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For Immediate Release
August 12, 2024

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GENERAL FUND AND ROAD FUND RECEIPTS
FOR JULY 2024

General Fund receipts increase 12.2 percent
Road Fund receipts increase 14.6 percent

FRANKFORT, KY – (Monday, August 12, 2024) - The Office of State Budget Director announced today Kentucky's General Fund receipts for July, the first month of Fiscal Year 2025 (FY25), totaled \$1,294.4 million, a 12.2 percent increase compared to July 2023 receipts.

The official revenue estimate for FY25 calls for revenue to increase 0.1 percent compared to FY24 actual receipts. Therefore, receipts can decline 0.9 percent over the remaining eleven months of the fiscal year and still meet the General Fund revenue estimate.

State Budget Director John Hicks stated, "General Fund revenues posted substantial growth primarily in the corporate income tax, which accounted for most of the growth compared to July 2023. Sales tax receipts were flat and individual income tax receipts are affected by a 11.1 percent reduction in the tax rate, from 4.5 to 4.0 percent."

Among the major accounts:

- Corporate income tax receipts of \$258.8 million exceeded July 2023 amounts by \$220.8 million. This was the second largest monthly collection in the 18 years since the corporate taxes underwent significant reform.
- Individual income tax receipts fell 21.0 percent while the tax rate declined by 11.1 percent.
- Sales tax revenues fell slightly by 0.7 percent to \$518.6 million, but the level of collections is the third largest monthly total outside of winter holiday collections.
- Cigarette tax collections increased 3.0 percent for the month to \$21.8 million.

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- Property tax receipts declined by 28.8 percent due primarily to the omitted and delinquent property tax accounts. Early in the year, it is common to see large percentage changes in property tax collections because of the collection schedule.
- Coal severance tax revenues declined by 23.2 percent to \$6.0 million.
- Lottery revenues increased 4.1 percent to \$25.5 million.
- Income on investments increased 77.8 percent to \$37.6 million --the largest monthly total ever recorded.

Road Fund revenues for July totaled \$163.5 million, a 14.6 percent increase compared to last July. The official Road Fund revenue estimate for FY25 calls for revenue to decline 2.9 percent compared to FY24 actual receipts. Based on the first month's receipts, revenues can decline 4.3 percent for the rest of the fiscal year and still meet the official estimate. Motor fuels tax receipts are expected to decline starting with August receipts due to a 2.3 cent tax rate decrease that went into effect July 1. Motor fuels tax collections from July are due to the state in the month of August.

Among the major Road Fund categories:

- Motor fuels tax receipts grew 8.0 percent.
- Motor vehicle usage tax rose 24.2 percent.
- License and privilege taxes posted growth of 5.3 percent.

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TEAM
KENTUCKY



KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>JULY</u> <u>2024</u>	<u>JULY</u> <u>2023</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$1,294,424,345	\$1,153,301,602	12.2%
Tax Receipts	\$1,218,554,272	\$1,090,619,323	11.7%
Sales and Gross Receipts	\$575,133,938	\$577,357,351	-0.4%
Beer Consumption	536,165	552,493	-3.0%
Beer Wholesale	6,272,299	7,007,255	-10.5%
Cigarette	21,750,797	21,114,164	3.0%
Distilled Spirits Case Sales	21,663	21,003	3.1%
Distilled Spirits Consumption	1,807,359	1,761,642	2.6%
Distilled Spirits Wholesale	6,618,277	6,833,902	-3.2%
Insurance Premium	201,218	(11,413)	---
Pari-Mutuel	3,742,226	2,965,806	26.2%
Race Track Admission	0	0	---
Sales and Use	518,606,332	522,385,227	-0.7%
Wine Consumption	228,970	267,622	-14.4%
Wine Wholesale	1,439,020	1,605,079	-10.3%
Telecommunications Tax	6,502,796	5,659,648	14.9%
Other Tobacco Products	3,719,804	3,565,770	4.3%
Floor Stock Tax	48	2	2537.4%
Car Rental & Ride Sharing	3,686,963	3,629,152	1.6%
Natural Resources	\$9,325,599	\$11,241,370	-17.0%
Coal Severance	6,015,818	7,838,140	-23.2%
Oil Production	321,018	121,293	164.7%
Minerals Severance	2,824,804	2,544,436	11.0%
Natural Gas Severance	163,959	737,501	-77.8%
Individual Income Tax	\$340,902,104	\$431,451,039	-21.0%
Withholding	352,582,977	417,920,769	-15.6%
Declarations	6,482,527	7,414,838	-12.6%
Net Returns	(27,757,442)	2,398,556	---
Fiduciary	(466,514)	(715,259)	---
Pass-Through Entity Tax	10,060,556	4,432,135	127.0%
Major Business Taxes	\$267,672,944	\$44,015,366	508.1%
Corporation Income	258,825,362	38,049,137	580.2%
LLET	8,847,582	5,966,229	48.3%
Property	\$14,410,909	\$20,231,336	-28.8%
General - Real	212,682	358,555	-40.7%
General - Tangible	795,001	8,108	---
Tangible - Motor Vehicle	16,040,667	15,694,476	2.2%
Omitted & Delinquent	(2,572,701)	4,136,935	---
Public Service	33,002	33,262	-0.8%
Other	(97,742)	0	---
Inheritance Tax	\$9,047,211	\$4,444,301	103.6%
Miscellaneous	\$2,061,567	\$1,878,560	9.7%
License and Privilege	\$238,742	\$106,049	125.1%
Bank Franchise	\$98,540	0	---
Legal Process	748,597	802,935	-6.8%
T. V. A. In Lieu Payments	969,320	969,576	0.0%
Other	6,368	0	---
Nontax Receipts	\$75,648,166	\$62,547,418	20.9%
Departmental Fees	1,318,215	1,420,060	-7.2%
PSC Assessment Fee	10,104,431	10,807,794	-6.5%
Fines & Forfeitures	1,566,820	1,616,118	-3.1%
Income on Investments	37,573,588	21,136,374	77.8%
Lottery	25,500,000	24,500,000	4.1%
Miscellaneous	(414,888)	3,067,072	---
Redeposit of State Funds	\$221,908	\$134,861	64.5%

2. ROAD FUND REVENUE

	<u>JULY</u> <u>2024</u>	<u>JULY</u> <u>2023</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$163,756,074	\$142,942,052	14.6%
Tax Receipts-	\$157,632,720	\$138,687,792	13.7%
Sales and Gross Receipts	\$138,752,753	\$120,753,776	14.9%
Motor Fuels Taxes	75,050,161	69,511,349	8.0%
Motor Vehicle Usage	63,663,647	51,242,426	24.2%
EV Charging Station Tax	38,946	0	---
License and Privilege	\$18,879,966	\$17,934,016	5.3%
Motor Vehicles	6,158,272	8,209,464	-25.0%
Motor Vehicle Operators	2,596,937	16,540	---
Weight Distance	9,350,268	9,013,948	3.7%
Truck Decal Fees	7,620	20,520	-62.9%
Other Special Fees	766,870	673,545	13.9%
Nontax Receipts	\$6,042,476	\$3,176,548	90.2%
Departmental Fees	2,686,718	1,371,229	95.9%
In Lieu of Traffic Fines	12,045	15,255	-21.0%
Income on Investments	2,514,390	1,270,015	98.0%
Miscellaneous	500,943	520,049	-3.7%
Hybrid/Electric Annual Fee	328,380	0	---
Redeposit of State Funds	\$80,879	\$1,077,712	-92.5%

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