



Office of State Budget Director

284 Capitol Annex, 702 Capitol Avenue
Frankfort, Kentucky 40601

Andy Beshear
Governor

(502) 564-7300
Internet: osbd.ky.gov

John Hicks
State Budget Director

Governor's Office for Policy and Management
Governor's Office for Economic Analysis
Governor's Office for Policy Research

For Immediate Release
December 10, 2020

Contact: John Hicks
Greg Harkenrider
502-564-7300

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

General Fund receipts fell 3.8 percent, Year-to-Date up 3.1 percent
Road Fund receipts rose 3.3 percent, Year-to-Date up 1.7 percent

FRANKFORT, Ky. (Thursday, December 10, 2020) - State Budget Director John Hicks reported today that General Fund receipts fell 3.8 percent in November compared to last year. Total revenues for the month were \$1,006.5 million compared to \$1,046.1 million during November 2019, a decrease of \$39.6 million, primarily due to a \$34.8 million decline in property tax receipts. Receipts have now risen 3.1 percent for the first five months of the fiscal year, and must increase 0.3 percent over the final seven months of FY21 to meet the recently adopted official revenue estimate of \$11,729.0 million.

Hicks noted that the drop in property taxes this month was primarily due to timing issues with the real property account. "November is typically the first of three consecutive months when 93 percent of the year's real property taxes are received. Those receipts in the next two months are expected to recover. Adjusting for the timing difference with the property taxes, the rest of the General Fund revenues were essentially flat for the month. Sales and use taxes continued steady growth of 3.9 percent. The individual income withholding receipts fell 1.2 percent, the first monthly decline since April. Corporation taxes and the Limited Liability Entity Tax fell a combined \$9.2 million. The state Consensus Forecasting Group met on December 4 and revised the revenue estimates for FY21 and FY22. We will continue to monitor all state revenues and report how collections compare to the new estimates."

Among the major accounts:

- Individual income tax collections fell 0.8 percent in November as declines in estimated payments and withholding slightly offset a small gain in net returns. Through the first five months of FY21, receipts in this tax have increased 3.5 percent. The withholding component of the individual income tax fell 1.2 percent during November.
- Sales and use tax receipts increased 3.9 percent in November, which ties August for the lowest monthly growth in the sales tax this fiscal year. Year-to-date growth in this account is now 6.3 percent.
- Corporation income and LLET tax receipts fell 33.6 percent to \$18.2 million in November. Receipts year-to-date have declined 4.9 percent.
- Property tax collections declined 18.0 percent for the month and have fallen 4.3 percent year-to-date. November's sharp decline is a result of seasonal timing patterns that are expected to move favorably in the next two months.
- Cigarette tax receipts rose 3.0 percent in November but are down 2.1 percent for the first five months of the fiscal year.
- Coal severance tax receipts spiked 102.4 percent to \$7.3 million in November but are down 8.6 percent year-to-date.
- Lottery revenues grew 2.3 percent in November with a monthly dividend payment of \$22.0 million.

Road Fund receipts for November totaled \$127.9 million, a 3.3 percent increase from November 2019 levels. Year-to-date Road Fund receipts have increased 1.7 percent. Based on collections through the first five months, Road Fund receipts must grow 9.0 percent over the balance of the fiscal year to meet the newly revised official FY21 estimate of \$1,577.7 million.

