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**For Immediate Release**  
**October 10, 2023**

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**GENERAL FUND AND ROAD FUND RECEIPTS**  
**FOR SEPTEMBER 2023**

***General Fund receipts rose 6.1 Percent, Year-to Date up 6.9 Percent***  
***Road Fund receipts rose 11.2 Percent, Year-to Date up 10.2 Percent***

**FRANKFORT, KY – (Tuesday October 10, 2023)** - The Office of State Budget Director reported today that General Fund receipts rose 6.1 percent in September with revenues of \$1,570.8 million. Collections for the month exceeded last September's total by \$90.4 million. It is the 13<sup>th</sup> consecutive month of General Fund receipts in excess of \$1 billion. So far this fiscal year (FY24), the General Fund has grown 6.9 percent. Based on September's results, General Fund revenues can decline 2.4 percent for the remainder of the fiscal year and still meet the official estimate. The Consensus Forecasting process began in September with preliminary estimates and will issue final, official revenue estimates for Fiscal Years 2024-2026 in December.

State Budget Director John Hicks remarked: "The newly created Pass Through Entity Tax (PTET) collections in September were \$146.5 million. The tax is retroactive to tax year 2022 returns. September 15<sup>th</sup> was the due date to file with an extension for federal tax year 2022 pass-through returns. The surge in September for Kentucky PTET receipts was likely a tax-planning strategy for pass-through entities to pay state taxes to maximize tax savings at the federal level on 2022 tax returns. It is anticipated that \$187.4 million in PTET receipts collected year-to-date to meet the federal tax return deadline will be partly offset in future periods in FY24 through lower declaration payments and higher state refunds. Sales tax receipts grew 6.1 percent, continuing a steady pace after three years of double-digit percentage growth."

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Among the major accounts:

- Individual income taxes grew 20.8 percent in September on the strength of the new pass-through entity tax which had revenues of \$146.5 million. Excluding these funds, individual income tax collections were \$34.3 million less than last year. With the income tax rate reduction from 5 to 4.5 percent, payroll withholding receipts still increased by 3.2 percent.
- Sales tax revenues grew 6.1 percent in September and have increased 5.5 percent in the first quarter. The positive growth in the first quarter of FY24 marks the 13<sup>th</sup> consecutive quarter in which sales taxes have grown.
- Corporation income and LLET tax receipts fell 17.1 percent for the month and are down 4.4 percent in the first quarter of the fiscal year.
- Cigarette taxes fell 9.6 percent in September and have declined 7.3 percent for the first three months of the fiscal year.
- Property taxes grew 10.7 percent in September and have increased 4.1 percent for the year.
- Coal severance tax receipts fell 8.5 percent in September but have grown 2.4 percent year-to-date.
- Lottery revenues rose 3.7 percent in September and are up 4.0 percent for the year.
- Income on investments posted receipts of \$24.5 million in September and \$68.8 million in the first quarter of FY24.

Road Fund receipts grew 11.2 percent in September as motor fuels taxes increased 20.2 percent. September Road Fund collections were \$154.8 million, and year-to-date collections have grown 10.2 percent. Based on year-to-date collections, revenues can fall 8.7 percent for the remainder of the fiscal year to meet the budgeted estimate.

Among the accounts:

- Motor fuels receipts grew 20.2 percent in September. Collections in this account have increased 14.0 percent for the year.
- Motor vehicle usage collections rose 1.6 percent for the month. Year-to-date collections are up 3.4 percent.
- License and privilege taxes fell 8.0 percent in September. For the first three months of the fiscal year, receipts have increased 8.3 percent.
- Nontax receipts rose \$1.5 million to \$3.0 million in September. For the year, collections are \$4.0 million less.

