



Office of State Budget Director

200 Mero Street, 5th Floor
Frankfort, Kentucky 40622

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
March 10, 2022

Contact: John Hicks
Greg Harkenrider
502-564-7300

GENERAL FUND AND ROAD FUND RECEIPTS
FOR FEBRUARY 2022

General Fund receipts increased 4.7 percent, year-to-date up 14.2 percent
Road Fund receipts increased 4.5 percent, year-to-date up 3.4 percent

FRANKFORT, KY - (Thursday, March 10, 2022) - The Office of State Budget Director reported today that February's General Fund receipts rose 4.7 percent compared to February of last year. Collections for the month were \$967.5 million. February collections are the largest February total on record. Receipts have now grown 14.2 percent in the first eight months of FY22.

The official CFG estimate calls for 7.5 percent revenue growth for the entire fiscal year. To meet the official revenue estimate, receipts can fall 3.8 percent over the last four months of the fiscal year.

State Budget Director John Hicks noted that the withholding component of the individual income tax in particular continues to show strength, indicating wage and employment growth in Kentucky. "Withholding collections rose 11.9 percent in February and have grown by double-digit percentages in four of the last five months. The strength in withholding is a direct result of growing wage and employment growth. Year-to-date growth in withholding is 8.8 percent. Employment and wage growth provides Kentucky households with the resources to purchase goods and services, as indicated by the 12.6 percent surge in the sales and use tax through the first eight months of the fiscal year. All of the major tax categories posted growth in February."

Among the major accounts:

- Sales and use tax receipts increased 4.1 percent for the month and have grown 12.6 percent year-to-date.
- Combined corporation income and limited liability entity tax (LLET) tax receipts increased \$7.8 million compared to February 2021 with collections of \$2.7 million. For the year, combined revenues have increased 49.6 percent.
- Individual income tax collections rose 5.9 percent in February due primarily to an 11.9 percent increase in withholding. Net tax refunds were \$32.9 million more than last February. Collections have grown 8.8 percent through the first eight months of the year.
- Property tax collections grew 16.4 percent for the month and have increased 4.3 percent year-to-date.
- Cigarette tax receipts fell 28.7 percent for the month and have decreased 7.6 percent year-to-date.
- Coal severance tax receipts rose 5.8 percent in February and have increased 8.8 percent through the first eight months of the fiscal year.

Road Fund receipts grew 4.5 percent in February as collections totaled \$131.4 million. Total revenue has grown 3.4 percent through the first eight months of FY22. Motor fuels collections were essentially flat, presumably due to the increase in pump prices. Motor vehicle usage tax receipts from the sale of vehicles had their largest percent increase of the fiscal year, 16.7 percent. The official Road Fund revenue estimate call for revenues to increase 2.3 percent for the fiscal year. Based on year-to-date tax collections, revenues must increase 0.3 percent for the remaining four months of the year to meet the official estimate.

