



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
October 11, 2021

Contact: John Hicks
Greg Harkenrider
502-564-7300

GENERAL FUND AND ROAD FUND RECEIPTS
FOR SEPTEMBER 2021

General Fund receipts rose 35.0 Percent, Year-to-Date up 20.0 Percent*

Road Fund receipts rose 5.0 Percent, Year-to-Date 3.5 Percent

****Excluding \$225 million Settlement, September Growth 14.8 Percent***
Year-to-Date Growth 12.1 Percent

FRANKFORT, KY - (Monday, October 11, 2021) - State Budget Director John Hicks reported today that General Fund receipts rose 35.0 percent in September with revenues of \$1,505.7 million, including the deposit of \$225 million from a one-time legal settlement with Flutter Entertainment, the parent company of PokerStars. September collections excluding the settlement rose 14.8 percent over September of 2020. Thus far in fiscal year 2022 (FY22), the General Fund has grown 20.0 percent, or 12.1 percent adjusting for the settlement. Through the first quarter of the fiscal year revenue collections continue to exceed the budgeted revenue estimates and the significant growth rate follows a fiscal year when collections rose more than 10 percent.

Road Fund receipts for September totaled \$137.6 million and were 5.0 percent above September 2020 levels. For the first three months of the fiscal year, collections have risen 3.5 percent.

Hicks noted that collections were solid across all the major accounts and that the \$225.0 million settlement provided an extra one-time boost to the General Fund. "The settlement was a great benefit to the Commonwealth's finances. Equally positive fiscal news is that all of the General Fund's major taxes continue their strong performance. September receipts from the corporate income tax was the largest amount collected in one month in the last 15 years reflecting strong corporate profits. Collectively, the sales tax, individual income tax, and major business taxes have grown 12.7 percent in FY22 – providing

-more-

a solid platform for overall revenue growth. Kentucky, like many other states, is witnessing some of the strongest overall revenue growth in over a decade.”

Based on September’s results, General Fund revenues can decline 15.7 percent for the remainder of the fiscal year and still meet the budgeted estimate. The Consensus Forecasting Group is in the process of revising the official revenue estimates with the next meeting scheduled for October 14th before finalizing the estimates in December.

Among the major accounts:

- Individual income taxes grew 7.6 percent in September as withholding, net returns and declarations all increased. Year-to-date collections in this account have grown 6.5 percent.
- Sales tax revenues grew 10.8 percent in September and have increased 9.9 percent in the first three months of the year.
- Corporation income and Limited Liability Entity tax receipts rose 55.8 percent for the month and are up 76.0 percent in the first quarter of the fiscal year. September is typically second to June as the highest month of business tax collections each year. The \$222.7 million was the highest in 15 years.
- Cigarette taxes were flat in September but are down 4.4 percent for the first three months of the fiscal year.
- Property taxes grew 29.8 percent in September and have increased 16.5 percent for the year.
- Coal severance tax receipts fell 7.9 percent for the month. Year-to-date collections are 6.1 percent higher than FY21.
- Lottery revenues rose 13.6 percent in September and are up 14.9 percent for the year.

Road Fund receipts grew 5.0 in September with collections of \$137.5 million while year-to-date collections have grown 3.5 percent. The official Road Fund revenue estimate calls for a 2.0 percent decrease in receipts for the entire fiscal year (FY22). Based on year-to-date collections, revenues can fall 3.9 percent for the remainder of the fiscal year to meet the estimate.

Among the accounts:

- Motor fuels receipts rose 5.8 percent in September and are up 4.9 percent for the year.
- Motor vehicle usage collections rose 4.8 percent for the month. Year-to-date collections are up 3.8 percent.
- License and privilege taxes fell 3.8 percent in September. For the first three months of the fiscal year, receipts have decreased 3.4 percent.
- Nontax receipts grew 32.6 percent in September and have increased 10.6 percent for the year.

