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**GENERAL FUND AND ROAD FUND RECEIPTS
IN MARCH 2020**

General Fund receipts increased 6.8 percent, Year-to-date up 3.9 percent
Road Fund receipts increased 6.0 percent, Year to-date up 2.2 percent

FRANKFORT, Ky. (Friday, March 10, 2020) - The Office of State Budget Director reported today that March's General Fund receipts rose 6.8 percent compared to March of last year, an increase of \$56.0 million. Total revenues for the month were \$876.1 million, compared to \$820.1 million during March 2019. Receipts have now grown 3.9 percent for the first nine months of FY20.

The revenue estimate for FY20 approved by the Consensus Forecasting Group in December 2019, called for 1.6 percent revenue growth for the fiscal year. The official revenue estimate enacted by the 2020 Session of the General Assembly reduced that General Fund revenue estimate by \$128 million and the Road Fund revenue estimate by \$21 million in House Bill 352, which is pending action by Governor Beshear.

March General Fund collections reflect predominately February economic activity. "The COVID-19 virus will have a profound impact on the economy and tax collections, and its effects on tax receipts will begin to be seen in April. The temporary suspension of most retail activity and many other sectors of the economy has led to a dramatic increase in claims for unemployment insurance, which will lead to lower income tax withholding in the coming months. These business suspensions will also profoundly affect sales tax revenues as well. Individual income and sales taxes comprise about 77 percent of General Fund revenues. Essentially the well-being of the state's economy and tax revenue is intertwined with the

course of the COVID-19 pandemic, so the upcoming downturn in revenue collections will not abate until the public health crisis improves.”

Among the major accounts:

- Sales and use tax receipts increased 5.0 percent for the month and have grown 6.7 percent year-to-date.
- Corporation income tax receipts fell 65.4 percent as both estimated tax payments and payments with returns fell. For the year, collections have decreased 28.8 percent.
- Individual income tax collections rose 25.8 percent in March. The increase is primarily due to a lower number of refunds issued and a smaller average refund amount. The number of filings processed through March was similar to last year. Withholding collections increased by 3.1 percent in March. Total individual income tax collections have grown 5.2 percent through the first nine months of FY20.
- Property tax collections rose 32.2 percent for the month and have grown 3.5 percent year-to-date. The surge in March receipts was largely due to public service payments.
- Cigarette tax receipts grew 52.5 percent, due to several wholesalers increasing their stamp purchase quantities in reaction to immediate demand and to prepare for potential supply contingencies, and have increased 2.8 percent year-to-date.
- Coal severance tax collections fell sharply again in March with collections of \$4.7 million. Collections have decreased 27.0 percent through the first nine months of the fiscal year.

