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**GENERAL FUND AND ROAD FUND RECEIPTS
FOR DECEMBER 2025**

General Fund receipts fell 3.4 percent, year-to-date down 0.7 percent
Road Fund receipts fell 0.9 percent, year-to-date up 0.2 percent

FRANKFORT, KY (Monday, January 12, 2026) - State Budget Director John Hicks reported today that December's General Fund receipts totaled \$1,525.4 million, a 3.4 percent decrease in collections compared to December 2024 totals. The official revenue forecast calls for General Fund revenues to decline by 1.3 percent in FY26. Based on year-to-date collections, revenues can fall 1.9 percent over the final six months of the fiscal year and meet the estimate.

Regarding December General Fund revenues, Hicks noted that "Receipts were \$53.4 million less than what was collected in December 2024 due to a \$60.7 million decline in the major business taxes and the timing of receipts from the public service component of the state property taxes, which are expected to be received in January. December receipts had increases in the largest two accounts, individual income and sales and use taxes. Individual income receipts grew 4.2 percent, including a 6.1 percent growth in withholding taxes. Sales and use tax collections rose by 2.5 percent. Both wages and spending grew for the month and have anchored General Fund collections through the first half of FY26."

Among the major accounts:

- Sales and use tax receipts grew 2.5 percent in December. Year-to-date revenues have increased 5.3 percent.
- The major business tax receipts lag behind last year's record pace, declining 20.8 percent for the month and 41.9 percent year-to-date. December is typically one of the largest four months of collections each year since calendar-year filers make their final estimated payments in December.
- The individual income tax rose for the fifth time in six months, growing 4.2 percent in December. Together, withholding and declaration payments accounted for most of the gains. Year-to-date collections in the income tax have increased 8.7 percent. The \$2.3 billion in withholding revenue through the first six months of FY26 encompasses 87.5 percent of the individual income tax collections.
- Property tax collections fell 11.2 percent in December, largely due to timing issues with the public service company account. Classes of property with a relatively small number of filers are prone to large monthly swings during the condensed payment cycle.
- Cigarette tax receipts increased 8.9 percent in December. For the first six months of the year collections have grown 1.7 percent despite a string of five consecutive annual declines.
- Coal severance tax receipts had their second monthly increase this year, growing 6.6 percent. Year-to-date revenues in this account have fallen 7.4 percent.
- Income on investments of \$22.8 million was 14.4 percent lower than December 2024.

Road Fund receipts for December totaled \$137.3 million, a 0.9 percent decrease from December 2024 levels. Year-to-date receipts have increased 0.2 percent. The official revenue forecast calls for a revenue decline of 1.0 percent for the year. Given the year-to-date collections, receipts can fall 2.2 percent over the remainder of the fiscal year and still meet the estimate.

Among the accounts, motor fuels receipts declined 4.4 percent in December and are down 3.4 percent year-to-date due to a 1.4 cent-per-gallon decrease in the tax rate on motor fuels effective in July 2025. Motor vehicle usage revenue rose 4.9 percent in December and has increased 3.9 percent year-to-date. License and privilege receipts rose 22.1 percent for the month and are up 7.0 percent for the year.

