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**GENERAL FUND AND ROAD FUND RECEIPTS  
FOR AUGUST 2020**

***General Fund receipts rose 5.9 percent, Year-to-Date up 6.5 percent***  
***Road Fund receipts fell 1.0 percent, Year-to-Date up 2.9 percent***

**FRANKFORT, Ky. (Thursday, September 10, 2020)** - State Budget Director John Hicks reported today that General Fund receipts increased 5.9 percent in August compared to last year. Total revenues for the month were \$833.8 million, compared to \$787.2 million during August 2019. August receipts have reflected the smallest share of yearly amounts over the last five years. So far this fiscal year (FY21), General Fund receipts have increased 6.5 percent.

Road Fund receipts for August totaled \$140.8 million, a decrease of 1.0 percent from August 2019 levels. Through the first two months of the fiscal year, collections in this fund have increased 2.9 percent.

Hicks noted that after some recent months of significantly lower tax collections due to the novel coronavirus, receipts have rebounded. "We saw the worst quarterly declines in General Fund receipts from April through June since the Great Recession. Growth rates in July and August have ticked upward supported by substantial federal relief payments to individuals and businesses. Sales and use, and the individual income taxes have been the main drivers of the improvement in collections. Total General Fund collections have increased \$106.1 million in July and August over the prior year with sales and individual income taxes accounting for all of the increase. Currently, the primary revenue concern is keeping up the momentum in economic activity in spite of the expiration of much of the federal fiscal

policies designed to help the economy. Without another round of federal fiscal stimulus, it will be difficult to maintain the growth in collections we have seen thus far in FY21.”

The official revenue estimate for FY21 calls for revenue to increase 0.3 percent compared to FY20 actual receipts. Based on August's results, General Fund revenues can decline by 0.7 percent for the remainder of the fiscal year and meet the official estimate.

Among the major accounts:

- Individual income taxes rose 7.8 percent on the strength of withholding collections which were up 10.6 percent. When the impact of withholding on unemployment insurance benefits is removed, growth in withholding was 7.9 percent.
- Sales tax revenues grew 3.9 percent in August.
- Corporation income tax and Limited Liability Entity tax collections were just \$4.8 million for the month. Year-to-date receipts have decreased 22.2 percent.
- Cigarette taxes fell 14.3 percent for the month and have declined 6.4 percent for the year.
- Property taxes rose \$3.8 million, or 24.9 percent in August and have increased 31.2 percent for the fiscal year. Nearly all collections are from tangible property. Large swings in receipts are not unusual early in a fiscal year for this account.
- Coal severance tax collections in August fell 29.3 percent to \$4.1 million and are down 33.0 percent through the first two months of the fiscal year.
- Lottery revenues were unchanged at \$19.5 million in August and are unchanged through the first two months of FY21.

Road Fund revenue fell 1.0 percent in August with revenues of \$140.8 million but have increased 2.9 percent for the first two months of the fiscal year. Motor vehicle usage tax collections rose 10.8 percent while motor fuels revenues fell 4.5 percent. The official Road Fund revenue estimate calls for a 3.5 percent increase in receipts for FY21. Based on year-to-date collections, revenues must increase 3.6 percent for the remainder of the fiscal year to meet the estimate.

Among the accounts:

- Motor fuels fell 4.5 percent in August and have decreased 2.9 percent for the year.
- Motor vehicle usage collections grew 10.8 percent for the month and have grown 11.3 percent for the first two months of the fiscal year.
- License and privilege tax fell 9.5 percent, led mostly by a decline in the weight distance tax of 18.1 percent.

