



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

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Contact: John Hicks
Greg Harkenrider
502-564-7300

**GENERAL FUND AND ROAD FUND RECEIPTS
FOR FEBRUARY 2021**

General Fund receipts increase 4.6 percent, Year-to-Date up 5.6 percent
Road Fund receipts decline 2.0 percent, Year-to-Date up 0.3 percent

FRANKFORT, Ky. (Wednesday, March 10, 2021) - The Office of State Budget Director reported today that February's General Fund receipts rose 4.6 percent compared to February of last year, an increase of \$40.2 million. Total revenues for the month were \$924.2 million, compared to \$884.0 million during February 2020. Receipts have now grown 5.6 percent for the first eight months of FY21.

The official revenue estimate calls for 1.4 percent revenue growth for the entire fiscal year. To meet the official revenue estimate, receipts can fall 6.7 percent over the last four months of the fiscal year.

Road Fund receipts for February totaled \$125.8 million, a 2.0 percent decrease over February 2020 levels. Year-to-date receipts for FY21 have increased 0.3 percent.

State Budget Director John Hicks noted that the 4.6 percent growth in General Fund receipts in February was based heavily on sales tax receipts which grew by 14.4 percent. "The \$600 stimulus check received in January by many Kentucky households clearly resulted in higher consumer spending. Even with that, the sales tax has grown 7.0 percent in the last three months and by 6.5 percent year-to-date. Total revenue growth through the first eight months of FY21 for the General Fund has been 5.6 percent over the prior year, as all of the major taxes are outpacing the revenue estimate assumptions. With the expected new round of federal fiscal stimulus, as well as the revenue growth to date, it is highly likely that there will be a revenue surplus this fiscal year."

Among the major accounts:

- Sales and use tax receipts increased 14.4 percent for the month and have grown 6.5 percent year-to-date.
- Combined corporation income and LLET tax receipts were \$12.1 million more than collected in February 2020. A large increase in corporate declarations offset a decrease in net returns. For the year, these two revenue sources have increased 26.3 percent.
- Individual income tax collections fell 0.4 percent in February. Collections have grown 4.0 percent through the first eight months of the year. Net returns and fiduciary collections increased for the month which offset declines in withholding and estimated payments.
- Property tax collections grew 4.5 percent for the month and have increased 5.5 percent year-to-date.
- Cigarette tax receipts rose 16.0 percent for the month, partially offsetting a 20.3 percent decline in January. Through the first eight months of FY21, cigarette tax receipts have decreased 0.1 percent.
- Coal severance tax receipts decreased 13.6 percent in February and are down 11.0 percent through the first eight months of the fiscal year.