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TEAM  
KENTUCKY

**KENTUCKY STATE GOVERNMENT REVENUE**  
**1. GENERAL FUND REVENUE**

	<b>SEPTEMBER 2023</b>	<b>SEPTEMBER 2022</b>	<b>% Change</b>	<b>JULY THROUGH SEPTEMBER FY 2024</b>	<b>JULY THROUGH SEPTEMBER FY 2023</b>	<b>% Change</b>
<b>TOTAL GENERAL FUND</b>	<b>\$1,570,752,605</b>	<b>\$1,480,310,010</b>	<b>6.1%</b>	<b>\$3,800,334,002</b>	<b>\$3,556,591,021</b>	<b>6.9%</b>
<b>Tax Receipts</b>	<b>\$1,514,837,940</b>	<b>\$1,442,980,279</b>	<b>5.0%</b>	<b>\$3,631,914,274</b>	<b>\$3,446,661,406</b>	<b>5.4%</b>
Sales and Gross Receipts	\$573,656,701	\$551,549,363	4.0%	\$1,684,897,920	\$1,612,316,916	4.5%
Beer Consumption	578,926	563,677	2.7%	1,678,098	1,774,172	-5.4%
Beer Wholesale	6,523,418	6,488,718	0.5%	19,465,425	20,195,637	-3.6%
Cigarette	25,025,034	27,673,161	-9.6%	75,221,108	81,147,640	-7.3%
Distilled Spirits Case Sales	13,260	20,166	-34.2%	57,415	71,179	-19.3%
Distilled Spirits Consumption	986,365	1,662,023	-40.7%	3,832,755	4,758,749	-19.5%
Distilled Spirits Wholesale	3,697,758	6,156,975	-39.9%	15,117,032	17,883,244	-15.5%
Insurance Premium	42,752,601	45,505,919	-6.1%	44,436,557	46,217,123	-3.9%
Pari-Mutuel	2,559,105	1,880,419	36.1%	7,705,184	7,091,085	8.7%
Race Track Admission	0	0	---	0	63,820	-100.0%
Sales and Use	476,776,745	449,287,535	6.1%	1,473,425,531	1,397,123,023	5.5%
Wine Consumption	163,566	270,338	-39.5%	650,771	763,780	-14.8%
Wine Wholesale	1,086,107	1,714,120	-36.6%	4,113,527	4,737,198	-13.2%
Telecommunications Tax	6,245,615	6,372,419	-2.0%	17,658,177	18,881,035	-6.5%
Other Tobacco Products	3,662,495	3,952,282	-7.3%	10,585,805	11,607,466	-8.8%
Floor Stock Tax	24	1,610	-98.5%	921	1,765	-47.8%
Car Rental & Ride Sharing	3,585,681	0	---	10,949,614	0	---
Natural Resources	\$11,451,140	\$13,887,425	-17.5%	\$32,511,020	\$37,733,485	-13.8%
Coal Severance	8,142,413	8,896,497	-8.5%	22,670,714	22,131,217	2.4%
Oil Production	569,755	939,219	-39.3%	1,352,098	2,569,311	-47.4%
Minerals Severance	2,442,396	2,153,013	13.4%	7,286,131	7,711,713	-5.5%
Natural Gas Severance	296,576	1,898,696	-84.4%	1,202,077	5,321,244	-77.4%
Individual Income Tax	\$650,082,752	\$537,931,976	20.8%	\$1,505,157,171	\$1,368,907,575	10.0%
Withholding	420,405,583	407,480,748	3.2%	1,210,422,699	1,219,907,786	-0.8%
Declarations	78,765,952	122,704,899	-35.8%	95,647,599	143,142,887	-33.2%
Net Returns	5,385,282	7,888,125	-31.7%	15,230,809	6,873,171	121.6%
Fiduciary	(961,941)	(141,796)	---	(3,508,257)	(1,016,269)	---
Pass-Through Entity Tax	146,487,877	0	---	187,364,320	0	---
Major Business Taxes	\$246,141,441	\$296,798,245	-17.1%	\$322,343,877	\$337,178,767	-4.4%
Corporation Income	206,191,154	270,209,375	-23.7%	256,599,244	291,490,216	-12.0%
LLET	39,950,287	26,588,870	50.3%	65,744,633	45,688,551	43.9%
Property	\$33,384,513	\$30,147,169	10.7%	\$70,740,687	\$67,979,659	4.1%
General - Real	144,138	(276,483)	---	556,338	(273,966)	---
General - Tangible	11,262,232	8,067,614	39.6%	13,031,139	9,054,246	43.9%
Tangible - Motor Vehicle	14,479,845	14,900,949	-2.8%	44,438,521	45,324,649	-2.0%
Omitted & Delinquent	1,204,383	1,019,397	18.1%	3,960,777	159,289	2386.5%
Public Service	5,376,038	5,016,705	7.2%	7,836,034	11,668,561	-32.8%
Other	917,877	1,418,987	-35.3%	917,877	2,046,879	-55.2%
Inheritance Tax	\$4,258,441	\$10,887,022	-60.9%	\$17,359,775	\$23,435,444	-25.9%
Miscellaneous	(\$4,137,048)	\$1,779,080	---	(\$1,096,175)	(\$890,441)	---
License and Privilege	\$131,117	\$48,068	172.8%	528,222	402,118	31.4%
Bank Franchise	\$0	\$14,000	-100.0%	(741,792)	(4,480)	---
Legal Process	762,259	947,394	-19.5%	2,208,667	2,381,908	-7.3%
T. V. A. In Lieu Payments	(5,030,424)	769,618	---	(3,091,272)	(3,691,145)	---
Other	0	0	---	0	21,158	-100.0%
<b>Nontax Receipts</b>	<b>\$55,776,545</b>	<b>\$37,222,452</b>	<b>49.8%</b>	<b>\$167,571,995</b>	<b>\$109,590,853</b>	<b>52.9%</b>
Departmental Fees	1,419,359	1,613,125	-12.0%	3,142,459	3,668,708	-14.3%
PSC Assessment Fee	2,552	194	1216.4%	11,086,672	10,153,525	9.2%
Fines & Forfeitures	2,175,248	1,736,164	25.3%	5,350,783	4,853,630	10.2%
Income on Investments	24,521,962	5,734,940	327.6%	68,794,752	13,008,508	428.8%
Lottery	28,000,000	27,000,000	3.7%	78,000,000	75,000,000	4.0%
Miscellaneous	(342,576)	1,138,030	---	1,197,329	2,906,482	-58.8%
Redeposit of State Funds	\$138,120	\$107,279	28.7%	\$847,733	\$338,762	150.2%