KENTUCKY STATE GOVERNMENT REVENUE  
1. GENERAL FUND REVENUE

	<u>AUGUST</u> <u>2020</u>	<u>AUGUST</u> <u>2019</u>	<u>% Change</u>	<u>JULY THROUGH AUGUST</u> <u>FY 2021</u>	<u>JULY THROUGH AUGUST</u> <u>FY 2020</u>	<u>% Change</u>
<b>TOTAL GENERAL FUND</b>	<b>\$833,791,011</b>	<b>\$787,156,094</b>	<b>5.9%</b>	<b>\$1,738,925,304</b>	<b>\$1,632,818,755</b>	<b>6.5%</b>
<b>Tax Receipts</b>	<b>\$814,065,577</b>	<b>\$764,363,453</b>	<b>6.5%</b>	<b>\$1,682,950,804</b>	<b>\$1,577,873,850</b>	<b>6.7%</b>
Sales and Gross Receipts	\$411,158,774	\$399,472,631	2.9%	\$878,841,863	\$818,401,772	7.4%
Beer Consumption	572,628	556,305	2.9%	1,111,801	1,223,023	-9.1%
Beer Wholesale	6,306,058	6,122,267	3.0%	12,785,390	12,464,437	2.6%
Cigarette	27,416,555	31,996,579	-14.3%	58,041,806	61,979,221	-6.4%
Distilled Spirits Case Sales	17,141	13,604	26.0%	35,370	29,971	18.0%
Distilled Spirits Consumption	1,475,013	1,187,243	24.2%	3,080,033	2,662,459	15.7%
Distilled Spirits Wholesale	5,095,696	3,809,239	33.8%	10,504,718	8,656,089	21.4%
Insurance Premium	272,729	1,754,788	-84.5%	775,475	1,757,085	-55.9%
Pari-Mutuel	1,301,250	788,780	65.0%	2,680,061	2,133,204	25.6%
Race Track Admission	0	0	---	0	80,510	-100.0%
Sales and Use	359,051,525	345,422,917	3.9%	770,178,697	711,681,213	8.2%
Wine Consumption	274,086	206,889	32.5%	576,123	486,079	18.5%
Wine Wholesale	1,508,861	1,270,682	18.7%	3,107,981	2,668,372	16.5%
Telecommunications Tax	5,823,233	4,333,958	34.4%	11,807,780	8,815,844	33.9%
Other Tobacco Products	2,039,562	1,994,456	2.3%	4,151,667	3,745,632	10.8%
Floor Stock Tax	4,436	14,923	-70.3%	4,960	18,633	-73.4%
License and Privilege	\$690,280	\$96,151	617.9%	\$899,047	(\$77,581)	---
Alc. Bev. License Suspension	5,000	20,000	-75.0%	7,500	53,750	-86.0%
Corporation License	14,469	311	4549.3%	14,469	592	2343.3%
Corporation Organization	0	0	---	150	25,115	-99.4%
Occupational Licenses	23,718	18,753	26.5%	38,923	26,806	45.2%
Race Track License	12,500	0	---	12,500	95,000	-86.8%
Bank Franchise Tax	613,656	10,332	5839.7%	675,716	(371,486)	---
Driver License Fees	20,936	46,756	-55.2%	149,788	92,642	61.7%
Natural Resources	\$6,763,846	\$9,151,855	-26.1%	\$12,368,322	\$17,158,970	-27.9%
Coal Severance	4,097,424	5,796,142	-29.3%	7,321,979	10,925,988	-33.0%
Oil Production	406,003	585,336	-30.6%	593,908	1,045,621	-43.2%
Minerals Severance	2,007,940	2,246,269	-10.6%	3,949,642	4,054,309	-2.6%
Natural Gas Severance	252,479	524,109	-51.8%	502,793	1,133,053	-55.6%
Income	\$369,740,333	\$337,648,678	9.5%	\$750,167,059	\$709,072,233	5.8%
Corporation	(11,266,344)	(3,062,331)	---	(847,356)	16,619,573	---
Individual	364,896,653	338,591,932	7.8%	728,087,655	680,699,968	7.0%
Limited Liability Entity	16,110,023	2,119,077	660.2%	22,926,760	11,752,692	95.1%
Property	\$19,132,582	\$15,324,338	24.9%	\$32,950,005	\$25,118,215	31.2%
Building & Loan Association	29,182	24,759	17.9%	51,057	46,771	9.2%
General - Real	30,721	50,810	-39.5%	98,168	57,130	71.8%
General - Tangible	15,383,008	11,842,678	29.9%	29,341,983	22,280,955	31.7%
Omitted & Delinquent	2,076,088	2,301,837	-9.8%	763,003	490,868	55.4%
Public Service	1,613,323	1,104,542	46.1%	2,695,535	2,242,777	20.2%
Other	259	(288)	---	259	(288)	---
Inheritance Tax	\$4,815,799	\$4,469,709	7.7%	\$10,139,482	\$8,096,187	25.2%
Miscellaneous	\$1,763,963	(\$1,799,909)	---	(\$2,414,974)	\$104,054	---
Legal Process	852,445	1,168,788	-27.1%	1,568,868	2,035,693	-22.9%
T. V. A. In Lieu Payments	832,214	(3,058,441)	---	(4,335,571)	(2,116,883)	---
Other	79,304	89,744	-11.6%	351,729	185,244	89.9%
<b>Nontax Receipts</b>	<b>\$19,629,206</b>	<b>\$22,489,684</b>	<b>-12.7%</b>	<b>\$51,162,468</b>	<b>\$55,417,753</b>	<b>-7.7%</b>
Departmental Fees	452,359	769,586	-41.2%	1,485,922	2,146,992	-30.8%
PSC Assessment Fee	303,332	200,619	51.2%	13,984,880	13,011,407	7.5%
Fines & Forfeitures	952,313	1,507,851	-36.8%	1,814,305	2,897,292	-37.4%
Income on Investments	(75,836)	(652,730)	---	(148,686)	(915,641)	---
Lottery	19,500,000	19,500,000	0.0%	38,500,000	38,500,000	0.0%
Miscellaneous	(1,502,962)	1,164,357	---	(4,473,954)	(222,297)	---
Redeposit of State Funds	\$96,227	\$302,957	-68.2%	\$4,812,032	(\$472,849)	---

