

MONTHLY STATE REVENUE SNAPSHOT 10 | 2019

based on the Utah State Tax Commission Monthly Revenue Summary (Report TC-23)

General Fund	Projected Growth	Actual Growth	Projected Range in Collections Through 3 Months	Actual Collections	Condition	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Sep-19
	Rate - September	Rate														
Sales & Use Tax	6.2%	4.3%	\$582,000,000 - \$605,000,000	\$586,809,854	On target	7.1%	7.2%	6.7%	5.9%	5.7%	5.6%	5.6%	5.6%	4.6%	4.3%	4.3%
All Other Sources	7.3%	5.5%	\$115,000,000 - \$140,000,000	\$134,549,413	On target	12.0%	15.7%	16.2%	12.9%	8.2%	6.4%	2.3%	-1.3%	-0.4%	1.1%	5.5%
Subtotal General Fund	6.4%	4.5%		\$721,359,267		8.1%	8.8%	8.5%	7.1%	6.1%	5.8%	5.0%	4.2%	3.6%	3.6%	4.5%
Sales & Use Tax Set-Asides	8.1%	18.5%	\$164,000,000 - \$170,000,000	\$187,282,237	See Note 1	6.9%	7.1%	7.0%	6.3%	4.2%	4.2%	4.2%	3.9%	8.0%	9.0%	18.5%
Education Fund/USF																
Individual Income Tax	2.1%	8.1%	\$847,000,000 - \$991,000,000	\$964,575,033	Above target	11.2%	6.3%	6.3%	-10.0%	-7.7%	-5.9%	-1.7%	7.3%	7.5%	8.3%	8.1%
Corporate Tax	2.0%	-29.5%	\$107,000,000 - \$198,000,000	\$96,858,225	Below target range	89.3%	101.6%	143.7%	64.0%	48.3%	37.6%	22.4%	23.2%	22.4%	15.5%	-29.5%
All Other Sources	-6.4%	-15.7%	\$8,000,000 - \$11,000,000	\$6,730,948	Below target range	95.7%	124.6%	58.4%	61.0%	47.6%	48.9%	47.6%	58.6%	33.1%	20.4%	-15.7%
Subtotal Education Fund	1.9%	2.9%		\$1,068,164,206		18.0%	12.9%	13.0%	-4.6%	-3.9%	-2.7%	0.5%	9.0%	8.9%	9.1%	2.9%
Subtotal GF/EF	3.5%	3.6%		\$1,789,523,473		13.8%	11.2%	11.1%	-0.3%	-0.1%	0.5%	2.3%	7.3%	7.0%	7.2%	3.6%
Transportation Fund																
Motor Fuel Tax	0.9%	-2.0%	\$91,000,000 - \$100,000,000	\$91,343,999	On target	1.9%	0.7%	3.8%	3.1%	-1.3%	1.4%	2.9%	2.6%	2.7%	2.9%	-2.0%
Special Fuel Tax	1.1%	10.5%	\$34,000,000 - \$42,000,000	\$40,787,729	On target	13.9%	4.2%	3.7%	7.1%	4.6%	3.9%	6.1%	5.5%	6.2%	5.2%	10.5%
Other	-1.8%	15.4%	\$22,000,000 - \$25,000,000	\$26,105,000	Above target	7.6%	13.9%	14.7%	15.9%	10.7%	5.8%	9.6%	9.4%	8.3%	3.2%	15.4%
Subtotal Transportation Fund	0.5%	3.6%		\$158,236,728		5.4%	3.4%	5.3%	5.8%	1.8%	2.7%	4.7%	4.4%	4.4%	3.5%	3.6%
Total, GF/EF/USF/TF	3.3%	3.6%		\$1,947,760,201		13.1%	10.5%	10.6%	0.2%	0.0%	0.7%	2.5%	7.1%	6.8%	6.9%	3.6%

Note 1: The sales tax set-aside figure includes revenue from the recently enacted Medicaid sales tax increase of 0.15%.

SUMMARY

Revenue to the General and Education Funds totaled \$1.8 billion through the first three months of FY 2020, representing a year-over-year (YoY) growth rate of 3.6%. The 3.6% growth rate is slightly above the unadjusted consensus revenue target of 3.5%. The revenue target will be updated when the Governor releases his budget proposal in early December. On the General Fund, the actual growth rate of 4.5% is below the growth rate needed to reach last session's target of 6.4%. The revenue growth to the Education Fund of 2.9% is above the 1.9% target. Revenue growth to the Transportation Fund, at 3.6%, is above the current target of 0.5%.

GENERAL FUND

The first quarter of FY 2020 revenue to the General Fund reached \$721 million, or 4.5% over revenue collected in the FY 2019. Sales tax revenue is growing at a 4.3% growth rate, while all other revenue sources are growing at a 5.5% growth rate. Revenue growth rates are highly volatile during the first half of a fiscal year. Because of this, one should be careful reading too much into these figures. Lastly, the revenue targets have not been updated for the FY 2019 year-end results.

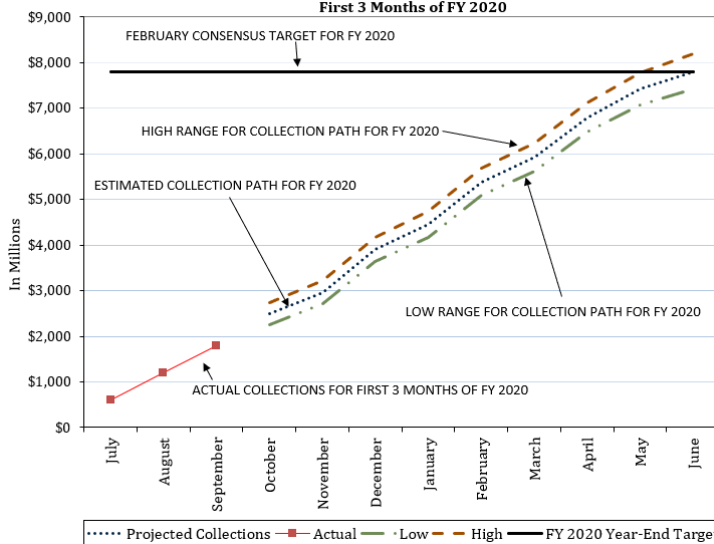
EDUCATION FUND

Education Fund collections through the first quarter of 2020 reached \$1.1 billion, representing a YoY increase of 2.9%. The 2.9% growth rate is largely the result of individual income tax growth of 8.1% and weaker third quarter of 2019 corporate tax payments, which pushed corporate revenue down -29.5%. Also, revenue during the first half of a fiscal year can be volatile. One should be careful interpreting these results. The revenue targets have not been updated since February.

TRANSPORTATION FUND

Transportation Fund collections reached \$158 million through the first three months of FY 2020, up 3.6% over the prior year. This is slightly higher than the 3.3% target. Behind the performance of revenue sources to the Transportation Fund, motor fuel tax is currently down -2.0%, although, given the volatility of revenue postings this early in a fiscal year, this is within the target range. All the other sources to the Transportation Fund are growing at double-digit growth rates.

Actual and Projected GF/EF Revenue, July through September, FY 2020
First 3 Months of FY 2020



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