

MONTHLY STATE REVENUE SNAPSHOT

2021

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

General Fund	Projected Growth	Actual Growth Rate	Projected Range in Collections Through 12 Months	Actual Collections	Condition	Feb-21	Mar-21	Apr-21	May-21	Jun-21
	Rate - May Estimates (Annual) (see Note 1)									
Sales & Use Tax	9.6%	16.5%	\$2,381,000,000 - \$2,506,000,000	\$2,653,424,839	Above target range	10.3%	11.7%	14.4%	16.5%	16.5%
All Other Sources	-5.7%	-7.1%	\$405,000,000 - \$659,000,000	\$507,260,010	On target	-8.6%	-4.6%	-10.7%	-7.4%	-7.1%
Subtotal General Fund	6.5%	11.9%		\$3,160,684,849		7.1%	8.7%	9.5%	11.7%	11.9%
Sales & Use Tax Set-Asides	6.5%	12.5%	\$825,000,000 - \$849,000,000	\$898,936,622	Above target range	7.4%	6.6%	8.7%	10.5%	12.5%
Education Fund/Uniform School Fund										
Individual Income Tax	44.3%	53.3%	\$4,992,000,000 - \$5,991,000,000	\$6,122,845,381	Above target range	41.5%	38.9%	41.1%	58.7%	53.3%
Corporate Tax	26.0%	108.1%	\$404,000,000 - \$589,000,000	\$744,139,115	Above target range	52.1%	45.3%	89.5%	94.4%	108.1%
All Other Sources	-23.5%	-37.1%	\$5,000,000 - \$54,000,000	\$28,397,059	On target	-60.1%	-55.2%	-36.6%	-51.2%	-37.1%
Subtotal Education Fund	41.6%	56.8%		\$6,895,381,555		41.4%	38.6%	44.6%	60.6%	56.8%
Subtotal GF/EF	27.9%	41.3%		\$10,056,066,404		28.8%	27.8%	32.4%	43.4%	41.3%
Transportation Fund										
Motor Fuel Tax	4.6%	7.2%	\$347,000,000 - \$375,000,000	\$373,873,010	On target	1.0%	0.1%	1.5%	5.0%	7.2%
Special Fuel Tax	6.7%	8.9%	\$136,000,000 - \$159,000,000	\$163,550,139	Above target range	7.0%	6.4%	6.5%	7.3%	8.9%
Other	5.8%	10.0%	\$98,000,000 - \$109,000,000	\$110,611,387	Above target range	6.8%	8.9%	8.2%	9.4%	10.0%
Subtotal Transportation Fund	5.3%	8.1%		\$648,034,536		3.4%	3.0%	3.8%	6.3%	8.1%
Total, GF/EF/USF/TF	26.1%	38.7%		\$10,704,100,940		26.7%	25.7%	30.1%	40.4%	38.7%

Note 1: This column is the May 2021 consensus, which assumes a \$770 million shift in income tax payments from FY 2020 to FY 2021.

SUMMARY

Preliminary total FY 2021 revenue to the General and Education Funds totaled over \$10.0 billion, above the target of \$9.3 billion. This represents a year-over-year (YoY) increase of 41.3%, compared to a target growth rate of 27.9%. While FY 2021 collections appear to be well above target, many adjustments are made between now and the final accounting in the coming months, including diversions to rainy day funds and other contingent appropriations. Thus, a possible surplus will not be known until later in the calendar year. Strong collections represent a recovering economy, but should also be viewed in the context of the historical federal stimulus dollars that flowed into the state throughout the fiscal year, which likely had a significant effect in propping up collections of both sales and income taxes.

EDUCATION FUND

Education Fund collections reached nearly \$6.9 billion in FY 2021, representing a YoY increase of 56.8%, compared to the target growth rate of 41.6%. Individual income tax growth outperformed expectations by nearly 10 percentage points, but the real standout was corporate income tax, growing at over 108.0% compared to its projected growth of 26.0%. Both categories of collections were likely influenced by federal stimulus, including business loans and individual stimulus checks. Interpretation of these figures requires caution, however, as the 2020 income tax filing deadline was delayed to July. Thus, YoY comparisons do not include all collections for the prior tax year, and so appear artificially high. Year-end adjustments may alter the final amounts in the coming months.

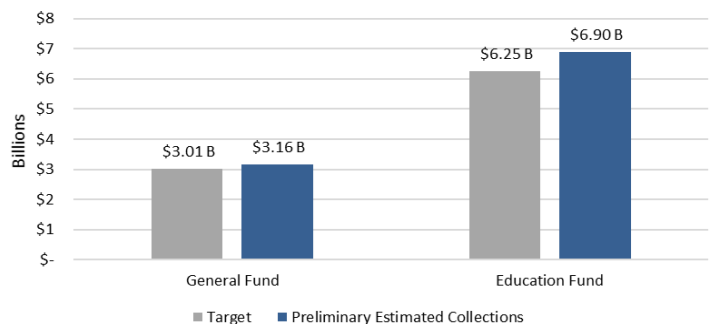
GENERAL FUND

General Fund collections totaled over \$3.1 billion in FY 2021, representing a YoY growth rate of 11.9%. This nearly doubles the target growth rate of 6.5%. Sales tax is largely behind the General Fund performance, up 16.5% compared to the anticipated growth rate of 9.6%. Sales tax outperformed expectations throughout the fiscal year, likely due to federal stimulus dollars and, in more recent months, pent-up demand as the pandemic waned and the economy reopened. Year-end adjustments may alter the final amounts in the coming months.

TRANSPORTATION FUND

Transportation Fund collections reached over \$648 million in FY 2021, a rate of 8.1% YoY. This is above the consensus target of 5.3%. Collections were closer to target until recent weeks, when they accelerated. This may be due to increased consumer confidence, travel and tourism, and returns to traditional workplaces, resulting in longer commutes. Cautious interpretation of the growth rate is warranted, as the YoY comparison looks back to May 2020 fuel consumption, which was depressed due to the pandemic.

GF/EF Collections Compared to FY21 Target



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