Motor fuels tax receipts fell 3.6 percent in November and have decreased 4.5 percent for the year. Motor vehicle usage tax collections rose 11.4 percent in November and have grown 11.8 percent through the first five months of the fiscal year. License and privilege receipts grew 6.9 percent for the month and have risen 1.2 percent for the year.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>NOVEMBER</u> <u>2020</u>	<u>NOVEMBER</u> <u>2019</u>	<u>% Change</u>	<u>JULY THROUGH NOVEMBER</u> <u>FY 2021</u>	<u>FY 2020</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$1,006,510,837	\$1,046,086,373	-3.8%	\$4,809,228,055	\$4,664,151,119	3.1%
Tax Receipts	\$964,461,106	\$994,937,994	-3.1%	\$4,643,400,397	\$4,482,236,785	3.6%
Sales and Gross Receipts	\$413,746,859	\$398,322,103	3.9%	\$2,176,774,772	\$2,051,209,217	6.1%
Beer Consumption	457,775	627,312	-27.0%	2,657,080	2,804,335	-5.3%
Beer Wholesale	4,521,224	6,291,309	-28.1%	28,696,018	28,494,086	0.7%
Cigarette	28,030,291	27,206,921	3.0%	146,255,312	149,351,351	-2.1%
Distilled Spirits Case Sales	17,240	16,139	6.8%	85,185	74,491	14.4%
Distilled Spirits Consumption	1,509,479	1,418,729	6.4%	7,445,367	6,584,500	13.1%
Distilled Spirits Wholesale	5,450,161	5,075,364	7.4%	26,047,898	22,218,406	17.2%
Insurance Premium	94,556	(311,225)	---	53,996,028	50,090,955	7.8%
Pari-Mutuel	2,026,499	1,645,581	23.1%	9,521,704	7,303,347	30.4%
Race Track Admission	1,211	33,335	-96.4%	1,626	116,072	-98.6%
Sales and Use	360,202,213	346,636,459	3.9%	1,848,869,372	1,739,953,379	6.3%
Wine Consumption	291,905	290,280	0.6%	1,438,544	1,284,130	12.0%
Wine Wholesale	1,709,339	1,676,599	2.0%	7,986,386	7,066,144	13.0%
Telecommunications Tax	5,820,071	5,782,043	0.7%	29,231,718	26,470,615	10.4%
Other Tobacco Products	3,614,892	1,930,964	87.2%	14,535,881	9,367,892	55.2%
Floor Stock Tax	0	2,291	-100.0%	6,654	29,514	-77.5%
License and Privilege	\$190,527	(\$784,962)	---	\$1,573,302	(\$427,610)	---
Alc. Bev. License Suspension	2,500	26,450	-90.5%	41,250	134,950	-69.4%
Corporation License	(1,801)	36,734	-104.9%	19,949	37,267	-46.5%
Corporation Organization	9,972	0	---	13,532	28,550	-52.6%
Occupational Licenses	1,582	6,829	-76.8%	84,282	83,015	1.5%
Race Track License	90,000	77,992	15.4%	171,050	175,492	-2.5%
Bank Franchise Tax	24,015	(1,011,591)	---	917,303	(1,207,442)	---
Driver License Fees	64,259	78,624	-18.3%	325,936	320,558	1.7%
Natural Resources	\$9,505,763	\$6,570,700	44.7%	\$35,700,611	\$40,862,020	-12.6%
Coal Severance	7,295,668	3,604,126	102.4%	24,028,655	26,301,863	-8.6%
Oil Production	173,840	450,242	-61.4%	1,316,706	2,419,412	-45.6%
Minerals Severance	1,821,070	2,172,760	-16.2%	9,388,957	9,885,544	-5.0%
Natural Gas Severance	215,185	343,573	-37.4%	966,294	2,255,201	-57.2%
Income	\$378,271,231	\$390,468,456	-3.1%	\$2,154,656,846	\$2,101,324,296	2.5%
Corporation	13,200,191	20,908,644	-36.9%	124,508,027	166,903,529	-25.4%
Individual	360,120,974	363,145,161	-0.8%	1,930,440,536	1,865,566,704	3.5%
Limited Liability Entity	4,950,065	6,414,651	-22.8%	99,708,283	68,854,063	44.8%
Property	\$158,777,565	\$193,645,101	-18.0%	\$248,855,036	\$259,969,747	-4.3%
Building & Loan Association	0	(414,696)	---	51,057	(343,303)	---
General - Real	107,757,225	129,560,630	-16.8%	109,204,018	131,020,826	-16.7%
General - Tangible	48,679,524	57,578,809	-15.5%	113,115,240	102,504,246	10.4%
Omitted & Delinquent	1,855,618	3,834,188	-51.6%	5,442,560	6,667,099	-18.4%
Public Service	328,712	2,107,784	-84.4%	19,507,469	18,818,215	3.7%
Other	156,486	978,386	-84.0%	1,534,692	1,302,663	17.8%
Inheritance Tax	\$2,461,188	\$4,518,715	-45.5%	\$23,088,600	\$22,405,595	3.0%
Miscellaneous	\$1,507,973	\$2,197,880	-31.4%	\$2,751,229	\$6,893,520	-60.1%
Legal Process	793,323	1,271,303	-37.6%	4,105,447	5,596,563	-26.6%
T. V. A. In Lieu Payments	714,650	832,214	-14.1%	(1,750,097)	831,623	---
Other	0	94,363	-100.0%	395,880	465,334	-14.9%
Nontax Receipts	\$44,592,826	\$51,026,709	-12.6%	\$161,323,188	\$175,768,135	-8.2%
Departmental Fees	596,937	726,240	-17.8%	3,866,547	5,405,197	-28.5%
PSC Assessment Fee	50	776	-93.6%	14,344,664	13,069,313	9.8%
Fines & Forfeitures	872,429	1,464,375	-40.4%	4,476,588	7,348,264	-39.1%
Income on Investments	(55,581)	(1,102,184)	---	(364,299)	(4,189,040)	---
Lottery	22,000,000	21,500,000	2.3%	114,104,545	116,363,344	-1.9%
Miscellaneous	21,178,992	28,437,503	-25.5%	24,895,143	37,771,058	-34.1%
Redeposit of State Funds	(\$2,543,095)	\$121,670	---	\$4,504,470	\$6,146,198	-26.7%