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KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	DECEMBER 2025	DECEMBER 2024	% Change	JULY THROUGH DECEMBER FY 2026	FY 2025	% Change
TOTAL GENERAL FUND	\$1,525,419,985	\$1,578,773,444	-3.4%	\$7,825,268,870	\$7,877,461,724	-0.7%
Tax Receipts	\$1,464,288,488	\$1,517,459,383	-3.5%	\$7,386,440,448	\$7,438,510,463	-0.7%
Sales and Gross Receipts	\$559,743,590	\$545,488,456	2.6%	\$3,515,788,634	\$3,344,743,917	5.1%
Beer Consumption	425,566	452,944	-6.0%	2,864,305	1,961,597	46.0%
Beer Wholesale	5,614,259	5,967,879	-5.9%	35,757,549	36,493,046	-2.0%
Cigarette	21,238,566	19,501,021	8.9%	129,629,681	127,472,732	1.7%
Distilled Spirits Case Sales	23,690	18,132	30.7%	120,459	119,209	1.0%
Distilled Spirits Consumption	2,012,946	1,507,626	33.5%	9,627,642	9,333,691	3.1%
Distilled Spirits Wholesale	7,584,547	6,532,678	16.1%	37,421,276	37,919,931	-1.3%
Insurance Premium	619,650	(95,357)	---	72,574,929	66,926,609	8.4%
Pari-Mutuel	7,883,920	9,386,145	-16.0%	39,788,122	32,075,246	24.0%
Race Track Admission	0	0	---	0	0	---
Sales and Use	499,112,149	486,936,862	2.5%	3,094,238,178	2,938,371,897	5.3%
Wine Consumption	235,652	263,095	-10.4%	1,343,009	1,450,092	-7.4%
Wine Wholesale	1,771,375	1,824,677	-2.9%	9,388,768	9,731,236	-3.5%
Telecommunications Tax	6,877,223	6,601,562	4.2%	40,728,202	39,450,453	3.2%
Other Tobacco Products	2,806,547	3,281,848	-14.5%	17,471,453	20,998,092	-16.8%
Floor Stock Tax	23	135	-82.9%	118	276	-57.1%
Car Rental & Ride Sharing	3,537,478	3,309,209	6.9%	24,834,942	22,439,809	10.7%
 Natural Resources	 \$9,202,016	 \$8,756,272	 5.1%	 \$56,631,025	 \$55,373,282	 2.3%
Coal Severance	5,779,909	5,420,769	6.6%	32,278,807	34,842,094	-7.4%
Oil Production	312,842	273,026	14.6%	2,261,068	2,886,169	-21.7%
Minerals Severance	2,640,693	2,772,431	-4.8%	19,265,017	16,331,674	18.0%
Natural Gas Severance	468,572	290,046	61.6%	2,826,133	1,313,345	115.2%
 Individual Income Tax	 \$466,824,928	 \$448,155,922	 4.2%	 \$2,667,590,624	 \$2,453,987,031	 8.7%
Withholding	398,223,179	374,543,051	6.3%	2,333,175,765	2,199,762,703	6.1%
Declarations	24,156,947	18,281,093	32.1%	159,333,454	112,277,059	41.9%
Net Returns	(5,390,613)	(7,724,040)	---	(1,324,996)	(68,179,240)	---
Fiduciary	(2,090,870)	(2,584,120)	---	(4,350,345)	(7,151,902)	---
Pass-Through Entity Tax	51,926,285	65,639,937	-20.9%	180,756,747	217,278,411	-16.8%
 Major Business Taxes	 \$230,938,916	 \$291,609,542	 -20.8%	 \$583,300,538	 \$1,004,707,276	 -41.9%
Corporation Income	168,109,274	253,815,321	-33.8%	320,121,818	906,915,961	-64.7%
LLET	62,829,642	37,794,220	66.2%	263,178,720	97,791,315	169.1%
 Property	 \$189,646,412	 \$213,589,238	 -11.2%	 \$509,635,272	 \$533,311,065	 -4.4%
General - Real	123,356,730	119,241,461	3.5%	285,448,160	272,901,179	4.6%
General - Tangible	43,132,232	46,319,225	-6.9%	102,388,581	104,934,056	-2.4%
Tangible - Motor Vehicle	12,190,118	11,992,605	1.6%	87,413,628	88,818,403	-1.6%
Omitted & Delinquent	3,879,728	3,464,915	12.0%	8,486,133	9,811,251	-13.5%
Public Service	7,039,058	32,603,913	-78.4%	21,852,127	53,551,180	-59.2%
Other	48,547	(32,882)	---	4,046,642	3,294,996	22.8%
 Inheritance Tax	 \$4,988,486	 \$8,024,995	 -37.8%	 \$47,153,702	 \$43,648,266	 8.0%
 Miscellaneous	 \$2,944,140	 \$1,834,958	 60.4%	 \$6,340,654	 \$2,739,626	 131.4%
License and Privilege	\$173,162	\$127,171	36.2%	973,015	1,011,184	-3.8%
Bank Franchise	\$0	(\$14,561)	---	(5,946)	(2,964,661)	---
Legal Process	567,125	724,007	-21.7%	4,827,658	4,578,372	5.4%
T. V. A. In Lieu Payments	2,203,853	992,773	122.0%	528,978	102,795	414.6%
Other	0	5,568	-100.0%	16,949	11,936	42.0%
 Nontax Receipts	 \$58,977,808	 \$61,249,282	 -3.7%	 \$435,421,169	 \$437,626,215	 -0.5%
Departmental Fees	106,430	622,897	-82.9%	5,758,574	5,936,075	-3.0%
PSC Assessment Fee	1,044	10,117	-89.7%	14,419,330	10,901,393	32.3%
Fines & Forfeitures	1,233,096	1,483,880	-16.9%	10,119,296	9,551,852	5.9%
Income on Investments	22,838,732	26,689,689	-14.4%	135,463,879	171,777,119	-21.1%
Lottery	31,000,000	30,000,000	3.3%	185,386,064	179,471,720	3.3%
Miscellaneous	3,798,507	2,442,700	55.5%	84,274,025	59,988,056	40.5%
 Redeposit of State Funds	 \$2,153,688	 \$64,779	 3224.7%	 \$3,407,253	 \$1,325,046	 157.1%