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TEAM
KENTUCKY

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	SEPTEMBER 2021	SEPTEMBER 2020	% Change	JULY THROUGH SEPTEMBER FY 2022	JULY THROUGH SEPTEMBER FY 2021	% Change
TOTAL GENERAL FUND	\$1,505,702,922	\$1,115,361,602	35.0%	\$3,424,906,838	\$2,854,286,906	20.0%
Tax Receipts	\$1,248,137,642	\$1,087,016,824	14.8%	\$3,109,272,412	\$2,769,755,294	12.3%
Sales and Gross Receipts	\$489,775,063	\$453,539,747	8.0%	\$1,449,219,937	\$1,332,381,610	8.8%
Beer Consumption	501,078	559,652	-10.5%	1,768,766	1,671,453	5.8%
Beer Wholesale	5,254,177	5,651,429	-7.0%	19,429,315	18,436,819	5.4%
Cigarette	29,832,017	29,843,396	0.0%	84,007,814	87,885,202	-4.4%
Distilled Spirits Case Sales	18,735	15,956	17.4%	58,186	51,326	13.4%
Distilled Spirits Consumption	1,529,140	1,357,647	12.6%	4,918,394	4,437,681	10.8%
Distilled Spirits Wholesale	5,650,031	4,959,807	13.9%	17,458,187	15,464,525	12.9%
Insurance Premium	35,619,333	41,152,466	-13.4%	37,056,697	41,927,941	-11.6%
Pari-Mutuel	3,246,113	2,151,575	50.9%	9,335,370	4,831,636	93.2%
Race Track Admission	0	0	---	44,073	0	---
Sales and Use	395,624,129	356,930,171	10.8%	1,238,582,601	1,127,108,868	9.9%
Wine Consumption	265,946	275,709	-3.5%	925,425	851,831	8.6%
Wine Wholesale	1,606,409	1,565,735	2.6%	4,909,160	4,673,716	5.0%
Telecommunications Tax	6,868,233	5,898,854	16.4%	19,127,949	17,706,633	8.0%
Other Tobacco Products	3,758,730	3,176,496	18.3%	11,595,644	7,328,162	58.2%
Floor Stock Tax	990	854	15.9%	2,357	5,815	-59.5%
Natural Resources	\$7,389,824	\$6,791,042	8.8%	\$20,986,833	\$19,159,364	9.5%
Coal Severance	4,411,584	4,792,205	-7.9%	12,853,296	12,114,184	6.1%
Oil Production	531,459	281,946	88.5%	1,569,191	875,854	79.2%
Minerals Severance	2,171,963	1,635,367	32.8%	5,780,964	5,585,009	3.5%
Natural Gas Severance	274,817	81,525	237.1%	783,382	584,318	34.1%
Individual Income Tax	\$491,439,642	\$456,626,311	7.6%	\$1,262,295,330	\$1,184,713,966	6.5%
Withholding	376,105,430	361,460,479	4.1%	1,129,763,447	1,073,369,525	5.3%
Declarations	107,699,277	95,308,441	13.0%	128,426,926	123,197,732	4.2%
Net Returns	7,761,578	(309,803)	---	4,908,445	(12,227,007)	---
Fiduciary	(126,642)	167,193	---	(803,488)	373,716	---
Major Business Taxes	\$222,746,811	\$143,012,634	55.8%	\$290,605,551	\$165,092,037	76.0%
Corporation Income	196,013,501	101,248,409	93.6%	248,021,159	100,401,053	147.0%
LLET	26,733,311	41,764,224	-36.0%	42,584,393	64,690,985	-34.2%
Property	\$27,469,209	\$21,166,309	29.8%	\$63,064,813	\$54,116,314	16.5%
General - Real	(182,426)	(201,157)	---	(145,827)	(102,989)	---
General - Tangible	6,413,369	45,073	14129.0%	10,484,891	1,329,780	688.5%
Tangible - Motor Vehicle	12,260,844	10,659,031	15.0%	38,737,716	38,716,307	0.1%
Omitted & Delinquent	2,486,201	4,106,939	-39.5%	4,435,887	4,869,942	-8.9%
Public Service	5,307,638	6,611,257	-19.7%	7,969,540	9,306,792	-14.4%
Other	1,183,584	(54,833)	---	1,582,605	(3,517)	---
Inheritance Tax	\$7,595,239	\$4,092,214	85.6%	\$17,764,639	\$14,231,697	24.8%
Miscellaneous	\$1,721,855	\$1,788,567	-3.7%	\$5,335,308	\$60,306	8747.1%
License and Privilege	\$97,907	\$150,737	-35.0%	455,688	374,067	21.8%
Bank Franchise	\$83,983	\$156,246	-46.2%	285,050	831,963	-65.7%
Legal Process	825,315	649,369	27.1%	2,445,897	2,052,268	19.2%
T. V. A. In Lieu Payments	714,650	832,214	-14.1%	2,143,950	(3,503,357)	---
Other	0	0	---	4,723	305,365	-98.5%
Nontax Receipts	\$257,308,947	\$27,922,846	821.5%	\$310,701,176	\$79,297,648	291.8%
Departmental Fees	1,888,117	1,290,833	46.3%	3,144,335	2,776,756	13.2%
PSC Assessment Fee	683,136	359,436	90.1%	13,442,610	14,344,316	-6.3%
Fines & Forfeitures	1,482,299	837,926	76.9%	4,786,573	2,652,231	80.5%
Income on Investments	(42,751)	(78,931)	---	(133,023)	(227,617)	---
Lottery	25,000,000	22,000,000	13.6%	69,500,000	60,500,000	14.9%
Miscellaneous	228,298,146	3,513,581	6397.6%	219,960,681	(748,039)	---
Redeposit of State Funds	\$256,332	\$421,933	-39.2%	\$4,933,250	\$5,233,964	-5.7%

