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**GENERAL FUND AND ROAD FUND RECEIPTS
INCREASE IN MARCH 2021**

General Fund receipts increased 9.0 percent, Year-to-date up 5.9 percent
Road Fund receipts increased 4.1 percent, Year-to-date up 0.8 percent

FRANKFORT, KY - (Monday, April 12, 2021) - The Office of State Budget Director reported today that March's General Fund receipts rose 9.0 percent compared to March of last year, an increase of \$78.7 million. Total revenues for the month were \$954.8 million, compared to \$876.1 million during March 2020. Receipts have now grown 5.9 percent for the first nine months of FY21. For the just completed quarter, total General Fund collections grew 6.7 percent, the largest rate of growth this fiscal year. Growth rates for the three quarters of FY21 have been 5.8, 5.3 and 6.7 percent, respectively.

The official revenue estimate calls for 1.4 percent revenue growth for the fiscal year. To meet the estimate, receipts can decline 11.2 percent over the last three months of FY21. Last year General Fund receipts declined by 4.5 percent over the last three months.

Road Fund receipts for March totaled \$132.5 million, a 4.1 percent increase compared to March 2020 levels. Year-to-date receipts have increased 0.8 percent. After posting small but positive rates of growth in each of the first two quarters of the fiscal year, receipts declined 0.4 percent in the third quarter.

State Budget Director Hicks noted that the 9.0 percent growth in March propelled the General Fund to a 6.7 percent increase in the third quarter of FY21. "Both the March receipts and the collections for the third quarter of FY21 were strong, with quarterly totals fueled by growth in the income, sales, business, and property taxes. The injection of federal relief payments to businesses and individuals into the Kentucky economy, as well as stronger than expected payroll and personal consumption, has led to

economic and revenue growth ahead of projections as all the major tax accounts are ahead of the budgeted forecast. March's 9.0 percent growth was aided by favorable timing issues on the insurance premiums tax and very strong growth in the individual and corporation income taxes."

Among the major accounts:

- Sales and use tax receipts fell 0.1 percent for the month but have grown 5.9 percent year-to-date. Poor weather in the month of February likely hit the pause button in the strong year-to-date growth trend in the sales tax.
- Combined corporation income and LLET tax receipts rose 45.2 percent as an increase in the corporation income tax offset a decline in the LLET. For the year, collections in these accounts have increased 28.4 percent.
- Individual income tax collections rose 15.6 percent in March as withholding and net returns improved by nearly \$42.0 million. Collections have grown 4.9 percent through the first nine months of FY21.
- Property tax collections declined 5.5 percent for the month but have grown 4.8 percent year-to-date.
- Cigarette tax receipts fell 22.1 percent as the recent trend in volatility in cigarette revenue continues. Year-to-date this account has decreased 3.4 percent.
- Coal severance tax collections fell 23.6 percent in March with collections of \$3.6 million. Collections have declined 12.2 percent through the first nine months of the fiscal year.

Road Fund revenue grew 4.1 percent in March, the largest monthly increase since July and the first positive month since November. Receipts for the month were \$132.5 million, \$5.2 million more than last March. Through the first nine months of the FY21, receipts have increased 0.8 percent. Road Fund collections declined 0.4 percent in the just completed quarter after increasing in each of the first two quarters. Growth rates for the three quarters this fiscal year have been 1.9, 0.7 and -0.4 percent, respectively. The official Road Fund revenue estimate calls for revenues to increase 5.8 percent for the fiscal year. Based on year-to-date tax collections, revenues must increase 23.8 percent for the last quarter of FY21 to meet the estimate. Last year Road Fund revenues dropped by 23.6 percent in the final quarter of the fiscal year. Among the accounts, motor fuels fell 11.7 percent, motor vehicle usage revenue grew 30.5 percent, and license and privilege receipts fell 1.7 percent.

