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For Immediate Release
November 10, 2020

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

General Fund receipts rose 3.0 percent, Year-to-Date up 5.1 Percent
Road Fund receipts fell 0.4 percent, Year-to-Date up 1.9 Percent

FRANKFORT, Ky. (Tuesday, November 10, 2020) - State Budget Director John Hicks reported today that October's General Fund receipts rose 3.0 percent, or \$27.7 million, over last year's total. Almost half of the increase was due to early payments of tangible property tax. Revenues for the month were \$948.4 million compared to \$920.7 million collected in October 2020. Receipts have increased 5.1 percent for the first four months of the fiscal year, and can decline 1.9 percent over the final eight months of FY21 to achieve the official revenue estimate of \$11,603.1 million.

Road Fund receipts for October totaled \$131.7 million, a 0.4 percent decline from October 2019 levels. Year-to-date Road Fund receipts have grown 1.4 percent. Based on year-to-date collections, Road Fund receipts must increase 4.7 percent to meet the official FY21 revenue estimate of \$1,543.4 million.

Hicks noted that the General Fund gains were largely concentrated in the major taxes and those increases offset declines among the smaller accounts. "Sales and income taxes continued to exceed expectations over the first four months of the fiscal year. Early in the fiscal year, sales taxes and income withholding dominate the share of aggregate collections, making up roughly 77 percent of total General Fund. Sales taxes have grown 6.8 percent and withholding has risen 5.0 percent from July through October. Excluding the impact of unemployment insurance benefits, withholding has grown 2.1 percent. However, while General Fund collections have grown by an aggregate rate of 5.0 percent this year, the rate of growth has declined each month. General Fund growth was 7.0 percent in July, 5.9 percent in

August, 4.9 percent in September, and 3.0 percent in October (1.6 percent excluding the advanced receipt of telecommunications property taxes). This four-month time period coincides with the expiration of federal fiscal stimulus to states, and more recently a surge in coronavirus cases. In anticipation of the enactment of a new budget, the Consensus Forecasting Group will convene in early December to officially revise the revenue estimates for FY21 and FY22.”

Among the major accounts,

- Sales and use tax receipts grew 6.3 percent in October and are up 6.8 percent for the year. The heaviest growth came from the big box retailers with online channels. Receipts in the online categories of marketplace sellers and remote retailers totaled \$18.5 million compared to \$13.1 million for the same period last year.
- Individual income tax collections rose 4.7 percent; only 2.6 percent when excluding unemployment insurance benefits. Receipts for the individual income tax are up 4.5 percent for the first four months of FY21; 1.6 percent when excluding unemployment benefits.
- Combined corporation income and LLET tax receipts rose 19.9 percent. Year-to-date, these receipts have decreased 1.1 percent.
- Property tax collections rose 59.8 percent in October due largely to an earlier issuance of tangible property tax bills related to the telecommunications industry.
- Cigarette tax receipts fell 3.0 percent in October and are down 3.2 percent for the first four months of the fiscal year.
- Coal severance tax receipts fell 9.9 percent to \$4.6 million in October. Year-to-date receipts are down 26.3 percent.
- Lottery revenues fell 13.1 percent in October and have decreased 2.9 percent for the year. The large percentage decline for the month stems from a historically high payment received last year in October rather than any performance metric of Lottery play.