**2. ROAD FUND REVENUE**

	<b><u>SEPTEMBER</u></b> <b><u>2023</u></b>	<b><u>SEPTEMBER</u></b> <b><u>2022</u></b>	<b><u>% Change</u></b>	<b><u>JULY THROUGH SEPTEMBER</u></b> <b><u>FY 2024</u></b>	<b><u>JULY THROUGH SEPTEMBER</u></b> <b><u>FY 2023</u></b>	<b><u>% Change</u></b>
<b>TOTAL STATE ROAD FUND</b>	<b>\$154,828,251</b>	<b>\$139,263,631</b>	<b>11.2%</b>	<b>\$465,639,422</b>	<b>\$422,642,759</b>	<b>10.2%</b>
Tax Receipts-	\$151,865,193	\$137,773,636	10.2%	\$454,838,624	\$417,066,629	9.1%
Sales and Gross Receipts	\$141,225,760	\$126,203,332	11.9%	\$401,450,172	\$367,780,456	9.2%
Motor Fuels Taxes	84,196,529	70,051,525	20.2%	228,123,504	200,142,382	14.0%
Motor Vehicle Usage	57,029,232	56,151,807	1.6%	173,326,668	167,638,074	3.4%
License and Privilege	\$10,639,433	\$11,570,305	-8.0%	\$53,388,452	\$49,286,173	8.3%
Motor Vehicles	6,666,037	10,126,010	-34.2%	20,671,582	22,069,753	-6.3%
Motor Vehicle Operators	2,914,587	17,132	16912.6%	8,362,749	2,544,287	228.7%
Weight Distance	313,138	671,597	-53.4%	22,086,349	22,383,722	-1.3%
Truck Decal Fees	14,760	18,480	-20.1%	46,800	67,720	-30.9%
Other Special Fees	730,912	737,085	-0.8%	2,220,972	2,220,690	0.0%
Nontax Receipts	\$2,959,291	\$1,470,281	101.3%	\$9,448,062	\$5,472,653	72.6%
Departmental Fees	1,876,488	2,990,043	-37.2%	5,082,529	7,104,409	-28.5%
In Lieu of Traffic Fines	12,900	41,820	-69.2%	45,060	116,685	-61.4%
Income on Investments	649,504	(2,054,771)	---	2,906,950	(2,798,577)	---
Miscellaneous	420,399	493,190	-14.8%	1,413,523	1,050,136	34.6%
Redeposit of State Funds	\$3,767	\$19,713	-80.9%	\$1,352,736	\$103,478	1207.3%

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