



**Office of State Budget Director**

284 Capitol Annex, 702 Capitol Avenue  
Frankfort, Kentucky 40601

**Andy Beshear**  
Governor

(502) 564-7300  
Internet: osbd.ky.gov

**John T. Hicks**  
State Budget Director

Governor's Office for Policy and Management  
Governor's Office for Economic Analysis  
Governor's Office for Policy Research

August 21, 2024

The Honorable Christian McDaniel, Co-Chairman  
The Honorable Jason Petrie, Co-Chairman  
Interim Joint Committee on Appropriations and Revenue  
Legislative Research Commission  
Frankfort, Kentucky 40601

Dear Senator McDaniel, Representative Petrie, and Members of the Committee:

In accordance with KRS 141.020, the Office of State Budget Director has reviewed the individual income tax reduction conditions for fiscal year 2023-2024 and is reporting that the reduction conditions have been met. Below are the amounts for each item within the reduction conditions used in making this determination.

<b>REDUCTION CONDITIONS-KRS 141.020</b>	<b>FY 2024</b>
<b>A GF Moneys (General Fund receipts excluding Tobacco moneys)</b>	<b>15,571,256,903</b>
General Fund appropriations	20,884,125,334
less Continuing appropriations (excluding BRTF)	(750,031,576)
less Tobacco appropriations	(109,355,954)
less appropriations to & from the Budget Reserve Trust Fund	(5,731,109,766)
less lump-sum appropriations to a state-administered retirement system	<u>(240,000,000)</u>
<b>GF Appropriations</b>	<b>14,053,628,038</b>
plus Individual Income Tax (IIT) Equivalent of a 1% reduction	<u>1,366,470,378</u>
<b>B GF appropriations for the fiscal year plus the IIT equivalent?</b>	<b>15,420,098,416</b>
Row A less Row B	151,158,487
<b>General Fund Moneys greater than GF appropriations plus the IIT equivalent?</b>	<b>Yes</b>
Balance in the Budget Reserve Trust Fund balance at the end of a fiscal year plus closeout actions	5,257,619,317
Balance in the Budget Reserve Trust Fund balance at the end of a fiscal year plus closeout actions as a percentage of GF Moneys	33.8%
<b>Balance in the BRTF at the end of a fiscal year equal to or greater than 10% of the GF moneys?</b>	<b>Yes</b>

Sincerely,

John T. Hicks  
State Budget Director