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KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>MARCH</u> <u>2021</u>	<u>MARCH</u> <u>2020</u>	<u>% Change</u>	<u>JULY THROUGH MARCH</u> <u>FY 2021</u>	<u>JULY THROUGH MARCH</u> <u>FY 2020</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$954,845,669	\$876,147,493	9.0%	\$9,023,362,891	\$8,518,334,909	5.9%
Tax Receipts	\$915,625,307	\$852,054,770	7.5%	\$8,722,481,149	\$8,233,015,124	5.9%
Sales and Gross Receipts	\$394,415,725	\$380,043,891	3.8%	\$3,878,836,472	\$3,666,816,639	5.8%
Beer Consumption	433,301	469,676	-7.7%	4,625,169	4,634,541	-0.2%
Beer Wholesale	3,970,459	3,808,490	4.3%	47,028,810	45,788,725	2.7%
Cigarette	31,320,643	40,197,868	-22.1%	258,833,333	267,966,387	-3.4%
Distilled Spirits Case Sales	13,771	12,286	12.1%	148,543	132,295	12.3%
Distilled Spirits Consumption	1,202,243	1,081,972	11.1%	12,902,921	11,634,210	10.9%
Distilled Spirits Wholesale	4,052,807	3,627,839	11.7%	45,850,859	39,846,325	15.1%
Insurance Premium	40,492,104	20,537,454	97.2%	120,316,837	112,964,611	6.5%
Pari-Mutuel	2,807,160	1,911,142	46.9%	19,549,973	14,874,930	31.4%
Race Track Admission	0	0	---	9,915	143,685	-93.1%
Sales and Use	298,350,373	298,750,075	-0.1%	3,267,987,979	3,086,554,887	5.9%
Wine Consumption	253,718	258,504	-1.9%	2,606,705	2,381,356	9.5%
Wine Wholesale	1,449,591	1,399,090	3.6%	14,898,051	13,194,183	12.9%
Telecommunications Tax	6,433,439	6,282,891	2.4%	55,439,988	50,332,980	10.1%
Other Tobacco Products	3,636,066	1,703,360	113.5%	28,630,524	16,320,610	75.4%
Floor Stock Tax	48	3,244	-98.5%	6,865	46,915	-85.4%
License and Privilege	\$99,599,098	\$109,083,344	-8.7%	\$109,291,985	\$123,955,165	-11.8%
Alc. Bev. License Suspension	32,250	25,000	29.0%	107,250	232,750	-53.9%
Corporation License	76,861	65	118148.1%	187,611	37,653	398.3%
Corporation Organization	5,193	0	---	29,542	56,332	-47.6%
Occupational Licenses	25,985	(6,212)	---	128,832	101,981	26.3%
Race Track License	0	0	---	235,191	242,717	-3.1%
Bank Franchise Tax	99,411,010	108,730,887	-8.6%	108,081,504	122,101,983	-11.5%
Driver License Fees	47,800	333,604	-85.7%	522,057	1,181,748	-55.8%
Natural Resources	\$5,477,815	\$6,268,083	-12.6%	\$62,093,579	\$70,718,261	-12.2%
Coal Severance	3,576,438	4,678,539	-23.6%	42,270,698	48,140,127	-12.2%
Oil Production	395,687	279,152	41.7%	2,663,111	4,133,034	-35.6%
Minerals Severance	1,112,900	988,030	12.6%	15,151,758	14,849,577	2.0%
Natural Gas Severance	392,790	322,363	21.8%	2,008,011	3,595,523	-44.2%
Income	\$375,891,034	\$314,353,745	19.6%	\$3,997,445,712	\$3,726,448,277	7.3%
Corporation	36,471,269	12,921,265	182.3%	292,999,323	219,624,374	33.4%
Individual	315,003,112	272,413,213	15.6%	3,520,500,628	3,355,033,983	4.9%
Limited Liability Entity	24,416,653	29,019,267	-15.9%	183,945,760	151,789,920	21.2%
Property	\$35,128,323	\$37,155,467	-5.5%	\$623,298,059	\$594,682,440	4.8%
Building & Loan Association	0	0	---	51,057	(192,854)	---
General - Real	2,849,678	2,635,140	8.1%	312,030,855	298,283,279	4.6%
General - Tangible	19,640,264	20,429,900	-3.9%	226,855,740	213,564,152	6.2%
Omitted & Delinquent	3,340,967	2,490,350	34.2%	14,899,844	13,106,478	13.7%
Public Service	8,772,913	11,211,703	-21.8%	66,921,242	67,679,148	-1.1%
Other	524,500	388,374	35.1%	2,539,320	2,242,237	13.2%
Inheritance Tax	\$3,659,361	\$3,094,523	18.3%	\$42,799,072	\$35,579,384	20.3%
Miscellaneous	\$1,453,952	\$2,055,717	-29.3%	\$8,716,271	\$14,814,958	-41.2%
Legal Process	739,302	1,169,359	-36.8%	7,207,485	9,878,267	-27.0%
T. V. A. In Lieu Payments	714,650	832,214	-14.1%	1,108,503	4,160,480	-73.4%
Other	0	54,143	-100.0%	400,283	776,211	-48.4%
Nontax Receipts	\$28,447,664	\$23,974,117	18.7%	\$282,691,395	\$268,124,625	5.4%
Departmental Fees	1,498,120	1,453,857	3.0%	7,476,809	9,930,972	-24.7%
PSC Assessment Fee	268	0	---	14,344,982	13,071,422	9.7%
Fines & Forfeitures	859,747	1,610,367	-46.6%	8,207,001	13,084,717	-37.3%
Income on Investments	(47,174)	(217,721)	---	(614,629)	(6,104,771)	---
Lottery	25,000,000	23,000,000	8.7%	206,104,545	201,363,344	2.4%
Miscellaneous	1,136,702	(1,872,386)	---	47,172,687	36,778,941	28.3%
Redeposit of State Funds	\$10,772,698	\$118,606	8982.8%	\$18,190,347	\$17,195,160	5.8%