2. ROAD FUND REVENUE

	<u>DECEMBER</u> <u>2025</u>	<u>DECEMBER</u> <u>2024</u>	% Change	<u>JULY THROUGH DECEMBER</u> <u>FY 2026</u>	<u>FY 2025</u>	% Change
TOTAL STATE ROAD FUND	\$137,338,020	\$138,614,015	-0.9%	\$920,249,873	\$918,522,681	0.2%
Tax Receipts-	\$134,696,089	\$133,330,791	1.0%	\$898,298,382	\$891,590,510	0.8%
Sales and Gross Receipts	\$124,313,533	\$124,827,866	-0.4%	\$787,802,050	\$788,354,512	-0.1%
Motor Fuels Taxes	68,632,509	71,787,355	-4.4%	417,937,728	432,521,725	-3.4%
Motor Vehicle Usage	55,609,141	52,990,788	4.9%	369,474,613	355,566,219	3.9%
EV Charging Station Tax	71,883	49,724	44.6%	389,710	266,568	46.2%
License and Privilege	\$10,382,556	\$8,502,924	22.1%	\$110,496,331	\$103,235,998	7.0%
Motor Vehicles	6,927,055	4,621,568	49.9%	42,553,815	36,443,324	16.8%
Motor Vehicle Operators	2,042,790	2,456,112	-16.8%	16,576,879	16,956,141	-2.2%
Weight Distance	381,397	422,227	-9.7%	44,613,865	44,396,101	0.5%
Truck Decal Fees	9,160	10,080	-9.1%	57,880	70,380	-17.8%
Other Special Fees	1,022,154	992,937	2.9%	6,693,893	5,370,052	24.7%
Nontax Receipts	\$2,208,565	\$5,196,281	-57.5%	\$21,261,401	\$26,198,686	-18.8%
Departmental Fees	1,733,181	3,016,868	-42.6%	12,283,924	12,627,249	-2.7%
In Lieu of Traffic Fines	13,695	12,240	11.9%	81,630	82,230	-0.7%
Income on Investments	1,681	1,476,327	-99.9%	4,002,601	8,844,585	-54.7%
Miscellaneous	294,933	399,546	-26.2%	3,774,031	2,645,840	42.6%
Hybrid/Electric Annual Fee	165,075	291,300	-43.3%	1,119,216	1,998,782	-44.0%
Redeposit of State Funds	\$433,366	\$86,944	398.4%	\$690,090	\$733,485	-5.9%

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