



State of Utah

Financial Highlights



Fiscal Year Ended June 30, 2016

BUDGETED RESERVES AND SURPLUS

	<u>General Fund</u>	<u>Education Fund</u>	<u>Combined Total</u>
Fiscal Year 2016 Surplus/(Shortfall)	\$ 7,196,000	\$ (2,186,000)	\$ 5,010,000
Budgeted Reserves for Fiscal Year 2017	\$ 57,721,000	\$ 102,631,000	\$ 160,352,000
Net Reserves Available for Fiscal Year 2017	<u>\$ 64,917,000</u>	<u>\$ 100,445,000</u>	<u>\$ 165,362,000</u>

MAJOR STATE REVENUE SOURCES

(Does not include federal and restricted revenues unless indicated)

	<u>Fiscal 2016</u>	<u>Fiscal 2015</u>	<u>Percent Change</u>
General Fund			
Sales Tax	\$ 1,778,544,000	\$ 1,714,954,000	3.7 %
Cigarette, Tobacco, and Beer Taxes.....	\$ 118,327,000	\$ 115,916,000	2.1 %
Insurance Premium Tax.....	\$ 111,658,000	\$ 92,385,000	20.9 %
Liquor Profit.....	\$ 104,030,000	\$ 95,412,000	9.0 %
Mineral Lease (Federal).....	\$ 69,245,000	\$ 138,635,000	(50.1) %
Oil, Gas, and Mining Severance Taxes.....	\$ 27,736,000	\$ 86,032,000	(67.8) %
Licenses, Permits, and Fees.....	\$ 27,640,000	\$ 27,166,000	1.7 %
Education Fund			
Individual Income Tax.....	\$ 3,380,452,000	\$ 3,175,313,000	6.5 %
Corporate Franchise and Gross Receipts Taxes.....	\$ 338,658,000	\$ 378,181,000	(10.5) %
State Sales Tax Restricted			
Earmarks for Highways, Water Loans, Conservation, and Other Programs.....	\$ 543,076,000	\$ 495,219,000	9.7 %

MAJOR PROGRAMS EXPENDITURES

(Includes expenditures from federal and restricted revenue sources)

	<u>Fiscal 2016</u>	<u>Fiscal 2015</u>	<u>Percent Change</u>
Public Education	\$ 3,562,766,000	\$ 3,347,625,000	6.4 %
Health – Medical Assistance	\$ 2,424,840,000	\$ 2,323,322,000	4.4 %
Higher Education	\$ 1,726,324,000	\$ 1,635,682,000	5.5 %
Workforce Services	\$ 719,835,000	\$ 736,496,000	(2.3) %
Corrections – Adult	\$ 287,106,000	\$ 270,614,000	6.1 %
Human Services – People with Disabilities.....	\$ 270,878,000	\$ 243,775,000	11.1 %
Natural Resources	\$ 199,750,000	\$ 196,489,000	1.7 %
Public Safety – Department.....	\$ 180,306,000	\$ 165,618,000	8.9 %
Human Services – Child and Family Services.....	\$ 168,487,000	\$ 165,341,000	1.9 %

HIGHWAY CONSTRUCTION AND OPERATIONS

	<u>Fiscal 2016</u>	<u>Fiscal 2015</u>	<u>Percent Change</u>
Major Transportation Funding Sources <i>(excludes bond proceeds)</i>			
Sales Tax Earmarks for Highways (portion from above).....	\$ 508,574,000	\$ 462,901,000	9.9 %
Motor and Special Fuel Taxes.....	\$ 420,763,000	\$ 361,815,000	16.3 %
Federal Funds	\$ 307,016,000	\$ 315,371,000	(2.6) %
Vehicle Registration and Permits ⁽¹⁾	\$ 166,237,000	\$ 161,766,000	2.8 %
Major Transportation Expenditures			
Highway Construction ⁽²⁾	\$ 671,962,000	\$ 657,021,000	2.3 %
Highway Operations and Maintenance.....	\$ 160,275,000	\$ 156,535,000	2.4 %
Local B&C Roads.....	\$ 148,483,000	\$ 130,949,000	13.4 %

(1) Includes vehicle registration fees of \$80,394,000 and \$77,061,000 from the Transportation Investment Fund in fiscal years 2016 and 2015.

(2) Includes expenditures of \$341,737,000 and \$319,904,000 from the Transportation Investment Fund in fiscal years 2016 and 2015.

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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.

	<u>Fiscal 2017 ⁽¹⁾</u>	<u>Fiscal 2016</u>
Appropriations Limitation	\$ 3,594,529,000	\$ 3,468,856,000
Actual Appropriations ⁽²⁾	\$ 3,003,641,000	\$ 2,958,100,000
Under the Limit.....	\$ 590,888,000	\$ 510,756,000

(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 2016 and 2017 to date

General Obligation Bonds Payable at June 30, 2016 (Net).....	\$ 2,585,224,000
Principal Payment July 1, 2016.....	(324,910,000)
Amortization of Premium.....	(8,294,000)
General Obligation Bonds Payable at October 31, 2016 (Net)	\$ 2,252,020,000
Constitutional Bonding Limit (1.5% of the total taxable property fair market value).....	4,850,506,000
Additional Constitutional Bonding Capacity ⁽¹⁾	\$ 2,598,486,000
Statutory Bonding Limit (45% of the fiscal year 2017 Appropriations Limitation).....	\$ 1,617,538,000
Bonds Subject to Limitation (Net) (\$2,195,646,000 net highway bonds are exempt)	(56,375,000)
Additional Statutory Bonding Capacity ⁽¹⁾	\$ 1,561,163,000

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

Fitch Ratings	AAA
Moody's Investors Service.....	Aaa
Standard & Poor's Ratings Services.....	AAA

(1) The State has an additional \$538,352,000 in bonds authorized but not issued, which when sold will reduce bonding capacity.

STATUS OF SELECTED FUNDS

(as of June 30, 2016)

General Fund Budget Reserve Account

Beginning Balance	\$ 141,171,000
Transfer from General Fund.....	2,443,000
Ending Balance	\$ 143,614,000

Education Budget Reserve Account

Beginning Balance	\$ 349,465,000
Transfer from Education Fund	0
Ending Balance	\$ 349,465,000

Disaster Recovery Restricted Account

Beginning Balance	\$ 20,491,000
Transfer from General Fund.....	0
Ending Balance	\$ 20,491,000

Medicaid Growth Stabilization Account

Beginning Balance	\$ 17,148,000
Transfer from General Fund.....	8,761,000
Ending Balance	\$ 25,909,000

Permanent School Trust Fund

Beginning Balance	\$ 2,137,629,000
Income from Land Use	34,218,000
Gain on Sale of Land.....	21,466,000
Change in Fair Value of Investments	(33,092,000)
Ending Balance.....	\$ 2,160,221,000
Investment Income Paid to Uniform School Fund.....	\$ 49,935,000

Permanent State Trust Fund

Beginning Balance	\$ 169,067,000
Interest and Dividends	1,529,000
Transfer from Tobacco Settlement Restricted Account.....	665,000
Change in Fair Value of Investments	108,000
Ending Balance	\$ 171,369,000