2. ROAD FUND REVENUE

	<u>MARCH</u> <u>2021</u>	<u>MARCH</u> <u>2020</u>	<u>% Change</u>	<u>JULY THROUGH MARCH</u> <u>FY 2021</u>	<u>FY 2020</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$132,489,793	\$127,295,143	4.1%	\$1,175,686,547	\$1,166,911,821	0.8%
Tax Receipts-	\$130,433,751	\$124,585,795	4.7%	\$1,155,704,895	\$1,141,088,667	1.3%
Sales and Gross Receipts	\$112,235,913	\$106,069,143	5.8%	\$989,256,450	\$980,856,048	0.9%
Motor Fuels Taxes	54,764,835	62,016,305	-11.7%	548,796,462	581,297,030	-5.6%
Motor Vehicle Usage	57,471,078	44,052,838	30.5%	440,459,987	399,559,018	10.2%
License and Privilege	\$18,197,838	\$18,516,652	-1.7%	\$166,448,446	\$160,232,619	3.9%
Motor Vehicles	14,928,408	15,179,500	-1.7%	77,280,464	77,331,171	-0.1%
Motor Vehicle Operators	1,745,207	1,300,344	34.2%	15,389,087	12,038,891	27.8%
Weight Distance	629,053	529,942	18.7%	62,153,283	63,536,420	-2.2%
Truck Decal Fees	9,000	0	---	70,020	19,780	254.0%
Other Special Fees	886,169	1,506,867	-41.2%	11,555,591	7,306,356	58.2%
Nontax Receipts	\$2,220,913	\$3,550,384	-37.4%	\$19,687,824	\$25,363,827	-22.4%
Departmental Fees	1,946,215	1,201,630	62.0%	15,912,920	15,914,148	0.0%
In Lieu of Traffic Fines	19,215	28,980	-33.7%	146,295	251,137	-41.7%
Income on Investments	(44,905)	1,430,337	---	(98,376)	5,734,708	---
Miscellaneous	300,388	889,437	-66.2%	3,726,985	3,463,834	7.6%
Redeposit of State Funds	(\$164,871)	(\$841,036)	---	\$293,827	\$459,328	-36.0%

