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GENERAL FUND AND ROAD FUND RECEIPTS
FOR DECEMBER 2019

General Fund receipts fell 4.1 percent, Year-to-Date up 2.7 percent
Road Fund receipts rose 4.2 percent, Year-to-Date up 1.1 percent

FRANKFORT, Ky. (Friday, January 10, 2020) - The Office of State Budget Director reported today that December's General Fund receipts totaled \$1,084.3 million, a 4.1 percent decline compared to December of last year. Receipts have increased 2.7 percent for the first six months of the fiscal year that ends June 30, 2020. Second quarter collections rose 4.1 percent, which is an improvement over first quarter collections which rose 1.1 percent.

The official fiscal year 2020 General Fund revenue forecast, which was revised by the Consensus Forecasting Group on December 17, 2019, calls for a 1.6 percent revenue growth. **Revenues would need to grow 0.6 percent for the last six months of the fiscal year to meet the estimate.**

State Budget Director John Hicks noted that the decline in General Fund receipts was impacted by the timing of the receipt of individual income withholding collections. "The individual income tax fell 9.4 percent in December after strong gains of 14.1 percent in November. This month-to-month volatility is typical for the holiday period due to the way calendars fall and tax collections post. Another factor that tamped down December collections was a multi-year refund disbursement of \$21.7 million from the corporate income tax account. On a positive note, we expect to see a bump in January sales tax collections because many of the busiest shopping days of the year fell in early December, which means the tax revenue

will show up in January collections. Overall, we will have a much more complete picture of the three-month holiday season after January receipts have posted and timing issues have worked its way through.”

Among the major accounts:

- Sales and use tax receipts rose 2.6 percent in December and have increased 6.3 percent for the year.
- Corporation income tax receipts fell 36.8 percent for the month due to the large refund and declarations and net returns were lower. Corporation income tax receipts are down 16.5 percent for the year. The limited liability entity receipts are up 26.2 percent for the year.
- Individual income tax collections declined 9.4 percent in December due primarily to a 10.4 percent decline in withholding. Year-to-date collections in this account have increased 2.0 percent.
- Property tax collections fell 4.5 percent but are up 0.3 percent for the year.
- Cigarette tax receipts increased 22.0 percent in December. For the first six months of the year collections have increased 1.5 percent.
- Coal severance tax receipts decreased 5.0 percent in December but have fallen 18.6 percent for the year.

Road Fund receipts for December totaled \$122.0 million, a 4.2 percent increase from December 2018 levels. Year-to-date receipts have increased 1.1 percent. Collections in this fund have been consistent through the first half of the fiscal year, having increased 1.1 percent in both the first and second quarters. The official Road Fund revenue estimate calls for a 0.4 percent increase for the fiscal year. **Revenues can decline 0.2 percent over the remainder of the fiscal year and still meet the fiscal year 2020 estimate.**