Road Fund receipts fell 0.4 percent in October as strong growth in the motor vehicle usage tax was offset by declines in motor fuels and license and privilege taxes. Year-to-date collections have risen 1.4 percent compared to the previous year, almost entirely attributable to growth in the motor vehicle usage tax. Motor fuels taxes fell 3.0 percent in October and are down 4.8 percent for the year. Motor vehicle usage tax collections grew 11.0 percent and have increased 11.8 percent through the first four months of the year. License and privilege revenue fell 23.4 percent in October and are down 0.5 percent for the year. Nontax receipts grew 22.6 percent for the month but are down 11.2 percent for the year.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	OCTOBER 2020	OCTOBER 2019	% Change	JULY THROUGH OCTOBER FY 2021	JULY THROUGH OCTOBER FY 2020	% Change
TOTAL GENERAL FUND	\$948,430,311	\$920,727,749	3.0%	\$3,802,717,218	\$3,618,064,745	5.1%
Tax Receipts	\$908,713,437	\$868,213,600	4.7%	\$3,678,939,291	\$3,487,298,790	5.5%
Sales and Gross Receipts	\$430,646,304	\$425,057,348	1.3%	\$1,763,027,913	\$1,652,887,115	6.7%
Beer Consumption	527,852	562,350	-6.1%	2,199,305	2,177,022	1.0%
Beer Wholesale	5,737,974	5,330,476	7.6%	24,174,794	22,202,776	8.9%
Cigarette	30,339,819	31,290,042	-3.0%	118,225,021	122,144,429	-3.2%
Distilled Spirits Case Sales	16,619	21,567	-22.9%	67,945	58,352	16.4%
Distilled Spirits Consumption	1,498,208	1,843,434	-18.7%	5,935,888	5,165,771	14.9%
Distilled Spirits Wholesale	5,133,212	6,175,976	-16.9%	20,597,737	17,143,042	20.2%
Insurance Premium	11,973,530	27,522,269	-56.5%	53,901,472	50,402,180	6.9%
Pari-Mutuel	2,663,568	2,057,890	29.4%	7,495,204	5,657,766	32.5%
Race Track Admission	414	2,228	-81.4%	414	82,737	-99.5%
Sales and Use	361,558,291	340,066,830	6.3%	1,488,667,159	1,393,316,920	6.8%
Wine Consumption	294,807	341,478	-13.7%	1,146,639	993,850	15.4%
Wine Wholesale	1,603,330	1,885,750	-15.0%	6,277,046	5,389,545	16.5%
Telecommunications Tax	5,705,014	6,142,554	-7.1%	23,411,647	20,688,572	13.2%
Other Tobacco Products	3,592,827	1,812,059	98.3%	10,920,989	7,436,928	46.8%
Floor Stock Tax	839	2,447	-65.7%	6,654	27,223	-75.6%
License and Privilege	\$176,745	\$139,447	26.7%	\$1,382,775	\$357,352	---
Alc. Bev. License Suspension	20,250	20,500	-1.2%	38,750	108,500	-64.3%
Corporation License	(415)	(408)	---	21,750	533	3977.2%
Corporation Organization	3,120	1,115	179.8%	3,560	28,550	-87.5%
Occupational Licenses	34,407	40,499	-15.0%	82,700	76,185	8.6%
Race Track License	1,050	2,500	-58.0%	81,050	97,500	-16.9%
Bank Franchise Tax	61,325	2,092	2831.1%	893,288	(195,851)	---
Driver License Fees	57,008	73,148	-22.1%	261,677	241,935	8.2%
Natural Resources	\$7,035,483	\$8,133,415	-13.5%	\$26,194,848	\$34,291,319	-23.6%
Coal Severance	4,618,804	5,126,061	-9.9%	16,732,987	22,697,738	-26.3%
Oil Production	267,012	532,541	-49.9%	1,142,866	1,969,170	-42.0%
Minerals Severance	1,982,878	2,075,939	-4.5%	7,567,886	7,712,784	-1.9%
Natural Gas Severance	166,791	398,874	-58.2%	751,108	1,911,627	-60.7%
Income	\$426,579,611	\$402,630,449	5.9%	\$1,776,385,614	\$1,710,855,840	3.8%
Corporation	10,906,783	11,753,723	-7.2%	111,307,836	145,994,885	-23.8%
Individual	385,605,596	368,451,057	4.7%	1,570,319,561	1,502,421,543	4.5%
Limited Liability Entity	30,067,233	22,425,668	34.1%	94,758,218	62,439,411	51.8%
Property	\$35,961,157	\$22,497,147	59.8%	\$90,077,471	\$66,324,645	35.8%
Building & Loan Association	0	24,622	-100.0%	51,057	71,393	-28.5%
General - Real	1,549,782	1,387,067	11.7%	1,446,793	1,460,197	-0.9%
General - Tangible	24,389,629	11,907,318	104.8%	64,435,716	44,925,437	43.4%
Omitted & Delinquent	(1,282,999)	(600,129)	---	3,586,943	2,832,910	26.6%
Public Service	9,871,965	9,453,706	4.4%	19,178,757	16,710,432	14.8%
Other	1,432,781	324,564	341.4%	1,378,207	324,276	325.0%
Inheritance Tax	\$6,395,715	\$7,460,952	-14.3%	\$20,627,412	\$17,886,879	15.3%
Miscellaneous	\$1,918,421	\$2,294,843	-16.4%	\$1,243,257	\$4,695,640	-73.5%
Legal Process	879,811	1,027,820	-14.4%	3,312,124	4,325,260	-23.4%
T. V. A. In Lieu Payments	1,038,610	1,174,732	-11.6%	(2,464,747)	(592)	---
Other	0	92,290	-100.0%	395,880	370,971	6.7%
Nontax Receipts	\$37,903,274	\$48,574,075	-22.0%	\$116,730,362	\$124,741,426	-6.4%
Departmental Fees	492,854	1,083,087	-54.5%	3,269,610	4,678,957	-30.1%
PSC Assessment Fee	297	54,135	-99.5%	14,344,614	13,068,537	9.8%
Fines & Forfeitures	951,928	1,523,849	-37.5%	3,604,159	5,883,890	-38.7%
Income on Investments	(81,101)	(1,255,068)	---	(308,718)	(3,086,857)	---
Lottery	31,604,545	36,363,344	-13.1%	92,104,545	94,863,344	-2.9%
Miscellaneous	4,934,750	10,804,727	-54.3%	3,716,152	9,333,555	-60.2%
Redeposit of State Funds	\$1,813,600	\$3,940,074	-54.0%	\$7,047,565	\$6,024,529	17.0%