###

TEAM
KENTUCKY

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	FEBRUARY 2022	FEBRUARY 2021	% Change	JULY THROUGH FEBRUARY FY 2022	JULY THROUGH FEBRUARY FY 2021	% Change
TOTAL GENERAL FUND	\$967,481,850	\$924,204,775	4.7%	\$9,213,244,919	\$8,068,517,221	14.2%
Tax Receipts	\$949,142,477	\$896,097,969	5.9%	\$8,715,290,534	\$7,805,519,089	11.7%
Sales and Gross Receipts	\$401,576,015	\$385,740,460	4.1%	\$3,858,420,685	\$3,484,420,747	10.7%
Beer Consumption	429,532	526,659	-18.4%	4,298,790	4,191,868	2.6%
Beer Wholesale	3,891,146	4,435,046	-12.3%	45,156,448	43,058,350	4.9%
Cigarette	19,231,917	26,975,087	-28.7%	210,325,753	227,512,689	-7.6%
Distilled Spirits Case Sales	14,396	14,475	-0.5%	153,638	134,773	14.0%
Distilled Spirits Consumption	1,191,284	1,250,842	-4.8%	12,292,631	11,700,678	5.1%
Distilled Spirits Wholesale	4,378,217	3,990,338	9.7%	47,033,634	41,798,052	12.5%
Insurance Premium	35,710,015	25,825,329	38.3%	71,840,034	79,824,732	-10.0%
Pari-Mutuel	3,693,064	2,179,972	69.4%	28,841,338	16,742,812	72.3%
Race Track Admission	9,385	0	---	105,875	9,915	967.8%
Sales and Use	322,130,459	309,352,777	4.1%	3,342,651,956	2,969,637,607	12.6%
Wine Consumption	218,992	246,607	-11.2%	2,275,199	2,352,987	-3.3%
Wine Wholesale	1,255,173	1,226,881	2.3%	13,950,983	13,448,460	3.7%
Telecommunications Tax	6,538,192	6,457,788	1.2%	50,939,687	49,006,548	3.9%
Other Tobacco Products	2,899,329	3,258,595	-11.0%	28,579,099	24,994,458	14.3%
Floor Stock Tax	(15,086)	65	---	(24,380)	6,816	---
Natural Resources	\$8,576,754	\$7,163,201	19.7%	\$66,717,810	\$56,615,764	17.8%
Coal Severance	6,060,952	5,728,206	5.8%	42,106,877	38,694,260	8.8%
Oil Production	464,726	342,988	35.5%	4,777,582	2,267,424	110.7%
Minerals Severance	890,889	862,122	3.3%	14,786,933	14,038,858	5.3%
Natural Gas Severance	1,160,187	229,884	404.7%	5,046,417	1,615,222	212.4%
Individual Income Tax	\$490,800,911	\$463,371,280	5.9%	\$3,488,957,010	\$3,205,497,517	8.8%
Withholding	554,342,458	495,482,429	11.9%	3,207,501,848	2,947,312,614	8.8%
Declarations	6,765,142	5,323,265	27.1%	317,595,057	294,066,815	8.0%
Net Returns	(69,560,553)	(36,698,457)	---	(34,456,437)	(34,131,952)	---
Fiduciary	(746,136)	(735,957)	---	(1,683,458)	(1,749,960)	---
Major Business Taxes	\$2,745,798	(\$5,078,372)	---	\$622,505,055	\$416,057,162	49.6%
Corporation Income	(3,865,689)	(15,083,057)	---	510,036,179	256,528,054	98.8%
LLET	6,611,487	10,004,685	-33.9%	112,468,875	159,529,107	-29.5%
Property	\$37,783,759	\$32,458,867	16.4%	\$613,633,936	\$588,169,736	4.3%
General - Real	7,994,710	9,284,537	-13.9%	317,993,209	309,181,177	2.9%
General - Tangible	3,360,569	5,396,057	-37.7%	114,418,256	113,701,394	0.6%
Tangible - Motor Vehicle	16,059,349	12,317,361	30.4%	98,786,336	93,514,081	5.6%
Omitted & Delinquent	2,157,780	3,033,347	-28.9%	12,734,119	11,558,878	10.2%
Public Service	7,898,226	2,135,380	269.9%	67,372,524	58,148,328	15.9%
Other	313,125	292,185	7.2%	2,329,492	2,065,877	12.8%
Inheritance Tax	\$5,877,471	\$4,015,418	46.4%	\$56,280,189	\$39,139,711	43.8%
Miscellaneous	\$1,781,770	\$8,427,116	-78.9%	\$8,775,850	\$15,618,453	-43.8%
License and Privilege	\$136,832	\$80,090	70.8%	1,023,637	1,022,393	0.1%
Bank Franchise	\$0	\$6,823,369	-100.0%	584,566	8,670,495	-93.3%
Legal Process	860,061	808,718	6.3%	7,004,138	5,221,945	34.1%
T. V. A. In Lieu Payments	769,618	714,650	7.7%	129,663	393,853	-67.1%
Other	15,259	290	5161.6%	33,846	309,768	-89.1%
Nontax Receipts	\$18,177,963	\$25,609,065	-29.0%	\$491,369,397	\$255,580,484	92.3%
Departmental Fees	1,001,285	964,971	3.8%	8,055,484	5,978,689	34.7%
PSC Assessment Fee	495	0	---	13,492,365	14,344,714	-5.9%
Fines & Forfeitures	1,341,900	1,209,400	11.0%	12,037,006	7,347,254	63.8%
Income on Investments	(265,954)	(41,071)	---	(1,216,075)	(567,455)	---
Lottery	24,000,000	22,000,000	9.1%	202,342,688	181,104,545	11.7%
Miscellaneous	(7,899,763)	1,475,765	---	256,657,929	47,372,737	441.8%
Redeposit of State Funds	\$161,410	\$2,497,741	-93.5%	\$6,584,989	\$7,417,648	-11.2%

2. ROAD FUND REVENUE

	<u>FEBRUARY</u> <u>2022</u>	<u>FEBRUARY</u> <u>2021</u>	<u>% Change</u>	<u>JULY THROUGH FEBRUARY</u> <u>FY 2022</u>	<u>FY 2021</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$131,396,618	\$125,778,111	4.5%	\$1,079,046,863	\$1,043,196,754	3.4%
Tax Receipts-	\$130,561,442	\$123,772,491	5.5%	\$1,065,681,630	\$1,025,271,144	3.9%
Sales and Gross Receipts	\$103,474,146	\$96,976,848	6.7%	\$918,006,339	\$877,020,536	4.7%
Motor Fuels Taxes	56,990,446	57,132,896	-0.2%	517,392,917	494,031,627	4.7%
Motor Vehicle Usage	46,483,701	39,843,952	16.7%	400,613,422	382,988,909	4.6%
License and Privilege	\$27,087,295	\$26,795,643	1.1%	\$147,675,291	\$148,250,608	-0.4%
Motor Vehicles	9,375,404	9,843,893	-4.8%	56,484,371	62,352,055	-9.4%
Motor Vehicle Operators	16,458	2,378,368	-99.3%	15,874,219	13,643,880	16.3%
Weight Distance	12,920,741	13,676,894	-5.5%	64,433,297	61,524,230	4.7%
Truck Decal Fees	7,820	1,080	624.1%	83,140	61,020	36.3%
Other Special Fees	4,766,873	895,409	432.4%	10,800,265	10,669,422	1.2%
Nontax Receipts	\$947,659	\$1,788,728	-47.0%	\$12,889,160	\$17,466,912	-26.2%
Departmental Fees	1,644,799	1,768,687	-7.0%	14,800,425	13,966,705	6.0%
In Lieu of Traffic Fines	17,250	13,785	25.1%	155,905	127,080	22.7%
Income on Investments	(1,098,153)	(339,254)	---	(4,378,321)	(53,471)	---
Miscellaneous	383,763	345,509	11.1%	2,311,151	3,426,598	-32.6%
Redeposit of State Funds	(\$112,483)	\$216,893	---	\$476,072	\$458,698	3.8%

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>.