Road Fund receipts fell 2.0 percent in February as collections totaled \$125.8 million. Total revenue has grown 0.3 percent through the first eight months of FY21. Motor fuels collections declined for the 11th consecutive month while motor vehicle usage tax receipts saw a small uptick. The official Road Fund revenue estimate call for revenues to increase 5.8 percent for the fiscal year. Based on year-to-date tax collections, revenues must increase 18.3 percent for the remainder of the year to meet the official estimate. Last year, Road Fund revenues fell 17.1 percent from March through June. Among the accounts, motor fuels fell 4.0 percent. Motor vehicle usage revenue grew 1.3 percent, and license and privilege receipts rose 4.3 percent.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	FEBRUARY 2021	FEBRUARY 2020	% Change	JULY THROUGH FEBRUARY FY 2021	JULY THROUGH FEBRUARY FY 2020	% Change
TOTAL GENERAL FUND	\$924,204,775	\$883,975,033	4.6%	\$8,068,517,222	\$7,642,187,416	5.6%
Tax Receipts	\$896,149,375	\$860,305,134	4.2%	\$7,806,855,842	\$7,380,960,355	5.8%
Sales and Gross Receipts	\$385,740,460	\$354,580,048	8.8%	\$3,484,420,747	\$3,286,772,748	6.0%
Beer Consumption	526,659	454,661	15.8%	4,191,868	4,164,865	0.6%
Beer Wholesale	4,435,046	4,031,960	10.0%	43,058,350	41,980,234	2.6%
Cigarette	26,975,087	23,254,618	16.0%	227,512,689	227,768,519	-0.1%
Distilled Spirits Case Sales	14,475	10,538	37.4%	134,773	120,009	12.3%
Distilled Spirits Consumption	1,250,842	927,273	34.9%	11,700,678	10,552,238	10.9%
Distilled Spirits Wholesale	3,990,338	2,997,049	33.1%	41,798,052	36,218,486	15.4%
Insurance Premium	25,825,329	41,907,492	-38.4%	79,824,732	92,427,157	-13.6%
Pari-Mutuel	2,179,972	1,794,112	21.5%	16,742,812	12,963,788	29.2%
Race Track Admission	0	0	---	9,915	143,685	-93.1%
Sales and Use	309,352,777	270,365,829	14.4%	2,969,637,607	2,787,804,812	6.5%
Wine Consumption	246,607	191,083	29.1%	2,352,987	2,122,852	10.8%
Wine Wholesale	1,226,881	981,492	25.0%	13,448,460	11,795,093	14.0%
Telecommunications Tax	6,457,788	5,905,579	9.4%	49,006,548	44,050,089	11.3%
Other Tobacco Products	3,258,595	1,753,657	85.8%	24,994,458	14,617,250	71.0%
Floor Stock Tax	65	4,705	-98.6%	6,816	43,671	-84.4%
License and Privilege	\$6,903,459	\$13,223,857	-47.8%	\$9,692,887	\$14,871,821	-34.8%
Alc. Bev. License Suspension	10,000	26,750	-62.6%	75,000	207,750	-63.9%
Corporation License	1,598	82	1839.3%	110,749	37,588	194.6%
Corporation Organization	6,195	0	---	24,349	56,332	-56.8%
Occupational Licenses	6,225	16,284	-61.8%	102,847	108,193	-4.9%
Race Track License	0	0	---	235,191	242,717	-3.1%
Bank Franchise Tax	6,823,369	12,887,085	-47.1%	8,670,495	13,371,097	-35.2%
Driver License Fees	56,072	293,655	-80.9%	474,257	848,144	-44.1%
Natural Resources	\$7,163,201	\$8,587,901	-16.6%	\$56,615,764	\$64,450,178	-12.2%
Coal Severance	5,728,206	6,627,581	-13.6%	38,694,260	43,461,589	-11.0%
Oil Production	342,988	497,956	-31.1%	2,267,424	3,853,882	-41.2%
Minerals Severance	862,122	1,043,960	-17.4%	14,038,858	13,861,547	1.3%
Natural Gas Severance	229,884	418,403	-45.1%	1,615,222	3,273,161	-50.7%
Income	\$458,292,908	\$447,932,061	2.3%	\$3,621,554,678	\$3,412,094,532	6.1%
Corporation	(15,083,057)	(28,188,268)	---	256,528,054	206,703,109	24.1%
Individual	463,371,280	465,118,277	-0.4%	3,205,497,517	3,082,620,770	4.0%
Limited Liability Entity	10,004,685	11,002,052	-9.1%	159,529,107	122,770,654	29.9%
Property	\$32,458,867	\$31,055,925	4.5%	\$588,169,736	\$557,526,973	5.5%
Building & Loan Association	0	150,908	---	51,057	(192,854)	---
General - Real	9,284,537	9,884,858	-6.1%	309,181,177	295,648,138	4.6%
General - Tangible	17,713,418	16,092,614	10.1%	207,215,476	193,134,253	7.3%
Omitted & Delinquent	3,033,347	2,585,785	17.3%	11,558,878	10,616,128	8.9%
Public Service	2,135,380	1,825,082	17.0%	58,148,328	56,467,445	3.0%
Other	292,185	516,677	-43.4%	2,014,820	1,853,863	8.7%
Inheritance Tax	\$4,015,418	\$2,830,369	41.9%	\$39,139,711	\$32,484,862	20.5%
Miscellaneous	\$1,575,063	\$2,094,975	-24.8%	\$7,262,319	\$12,759,241	-43.1%
Legal Process	860,123	1,207,911	-28.8%	6,468,183	8,708,908	-25.7%
T. V. A. In Lieu Payments	714,650	832,214	-14.1%	393,853	3,328,266	-88.2%
Other	290	54,850	-99.5%	400,283	722,067	-44.6%
Nontax Receipts	\$25,557,660	\$23,585,464	8.4%	\$254,243,731	\$244,150,508	4.1%
Departmental Fees	964,971	1,410,857	-31.6%	5,978,689	8,477,115	-29.5%
PSC Assessment Fee	0	0	---	14,344,714	13,071,422	9.7%
Fines & Forfeitures	1,209,400	1,496,153	-19.2%	7,347,254	11,474,350	-36.0%
Income on Investments	(41,071)	(502,117)	---	(567,455)	(5,887,050)	---
Lottery	22,000,000	20,500,000	7.3%	181,104,545	178,363,344	1.5%
Miscellaneous	1,424,359	680,572	109.3%	46,035,984	38,651,328	19.1%
Redeposit of State Funds	\$2,497,741	\$84,434	2858.2%	\$7,417,649	\$17,076,554	-56.6%

