

MONTHLY STATE REVENUE SNAPSHOT MAY 2024

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

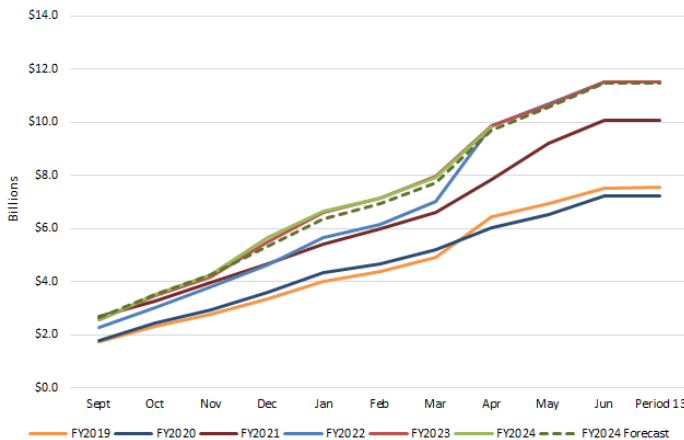
General Fund	Projected Growth		Projected Range in Collections Through 10 Months	FY 2024 Actual Collections	FY 2024 Year-End Forecast	Jan-24	Feb-24	Mar-24	Apr-24
	Rate - February Estimates (Annual)	YoY Growth Rate							
Sales & Use Tax	2.0%	1.5%	\$2,497,000,000 - \$3,052,000,000	\$2,843,224,364	\$3,328,957,000	0.7%	1.1%	1.2%	1.5%
All Other Sources*	6.1%	12.9%	\$664,000,000 - \$811,000,000	\$747,819,690	\$885,070,333	17.8%	17.4%	13.2%	12.9%
Subtotal General Fund	2.9%	3.7%		\$3,591,044,054	\$4,216,316,000	3.5%	3.8%	3.5%	3.7%
Sales & Use Tax Set-Asides	1.8%	4.3%	\$912,000,000 - \$1,115,000,000	\$894,543,191	\$1,216,311,626	4.3%	2.7%	3.1%	4.3%
Income Tax Fund/Uniform School Fund									
Individual Income Tax	-2.6%	-3.9%	\$4,698,000,000 - \$5,742,000,000	\$5,412,321,420	\$6,264,321,333	-3.3%	-2.9%	-3.7%	-3.9%
Withholding		2.3%		\$4,331,360,866		2.0%	2.3%	1.9%	2.3%
Final Payments (plus SALT Passthrough)		-22.7%		\$1,080,960,554		-21.7%	-27.1%	-33.6%	-22.7%
Corporate Tax	0.0%	5.3%	\$652,000,000 - \$797,000,000	\$740,640,608	\$869,986,667	11.8%	6.1%	0.9%	5.3%
All Other Sources	3.9%	6.9%	\$102,000,000 - \$125,000,000	\$80,354,927	\$136,540,000	12.1%	11.4%	7.2%	6.9%
Subtotal Income Tax Fund	-2.2%	-2.8%		\$6,233,316,954	\$7,267,448,000	-1.8%	-2.0%	-3.2%	-2.8%
Subtotal GF/ITF/USF	-0.4%	-0.5%		\$9,824,361,009	\$11,483,764,000	0.1%	0.3%	-0.6%	-0.5%
Transportation Fund									
Motor Fuel Tax	6.6%	9.4%	\$338,000,000 - \$413,000,000	\$362,174,485	\$450,819,000	10.0%	10.4%	10.3%	9.4%
Special Fuel Tax	4.4%	6.2%	\$142,000,000 - \$174,000,000	\$153,553,544	\$189,953,333	7.3%	9.7%	8.0%	6.2%
Other	14.1%	20.1%	\$127,000,000 - \$155,000,000	\$126,434,584	\$169,405,667	16.3%	21.7%	18.7%	20.1%
Subtotal Transportation Fund	7.5%	10.5%		\$642,162,613	\$810,178,000	10.4%	12.2%	11.2%	10.5%
Total GF/ITF/USF/TF	0.1%	0.1%		\$10,466,523,622	\$12,293,942,000	0.7%	1.0%	0.1%	0.1%

SUMMARY

In the first ten months of FY 2024, revenue to the General and Income Tax Funds was over \$9.82 billion, a year-over-year growth rate of -0.5%. This is behind the -0.4% growth projected in year-end revenue forecasts. Also considering the Transportation Fund brings the overall growth rate to 0.1% which is consistent with the overall forecast.

In the General Fund, sales tax grew more quickly year over year versus last month. This is the result of current year collections beginning to be compared to the latter half of the 2023 fiscal year when corresponding FY23 growth was relatively slower. The higher growth does not necessarily imply higher than expected economic activity. In the Income Tax Fund, final payments grew relatively to last month as payments are made and the tax season comes to a close, but retains a negative growth rate YoY. Going forward, state forecasters expect little change in this source through the end of the fiscal year. There do remain some quarterly filing deadlines such as the June corporate payments, but these are not expected to affect the end of year collections values in a major way.

GF/ITF Collections



GENERAL FUND

General Fund collections totaled about \$3.59 billion in the first ten months of FY 2024, growing 3.7% YoY and outperforming the 2.8% target by 0.9 percentage points. Sales and use tax collections grew at 1.5% YoY, underperforming the 2.0% target. As expected from last month, Sales Tax has somewhat accelerated in YoY terms due to comparison to relatively slower growth rates in the base period. Investment income continues to grow by double digits due to higher interest rates (55.6% this month). Though, it continues to slow from its peak early in the year as it has done in each month.

INCOME TAX FUND

Income Tax Fund collections were over \$6.23 billion in the first ten months of FY 2024, a YoY change of -2.8%, behind the target rate by 0.6 percentage points. Individual income tax collections totaled about \$5.41 billion. Withholding accelerated from last month with the YoY rate increasing by 0.4 points. Final payments came in this month at -22.7%. At this point in the year, final payments should settle relatively near its year end value because the majority of final payments should have been submitted. The main source of uncertainty at this point is the June quarterly corporate income tax payments, but state forecasters do not but state forecasters do not anticipate these causing major shifts in the overall collections.

TRANSPORTATION FUND

Transportation Fund collections amounted to just under \$642.2 million in the first ten months of FY 2024, for a YoY growth rate of 10.5%, which remains above the consensus target of 7.5%. Both motor fuel and special fuel collections have grown slower than last month with the YoY growth of the former decreasing by 0.9 points and the latter by 1.8. This was expected due to the smaller fuel tax rate differential between the base period and current collections relative to the first half of the fiscal year.

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*A \$22.6 million transfer from the Industrial Assistance Fund, among other adjustments, have been removed from the 'all other sources' line in the table to reflect actual revenue collections, instead of all funds entering state accounts. See Table 7 of the 2023 BOTSU for more detail.