

MONTHLY STATE REVENUE SNAPSHOT

4 | 2020

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

General Fund	Projected Growth		Projected Range in Collections Through 9 Months	Actual Collections	Condition	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20
	Rate - March Estimates (Annual)	Actual Growth Rate										
Sales & Use Tax	6.6%	7.0%	\$1,699,000,000 - \$1,718,000,000	\$1,711,431,157	On target	4.3%	4.2%	5.7%	6.7%	7.0%	7.0%	7.0%
All Other Sources	4.4%	6.5%	\$326,000,000 - \$399,000,000	\$386,090,460	On target	5.5%	3.4%	0.2%	4.9%	5.9%	7.3%	6.5%
Subtotal General Fund	6.2%	6.9%		\$2,097,521,617		4.5%	4.1%	4.6%	6.3%	6.8%	7.0%	6.9%
Sales & Use Tax Set-Asides	16.8%	25.9%	\$504,000,000 - \$523,000,000	\$612,797,826	See Note 1	18.5%	22.0%	21.2%	22.1%	24.8%	25.4%	25.9%
Education Fund/USF												
Individual Income Tax	7.3%	7.3%	\$2,501,000,000 - \$2,894,000,000	\$2,829,001,677	On target	8.1%	11.3%	10.9%	10.0%	10.5%	8.9%	7.3%
Corporate Tax	-8.4%	-10.2%	\$239,000,000 - \$298,000,000	\$263,240,968	On target	-29.5%	-28.6%	-34.9%	-18.5%	-12.6%	-14.1%	-10.2%
All Other Sources	-6.4%	-16.8%	\$18,000,000 - \$27,000,000	\$18,914,506	On target	-15.7%	-9.5%	-4.0%	-10.3%	-7.9%	-12.2%	-16.8%
Subtotal Education Fund	5.5%	5.4%		\$3,111,157,151		2.9%	6.6%	6.2%	6.5%	8.1%	6.5%	5.4%
Transportation Fund												
Motor Fuel Tax	4.4%	1.5%	\$264,000,000 - \$284,000,000	\$272,999,457	On target	-2.0%	2.2%	-0.8%	-0.4%	1.7%	1.8%	1.5%
Special Fuel Tax	5.1%	7.6%	\$104,000,000 - \$115,000,000	\$114,393,043	On target	10.5%	15.1%	8.6%	6.0%	7.2%	6.3%	7.6%
Other	6.4%	2.7%	\$72,000,000 - \$80,000,000	\$75,835,000	On target	15.4%	0.9%	0.1%	1.0%	1.7%	7.8%	2.7%
Subtotal Transportation Fund	4.9%	3.2%		\$463,227,500		3.6%	5.1%	1.6%	1.4%	3.1%	3.8%	3.2%
Total, GF/EF/USF/TF	5.7%	5.8%		\$5,671,906,268		3.6%	5.5%	5.2%	6.0%	7.2%	6.5%	5.8%

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

SUMMARY

General and Education Fund revenue collections totaled \$5.2 billion through the first nine months of FY 2020, representing a year-over-year (YoY) growth rate of 6.0%. The 6.0% growth rate is above the February consensus revenue target of 5.7%. However, in the past two months, YoY growth has declined from 7.6% to 6.0%. Of note, this month's report is the last report reflecting collections prior to implementation of various coronavirus-related public health measures. Early impacts to revenue from the coronavirus would likely begin to show up in late April/early May revenue collections. Prior to filings due at that time, economy-watchers may want to follow the near real-time unemployment insurance claims for further evidence of the national or Utah economy slowing (or accelerating).

GENERAL FUND

Through the first nine months of FY 2020 revenue to the General Fund reached \$2.1 billion—a growth rate of 6.9%. That exceeds the consensus target of 6.2%. Sales tax revenue grew at 7.0%, unchanged over the past three months. However, due to reporting and remitting lags, this month's report does not reflect sales tax collections after public health orders were enacted in many parts of the state. Any effects from coronavirus contagion on sales tax revenue will begin to show up in next month's revenue update.

EDUCATION FUND

Education Fund collections through the first nine months of FY 2020 reached \$3.1 billion, representing a YoY increase of 5.4%. The 5.4% growth rate was largely the result of individual income tax growth of 7.3% being offset by weak, but on-target, corporate tax payments. As with sales tax, any effects from the coronavirus will begin to show up in late April/early May. Additionally, the effects of the delayed income tax filing deadline are beginning to show up.

TRANSPORTATION FUND

Transportation Fund collections reached \$463 million through the first nine months of FY 2020, up 3.2% over the prior year. This is lower than the 4.9% annual target. The effects of the coronavirus will show up in May and June revenue snapshots.

