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GENERAL FUND AND ROAD FUND RECEIPTS
FOR JANUARY 2025

General Fund receipts increased 4.9 percent; Up 2.2 percent year-to-date
Road Fund receipts increased 8.2 percent; Up 1.2 percent year-to-date

FRANKFORT, KY – (Monday, February 10, 2025) - The Office of State Budget Director reported today that January's General Fund receipts totaled \$1,411.0 million. The revenues were 4.9 percent more than what was received in January of last year. The major business tax collections continue to exceed expectations and provided the greatest contribution to the monthly growth. Revenues in this category were nearly four times what was received last January, and year-to-date receipts have nearly doubled over last year. Sales tax receipts grew 2.9 percent, reaching a record monthly level. Total General Fund receipts have now grown 2.2 percent for the first seven months of Fiscal Year 2025 (FY25).

The official General Fund estimate calls for no growth in revenues in FY25. Based on year-to-date collections, revenues in the remainder of FY25 can decline 3.0 percent and still meet the estimate.

State Budget Director John Hicks remarked: "Major business taxes continued to flourish in January as collections rose 398.7 percent. The sales and use tax also stood out, setting an all-time monthly record breaking the \$600 million level for the first time ever. Strong business taxes, coupled with a resilient consumer behavior, are indicative of a vibrant state economy where wage growth leads to consumer growth and profit opportunities for the corporate sector."

Among the major accounts:

- Individual income tax collections fell 9.4 percent in January. Withholding receipts fell 7.4 percent while the tax rate was 11.1 percent lower than last January. Declarations dropped by 19.7 percent and pass-through entity tax revenue was down 13.4 percent. Revenues have declined 12.8 percent through the first seven months of FY25.
- Sales and use tax receipts began the second half of FY25 at \$603 million, breaking the monthly record for collections set last January. That represented 2.9 percent monthly growth. Sales tax revenues have grown 0.9 percent year-to date.
- Combined corporation income and limited liability entity tax (LLET) receipts totaled \$132.5 million in January compared to just \$26.6 million in January one year ago. Declaration payments contributed most of the growth as they were \$96.1 million more than what was collected last year. Year-to-date business tax collections have nearly doubled with growth of 90.4 percent.
- Property tax collections rose 6.8 percent in January to \$113.5 million. Collections through the first seven months now stand at 3.0 percent.
- Cigarette tax receipts fell 25.2 percent for the month. Year-to-date revenues have fallen 11.0 percent.
- After a strong November and December, coal severance tax receipts fell 55.8 percent in January. Collections have declined 10.2 percent through the first seven months of FY25.
- Income on investments fell 7.9 percent in January but is up 16.8 percent year-to-date.

Road Fund receipts grew for the first time since July, increasing 8.2 percent on the strength of motor vehicle usage tax collections. Receipts for the month were \$146.9 million and year-to-date collections have grown 1.2 percent. The official Road Fund revenue estimate calls for revenues to decline 2.6 percent for the fiscal year. Based on year-to-date tax collections, revenues can fall 7.6 percent for the remainder of the fiscal year and still meet the official forecast.

Among the accounts, motor fuels collections fell 7.1 percent due to a drop in the tax rate while motor vehicle usage revenue rose 36.2 percent. License and privilege receipts rose 5.8 percent.