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KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	Third Quarter FY 2021	Third Quarter FY 2020	% Change	Year-To-Date FY 2021	Year-To-Date FY 2020	% Change
TOTAL GENERAL FUND	\$2,955,379,404	\$2,769,848,255	6.7%	\$9,023,362,890	\$8,518,334,909	5.9%
Tax Receipts	\$2,858,494,904	\$2,699,273,668	5.9%	\$8,722,481,149	\$8,233,015,124	5.9%
Sales and Gross Receipts	\$1,278,753,290	\$1,215,829,572	5.2%	\$3,878,836,472	\$3,666,816,639	5.8%
Beer Consumption	1,484,328	1,366,048	8.7%	4,625,169	4,634,541	-0.2%
Beer Wholesale	13,873,940	12,774,317	8.6%	47,028,810	45,788,725	2.7%
Cigarette	78,038,950	88,223,224	-11.5%	258,833,333	267,966,387	-3.4%
Distilled Spirits Case Sales	46,716	42,891	8.9%	148,543	132,295	12.3%
Distilled Spirits Consumption	4,044,952	3,766,648	7.4%	12,902,921	11,634,210	10.9%
Distilled Spirits Wholesale	14,443,333	13,085,108	10.4%	45,850,859	39,846,325	15.1%
Insurance Premium	66,315,809	62,849,308	5.5%	120,316,837	112,964,611	6.5%
Pari-Mutuel	7,976,022	5,895,272	35.3%	19,549,973	14,874,930	31.4%
Race Track Admission	4,619	27,613	-83.3%	9,915	143,685	-93.1%
Sales and Use	1,057,219,883	999,176,033	5.8%	3,267,987,979	3,086,554,887	5.9%
Wine Consumption	859,898	815,795	5.4%	2,606,705	2,381,356	9.5%
Wine Wholesale	4,996,918	4,463,732	11.9%	14,898,051	13,194,183	12.9%
Telecommunications Tax	18,810,063	18,065,359	4.1%	55,439,988	50,332,980	10.1%
Other Tobacco Products	10,637,696	5,268,384	101.9%	28,630,524	16,320,610	75.4%
Floor Stock Tax	162	9,840	-98.4%	6,865	46,915	-85.4%
License and Privilege	\$107,233,568	\$124,254,163	-13.7%	\$109,291,985	\$123,955,165	-11.8%
Alc. Bev. License Suspension	51,000	76,750	-33.6%	107,250	232,750	-53.9%
Corporation License	103,149	155	66276.1%	187,611	37,653	398.3%
Corporation Organization	11,388	27,782	-59.0%	29,542	56,332	-47.6%
Occupational Licenses	38,265	14,576	162.5%	128,832	101,981	26.3%
Race Track License	51,875	67,225	-22.8%	235,191	242,717	-3.1%
Bank Franchise Tax	106,826,369	123,280,604	-13.3%	108,081,504	122,101,983	-11.5%
Driver License Fees	151,522	787,071	-80.7%	522,057	1,181,748	-55.8%
Natural Resources	\$19,081,743	\$21,534,943	-11.4%	\$62,093,579	\$70,718,261	-12.2%
Coal Severance	13,475,912	15,763,094	-14.5%	42,270,698	48,140,127	-12.2%
Oil Production	1,002,653	1,361,767	-26.4%	2,663,111	4,133,034	-35.6%
Minerals Severance	3,786,406	3,357,707	12.8%	15,151,758	14,849,577	2.0%
Natural Gas Severance	816,771	1,052,375	-22.4%	2,008,011	3,595,523	-44.2%
Income	\$1,260,680,535	\$1,159,737,215	8.7%	\$3,997,445,712	\$3,726,448,277	7.3%
Corporation	23,020,278	(21,522,550)	---	292,999,323	219,624,374	33.4%
Individual	1,182,613,320	1,128,080,471	4.8%	3,520,500,628	3,355,033,983	4.9%
Limited Liability Entity	55,046,937	53,179,294	3.5%	183,945,760	151,789,920	21.2%
Property	\$174,801,945	\$162,748,298	7.4%	\$623,298,059	\$594,682,440	4.8%
Building & Loan Association	0	150,908	-100.0%	51,057	(192,854)	---
General - Real	82,618,574	78,979,038	4.6%	312,030,855	298,283,279	4.6%
General - Tangible	69,843,080	64,504,415	8.3%	226,855,740	213,564,152	6.2%
Omitted & Delinquent	4,207,732	2,472,073	70.2%	14,899,844	13,106,478	13.7%
Public Service	17,129,507	15,712,710	9.0%	66,921,242	67,679,148	-1.1%
Other	1,003,052	929,153	8.0%	2,539,320	2,242,237	13.2%
Inheritance Tax	\$13,538,112	\$9,094,742	48.9%	\$42,799,072	\$35,579,384	20.3%
Miscellaneous	\$4,405,711	\$6,074,735	-27.5%	\$8,716,271	\$14,814,958	-41.2%
Legal Process	2,257,358	3,385,803	-33.3%	7,207,485	9,878,267	-27.0%
T. V. A. In Lieu Payments	2,143,950	2,496,643	-14.1%	1,108,503	4,160,480	-73.4%
Other	4,404	192,289	-97.7%	400,283	776,211	-48.4%
Nontax Receipts	\$83,514,150	\$69,814,430	19.6%	\$282,691,395	\$268,124,625	5.4%
Departmental Fees	3,039,772	3,820,489	-20.4%	7,476,809	9,930,972	-24.7%
PSC Assessment Fee	318	54	493.1%	14,344,982	13,071,422	9.7%
Fines & Forfeitures	2,774,948	4,344,266	-36.1%	8,207,001	13,084,717	-37.3%
Income on Investments	(142,061)	(1,315,882)	---	(614,629)	(6,104,771)	---
Lottery	69,000,000	63,500,000	8.7%	206,104,545	201,363,344	2.4%
Miscellaneous	8,841,172	(534,497)	---	47,172,687	36,778,941	28.3%
Redeposit of State Funds	\$13,370,351	\$760,157	1658.9%	\$18,190,346	\$17,195,160	5.8%

