

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 6.5%. 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 slightly above the current target of 3.3%.

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