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KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>JANUARY</u> <u>2025</u>	<u>JANUARY</u> <u>2024</u>	<u>% Change</u>	<u>JULY THROUGH JANUARY</u> <u>FY 2025</u>	<u>FY 2024</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$1,410,963,997	\$1,344,821,366	4.9%	\$9,285,114,514	\$9,088,469,878	2.2%
Tax Receipts	\$1,358,856,451	\$1,284,222,018	5.8%	\$8,797,366,914	\$8,635,298,464	1.9%
Sales and Gross Receipts	\$658,601,811	\$647,542,882	1.7%	\$4,003,345,728	\$3,973,112,129	0.8%
Beer Consumption	435,708	431,463	1.0%	2,397,305	3,536,121	-32.2%
Beer Wholesale	5,806,993	5,511,937	5.4%	42,300,039	42,283,060	0.0%
Cigarette	16,987,661	22,703,153	-25.2%	144,460,393	162,310,128	-11.0%
Distilled Spirits Case Sales	20,938	26,828	-22.0%	140,147	208,217	-32.7%
Distilled Spirits Consumption	1,747,870	2,243,697	-22.1%	11,081,561	11,546,672	-4.0%
Distilled Spirits Wholesale	7,227,006	8,673,774	-16.7%	45,146,937	46,654,502	-3.2%
Insurance Premium	150,650	165,095	-8.7%	67,077,259	63,035,281	6.4%
Pari-Mutuel	7,059,186	6,089,656	15.9%	39,134,432	27,352,089	43.1%
Race Track Admission	0	0	---	0	0	---
Sales and Use	603,144,721	586,213,378	2.9%	3,541,516,618	3,509,932,963	0.9%
Wine Consumption	321,275	350,463	-8.3%	1,771,367	1,854,828	-4.5%
Wine Wholesale	2,259,792	2,347,860	-3.8%	11,991,028	12,228,849	-1.9%
Telecommunications Tax	6,992,745	6,522,634	7.2%	46,443,198	43,313,935	7.2%
Other Tobacco Products	3,084,723	3,225,911	-4.4%	24,082,815	24,277,513	-0.8%
Floor Stock Tax	48	50	-3.5%	325	1,019	-68.2%
Car Rental & Ride Sharing	3,362,496	3,036,984	10.7%	25,802,305	24,576,950	5.0%
Natural Resources	\$6,509,361	\$12,897,781	-49.5%	\$61,882,643	\$66,449,704	-6.9%
Coal Severance	4,402,331	9,959,213	-55.8%	39,244,425	43,684,315	-10.2%
Oil Production	595,642	503,042	18.4%	3,481,811	3,404,091	2.3%
Minerals Severance	1,275,669	2,268,728	-43.8%	17,607,343	17,383,840	1.3%
Natural Gas Severance	235,720	166,799	41.3%	1,549,065	1,977,458	-21.7%
Individual Income Tax	\$439,177,687	\$484,653,548	-9.4%	\$2,893,164,717	\$3,319,312,555	-12.8%
Withholding	304,830,287	329,365,949	-7.4%	2,504,592,990	2,751,667,026	-9.0%
Declarations	73,719,971	91,798,337	-19.7%	185,997,029	219,983,870	-15.4%
Net Returns	9,293,264	371,904	2398.8%	(58,885,975)	(79,632,781)	---
Fiduciary	(6,345,982)	(3,497,257)	---	(13,497,884)	(19,335,562)	---
Pass-Through Entity Tax	57,680,146	66,614,614	-13.4%	274,958,557	446,630,002	-38.4%
Major Business Taxes	\$132,518,450	\$26,571,066	398.7%	\$1,137,225,726	\$597,347,371	90.4%
Corporation Income	122,542,915	14,271,443	758.7%	1,029,458,876	476,003,917	116.3%
LLET	9,975,535	12,299,623	-18.9%	107,766,850	121,343,454	-11.2%
Property	\$113,457,024	\$106,261,561	6.8%	\$646,768,089	\$627,921,814	3.0%
General - Real	75,116,389	69,531,644	8.0%	348,017,568	341,529,778	1.9%
General - Tangible	20,430,399	17,948,703	13.8%	125,364,455	120,029,057	4.4%
Tangible - Motor Vehicle	12,246,957	13,152,248	-6.9%	101,065,359	97,983,980	3.1%
Omitted & Delinquent	(1,202,538)	(104,587)	---	8,608,713	8,725,806	-1.3%
Public Service	6,576,438	4,898,192	34.3%	60,127,617	55,824,168	7.7%
Other	289,380	835,361	-65.4%	3,584,376	3,829,025	-6.4%
Inheritance Tax	\$6,813,888	\$4,603,057	48.0%	\$50,462,154	\$44,907,878	12.4%
Miscellaneous	\$1,778,229	\$1,692,124	5.1%	\$4,517,856	\$6,247,013	-27.7%
License and Privilege	\$194,157	\$101,483	91.3%	1,205,341	1,016,742	18.5%
Bank Franchise	(\$110,663)	(\$48,748)	---	(3,075,324)	(900,705)	---
Legal Process	697,156	665,953	4.7%	5,275,529	5,097,740	3.5%
T. V. A. In Lieu Payments	992,773	969,320	2.4%	1,095,568	1,026,296	6.7%
Other	4,807	4,115	16.8%	16,742	6,939	141.3%
Nontax Receipts	\$51,907,229	\$60,869,690	-14.7%	\$486,222,237	\$452,237,100	7.5%
Departmental Fees	1,016,733	635,546	60.0%	6,952,807	7,036,920	-1.2%
PSC Assessment Fee	1,126	5,717	-80.3%	10,902,518	11,166,687	-2.4%
Fines & Forfeitures	1,362,091	1,313,235	3.7%	10,913,944	12,900,938	-15.4%
Income on Investments	25,021,163	27,159,767	-7.9%	196,798,282	168,512,236	16.8%
Lottery	29,000,000	28,000,000	3.6%	208,471,720	201,048,869	3.7%
Miscellaneous	(4,493,883)	3,755,426	---	52,182,965	51,571,451	1.2%
Redeposit of State Funds	\$200,317	(\$270,343)	---	\$1,525,363	\$934,314	63.3%