**2. ROAD FUND REVENUE**

	<u>AUGUST</u>	<u>AUGUST</u>	<u>% Change</u>	<u>JULY THROUGH AUGUST</u>		<u>% Change</u>
	<u>2020</u>	<u>2019</u>		<u>FY 2021</u>	<u>FY 2020</u>	
<b>TOTAL STATE ROAD FUND</b>	<b>\$140,842,350</b>	<b>\$142,302,685</b>	<b>-1.0%</b>	<b>\$278,369,361</b>	<b>\$270,550,832</b>	<b>2.9%</b>
Tax Receipts	\$138,455,393	\$138,580,792	-0.1%	\$273,410,545	\$264,169,780	3.5%
Sales and Gross Receipts	\$116,545,763	\$114,373,745	1.9%	\$231,725,933	\$224,634,598	3.2%
Motor Fuels Taxes	63,612,460	66,600,678	-4.5%	125,585,384	129,271,671	-2.9%
Motor Vehicle Usage	52,933,303	47,773,067	10.8%	106,140,549	95,362,927	11.3%
License and Privilege	\$21,909,629	\$24,207,046	-9.5%	\$41,684,612	\$39,535,182	5.4%
Motor Vehicles	7,883,885	8,554,716	-7.8%	17,771,582	14,101,929	26.0%
Motor Vehicle Operators	1,885,667	1,483,178	27.1%	3,660,642	2,771,473	32.1%
Weight Distance	10,917,434	13,331,767	-18.1%	18,166,564	21,049,266	-13.7%
Truck Decal Fees	11,520	5,010	129.9%	34,580	12,053	186.9%
Other Special Fees	1,211,124	832,375	45.5%	2,051,244	1,600,460	28.2%
Nontax Receipts	\$2,310,752	\$3,534,101	-34.6%	\$4,862,523	\$6,059,269	-19.8%
Departmental Fees	1,865,680	2,005,209	-7.0%	3,956,511	3,987,914	-0.8%
In Lieu of Traffic Fines	12,435	30,555	-59.3%	25,170	59,952	-58.0%
Income on Investments	(61,856)	1,178,327	---	135,636	1,371,347	-90.1%
Miscellaneous	494,493	320,010	54.5%	745,206	640,055	16.4%
Redeposit of State Funds	\$76,206	\$187,792	-59.4%	96,293	\$321,783	-70.1%

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