2. ROAD FUND REVENUE

	<u>OCTOBER</u> <u>2020</u>	<u>OCTOBER</u> <u>2019</u>	<u>% Change</u>	<u>JULY THROUGH OCTOBER</u>		<u>% Change</u>
				<u>FY 2021</u>	<u>FY 2020</u>	
TOTAL STATE ROAD FUND	\$131,669,160	\$132,220,546	-0.4%	\$541,105,477	\$533,886,886	1.4%
Tax Receipts-	\$128,494,008	\$129,605,877	-0.9%	\$531,278,712	\$521,998,991	1.8%
Sales and Gross Receipts	\$114,032,322	\$110,735,897	3.0%	\$464,096,785	\$454,476,408	2.1%
Motor Fuels Taxes	61,425,224	63,348,039	-3.0%	253,521,476	266,172,628	-4.8%
Motor Vehicle Usage	52,607,098	47,387,858	11.0%	210,575,309	188,303,780	11.8%
License and Privilege	\$14,461,686	\$18,869,980	-23.4%	\$67,181,927	\$67,522,583	-0.5%
Motor Vehicles	5,320,026	9,957,610	-46.6%	30,995,924	30,549,655	1.5%
Motor Vehicle Operators	1,688,268	1,301,408	29.7%	7,028,933	5,535,483	27.0%
Weight Distance	6,687,837	6,753,133	-1.0%	25,617,176	28,257,734	-9.3%
Truck Decal Fees	3,240	1,470	120.4%	47,900	16,887	183.7%
Other Special Fees	762,315	856,359	-11.0%	3,491,994	3,162,824	10.4%
Nontax Receipts	\$3,167,817	\$2,582,971	22.6%	\$9,746,701	\$10,977,218	-11.2%
Departmental Fees	2,672,837	1,540,188	73.5%	7,961,227	7,355,482	8.2%
In Lieu of Traffic Fines	23,370	33,735	-30.7%	62,055	121,327	-48.9%
Income on Investments	(101,268)	571,980	---	64,610	2,068,660	-96.9%
Miscellaneous	572,878	437,068	31.1%	1,658,809	1,431,749	15.9%
Redeposit of State Funds	\$7,334	\$31,698	-76.9%	\$80,064	\$910,677	-91.2%

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