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

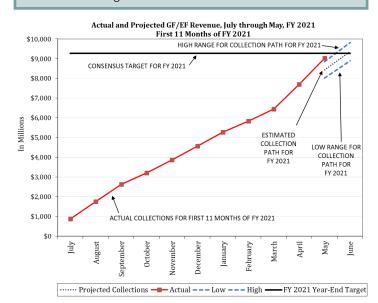
	Projected Growth									
	Rate - May Estimates	Actual								
	(Annual)	Growth	Projected Range in Collections	Actual						
General Fund	(see Note 1)	Rate	Through 11 Months	Collections	Condition	Jan-21	Feb-21	Mar-21	Apr-21	May-21
Sales & Use Tax	9.6%	16.5%	\$2,169,000,000 - \$2,283,000,000	\$2,417,035,816	Above target range	10.0%	10.3%	11.7%	14.4%	16.5%
All Other Sources	-6.5%	-7.4%	\$386,000,000 - \$628,000,000	\$481,694,207	On target	-7.0%	-8.1%	-4.4%	-10.4%	-7.4%
Subtotal General Fund	6.5%	11.7%		\$2,898,730,023		7.1%	7.1%	8.7%	9.5%	11.7%
Sales & Use Tax Set-Asides	6.5%	10.5%	\$763,000,000 - \$786,000,000	\$816,613,655	Above target range	7.0%	7.4%	6.6%	8.7%	10.5%
Education Fund/USF										
Individual Income Tax	44.3%	58.7%	\$4,467,000,000 - \$5,361,000,000	\$5,670,886,496	Above target range	36.0%	41.5%	38.9%	41.1%	58.7%
Corporate Tax	26.0%	94.4%	\$364,000,000 - \$530,000,000	\$625,097,531	Above target range	50.9%	52.1%	45.3%	89.5%	94.4%
All Other Sources	-15.0%	-51.2%	\$4,000,000 - \$43,000,000	\$17,529,267	On target	-59.7%	-60.1%	-55.2%	-36.6%	-51.2%
Subtotal Education Fund	41.6%	60.6%		\$6,313,513,294		36.3%	41.4%	38.6%	44.6%	60.6%
Subtotal GF/EF	27.9%	41.1%		\$9,212,243,317		24.8%	27.5%	26.6%	30.5%	41.1%
Transportation Fund										
Motor Fuel Tax	4.6%	5.0%	\$319,000,000 - \$345,000,000	\$336,633,176	On target	1.7%	1.0%	0.1%	1.5%	5.0%
Special Fuel Tax	6.7%	7.3%	\$124,000,000 - \$145,000,000	\$146,939,754	Above target range	7.0%	7.0%	6.4%	6.5%	7.3%
Other	5.8%	9.4%	\$89,000,000 - \$99,000,000	\$99,890,290	Above target range	7.4%	6.8%	8.9%	8.2%	9.4%
Subtotal Transportation Fund	5.3%	6.3%		\$583,463,220		3.9%	3.4%	3.0%	3.8%	6.3%
Total, GF/EF/USF/TF	26.1%	38.4%		\$9,795,706,537		23.2%	25.6%	24.7%	28.4%	38.4%

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

FY 2021 revenue to the General and Education Funds totaled over \$9.2 billion through the first 11 months, a year-over-year (YoY) increase of 41.1%. This represents a sharp increase from the previous months' growth rates between 24.8% and 30.5%. The consensus target for the whole fiscal year is 27.9%. As only one month remains in the fiscal year, current GF/EF revenue collections appear above target range, at least partially buoyed by the significant influx in federal stimulus dollars that aided in both sales tax and income tax collections, but may also contribute to inflationary pressure, posing implications for real vs. nominal revenue growth.

Projected Growth



GENERAL FUND

General Fund collections totaled nearly \$3.0 billion through the first 11 months of FY 2021, representing a YoY growth rate of 11.7%. The current consensus growth rate is 6.5%. Sales tax is largely behind the General Fund performance, up 16.5% compared to the anticipated growth rate of 9.6%. As it has all year, the sales tax growth rate continues to outperform expectations. This is likely due to a combination of federal stimulus dollars, greater consumer confidence and engagement in the economy.

EDUCATION FUND

Education Fund collections reached \$6.3 billion through the first 11 months of FY 2021, representing a YoY increase of 60.6%. Growth rates for the past few months were significantly below this month's rate; the sharp increase is due to the income tax filing deadline in mid-May and the accompanying surge in collections, as well as the well-above-target growth in corporate tax collections, at 94.4%. The 60.6% growth rate also appears high, considering the 2020 tax filing deadline was delayed to July, so the base for the YoY comparison is lower than normal.

Transportation Fund

Transportation Fund collections reached \$583 million through the first 11 months of FY 2021, a rate of 6.3% over the prior year. This is above the consensus target of 5.3%. Similar to the Education Fund, there is a base effect at play in the Transportation Fund, as the YoY comparison is based on April 2020 consumer behavior, during which gasoline consumption, and thus fuel tax collections, plummeted as a result of the pandemic.

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