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**GENERAL FUND AND ROAD FUND RECEIPTS
INCREASE IN MARCH 2022**

General Fund receipts increased 9.0 percent, Year-to-Date up 13.6 percent
Road Fund receipts increased 6.9 percent, Year-to-Date up 3.8 percent

FRANKFORT, KY – (Monday April 11, 2022) - The Office of State Budget Director reported today that March's General Fund receipts continue to be extremely strong, growing 9.0 percent compared to March of last year. Total revenues for the month were \$1,040.5 million, compared to \$954.8 million during March 2021. Receipts have now grown 13.6 percent for the first nine months of FY22. Growth rates for the three quarters of FY22 have been 20.0, 12.3 and 9.0 percent, respectively.

The official revenue estimate calls for 7.5 percent revenue growth for the fiscal year. To meet the estimate, receipts can decline 7.0 percent over the last three months of FY22.

Road Fund receipts for March totaled \$141.7 million, a 6.9 percent increase compared to March 2021 levels. Road Fund collections posted their largest quarterly increase at 5.2 percent after growing 3.5 percent and 2.8 percent in the first two quarters of the fiscal year.

State Budget Director John Hicks remarked that the March increase in General Fund receipts was primarily attributable to the largest two tax accounts, the individual income tax and sales tax. "Individual income tax receipts continue to show extraordinary growth due to both employment and wage growth in the Commonwealth. The withholding component of the individual income tax, which rose 16.0 percent in March, is the best example for economic growth in the labor market. Sales tax revenues grew significantly in March, an increase of 23.8 percent. This strong performance in the sales tax reveals that

Kentucky's consumer demand remains strong. March's 9.0 percent increase is in spite of the elimination of nearly \$100 million in receipts due to the repeal of the bank franchise tax, effective January 1, 2021."

Among the major accounts:

- Sales and use tax receipts rose 23.8 percent for the month and has grown 13.6 percent year-to-date.
- Combined corporation income and Limited Liability Entity Tax (LLET) receipts fell 6.4 percent. For the year, collections in these accounts have increased 42.5 percent.
- Individual income tax collections rose 39.9 percent in March as all three primary components of the tax increased. Collections have grown 11.6 percent through the first nine months of FY22.
- Property tax collections rose 1.4 percent for the month and have grown 4.2 percent year-to-date.
- Cigarette tax receipts fell 3.4 percent and have decreased 7.0 percent year-to-date.
- Coal severance tax collections nearly doubled compared to a soft March from last year. Collections have increased 16.4 percent through the first nine months of the fiscal year.

Road Fund revenue grew 6.9 percent in March, the largest monthly increase in FY22. Receipts for the month were \$141.7 million, \$9.2 million more than last March. Through the first nine months of the FY22, receipts have increased 3.8 percent. The official Road Fund revenue estimate calls for revenues to increase 2.3 percent for the fiscal year. Based on year-to-date tax collections, revenues can decline 1.6 percent for the remainder of FY22 to meet the estimate. Among the accounts, motor fuels rose 8.1 percent, motor vehicle usage revenue grew 4.7 percent, and license and privilege receipts increased 26.6 percent.