2. ROAD FUND REVENUE

	<u>FEBRUARY</u>	<u>FEBRUARY</u>	<u>% Change</u>	<u>JULY THROUGH FEBRUARY</u>		<u>% Change</u>
	<u>2021</u>	<u>2020</u>		<u>FY 2021</u>	<u>FY 2020</u>	
TOTAL STATE ROAD FUND	\$125,778,111	\$128,289,144	-2.0%	\$1,043,196,755	\$1,039,616,679	0.3%
Tax Receipts-	\$123,772,491	\$124,542,132	-0.6%	\$1,025,271,144	\$1,016,502,872	0.9%
Sales and Gross Receipts	\$96,976,848	\$98,847,419	-1.9%	\$877,020,536	\$874,786,905	0.3%
Motor Fuels Taxes	57,132,896	59,522,994	-4.0%	494,031,627	519,280,725	-4.9%
Motor Vehicle Usage	39,843,952	39,324,425	1.3%	382,988,909	355,506,180	7.7%
License and Privilege	\$26,795,643	\$25,694,713	4.3%	\$148,250,608	\$141,715,967	4.6%
Motor Vehicles	9,843,893	11,664,757	-15.6%	62,352,055	62,151,672	0.3%
Motor Vehicle Operators	2,378,368	1,400,480	69.8%	13,643,880	10,738,548	27.1%
Weight Distance	13,676,894	12,017,105	13.8%	61,524,230	63,006,479	-2.4%
Truck Decal Fees	1,080	(380)	---	61,020	19,780	208.5%
Other Special Fees	895,409	612,750	46.1%	10,669,422	5,799,489	84.0%
Nontax Receipts	\$1,788,728	\$3,753,005	-52.3%	\$17,466,912	\$21,813,443	-19.9%
Departmental Fees	1,768,687	2,364,067	-25.2%	13,966,705	14,712,518	-5.1%
In Lieu of Traffic Fines	13,785	27,375	-49.6%	127,080	222,157	-42.8%
Income on Investments	(339,254)	1,033,755	-132.8%	(53,471)	4,304,371	-101.2%
Miscellaneous	345,509	327,809	5.4%	3,426,598	2,574,397	33.1%
Redeposit of State Funds	\$216,893	(\$5,994)	---	\$458,699	\$1,300,364	-64.7%

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