

MONTHLY STATE REVENUE SNAPSHOT Nov 2024

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

General Fund	Projected Growth	YoY	Projected Range in Collections Through 4 Months	FY 2025 Actual Collections	FY 2025 Year-End Forecast	May-24	Jun-24	Sep-24	Oct-24
	Rate - February Estimates (Annual)	Growth Rate							
Sales & Use Tax	1.5%	1.3%	\$1,014,000,000 - \$1,240,000,000	\$1,204,670,363	\$3,380,526,000	2.0%	1.2%	2.1%	1.3%
All Other Sources*	-6.7%	-2.8%	\$248,000,000 - \$303,000,000	\$281,925,781	\$827,542,067	9.8%	8.8%	7.2%	-2.8%
Subtotal General Fund	-0.2%	0.5%		\$1,486,596,144	\$4,208,068,067	3.6%	2.7%	3.0%	0.5%
Sales & Use Tax Set-Asides	2.5%	0.8%	\$365,000,000 - \$446,000,000	\$384,955,645	\$1,216,511,211	3.0%	4.3%	-0.6%	0.8%
Income Tax Fund/Uniform School Fund									
Individual Income Tax	2.9%	0.0%	\$1,935,000,000 - \$2,365,000,000	\$1,799,186,023	\$6,450,318,333	-4.1%	-3.0%	3.0%	0.0%
Withholding		1.8%		\$1,729,153,785		2.1%	3.1%	4.7%	1.8%
Final Payments (plus SALT Passthrough)		-30.5%		\$70,032,238		-24.3%	-24.2%	-16.9%	-30.5%
Corporate Tax	-4.1%	-15.3%	\$248,000,000 - \$303,000,000	\$168,416,103	\$827,647,667	4.4%	1.4%	-1.6%	-15.3%
All Other Sources	-1.4%	-6.5%	\$40,000,000 - \$49,000,000	\$27,876,469	\$134,584,333	2.6%	-19.6%	5.7%	-6.5%
Subtotal Income Tax Fund	2.0%	-1.6%		\$1,995,478,595	\$7,412,550,333	-3.2%	-2.8%	2.5%	-1.6%
Subtotal GF/ITF/USF	1.2%	-0.7%		\$3,482,074,739	\$11,620,618,400	-0.8%	-0.8%	2.7%	-0.7%
Transportation Fund									
Motor Fuel Tax	5.1%	10.3%	\$142,000,000 - \$174,000,000	\$163,694,394	\$473,819,000	8.6%	7.6%	11.5%	10.3%
Special Fuel Tax	5.5%	-4.2%	\$60,000,000 - \$73,000,000	\$62,502,765	\$200,445,000	6.0%	9.8%	-6.8%	-4.2%
Other	14.9%	23.8%	\$58,000,000 - \$71,000,000	\$54,940,857	\$194,600,000	19.3%	18.7%	23.7%	23.8%
Subtotal Transportation Fund	7.2%	9.0%		\$281,138,016	\$868,864,000	9.9%	10.1%	9.1%	9.0%
Total, GF/ITF/USF/TF	1.6%	-0.1%		\$3,763,212,755	\$12,489,482,400	-0.1%	-0.2%	3.2%	-0.1%

SUMMARY

In the first four months of FY 2025, revenue to the General and Income Tax Funds was over \$3.4 billion. This is a year-over-year (YoY) decline of 0.7% relative to this time last year. Further, state forecasters projected in February a growth rate of 1.2%. Current collections are 1.9 percentage points below this forecast. While not fully determinative at this point in the year, it is an observation of some concern that collections are tracking below expectations.

In the General Fund, collections grew by 0.5% while the Income Tax Fund declined by 1.6%. Overall, major sources of state revenue including sale and use tax, individual income tax, and corporate tax are growing slower than expected or declining relative to last year. Over the coming months, state economists will need to closely monitor the revenue effects of recent trends and policy changes including interest rate cuts and a softening labor market.

GENERAL FUND

General Fund collections totaled approximately \$1.49 billion in the first four months of FY 2025, growing 0.5% YoY. This is 0.7 percentage points ahead of the target of -0.2% growth. However, sales and use tax collections— the largest part of General Fund revenue— underperformed the 1.5% forecast, growing at 1.3%. The overall fund growth has been supported by the smaller sources of revenue which have outperformed their respective forecast to varying degrees. However, given the volatility of these smaller sources, this growth may not persist in the coming months.

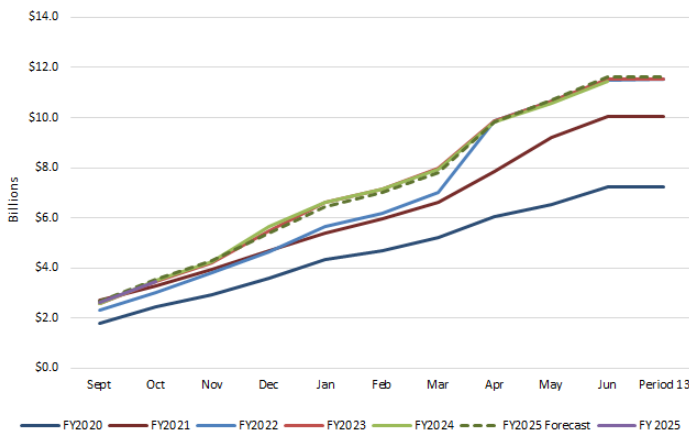
INCOME TAX FUND

Income Tax Fund collections amounted to just under \$2.0 billion in the first four months of FY 2025, for a YoY decline of 1.6%. This is 3.6 percentage points below the target rate. Further, individual income tax collections were flat relative to this point last year at \$1.8 billion. Corporate tax collections saw the largest YoY decline within this source shrinking by 15.3%. This is well below the forecasted 4.1% decline state economists projected in February. It should be noted that this line of collections is volatile. That uncertainty is a reason to watch this item closely in the coming months in the event that it continues to track below trend.

TRANSPORTATION FUND

Transportation Fund Collections totaled \$281 million in the first four months of FY 2025. That amounts to a 9.0% YoY growth rate, outpacing the consensus forecasted growth by 1.8 percentage points. Motor Fuel— which makes up the majority of collections— grew at a YoY rate of 10.3% while Special Fuel grew at -4.2%. The remaining category 'other' continues its growth trajectory from the past month, outperforming the consensus growth rate by nearly 9 percentage points.

GF/ITF Collections



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