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TEAM
KENTUCKY

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>MARCH</u> <u>2022</u>	<u>MARCH</u> <u>2021</u>	<u>% Change</u>	<u>JULY THROUGH MARCH</u> <u>FY 2022</u>	<u>JULY THROUGH MARCH</u> <u>FY 2021</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$1,040,524,479	\$954,845,669	9.0%	\$10,253,769,398	\$9,023,362,890	13.6%
Tax Receipts	\$1,011,806,536	\$915,476,476	10.5%	\$9,727,097,069	\$8,720,995,565	11.5%
Sales and Gross Receipts	\$461,439,065	\$394,415,725	17.0%	\$4,319,859,749	\$3,878,836,472	11.4%
Beer Consumption	449,405	433,301	3.7%	4,748,195	4,625,169	2.7%
Beer Wholesale	4,530,004	3,970,459	14.1%	49,686,452	47,028,810	5.7%
Cigarette	30,268,634	31,320,643	-3.4%	240,594,388	258,833,333	-7.0%
Distilled Spirits Case Sales	10,429	13,771	-24.3%	164,067	148,543	10.5%
Distilled Spirits Consumption	1,413,950	1,202,243	17.6%	13,706,582	12,902,921	6.2%
Distilled Spirits Wholesale	5,195,427	4,052,807	28.2%	52,229,061	45,850,859	13.9%
Insurance Premium	34,394,839	40,492,104	-15.1%	106,234,873	120,316,837	-11.7%
Pari-Mutuel	4,600,532	2,807,160	63.9%	33,441,870	19,549,973	71.1%
Race Track Admission	0	0	---	105,875	9,915	967.8%
Sales and Use	369,301,976	298,350,373	23.8%	3,711,953,932	3,267,987,979	13.6%
Wine Consumption	258,312	253,718	1.8%	2,533,511	2,606,705	-2.8%
Wine Wholesale	1,548,876	1,449,591	6.8%	15,499,859	14,898,051	4.0%
Telecommunications Tax	6,349,799	6,433,439	-1.3%	57,289,486	55,439,988	3.3%
Other Tobacco Products	3,116,887	3,636,066	-14.3%	31,695,985	28,630,524	10.7%
Floor Stock Tax	(5)	48	---	(24,385)	6,865	---
Natural Resources	\$9,990,117	\$5,477,815	82.4%	\$76,707,927	\$62,093,579	23.5%
Coal Severance	7,102,534	3,576,438	98.6%	49,209,412	42,270,698	16.4%
Oil Production	413,167	395,687	4.4%	5,190,749	2,663,111	94.9%
Minerals Severance	1,222,551	1,112,900	9.9%	16,009,484	15,151,758	5.7%
Natural Gas Severance	1,251,866	392,790	218.7%	6,298,283	2,008,011	213.7%
Individual Income Tax	\$440,558,505	\$315,003,112	39.9%	\$3,929,515,515	\$3,520,500,628	11.6%
Withholding	465,869,560	401,552,097	16.0%	3,673,371,408	3,348,864,711	9.7%
Declarations	8,691,979	7,905,642	9.9%	326,287,036	301,972,457	8.1%
Net Returns	(34,807,203)	(93,769,273)	---	(69,263,640)	(127,901,225)	-45.8%
Fiduciary	804,168	(685,355)	-217.3%	(879,289)	(2,435,315)	---
Major Business Taxes	\$56,989,866	\$60,887,922	-6.4%	\$679,494,920	\$476,945,084	42.5%
Corporation Income	15,794,305	36,471,269	-56.7%	525,830,484	292,999,323	79.5%
LLET	41,195,561	24,416,653	68.7%	153,664,436	183,945,760	-16.5%
Property	\$35,605,196	\$35,128,323	1.4%	\$649,239,133	\$623,298,059	4.2%
General - Real	2,249,493	2,849,678	-21.1%	320,242,702	312,030,855	2.6%
General - Tangible	4,471,976	4,715,650	-5.2%	118,890,232	118,417,044	0.4%
Tangible - Motor Vehicle	19,060,011	14,924,614	27.7%	117,846,347	108,438,696	8.7%
Omitted & Delinquent	4,465,848	3,340,967	33.7%	17,199,967	14,899,844	15.4%
Public Service	4,773,093	8,772,913	-45.6%	72,145,617	66,921,242	7.8%
Other	584,775	524,500	11.5%	2,914,267	2,590,378	12.5%
Inheritance Tax	\$5,080,835	\$3,659,361	38.8%	\$61,361,023	\$42,799,072	43.4%
Miscellaneous	\$2,142,952	\$100,904,219	-97.9%	\$10,918,801	\$116,522,672	-90.6%
License and Privilege	\$207,555	\$188,089	10.3%	1,231,192	1,210,481	1.7%
Bank Franchise	\$534,000	\$99,411,010	-99.5%	1,118,566	108,081,504	-99.0%
Legal Process	617,065	590,471	4.5%	7,621,203	5,812,416	31.1%
T. V. A. In Lieu Payments	769,618	714,650	7.7%	899,281	1,108,503	-18.9%
Other	14,713	0	---	48,559	309,768	-84.3%
Nontax Receipts	\$28,666,970	\$28,596,495	0.2%	\$520,036,366	\$284,176,979	83.0%
Departmental Fees	1,718,539	1,498,120	14.7%	9,774,024	7,476,809	30.7%
PSC Assessment Fee	9,292	268	3365.3%	13,501,656	14,344,982	-5.9%
Fines & Forfeitures	1,591,030	859,747	85.1%	13,628,036	8,207,001	66.1%
Income on Investments	(637,769)	(47,174)	---	(1,853,844)	(614,629)	---
Lottery	28,000,000	25,000,000	12.0%	230,342,688	206,104,545	11.8%
Miscellaneous	(2,014,122)	1,285,534	---	254,643,807	48,658,271	423.3%
Redeposit of State Funds	\$50,974	\$10,772,698	-99.5%	\$6,635,963	\$18,190,346	-63.5%

2. ROAD FUND REVENUE

	<u>MARCH</u>	<u>MARCH</u>	<u>% Change</u>	<u>JULY THROUGH MARCH</u>		<u>% Change</u>
	<u>2022</u>	<u>2021</u>		<u>FY 2022</u>	<u>FY 2021</u>	
TOTAL STATE ROAD FUND	\$141,680,390	\$132,489,793	6.9%	\$1,220,727,252	\$1,175,686,547	3.8%
Tax Receipts-	\$142,408,237	\$130,433,751	9.2%	\$1,208,089,867	\$1,155,704,895	4.5%
Sales and Gross Receipts	\$119,375,948	\$112,235,913	6.4%	\$1,037,382,287	\$989,256,450	4.9%
Motor Fuels Taxes	59,220,921	54,764,835	8.1%	576,613,837	548,796,462	5.1%
Motor Vehicle Usage	60,155,028	57,471,078	4.7%	460,768,450	440,459,987	4.6%
License and Privilege	\$23,032,288	\$18,197,838	26.6%	\$170,707,579	\$166,448,446	2.6%
Motor Vehicles	16,050,222	14,928,408	7.5%	72,534,593	77,280,464	-6.1%
Motor Vehicle Operators	4,625,258	1,745,207	165.0%	20,499,477	15,389,087	33.2%
Weight Distance	1,474,908	629,053	134.5%	65,908,204	62,153,283	6.0%
Truck Decal Fees	10,600	9,000	17.8%	93,740	70,020	33.9%
Other Special Fees	871,300	886,169	-1.7%	11,671,565	11,555,591	1.0%
Nontax Receipts	(\$719,258)	\$2,220,913	---	\$12,169,902	\$19,687,824	-38.2%
Departmental Fees	3,516,221	1,946,215	80.7%	18,316,646	15,912,920	15.1%
In Lieu of Traffic Fines	20,425	19,215	6.3%	176,330	146,295	20.5%
Income on Investments	(4,622,041)	(44,905)	---	(9,000,362)	(98,376)	---
Miscellaneous	366,137	300,388	21.9%	2,677,287	3,726,985	-28.2%
Redeposit of State Funds	(\$8,589)	(\$164,871)	---	\$467,484	\$293,827	59.1%

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