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For Immediate Release
January 10, 2022

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

General Fund receipts rose 10.4 percent, Year-to-date 15.9 percent
Road Fund receipts rose 3.6 percent, Year-to-date 3.2 percent

FRANKFORT, KY - (Monday, January 10, 2022) - The Office of State Budget Director reported today that December's General Fund receipts totaled \$1,390.2 million, the fourth consecutive month in which collections have exceeded \$1 billion. Receipts have increased 15.9 percent for the first six months of the fiscal year that ends June 30, 2022.

The official FY22 revenue forecast, which was revised by the Consensus Forecasting Group (CFG) on December 17, 2021, calls for 7.5 percent revenue growth. Revenues can remain flat for the last six months of the fiscal year and still meet the estimate.

State Budget Director John Hicks noted that the 10.4 percent increase follows the recent trend of strong revenue performance that corresponds to the solid economy in Kentucky. "December's growth rate marks the fifth straight month of double digit percentage growth. During that span, the three major revenue sources have all reflected the favorable underlying economic conditions. Sales tax receipts were up 19.9 percent in December and 13.3 percent year-to-date, highlighting continued strength in consumer spending. The withholding component of the individual income tax came in 6.7 percent more than December 2020 with year-to-date growth of 7.7 percent, reflecting growth in Kentucky wages. Major business taxes grew 23.2 percent in December and stand 44.9 percent higher through the first half of the fiscal year, a demonstration that Kentucky's corporate sector is strong. Based on the robust revenue growth

and projected favorable economic conditions ahead, the CFG raised the official FY22 estimate for the Kentucky General Fund from \$11,849.8 million to \$13,791.9 million, an increase of \$1,942.1 million.”

Among the major accounts:

- Sales and use tax receipts continued to show strength with a 19.9 percent increase in December. Collections in December were primarily based on November retail sales, which were strong due to early holiday shopping.
- Business tax receipts rose 23.2 percent for the month as both corporation income and the limited liability entity taxes were up. Receipts have risen 44.9 percent for the year. Estimated payments for the corporate income tax were up 21.1 percent in December.
- Individual income tax collections grew 7.4 percent in December due mostly to a 6.7 percent increase in withholding. Year-to-date collections in this account have increased 8.7 percent.
- Property tax collections fell 7.4 percent in December but are up 6.7 percent for the year. Due to the influence of real property payment schedules, total property tax collections are volatile and subject to timing differences each year in the period between November and February.
- Cigarette tax receipts decreased 14.8 percent in December. For the first six months of the year collections have fallen 8.2 percent.
- Coal severance tax receipts rose 18.3 percent in December and have risen 5.2 percent for the year.

Road Fund receipts for December totaled \$125.4 million, a 3.6 percent increase from December 2020 levels. Year-to-date receipts have increased 3.2 percent. Road Fund revenue growth has been consistent through the first half of the fiscal year, increasing 3.5 percent in the first quarter and 2.8 percent in the second. The official revised revenue estimate calls for a 2.3 percent increase for the fiscal year so receipts must increase 1.5 percent over the remainder of the fiscal year to meet the official revenue estimate.

Among the accounts, motor fuels receipts grew 11.4 percent in December, and are up 4.8 percent for the first six months. Motor vehicle usage revenue rose 3.1 percent in December and has increased 3.1 percent year-to-date. License and privilege receipts fell 37.5 percent for the month and are down 0.7 percent for the year.

