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GENERAL FUND AND ROAD FUND RECEIPTS
FOR JANUARY 2024

General Fund receipts rose 4.4 percent, Year-to-date up 4.2 percent
Road Fund receipts fell 5.7 percent, Year-to-date up 6.7 percent

FRANKFORT, KY – (Monday February 12, 2024) - The Office of State Budget Director reported today that January's General Fund receipts totaled \$1,344.8 million. The revenues were 4.4 percent more than what was received in January of last year, an increase of \$56.8 million. January's sales tax receipts hit a record high at \$586.2 million. Large increases also occurred due to the new portion of the individual income tax, known as the pass-through entity tax (PTE), payroll withholding receipts, and interest income. The new PTE tax which create a dollar-for-dollar refundable credit on upcoming individual income tax returns.

The official FY24 General Fund revenue forecast, which was revised by the Consensus Forecasting Group on December 8, 2023, calls for 2.7 percent revenue growth. Revenues must increase 0.7 percent over the final six months of the fiscal year to meet the estimate.

State Budget Director John Hicks remarked: "General Fund collections produced broad-based growth in January. Year-to-date collections are on pace to achieve the new official estimate for FY24 and are significantly above the projected revenues for the enacted FY24 budget. Both withholding and sales tax receipts were quite strong in January, sending a clear signal that Kentuckians are experiencing wage gains which support a brisk pace of consumer spending."

Among the major accounts:

- Individual income tax collections grew 4.1 percent for the month. Withholding receipts rose 5.5 percent while PTE revenue was \$66.6 million. The remaining individual income accounts combined to fall by nearly \$65 million compared to last January. Revenues have grown 2.9 percent through the first seven months of FY24.
- Sales and use tax receipts continue to be strong. Collections were an all-time monthly high of \$586.2 million, 6.0 percent more than was collected last January. Revenues have grown 5.7 percent year-to date.
- Combined corporation income and LLET tax receipts totaled \$26.6 million in January, a decrease of 46.7 percent. Year-to-date collections have fallen 7.8 percent.
- Property tax collections grew 3.7 percent in January to \$106.3 million. Collections through the first seven months now stand at a 1.5 percent growth rate.
- Cigarette tax receipts fell 10.7 percent for the month. Year-to-date revenues have fallen 10.2 percent.
- Coal severance tax receipts had their first growth month since August, increasing 1.4 percent to \$10.0 million. Collections have declined 22.7 percent through the first seven months of the fiscal year.
- Income on investments totaled \$27.2 million in January, an all-time high for monthly receipts in that account.

Road Fund receipts fell 5.7 percent in January with total collections of \$135.8 million. Motor fuels revenues grew at a higher-than-expected rate while motor vehicle usage taxes declined sharply. Year-to-date collections have increased 6.7 percent. The official Road Fund revenue estimate calls for revenues to grow 7.3 percent for the fiscal year. Based on year-to-date tax collections, revenues must increase 8.2 percent for the remainder of the fiscal year to meet the official forecast.

Among the accounts, motor fuels collections rose 18.9 percent, motor vehicle usage revenue fell by 26.7 percent, and license and privilege receipts dropped 19.3 percent.

The motor vehicle usage and motor vehicle license accounts incurred some timing irregularities due to the closure of vehicle registration and licensing operations in the first part of January 2024 due to the migration of the 45-year-old vehicle information system to a new system.