Among the accounts, motor fuels receipts grew 1.2 percent in December, and are up 0.7 percent for the first six months. Motor vehicle usage revenue rose 10.7 percent in December and has increased 4.9 percent year-to-date. License and privilege receipts increased 2.5 percent for the month but are down 6.9 percent for the year.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	DECEMBER 2019	DECEMBER 2018	% Change	JULY THROUGH DECEMBER FY 2020	FY 2019	% Change
TOTAL GENERAL FUND	\$1,084,335,536	\$1,131,129,093	-4.1%	\$5,748,486,655	\$5,597,125,965	2.7%
Tax Receipts	\$1,051,504,672	\$1,109,695,285	-5.2%	\$5,533,741,457	\$5,401,989,132	2.4%
Sales and Gross Receipts	\$399,777,850	\$381,303,809	4.8%	\$2,450,987,067	\$2,326,708,121	5.3%
Beer Consumption	464,158	717,807	-35.3%	3,268,492	3,331,119	-1.9%
Beer Wholesale	4,520,323	4,556,942	-0.8%	33,014,408	29,958,792	10.2%
Cigarette	30,391,813	24,919,832	22.0%	179,743,163	177,046,940	1.5%
Distilled Spirits Case Sales	14,912	19,069	-21.8%	89,403	75,093	19.1%
Distilled Spirits Consumption	1,283,063	712,622	80.0%	7,867,563	6,856,358	14.7%
Distilled Spirits Wholesale	4,542,811	2,602,119	74.6%	26,761,217	22,716,271	17.8%
Insurance Premium	24,349	305	7883.1%	50,115,304	47,974,163	4.5%
Pari-Mutuel	1,676,311	1,434,139	16.9%	8,979,658	4,817,967	86.4%
Race Track Admission	0	57,771	-100.0%	116,072	153,276	-24.3%
Sales and Use	347,425,474	338,661,526	2.6%	2,087,378,854	1,963,470,838	6.3%
Wine Consumption	281,430	170,492	65.1%	1,565,560	1,456,562	7.5%
Wine Wholesale	1,664,307	1,044,375	59.4%	8,730,451	7,987,514	9.3%
Telecommunications Tax	5,797,005	4,675,291	24.0%	32,267,620	28,289,586	14.1%
Other Tobacco Products	1,684,334	1,712,111	-1.6%	11,052,226	11,383,704	-2.9%
Floor Stock Tax	7,561	19,410	-61.0%	37,075	21,189,939	-99.8%
License and Privilege	\$128,612	\$387,641	-66.8%	(\$298,998)	(\$82,538)	---
Alc. Bev. License Suspension	21,050	38,250	-45.0%	156,000	180,257	-13.5%
Corporation License	231	240	-4.0%	37,498	46,443	-19.3%
Corporation Organization	0	0	---	28,550	107,040	-73.3%
Occupational Licenses	4,390	3,468	26.6%	87,405	55,714	56.9%
Race Track License	0	95,000	-100.0%	175,492	218,375	-19.6%
Bank Franchise Tax	28,822	187,911	-84.7%	(1,178,620)	(1,048,868)	---
Driver License Fees	74,119	62,772	18.1%	394,678	358,500	10.1%
Natural Resources	\$8,321,299	\$9,498,245	-12.4%	\$49,183,318	\$58,621,364	-16.1%
Coal Severance	6,075,170	6,392,468	-5.0%	32,377,033	39,759,234	-18.6%
Oil Production	351,856	292,243	20.4%	2,771,268	3,176,467	-12.8%
Minerals Severance	1,606,326	1,838,257	-12.6%	11,491,870	10,823,568	6.2%
Natural Gas Severance	287,947	975,278	-70.5%	2,543,148	4,862,096	-47.7%
Income	\$465,386,767	\$533,181,707	-12.7%	\$2,566,711,063	\$2,551,304,330	0.6%
Corporation	74,243,395	117,439,108	-36.8%	241,146,924	288,837,756	-16.5%
Individual	361,386,809	398,750,917	-9.4%	2,226,953,513	2,184,309,370	2.0%
Limited Liability Entity	29,756,563	16,991,682	75.1%	98,610,626	78,157,203	26.2%
Property	\$171,964,395	\$179,987,981	-4.5%	\$431,934,141	\$430,814,983	0.3%
Building & Loan Association	(460)	0	---	(343,762)	257,579	---
General - Real	88,283,414	95,644,015	-7.7%	219,304,240	216,206,484	1.4%
General - Tangible	46,555,491	46,035,826	1.1%	149,059,737	147,968,382	0.7%
Omitted & Delinquent	3,967,306	5,776,277	-31.3%	10,634,405	12,531,258	-15.1%
Public Service	33,148,223	32,430,615	2.2%	51,966,438	52,842,357	-1.7%
Other	10,421	101,248	-89.7%	1,313,084	1,008,924	30.1%
Inheritance Tax	\$4,079,047	\$3,405,516	19.8%	\$26,484,642	\$24,583,900	7.7%
Miscellaneous	\$1,846,703	\$1,930,386	-4.3%	\$8,740,223	\$10,038,972	-12.9%
Legal Process	895,901	988,828	-9.4%	6,492,464	6,433,279	0.9%
T. V. A. In Lieu Payments	832,214	941,559	-11.6%	1,663,837	3,601,898	-53.8%
Other	118,587	0	---	583,921	3,795	---
Nontax Receipts	\$22,542,060	\$21,173,527	6.5%	\$198,310,195	\$192,726,009	2.9%
Departmental Fees	705,286	828,315	-14.9%	6,110,483	6,383,518	-4.3%
PSC Assessment Fee	2,055	198,125	-99.0%	13,071,368	16,139,609	-19.0%
Fines & Forfeitures	1,392,186	1,181,561	17.8%	8,740,451	10,390,207	-15.9%
Income on Investments	(599,848)	(1,173,128)	---	(4,788,888)	(5,938,568)	---
Lottery	21,500,000	21,000,000	2.4%	137,863,344	122,646,017	12.4%
Miscellaneous	(457,619)	(861,346)	---	37,313,438	43,105,226	-13.4%
Redeposit of State Funds	\$10,288,804	\$260,281	3853.0%	\$16,435,003	\$2,410,824	581.7%

2. ROAD FUND REVENUE

	<u>DECEMBER</u>	<u>DECEMBER</u>	<u>% Change</u>	<u>JULY THROUGH DECEMBER</u>		<u>% Change</u>
	<u>2019</u>	<u>2018</u>		<u>FY 2020</u>	<u>FY 2019</u>	
TOTAL STATE ROAD FUND	\$122,044,579	\$117,111,094	4.2%	\$779,731,150	\$771,318,586	1.1%
Tax Receipts-	118,725,512	113,619,905	4.5%	\$763,075,428	\$755,049,395	1.1%
Sales and Gross Receipts	\$109,080,732	\$104,207,548	4.7%	\$665,937,688	\$650,759,004	2.3%
Motor Fuels Taxes	66,660,893	65,889,993	1.2%	398,165,598	395,593,938	0.7%
Motor Vehicle Usage	42,419,839	38,317,555	10.7%	267,772,090	255,165,067	4.9%
License and Privilege	\$9,644,780	\$9,412,358	2.5%	\$97,137,740	\$104,290,391	-6.9%
Motor Vehicles	7,010,121	7,034,898	-0.4%	41,749,642	45,438,693	-8.1%
Motor Vehicle Operators	1,224,737	1,293,395	-5.3%	8,189,392	8,368,429	-2.1%
Weight Distance	772,100	496,508	55.5%	42,740,136	42,285,050	1.1%
Truck Decal Fees	180	3,037	-94.1%	19,077	27,665	-31.0%
Other Special Fees	637,642	584,520	9.1%	4,439,493	8,170,554	-45.7%
Nontax Receipts	\$3,540,889	\$3,555,444	-0.4%	\$15,701,937	\$15,285,829	2.7%
Departmental Fees	2,835,145	1,955,126	45.0%	10,994,878	9,487,598	15.9%
In Lieu of Traffic Fines	23,625	24,285	-2.7%	166,612	180,103	-7.5%
Income on Investments	375,080	938,222	-60.0%	2,567,985	3,799,232	-32.4%
Miscellaneous	307,040	637,811	-51.9%	1,972,462	1,818,896	8.4%
Redeposit of State Funds	(221,823)	(64,256)	---	\$953,785	\$983,362	-3.0%

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