.4%</td>
</tr>
<tr>
<td>Income on Investments</td>
<td>125,332</td>
<td>168,162</td>
<td>-25.5%</td>
<td>1,496,680</td>
<td>1,907,089</td>
<td>-21.5%</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>354,626</td>
<td>414,208</td>
<td>-14.4%</td>
<td>994,681</td>
<td>857,103</td>
<td>16.1%</td>
</tr>
<tr>
<td>Redeposit of State Funds</td>
<td>$557,196</td>
<td>$35,627</td>
<td>1464.0%</td>
<td>$878,978</td>
<td>$271,667</td>
<td>223.5%</td>
</tr>
</tbody>
</table>

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