2. ROAD FUND REVENUE

	Third Quarter FY 2021	Third Quarter FY 2020	% Change	Year-To-Date FY 2021	Year-To-Date FY 2020	% Change
TOTAL ROAD FUND	\$385,658,431	\$387,180,670	-0.4%	\$1,175,686,547	\$1,166,911,821	0.8%
Tax Receipts-	\$379,292,381	\$378,013,239	0.3%	\$1,155,704,895	\$1,141,088,667	1.3%
Sales and Gross Receipts	\$313,672,133	\$314,918,360	-0.4%	\$989,256,450	\$980,856,048	0.9%
Motor Fuels Taxes	170,984,175	183,131,432	-6.6%	548,796,462	581,297,030	-5.6%
Motor Vehicle Usage	142,687,959	131,786,928	8.3%	440,459,987	399,559,018	10.2%
License and Privilege	\$65,620,247	\$63,094,879	4.0%	\$166,448,446	\$160,232,619	3.9%
Motor Vehicles	32,608,001	35,581,529	-8.4%	77,280,464	77,331,171	-0.1%
Motor Vehicle Operators	5,395,264	3,849,499	40.2%	15,389,087	12,038,891	27.8%
Weight Distance	21,598,975	20,796,284	3.9%	62,153,283	63,536,420	-2.2%
Truck Decal Fees	18,720	703	2561.7%	70,020	19,780	254.0%
Other Special Fees	5,999,287	2,866,863	109.3%	11,555,591	7,306,356	58.2%
Nontax Receipts	\$6,234,068	\$9,661,890	-35.5%	\$19,687,824	\$25,363,827	-22.4%
Departmental Fees	5,522,985	4,919,270	12.3%	15,912,920	15,914,148	0.0%
In Lieu of Traffic Fines	51,465	84,525	-39.1%	146,295	251,137	-41.7%
Income on Investments	(378,106)	3,166,723	---	(98,376)	5,734,708	---
Miscellaneous	1,037,723	1,491,373	-30.4%	3,726,985	3,463,834	7.6%
Redeposit of State Funds	\$131,982	(\$494,458)	---	\$293,827	\$459,328	-36.0%