

MONTHLY STATE REVENUE SNAPSHOT 12 | 2020

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

General Fund	Projected Growth Rate - December		Projected Range in Collections Through 5 Months	Actual Collections	Condition	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Oct-20	Nov-20	Dec-20
	Estimates (Annual) (see Note 1)	Actual Growth Rate												
Sales & Use Tax	5.8%	9.6%	\$1,014,000,000 - \$1,067,000,000	\$1,063,539,869	On target	7.0%	7.0%	7.0%	6.6%	6.1%	7.2%	8.3%	10.2%	9.6%
All Other Sources	-6.5%	-14.5%	\$174,000,000 - \$283,000,000	\$223,539,668	On target	5.9%	7.3%	6.5%	6.9%	-1.9%	0.4%	-26.1%	-19.5%	-14.5%
Subtotal General Fund	3.4%	4.9%		\$1,287,079,537		6.8%	7.0%	6.9%	6.7%	4.5%	5.9%	1.9%	4.4%	4.9%
Sales & Use Tax Set-Asides	5.5%	6.6%	\$343,000,000 - \$353,000,000	\$354,200,547	See Note 2	24.8%	25.4%	25.9%	23.4%	19.1%	17.3%	6.6%	1.8%	6.6%
Education Fund/USF														
Individual Income Tax	39.6%	54.8%	\$2,020,000,000 - \$2,424,000,000	\$2,501,090,992	Above target range	10.5%	8.9%	7.3%	-12.9%	-10.9%	-7.6%	83.5%	53.7%	54.8%
Corporate Tax	12.6%	51.1%	\$121,000,000 - \$176,000,000	\$161,871,523	On target	-12.6%	-14.1%	-10.2%	-27.2%	-28.0%	-31.1%	55.1%	38.8%	51.1%
All Other Sources	-15.0%	-66.0%	\$1,000,000 - \$14,000,000	\$4,067,480	On target	-7.9%	-12.2%	-16.8%	-10.1%	-3.0%	-9.9%	-22.3%	-42.6%	-66.0%
Subtotal Education Fund	36.5%	53.7%		\$2,667,029,995		8.1%	6.5%	5.4%	-14.4%	-12.6%	-10.1%	80.2%	51.8%	53.7%
Subtotal GF/EF	23.6%	33.7%		\$3,954,109,532		7.6%	6.7%	6.0%	-7.1%	-6.5%	-4.5%	48.7%	32.6%	33.7%
Transportation Fund														
Motor Fuel Tax	4.8%	4.0%	\$156,000,000 - \$169,000,000	\$163,593,822	On target	1.7%	1.8%	1.5%	1.1%	-2.9%	-3.3%	7.1%	4.9%	4.0%
Special Fuel Tax	4.0%	4.0%	\$61,000,000 - \$71,000,000	\$70,072,907	On target	7.2%	6.3%	7.6%	9.0%	6.1%	5.9%	3.3%	2.7%	4.0%
Other	5.0%	-1.3%	\$39,000,000 - \$43,000,000	\$39,595,000	On target	1.7%	7.8%	2.7%	2.3%	2.3%	4.5%	-1.1%	0.5%	-1.3%
Subtotal Transportation Fund	4.6%	3.2%		\$273,261,729		3.1%	3.8%	3.2%	3.2%	0.1%	0.1%	4.7%	3.7%	3.2%
Total, GF/EF/USF/TF	22.1%	31.2%		\$4,227,371,261		7.2%	6.5%	5.8%	-6.3%	-6.0%	-4.2%	45.1%	30.3%	31.2%

Note 1: This column is the December 2020 consensus, which assumes a \$770 million shift in income tax payments from FY 2020 to FY 2021.

Note 2: The sales tax set-aside figure includes revenue from the recently enacted Medicaid sales tax increase of 0.15%.

SUMMARY

FY 2021 revenue to the General (GF) and Education Funds (EF) totaled \$3.8 billion through the first five months, a year-over-year (YoY) increase of 33.7%. The consensus target for the whole fiscal year is 23.6%. Part of the growth rate differential between the consensus target and actual collections is an apples-to-oranges comparison. The target represents an estimate of full-year collections. Actual collections represent a point-in-time snapshot that is subject to timing differences, such as the shift in income tax payments from April 2020 to July 2020. We expect the actual growth rates to move towards target in the coming months as timing effects subside.

GENERAL FUND

General Fund collections totaled almost \$1.3 billion through the first five months of FY 2021, representing a YoY growth rate of 4.9%. The current consensus growth rate is 3.4%. Sales tax is largely behind the General Fund performance, up 9.6%. The YoY comparison moderated this past month because the YoY comparisons are now an apples to apples comparison. In prior months, the FY 2021 collections included marketplace sales while FY 2020 collections did not. Overall, consumer spending has, so far, held up well. Considerable uncertainty exists about how sales tax will perform should federal stimulus dry-up.

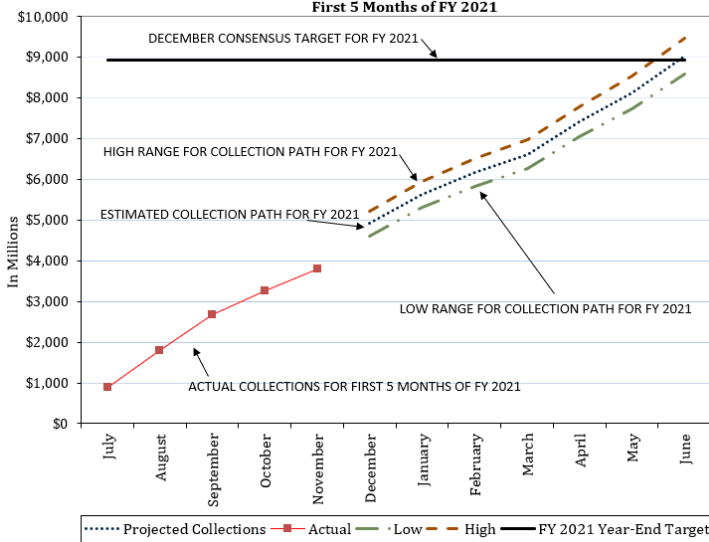
EDUCATION FUND

Education Fund collections reached \$2.7 billion through the first five months of FY 2021, representing a YoY increase of 53.7%. The 53.7% increase is largely the result of income tax payments occurring in July 2020 instead of April 2020. Overall, as with the sales tax, there is considerable uncertainty about how income taxes will perform in the coming months, although current indications are positive.

TRANSPORTATION FUND

Transportation Fund collections reached \$273 million through the first five months of FY 2021, a rate of 3.2% over the prior year. This is below the consensus target of 4.6%. Overall, although there is a heightened degree of uncertainty for the performance of the economy over the coming months, the Transportation Fund is holding up relatively well given the state of the economy.

Actual and Projected GF/EF Revenue, July through November, FY 2021
First 5 Months of FY 2021



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