



State of Utah
Financial Highlights
Preliminary Information Subject to Audit
Fiscal Year Ended June 30, 2022



Utah Department of
**Government
Operations**

October 2022

BUDGETED RESERVES AND SURPLUS

	<u>General Fund</u>	<u>Education Fund</u>	<u>Combined Total</u>
Fiscal Year 2022 Surplus/(Shortfall)	\$ 130,243,000	\$ 1,235,507,000	\$ 1,365,750,000
Budgeted Reserves for Fiscal Year 2023	1,046,239,000	919,296,000	1,965,535,000
Net Reserves Available for Fiscal Year 2023	<u>\$ 1,176,482,000</u>	<u>\$ 2,154,803,000</u>	<u>\$ 3,331,285,000</u>

MAJOR STATE REVENUE SOURCES

(Does not include federal and restricted revenues unless indicated)

	<u>Fiscal 2022</u>	<u>Fiscal 2021</u>	<u>Percent Change</u>
General Fund			
Sales Tax	\$ 3,098,477,000	\$ 2,625,318,000	18.0%
Insurance Premium Tax	\$ 179,772,000	\$ 157,397,000	14.2%
Liquor Profit	\$ 134,672,000	\$ 123,691,000	8.9%
Cigarette, Tobacco, and Beer Taxes	\$ 99,529,000	\$ 103,107,000	-3.5%
Mineral Lease (Federal)	\$ 75,616,000	\$ 49,039,000	54.2%
Oil, Gas, and Mining Severance Taxes	\$ 54,317,000	\$ 21,463,000	153.1%
Licenses, Permits, and Fees	\$ 24,757,000	\$ 25,733,000	-3.8%
Education Fund			
Individual Income Tax	\$ 6,798,085,000	\$ 6,121,011,000	11.1%
Corporate Franchise and Gross Receipts Taxes	\$ 947,009,000	\$ 743,415,000	27.4%
State Sales Tax Restricted			
Earmarks for Highways, Water Loans, Conservation, and Other Programs	\$ 1,086,414,000	\$ 929,300,000	16.9%

SELECTED MAJOR PROGRAMS EXPENDITURES

(Includes expenditures from federal and restricted revenue sources)

	<u>Fiscal 2022</u>	<u>Fiscal 2021</u>	<u>Percent Change</u>
Public Education	\$ 5,206,060,000	\$ 4,790,412,000	8.7%
Health – Medicaid Services	\$ 4,484,182,000	\$ 3,774,641,000	18.8%
Higher Education	\$ 2,365,474,000	\$ 2,163,238,000	9.3%
Workforce Services	\$ 1,399,562,000	\$ 1,173,985,000	19.2%
Human Services – People with Disabilities	\$ 464,733,000	\$ 426,880,000	8.9%
Public Safety – Department	\$ 448,951,000	\$ 324,270,000	38.4%
Corrections – Adult	\$ 361,503,000	\$ 335,751,000	7.7%
Natural Resources	\$ 319,724,000	\$ 301,034,000	6.2%
Human Services – Substance Abuse and Mental Health	\$ 234,933,000	\$ 214,865,000	9.3%
Human Services – Child and Family Services	\$ 199,197,000	\$ 187,650,000	6.2%
Health – Children’s Health Insurance	\$ 133,832,000	\$ 125,334,000	6.8%

HIGHWAY CONSTRUCTION AND OPERATIONS

	<u>Fiscal 2022</u>	<u>Fiscal 2021</u>	<u>Percent Change</u>
Major Transportation Funding Sources (excludes bond proceeds)			
Sales Tax Earmarks for Highways (portion from above)	\$ 845,553,000	\$ 733,411,000	15.3%
Motor and Special Fuel Taxes	\$ 573,154,000	\$ 551,461,000	3.9%
Federal Funds	\$ 377,016,000	\$ 419,129,000	-10.0%
Vehicle Registration and Permits ¹	\$ 215,368,000	\$ 205,583,000	4.8%
Major Transportation Expenditures			
Highway Construction ²	\$ 1,127,218,000	\$ 1,338,064,000	-15.8%
Local B&C Roads	\$ 202,911,000	\$ 194,518,000	4.3%
Highway Operations and Maintenance	\$ 192,760,000	\$ 183,489,000	5.1%

¹ Includes vehicle registration fees of \$95,762,000 and \$92,313,000 from the Transportation Investment Fund in fiscal years 2022 and 2021.