2. ROAD FUND REVENUE

	<u>JANUARY</u> <u>2025</u>	<u>JANUARY</u> <u>2024</u>	<u>% Change</u>	<u>JULY THROUGH JANUARY</u> <u>FY 2025</u>	<u>FY 2024</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$146,900,770	\$135,827,235	8.2%	\$1,065,418,452	\$1,052,368,627	1.2%
Tax Receipts-	\$143,425,034	\$132,225,106	8.5%	\$1,035,010,544	\$1,027,201,019	0.8%
Sales and Gross Receipts	\$124,289,681	\$114,144,987	8.9%	\$912,644,193	\$903,909,296	1.0%
Motor Fuels Taxes	67,082,999	72,196,685	-7.1%	499,604,723	527,696,800	-5.3%
Motor Vehicle Usage	57,150,543	41,948,302	36.2%	412,716,762	376,212,496	9.7%
EV Charging Station Tax	56,140	0	---	322,708	0	---
License and Privilege	\$19,135,353	\$18,080,118	5.8%	\$122,366,351	\$123,291,722	-0.8%
Motor Vehicles	6,190,430	4,332,453	42.9%	42,628,754	44,205,446	-3.6%
Motor Vehicle Operators	2,733,947	2,227,892	22.7%	19,690,089	18,758,342	5.0%
Weight Distance	9,040,995	10,309,126	-12.3%	53,437,096	54,003,771	-1.0%
Truck Decal Fees	11,880	18,440	-35.6%	82,260	82,940	-0.8%
Other Special Fees	1,158,100	1,192,208	-2.9%	6,528,152	6,241,224	4.6%
Nontax Receipts	\$3,335,681	\$3,261,014	2.3%	\$29,534,367	\$23,247,380	27.0%
Departmental Fees	1,109,535	1,438,860	-22.9%	13,736,784	11,255,386	22.0%
In Lieu of Traffic Fines	11,310	20,025	-43.5%	93,540	104,835	-10.8%
Income on Investments	1,371,238	1,125,354	21.8%	10,215,824	8,034,809	27.1%
Miscellaneous	594,445	676,775	-12.2%	3,240,285	3,852,350	-15.9%
Hybrid/Electric Annual Fee	249,152	0	---	2,247,934	0	---
Redeposit of State Funds	\$140,056	\$341,114	-58.9%	\$873,541	\$1,920,228	-54.5%

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