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KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>JANUARY</u> <u>2024</u>	<u>JANUARY</u> <u>2023</u>	<u>% Change</u>	<u>JULY THROUGH</u> <u>FY 2024</u>	<u>JULY THROUGH</u> <u>FY 2023</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$1,344,821,366	\$1,288,053,769	4.4%	\$9,088,469,878	\$8,725,490,133	4.2%
Tax Receipts	\$1,284,222,018	\$1,248,904,915	2.8%	\$8,635,298,464	\$8,408,082,245	2.7%
Sales and Gross Receipts	\$647,542,882	\$610,135,797	6.1%	\$3,973,112,129	\$3,773,020,880	5.3%
Beer Consumption	431,463	380,603	13.4%	3,536,121	3,685,980	-4.1%
Beer Wholesale	5,511,937	5,337,260	3.3%	42,283,060	42,713,129	-1.0%
Cigarette	22,703,153	25,421,361	-10.7%	162,310,128	180,691,600	-10.2%
Distilled Spirits Case Sales	26,828	23,158	15.8%	208,217	144,125	44.5%
Distilled Spirits Consumption	2,243,697	1,735,602	29.3%	11,546,672	11,295,447	2.2%
Distilled Spirits Wholesale	8,673,774	7,252,631	19.6%	46,654,502	44,675,012	4.4%
Insurance Premium	165,095	(1,394,682)	---	63,035,281	56,463,563	11.6%
Pari-Mutuel	6,089,656	5,805,816	4.9%	27,352,089	29,816,569	-8.3%
Race Track Admission	0	0	---	0	63,820	-100.0%
Sales and Use	586,213,378	553,189,451	6.0%	3,509,932,963	3,319,263,892	5.7%
Wine Consumption	350,463	344,922	1.6%	1,854,828	1,943,353	-4.6%
Wine Wholesale	2,347,860	2,212,490	6.1%	12,228,849	12,373,014	-1.2%
Telecommunications Tax	6,522,634	6,438,381	1.3%	43,313,935	44,279,984	-2.2%
Other Tobacco Products	3,225,911	3,388,613	-4.8%	24,277,513	25,608,838	-5.2%
Floor Stock Tax	50	48	3.6%	1,019	2,413	-57.8%
Car Rental & Ride Sharing	3,036,984	142	---	24,576,950	142	---
Natural Resources	\$12,897,781	\$13,384,923	-3.6%	\$66,449,704	\$88,891,388	-25.2%
Coal Severance	9,959,213	9,818,388	1.4%	43,684,315	56,548,851	-22.7%
Oil Production	503,042	342,798	46.7%	3,404,091	4,737,943	-28.2%
Minerals Severance	2,268,728	1,585,875	43.1%	17,383,840	16,416,637	5.9%
Natural Gas Severance	166,799	1,637,862	-89.8%	1,977,458	11,187,958	-82.3%
Individual Income Tax	\$484,653,548	\$465,553,500	4.1%	\$3,319,312,555	\$3,226,870,374	2.9%
Withholding	329,365,949	312,193,452	5.5%	2,751,667,026	2,838,301,587	-3.1%
Declarations	91,798,337	135,267,633	-32.1%	219,983,870	325,442,979	-32.4%
Net Returns	371,904	18,504,108	-98.0%	(79,632,781)	65,114,507	---
Fiduciary	(3,497,257)	(411,693)	---	(19,335,562)	(1,988,699)	---
Pass-Through Entity Tax	66,614,614	0	---	446,630,002	0	---
Major Business Taxes	\$26,571,066	\$49,881,279	-46.7%	\$597,347,371	\$648,031,358	-7.8%
Corporation Income	14,271,443	42,956,473	-66.8%	476,003,917	558,624,994	-14.8%
LLET	12,299,623	6,924,806	77.6%	121,343,454	89,406,364	35.7%
Property	\$106,261,561	\$102,496,754	3.7%	\$627,921,814	\$618,802,288	1.5%
General - Real	69,531,644	69,863,424	-0.5%	341,529,778	322,229,057	6.0%
General - Tangible	17,948,703	16,374,918	9.6%	120,029,057	120,558,819	-0.4%
Tangible - Motor Vehicle	13,152,248	13,905,438	-5.4%	97,983,980	94,784,355	3.4%
Omitted & Delinquent	(104,587)	(356,740)	---	8,725,806	3,419,846	155.2%
Public Service	4,898,192	2,867,670	70.8%	55,824,168	75,438,079	-26.0%
Other	835,361	(157,956)	---	3,829,025	2,372,133	61.4%
Inheritance Tax	\$4,603,057	\$5,557,403	-17.2%	\$44,907,878	\$45,665,016	-1.7%
Miscellaneous	\$1,692,124	\$1,895,260	-10.7%	\$6,247,013	\$6,800,941	-8.1%
License and Privilege	\$101,483	\$161,275	-37.1%	1,016,742	1,150,182	-11.6%
Bank Franchise	(\$48,748)	(\$34,416)	---	(900,705)	30,897	---
Legal Process	665,953	794,694	-16.2%	5,097,740	5,421,387	-6.0%
T. V. A. In Lieu Payments	969,320	969,576	0.0%	1,026,296	170,585	501.6%
Other	4,115	4,131	-0.4%	6,939	27,891	-75.1%
Nontax Receipts	\$60,869,690	\$38,873,454	56.6%	\$452,237,100	\$310,056,396	45.9%
Departmental Fees	635,546	914,643	-30.5%	7,036,920	6,957,380	1.1%
PSC Assessment Fee	5,717	9,438	-39.4%	11,166,687	10,213,112	9.3%
Fines & Forfeitures	1,313,235	1,372,921	-4.3%	12,900,938	11,028,115	17.0%
Income on Investments	27,159,767	14,677,185	85.0%	168,512,236	52,320,521	222.1%
Lottery	28,000,000	27,000,000	3.7%	201,048,869	190,790,883	5.4%
Miscellaneous	3,755,426	(5,100,733)	---	51,571,451	38,746,385	33.1%
Redeposit of State Funds	(\$270,343)	\$275,399	---	\$934,314	\$7,351,493	-87.3%