2. ROAD FUND REVENUE

	<u>SEPTEMBER</u> <u>2021</u>	<u>SEPTEMBER</u> <u>2020</u>	<u>% Change</u>	<u>JULY THROUGH SEPTEMBER</u> <u>FY 2022</u>	<u>FY 2021</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$137,645,142	\$131,066,957	5.0%	\$423,836,187	\$409,436,318	3.5%
Tax Receipts-	\$135,343,116	\$129,374,159	4.6%	\$416,408,151	\$402,784,704	3.4%
Sales and Gross Receipts	\$124,721,445	\$118,338,530	5.4%	\$365,480,238	\$350,064,463	4.4%
Motor Fuels Taxes	70,396,578	66,510,868	5.8%	201,458,094	192,096,252	4.9%
Motor Vehicle Usage	54,324,867	51,827,662	4.8%	164,022,144	157,968,211	3.8%
License and Privilege	\$10,621,672	\$11,035,629	-3.8%	\$50,927,913	\$52,720,241	-3.4%
Motor Vehicles	7,003,999	7,904,316	-11.4%	19,729,226	25,675,898	-23.2%
Motor Vehicle Operators	2,350,639	1,680,023	39.9%	7,354,850	5,340,665	37.7%
Weight Distance	568,794	762,776	-25.4%	21,763,848	18,929,339	15.0%
Truck Decal Fees	11,840	10,080	17.5%	37,200	44,660	-16.7%
Other Special Fees	686,400	678,435	1.2%	2,042,790	2,729,679	-25.2%
Nontax Receipts	\$2,275,352	\$1,716,362	32.6%	\$7,279,109	\$6,578,884	10.6%
Departmental Fees	2,236,271	1,331,879	67.9%	6,166,623	5,288,390	16.6%
In Lieu of Traffic Fines	22,485	13,515	66.4%	61,545	38,685	59.1%
Income on Investments	(272,876)	30,243	-1002.3%	112,152	165,879	-32.4%
Miscellaneous	289,472	340,725	-15.0%	938,789	1,085,931	-13.5%
Redeposit of State Funds	\$26,674	(\$23,563)	---	\$148,927	\$72,730	104.8%

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