Road Fund receipts grew 6.0 percent in March 2020. Receipts for the month were \$127.3 million, \$7.2 million more than last March. Through the first nine months of FY20, receipts have increased 2.2 percent. The Road Fund receipts for March also do not yet reflect the impact of lower economic activity related to the COVID-19 virus. April receipts will begin to reflect its impact. Among the accounts, motor fuels rose 3.4 percent, motor vehicle usage revenue increased 7.9 percent, and license and privilege receipts grew 13.4 percent.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>MARCH</u> <u>2020</u>	<u>MARCH</u> <u>2019</u>	<u>% Change</u>	<u>JULY THROUGH MARCH</u> <u>FY 2020</u>	<u>JULY THROUGH MARCH</u> <u>FY 2019</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$876,147,493	\$820,076,440	6.8%	\$8,518,334,909	\$8,201,199,038	3.9%
Tax Receipts	\$852,054,770	\$794,152,645	7.3%	\$8,233,015,124	\$7,929,426,090	3.8%
Sales and Gross Receipts	\$380,043,891	\$358,231,306	6.1%	\$3,666,816,639	\$3,461,818,897	5.9%
Beer Consumption	469,676	436,830	7.5%	4,634,541	4,372,074	6.0%
Beer Wholesale	3,808,490	3,717,617	2.4%	45,788,725	42,376,185	8.1%
Cigarette	40,197,868	26,362,608	52.5%	267,966,387	260,725,641	2.8%
Distilled Spirits Case Sales	12,286	11,094	10.7%	132,295	120,852	9.5%
Distilled Spirits Consumption	1,081,972	1,009,197	7.2%	11,634,210	10,929,370	6.4%
Distilled Spirits Wholesale	3,627,839	3,220,740	12.6%	39,846,325	36,107,867	10.4%
Insurance Premium	20,537,454	29,829,988	-31.2%	112,964,611	110,597,693	2.1%
Pari-Mutuel	1,911,142	1,629,719	17.3%	14,874,930	9,321,728	59.6%
Race Track Admission	0	0	---	143,685	153,276	-6.3%
Sales and Use	298,750,075	284,412,927	5.0%	3,086,554,887	2,891,652,946	6.7%
Wine Consumption	258,504	234,230	10.4%	2,381,356	2,386,194	-0.2%
Wine Wholesale	1,399,090	1,238,983	12.9%	13,194,183	13,067,179	1.0%
Telecommunications Tax	6,282,891	4,493,986	39.8%	50,332,980	42,162,408	19.4%
Other Tobacco Products	1,703,360	1,612,144	5.7%	16,320,610	16,585,706	-1.6%
Floor Stock Tax	3,244	21,242	-84.7%	46,915	21,259,778	-99.8%
License and Privilege	\$109,083,344	\$105,849,205	3.1%	\$123,955,165	\$118,544,545	4.6%
Alc. Bev. License Suspension	25,000	13,500	85.2%	232,750	238,757	-2.5%
Corporation License	65	477	-86.4%	37,653	61,256	-38.5%
Corporation Organization	0	204,047	-100.0%	56,332	311,087	-81.9%
Occupational Licenses	(6,212)	17,479	---	101,981	89,701	13.7%
Race Track License	0	0	---	242,717	218,375	11.1%
Bank Franchise Tax	108,730,887	105,558,847	3.0%	122,101,983	117,116,261	4.3%
Driver License Fees	333,604	54,854	508.2%	1,181,748	509,110	132.1%
Natural Resources	\$6,268,083	\$12,251,970	-48.8%	\$70,718,261	\$92,516,406	-23.6%
Coal Severance	4,678,539	9,427,169	-50.4%	48,140,127	65,912,996	-27.0%
Oil Production	279,152	337,020	-17.2%	4,133,034	4,445,442	-7.0%
Minerals Severance	988,030	901,150	9.6%	14,849,577	14,222,319	4.4%
Natural Gas Severance	322,363	1,586,631	-79.7%	3,595,523	7,935,649	-54.7%
Income	\$314,353,745	\$283,487,040	10.9%	\$3,726,448,277	\$3,631,413,323	2.6%
Corporation	12,921,265	37,368,550	-65.4%	219,624,374	308,502,040	-28.8%
Individual	272,413,213	216,558,801	25.8%	3,355,033,983	3,189,536,080	5.2%
Limited Liability Entity	29,019,267	29,559,689	-1.8%	151,789,920	133,375,204	13.8%
Property	\$37,155,467	\$28,110,076	32.2%	\$594,682,440	\$574,311,891	3.5%
Building & Loan Association	0	0	---	(192,854)	256,328	---
General - Real	2,635,140	3,552,158	-25.8%	298,283,279	287,948,315	3.6%
General - Tangible	20,429,900	19,152,700	6.7%	213,564,152	204,213,050	4.6%
Omitted & Delinquent	2,490,350	3,756,454	-33.7%	13,106,478	18,006,028	-27.2%
Public Service	11,211,703	1,350,205	730.4%	67,679,148	61,888,579	9.4%
Other	388,374	298,560	30.1%	2,242,237	1,999,590	12.1%
Inheritance Tax	\$3,094,523	\$4,165,607	-25.7%	\$35,579,384	\$34,721,117	2.5%
Miscellaneous	\$2,055,717	\$2,057,441	-0.1%	\$14,814,958	\$16,099,911	-8.0%
Legal Process	1,169,359	1,115,882	4.8%	9,878,267	9,663,602	2.2%
T. V. A. In Lieu Payments	832,214	941,559	-11.6%	4,160,480	6,426,574	-35.3%
Other	54,143	0	---	776,211	9,735	7873.4%
Nontax Receipts	\$23,974,117	\$24,389,460	-1.7%	\$268,124,625	\$262,901,159	2.0%
Departmental Fees	1,453,857	1,846,167	-21.2%	9,930,972	10,254,607	-3.2%
PSC Assessment Fee	0	238	-100.0%	13,071,422	16,142,107	-19.0%
Fines & Forfeitures	1,610,367	1,691,762	-4.8%	13,084,717	14,845,962	-11.9%
Income on Investments	(217,721)	(1,008,670)	---	(6,104,771)	(9,230,814)	---
Lottery	23,000,000	21,500,000	7.0%	201,363,344	183,646,017	9.6%
Miscellaneous	(1,872,386)	359,963	---	36,778,941	47,243,281	-22.1%
Redeposit of State Funds	\$118,606	\$1,534,335	-92.3%	\$17,195,160	\$8,871,788	93.8%

2. ROAD FUND REVENUE

	<u>MARCH</u> <u>2020</u>	<u>MARCH</u> <u>2019</u>	<u>% Change</u>	<u>JULY THROUGH MARCH</u> <u>FY 2020</u>	<u>FY 2019</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$127,295,143	\$120,078,988	6.0%	\$1,166,911,820	\$1,141,313,640	2.2%
Tax Receipts-	\$124,585,795	\$117,147,718	6.3%	\$1,141,088,667	\$1,116,627,452	2.2%
Sales and Gross Receipts	\$106,069,143	\$100,824,526	5.2%	\$980,856,048	\$951,661,939	3.1%
Motor Fuels Taxes	62,016,305	60,000,011	3.4%	581,297,030	575,308,792	1.0%
Motor Vehicle Usage	44,052,838	40,824,515	7.9%	399,559,018	376,353,146	6.2%
License and Privilege	\$18,516,652	\$16,323,192	13.4%	\$160,232,619	\$164,965,513	-2.9%
Motor Vehicles	15,179,500	13,354,844	13.7%	77,331,171	77,869,191	-0.7%
Motor Vehicle Operators	1,300,344	1,382,239	-5.9%	12,038,891	12,373,464	-2.7%
Weight Distance	529,942	587,394	-9.8%	63,536,420	63,249,363	0.5%
Truck Decal Fees	0	10,502	-100.0%	19,780	44,836	-55.9%
Other Special Fees	1,506,867	988,214	52.5%	7,306,356	11,428,659	-36.1%
Nontax Receipts	\$3,550,384	\$2,995,410	18.5%	\$25,363,827	\$23,166,016	9.5%
Departmental Fees	1,201,630	1,150,638	4.4%	15,914,148	13,402,395	18.7%
In Lieu of Traffic Fines	28,980	31,245	-7.2%	251,137	315,209	-20.3%
Income on Investments	1,430,337	1,308,377	9.3%	5,734,708	6,634,017	-13.6%
Miscellaneous	889,437	505,150	76.1%	3,463,834	2,814,395	23.1%
Redeposit of State Funds	(\$841,036)	(\$64,140)	---	\$459,327	\$1,520,171	-69.8%

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