² Includes expenditures of \$707,899,000 and \$780,978,000 from the Transportation Investment Fund in fiscal years 2022 and 2021.

State of Utah Financial Highlights

continued

APPROPRIATIONS

By statute, the total of the amount appropriated from the General Fund (net of amounts exempted) plus the income tax revenues appropriated for higher education is limited to combined changes in population and inflation.

	Fiscal 2023¹	Fiscal 2022
Appropriations Limitation	\$ 4,863,169,000	\$ 4,411,558,383
Actual Appropriations ²	4,573,925,300	3,765,032,500
Under the Limit	\$ 289,243,700	\$ 646,525,883

¹ Preliminary – amounts may be adjusted by subsequent appropriations.

² Defined by Utah Code Section 63J-3-103(1).

GENERAL OBLIGATION BONDS

Activity in Fiscal Years 2022 and 2023 to date

General Obligation Bonds Payable, net at June 30, 2022	\$ 2,314,258,582
Principal Payment July 1, 2022	(356,325,000)
Additional Bonds Issued July 1, 2022 through October 31, 2022	—
Amortization of Premium	(12,019,000)
General Obligation Bonds Payable, net at October 31, 2022	\$ 1,945,914,582

Constitutional Bonding Limit (1.5% of the total taxable property fair market value)

Additional Constitutional Bonding Capacity ¹	\$ 8,174,115,700
	\$ 6,228,201,118

Statutory Bonding Limit (45% of the fiscal year 2023 Appropriations Limitation)

Bonds Subject to Limitation, net (\$1,580,729,000 of highway bonds are exempt)	\$ 2,188,426,100
Additional Statutory Bonding Capacity ²	(365,186,000)
	\$ 1,823,240,100

The State of Utah's Triple/Triple Bond Rating is the best possible

Fitch Ratings	AAA
Moody's Investors Service	Aaa
S&P Global Ratings	AAA

¹ Does not include unused vacation for employees of approximately \$125,899,000, which may reduce bonding capacity.

² The State has an additional \$318,717,000 in bonds authorized but not issued, which when sold will reduce bonding capacity.

STATUS OF SELECTED FUNDS

(as of June 30, 2022)

General Fund Budget Reserve Account

Beginning Balance	\$ 256,791,000
Appropriation from General Fund, net	35,747,000
Transfer from General Fund	37,747,000
Ending Balance	\$ 330,285,000

Education Budget Reserve Account

Beginning Balance	\$ 630,183,000
Appropriation from Education Fund, net	110,517,000
Transfer from Education Fund	5,067,000
Ending Balance	\$ 745,767,000

Disaster Recovery Restricted Account

Beginning Balance	\$ 64,486,000
Appropriations from the Account, net	—
Transfer from General Fund	25,479,000
Ending Balance	\$ 89,965,000

Medicaid Growth Stabilization Account

Beginning Balance	\$ 113,862,000
Transfer from General Fund	—
Ending Balance	\$ 113,862,000

Permanent School Trust Fund

Beginning Balance	\$ 3,016,861,000
Income from Land Use, net	144,683,000
Gain on Sale of Land	68,946,000
Change in Fair Value of Investments, net	(210,649,000)
Investment Earnings Transferred to Uniform School Fund	(95,850,000)
Ending Balance	\$ 2,923,991,000

Permanent State Trust Fund

Beginning Balance	\$ 314,574,000
Interest, Dividends, and Gains	3,230,000
Severance Tax Revenue per Utah Constitution	29,317,000
Change in Fair Value of Investments	(42,261,000)
Ending Balance	\$ 304,860,000

