

MONTHLY STATE REVENUE SNAPSHOT

DEC 2021

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

General Fund	Projected Growth Rate - December Estimates (Annual)	Actual Growth Rate	Projected Range in Collections Through 5 Months	Actual Collections	Condition	Forecast	May-21	Jun-21	Sept-21	Oct-21	Nov-21
	Sales & Use Tax	9.2%	20.2%	\$1,045,000,000 - \$1,277,000,000	\$1,278,073,230	Above target range	\$2,865,726,482	16.5%	15.9%	22.2%	20.1%
All Other Sources	2.7%	10.2%	\$205,000,000 - \$251,000,000	\$244,797,958	On target	\$560,795,815	-7.4%	-3.0%	8.6%	9.6%	10.2%
Subtotal General Fund	8.0%	18.4%		\$1,522,871,188			11.7%	12.1%	19.9%	18.2%	18.4%
Sales & Use Tax Set-Asides	8.1%	20.0%	\$345,000,000 - \$421,000,000	\$425,212,048	Above target range	\$1,004,353,316	10.5%	14.0%	22.0%	24.3%	20.0%
Education Fund/Uniform School Fund											
Individual Income Tax	-8.7%	-18.6%	\$2,054,000,000 - \$2,511,000,000	\$2,036,337,842	Below target range	\$5,576,512,627	58.7%	53.3%	-33.2%	-25.7%	-18.6%
Corporate Tax	-13.0%	35.7%	\$127,000,000 - \$155,000,000	\$219,600,555	Above target range	\$646,433,333	94.4%	108.7%	24.4%	37.2%	35.7%
All Other Sources	1.9%	245.0%	\$5,000,000 - \$6,000,000	\$17,816,410	Above target range	\$50,430,816	-51.2%	-55.7%	29.9%	92.8%	245.0%
Subtotal Education Fund	-9.0%	-14.8%		\$2,273,754,807			60.6%	56.0%	-28.5%	-20.9%	-14.8%
Subtotal GF/EF	-3.6%	-4.0%		\$3,796,625,995			43.4%	45.0%	-15.0%	-8.4%	-4.0%
Transportation Fund											
Motor Fuel Tax	4.6%	4.2%	\$154,000,000 - \$188,000,000	\$170,535,915	On target	\$397,150,966	5.0%	8.1%	6.2%	0.6%	4.2%
Special Fuel Tax	-1.4%	-4.0%	\$62,000,000 - \$76,000,000	\$67,266,680	On target	\$169,521,167	7.3%	12.1%	-13.3%	-10.1%	-4.0%
Other	5.3%	7.2%	\$36,000,000 - \$45,000,000	\$41,278,598	On target	\$120,561,000	9.4%	4.5%	11.1%	12.7%	7.2%
Subtotal Transportation Fund	3.2%	2.5%		\$279,081,193			6.3%	8.5%	1.9%	-0.4%	2.5%
Total, GF/EF/USF/TF	-3.2%	-3.6%		\$4,075,707,188			40.4%	42.0%	-14.0%	-7.9%	-3.6%

SUMMARY

In the first five months of FY 2022, revenue to the General and Education Funds totaled nearly \$3.8 billion, which represents a year-over-year (YoY) decrease of -4.0%, compared to a target rate of -3.6%. These collections are moderating significantly as the fiscal year wears on, as the 2020 income tax filing deadline shift become less consequential. When adjusting for the filing shift, the target GF/EF growth rate is 4.6%, compared to an actual shift-adjusted growth rate of 20.8%.

This snapshot updates the projected growth rates and forecast figures to reflect the consensus revenue estimates adopted by the Executive Appropriations Committee during its December meeting.

GENERAL FUND

General Fund collections totaled over \$1.5 billion in the first five months of FY 2022, representing a YoY growth rate of 18.4%, far above the target growth rate of 8.0%. Although the growth rate moderated in last month's snapshot, this month represents a slight uptick in growth. This could be due to consumers tackling their holiday shopping early as supply chain issues continue to delay some order fulfillments. Additionally, severance tax collections continue to far exceed estimates, due to the strength of commodity prices and the resulting increase in natural resources activity in the state.

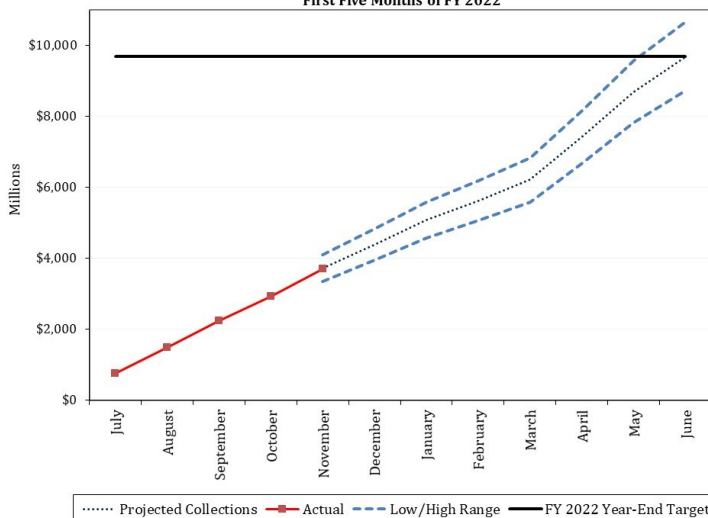
EDUCATION FUND

Education Fund collections reached nearly \$2.3 billion in the first five months of FY 2022, representing a YoY decrease of -14.8%, compared to the target rate of -9.0%. However, the reference period for the YoY comparison is FY 2021, which had abnormally high income tax collections in July of 2020 due to the filing shift from April to July. Although individual income tax actual collections are below target range, the shift-adjusted growth rate is a very robust 15.3%. The non-shift-adjusted rate is moderating and will continue to do so as the fiscal year progresses. Additionally, as expected, the astronomical growth in corporate tax collections resulting from federal stimulus and strategic timing of payments by corporations appears to be moderating slightly.

TRANSPORTATION FUND

Transportation Fund collections totaled nearly \$280 million in the first five months of FY 2022, a rate of 2.5% YoY. Motor fuel collections accelerated in the last month, at 4.2% YoY compared to last month's 0.6% growth. This could reflect increased mobility as more people traveled during the holidays compared to the 2020 holiday season.

Actual and Projected GF/EF Revenue, July through November, FY 2022
First Five Months of FY 2022



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