2. ROAD FUND REVENUE

	<u>JANUARY</u> <u>2024</u>	<u>JANUARY</u> <u>2023</u>	<u>% Change</u>	<u>JULY THROUGH JANUARY</u> <u>FY 2024</u>	<u>FY 2023</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$135,827,235	\$144,105,276	-5.7%	\$1,052,442,208	\$986,588,712	6.7%
Tax Receipts-	\$132,225,106	\$140,338,241	-5.8%	\$1,027,274,600	\$968,119,261	6.1%
Sales and Gross Receipts	\$114,144,987	\$117,926,384	-3.2%	\$903,982,877	\$839,631,321	7.7%
Motor Fuels Taxes	72,196,685	60,723,762	18.9%	527,770,381	463,632,588	13.8%
Motor Vehicle Usage	41,948,302	57,202,623	-26.7%	376,212,496	375,998,732	0.1%
EV Charging Station Tax	0	0	---	0	0	---
License and Privilege	\$18,080,118	\$22,411,856	-19.3%	\$123,291,722	\$128,487,941	-4.0%
Motor Vehicles	4,332,453	8,563,415	-49.4%	44,205,446	50,867,919	-13.1%
Motor Vehicle Operators	2,227,892	1,481,738	50.4%	18,758,342	15,751,322	19.1%
Weight Distance	10,309,126	10,969,629	-6.0%	54,003,771	55,641,734	-2.9%
Truck Decal Fees	18,440	22,280	-17.2%	82,940	126,100	-34.2%
Other Special Fees	1,192,208	1,374,795	-13.3%	6,241,224	6,100,866	2.3%
Nontax Receipts	\$3,261,014	\$3,712,032	-12.2%	\$23,247,380	\$18,234,532	27.5%
Departmental Fees	1,438,860	1,722,479	-16.5%	11,255,386	14,409,230	-21.9%
In Lieu of Traffic Fines	20,025	55,665	-64.0%	104,835	287,805	-63.6%
Income on Investments	1,125,354	1,729,744	-34.9%	8,034,809	1,403,824	472.4%
Miscellaneous	676,775	204,144	231.5%	3,852,350	2,133,673	80.6%
Hybrid/Electric Annual Fee	0	0	---	0	0	---
Redeposit of State Funds	\$341,114	\$55,003	520.2%	\$1,920,228	\$234,919	717.4%

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