2. ROAD FUND REVENUE

	<u>NOVEMBER</u> <u>2020</u>	<u>NOVEMBER</u> <u>2019</u>	<u>% Change</u>	<u>JULY THROUGH NOVEMBER</u> <u>FY 2021</u>	<u>FY 2020</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$127,907,183	\$123,799,686	3.3%	\$669,012,661	\$657,686,572	1.7%
Tax Receipts-	125,564,642	122,350,925	2.6%	\$656,843,354	\$644,349,916	1.9%
Sales and Gross Receipts	\$104,207,866	\$102,380,548	1.8%	\$568,304,651	\$556,856,956	2.1%
Motor Fuels Taxes	62,948,588	65,332,077	-3.6%	316,470,065	331,504,705	-4.5%
Motor Vehicle Usage	41,259,277	37,048,471	11.4%	251,834,586	225,352,251	11.8%
License and Privilege	\$21,356,776	\$19,970,377	6.9%	\$88,538,703	\$87,492,960	1.2%
Motor Vehicles	6,533,892	4,189,866	55.9%	37,529,815	34,739,521	8.0%
Motor Vehicle Operators	1,687,159	1,429,172	18.1%	8,716,093	6,964,655	25.1%
Weight Distance	11,995,676	13,710,302	-12.5%	37,612,852	41,968,036	-10.4%
Truck Decal Fees	360	2,010	-82.1%	48,260	18,897	155.4%
Other Special Fees	1,139,689	639,027	78.3%	4,631,683	3,801,851	21.8%
Nontax Receipts	\$2,298,520	\$1,183,830	94.2%	\$12,045,221	\$12,161,047	-1.0%
Departmental Fees	1,373,156	804,251	70.7%	9,334,383	8,159,733	14.4%
In Lieu of Traffic Fines	15,105	21,660	-30.3%	77,160	142,987	-46.0%
Income on Investments	99,542	124,245	-19.9%	164,153	2,192,906	-92.5%
Miscellaneous	810,716	233,673	246.9%	2,469,525	1,665,422	48.3%
Redeposit of State Funds	\$44,022	\$264,931	-83.4%	\$124,086	\$1,175,608	-89.4%

An electronic version of this report is available for viewing and downloading in PDF format at the Office of the State Budget Director's web site. To access this report, set your browser to <http://www.osbd.ky.gov>.