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TEAM
KENTUCKY

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	DECEMBER 2021	DECEMBER 2020	% Change	JULY THROUGH DECEMBER FY 2022	JULY THROUGH DECEMBER FY 2021	% Change
TOTAL GENERAL FUND	\$1,390,184,551	\$1,258,755,431	10.4%	\$7,032,839,098	\$6,067,983,486	15.9%
Tax Receipts	\$1,356,166,616	\$1,220,389,457	11.1%	\$6,580,822,283	\$5,862,866,852	12.2%
Sales and Gross Receipts	\$492,540,673	\$423,308,410	16.4%	\$2,884,014,319	\$2,600,083,182	10.9%
Beer Consumption	512,129	483,761	5.9%	3,382,933	3,140,841	7.7%
Beer Wholesale	5,168,760	4,458,851	15.9%	35,830,225	33,154,869	8.1%
Cigarette	29,411,504	34,539,070	-14.8%	165,949,986	180,794,383	-8.2%
Distilled Spirits Case Sales	23,373	16,642	40.4%	117,497	101,827	15.4%
Distilled Spirits Consumption	1,580,993	1,412,601	11.9%	9,544,135	8,857,968	7.7%
Distilled Spirits Wholesale	6,500,908	5,359,629	21.3%	35,567,841	31,407,527	13.2%
Insurance Premium	29,636	5,000	492.7%	36,120,226	54,001,028	-33.1%
Pari-Mutuel	2,836,539	2,052,247	38.2%	20,489,856	11,573,951	77.0%
Race Track Admission	0	3,671	-100.0%	82,990	5,296	1466.9%
Sales and Use	434,020,080	361,898,724	19.9%	2,504,028,769	2,210,768,096	13.3%
Wine Consumption	224,423	308,263	-27.2%	1,682,782	1,746,807	-3.7%
Wine Wholesale	2,066,937	1,914,747	7.9%	10,361,782	9,901,133	4.7%
Telecommunications Tax	6,742,133	7,398,207	-8.9%	38,576,933	36,629,925	5.3%
Other Tobacco Products	3,440,711	3,456,947	-0.5%	22,287,682	17,992,829	23.9%
Floor Stock Tax	(17,453)	48	---	(9,319)	6,702	---
Natural Resources	\$9,395,945	\$7,311,225	28.5%	\$48,751,825	\$43,011,836	13.3%
Coal Severance	5,639,796	4,766,130	18.3%	30,293,703	28,794,785	5.2%
Oil Production	877,723	343,753	155.3%	3,229,815	1,660,458	94.5%
Minerals Severance	2,059,847	1,976,395	4.2%	12,267,492	11,365,352	7.9%
Natural Gas Severance	818,579	224,947	263.9%	2,960,815	1,191,240	148.5%
Individual Income Tax	\$437,728,118	\$407,446,773	7.4%	\$2,542,065,874	\$2,337,887,309	8.7%
Withholding	412,662,629	386,772,054	6.7%	2,344,764,841	2,176,664,638	7.7%
Declarations	26,545,074	27,240,723	-2.6%	173,244,479	168,187,626	3.0%
Net Returns	(1,151,461)	(5,447,869)	---	24,565,809	(6,269,844)	-491.8%
Fiduciary	(328,124)	(1,118,135)	---	(509,254)	(695,111)	---
Major Business Taxes	\$215,252,765	\$174,661,558	23.2%	\$577,911,519	\$398,877,868	44.9%
Corporation Income	184,382,106	145,471,018	26.7%	484,794,551	269,979,045	79.6%
LLET	30,870,659	29,190,540	5.8%	93,116,967	128,898,823	-27.8%
Property	\$184,813,098	\$199,641,078	-7.4%	\$478,420,335	\$448,496,114	6.7%
General - Real	100,640,485	120,208,263	-16.3%	246,657,664	229,412,282	7.5%
General - Tangible	32,445,479	33,630,412	-3.5%	93,314,704	85,888,650	8.6%
Tangible - Motor Vehicle	11,803,597	10,267,009	15.0%	73,116,744	71,124,011	2.8%
Omitted & Delinquent	4,293,013	5,249,552	-18.2%	9,326,098	10,692,113	-12.8%
Public Service	35,629,002	30,284,266	17.6%	53,986,777	49,791,734	8.4%
Other	1,521	1,576	-3.5%	2,018,349	1,587,325	27.2%
Inheritance Tax	\$14,728,410	\$6,172,360	138.6%	\$44,312,514	\$29,260,960	51.4%
Miscellaneous	\$1,707,607	\$1,848,054	-7.6%	\$5,345,898	\$5,249,584	1.8%
License and Privilege	\$29,296	\$147,283	-80.1%	718,963	803,282	-10.5%
Bank Franchise	\$116,992	\$337,832	-65.4%	584,566	1,255,135	-53.4%
Legal Process	791,700	648,289	22.1%	5,444,785	3,921,249	38.9%
T. V. A. In Lieu Payments	769,618	714,650	7.7%	(1,409,574)	(1,035,447)	---
Other	0	0	---	7,158	305,365	-97.7%
Nontax Receipts	\$33,263,357	\$38,050,448	-12.6%	\$445,631,414	\$200,296,639	122.5%
Departmental Fees	748,453	570,489	31.2%	6,269,840	4,437,036	41.3%
PSC Assessment Fee	50	0	---	13,491,870	14,344,664	-5.9%
Fines & Forfeitures	1,384,954	955,465	45.0%	9,328,612	5,432,054	71.7%
Income on Investments	(286,941)	(108,269)	---	(617,438)	(472,568)	---
Lottery	26,000,000	23,000,000	13.0%	153,342,688	137,104,545	11.8%
Miscellaneous	5,416,840	13,632,762	-60.3%	263,815,843	39,450,908	568.7%
Redeposit of State Funds	\$754,579	\$315,526	139.1%	\$6,385,401	\$4,819,996	32.5%

2. ROAD FUND REVENUE

	<u>DECEMBER</u> <u>2021</u>	<u>DECEMBER</u> <u>2020</u>	<u>% Change</u>	<u>JULY THROUGH DECEMBER</u> <u>FY 2022</u>	<u>JULY THROUGH DECEMBER</u> <u>FY 2021</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$125,424,390	\$121,015,455	3.6%	\$815,152,161	\$790,028,116	3.2%
Tax Receipts-	\$123,382,102	\$119,569,161	3.2%	\$802,938,788	\$776,412,515	3.4%
Sales and Gross Receipts	\$115,698,405	\$107,279,666	7.8%	\$702,857,832	\$675,584,316	4.0%
Motor Fuels Taxes	68,336,506	61,342,223	11.4%	395,872,321	377,812,288	4.8%
Motor Vehicle Usage	47,361,899	45,937,443	3.1%	306,985,510	297,772,029	3.1%
License and Privilege	\$7,683,696	\$12,289,495	-37.5%	\$100,080,956	\$100,828,198	-0.7%
Motor Vehicles	5,120,208	7,142,648	-28.3%	39,483,071	44,672,463	-11.6%
Motor Vehicle Operators	30,902	1,277,730	-97.6%	11,797,977	9,993,823	18.1%
Weight Distance	1,524,828	2,941,456	-48.2%	43,886,360	40,554,308	8.2%
Truck Decal Fees	8,120	3,040	167.1%	61,040	51,300	19.0%
Other Special Fees	999,638	924,621	8.1%	4,852,508	5,556,304	-12.7%
Nontax Receipts	\$1,665,956	\$1,408,535	18.3%	\$11,673,988	\$13,453,756	-13.2%
Departmental Fees	1,880,869	1,055,552	78.2%	11,242,189	10,389,935	8.2%
In Lieu of Traffic Fines	17,210	17,670	-2.6%	119,425	94,830	25.9%
Income on Investments	(590,723)	115,577	---	(1,430,008)	279,730	---
Miscellaneous	358,600	219,737	63.2%	1,742,381	2,689,262	-35.2%
Redeposit of State Funds	\$376,333	\$37,759	896.7%	\$539,386	\$161,845	233.3%

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