



# State of Utah Financial Highlights

Fiscal Year Ended June 30, 2020



December 2020

## BUDGETED RESERVES AND SURPLUS

	General Fund	Education Fund	Combined Total
Fiscal Year 2020 Surplus/(Shortfall)	\$ 14,456,000	\$ 59,369,000	\$ 73,825,000
Budgeted Reserves for Fiscal Year 2021	210,614,000	19,173,000	229,787,000
Net Reserves Available for Fiscal Year 2021	<u>\$ 225,070,000</u>	<u>\$ 78,542,000</u>	<u>\$ 303,612,000</u>

## MAJOR STATE REVENUE SOURCES

(Does not include federal and restricted revenues unless indicated)

	Fiscal 2020	Fiscal 2019	Percent Change
<b>General Fund</b>			
Sales Tax	\$ 2,265,293,000	\$ 2,116,255,000	7.0%
Insurance Premium Tax	\$ 142,170,000	\$ 136,637,000	4.0%
Liquor Profit	\$ 121,747,000	\$ 118,137,000	3.1%
Cigarette, Tobacco, and Beer Taxes	\$ 108,485,000	\$ 106,038,000	2.3%
Mineral Lease (Federal)	\$ 58,606,000	\$ 77,607,000	-24.5%
Oil, Gas, and Mining Severance Taxes	\$ 30,292,000	\$ 24,520,000	23.5%
Licenses, Permits, and Fees	\$ 25,704,000	\$ 25,686,000	0.1%
<b>Education Fund</b>			
Individual Income Tax	\$ 4,002,323,000	\$ 4,338,732,000	-7.8%
Corporate Franchise and Gross Receipts Taxes	\$ 361,196,000	\$ 527,070,000	-31.5%
<b>State Sales Tax Restricted</b>			
Earmarks for Highways, Water Loans, Conservation, and Other Programs	\$ 814,465,000	\$ 690,608,000	17.9%

## SELECTED MAJOR PROGRAMS EXPENDITURES

(Includes expenditures from federal and restricted revenue sources)

	Fiscal 2020	Fiscal 2019	Percent Change
Public Education	\$ 4,421,998,000	\$ 4,078,783,000	8.4%
Health – Medicaid Services	\$ 3,310,303,000	\$ 2,862,778,000	15.6%
Higher Education	\$ 2,107,597,000	\$ 2,030,904,000	3.8%
Workforce Services	\$ 884,861,000	\$ 769,815,000	14.9%
Human Services – People with Disabilities	\$ 404,715,000	\$ 364,839,000	10.9%
Corrections – Adult	\$ 332,800,000	\$ 325,004,000	2.4%
Natural Resources	\$ 270,689,000	\$ 263,504,000	2.7%
Public Safety – Department	\$ 216,760,000	\$ 190,086,000	14.0%
Human Services – Substance Abuse and Mental Health	\$ 201,225,000	\$ 192,892,000	4.3%
Human Services – Child and Family Services	\$ 179,744,000	\$ 181,048,000	-0.7%
Health – Children’s Health Insurance	\$ 139,260,000	\$ 134,100,000	3.8%

## HIGHWAY CONSTRUCTION AND OPERATIONS

	Fiscal 2020	Fiscal 2019	Percent Change
<b>Major Transportation Funding Sources</b> (excludes bond proceeds)			
Sales Tax Earmarks for Highways (portion from above)	\$ 650,486,000	\$ 621,702,000	4.6%
Motor and Special Fuel Taxes	\$ 504,410,000	\$ 513,952,000	-1.9%
Federal Funds	\$ 453,258,000	\$ 386,374,000	17.3%
Vehicle Registration and Permits <sup>(1)</sup>	\$ 193,283,000	\$ 188,035,000	2.8%
<b>Major Transportation Expenditures</b>			
Highway Construction <sup>(2)</sup>	\$ 1,304,744,000	\$ 992,581,000	31.4%
Highway Operations and Maintenance	\$ 182,741,000	\$ 179,113,000	2.0%
Local B&C Roads	\$ 177,370,000	\$ 178,930,000	-0.9%

(1) Includes vehicle registration fees of \$90,271,000 and \$89,177,000 from the Transportation Investment Fund in fiscal years 2020 and 2019.

(2) Includes expenditures of \$805,739,000 and \$612,407,000 from the Transportation Investment Fund in fiscal years 2020 and 2019.

## State of Utah Financial Highlights

continued

### APPROPRIATIONS

By statute, the total of the amount appropriated from the General Fund (net of amounts exempted) plus the income tax revenues appropriated for higher education is limited to combined changes in population and inflation.

	Fiscal 2021 <sup>(1)</sup>	Fiscal 2020
Appropriations Limitation	\$ 4,264,904,000	\$ 3,990,180,000
Actual Appropriations <sup>(2)</sup>	3,609,329,000	3,271,448,000
Under the Limit	\$ 655,575,000	\$ 718,732,000

(1) Preliminary – amounts may be adjusted by subsequent appropriations.

(2) Defined by Utah Code Section 63J-3-103(1).

### GENERAL OBLIGATION BONDS

#### Activity in Fiscal Years 2020 and 2021 to date

General Obligation Bonds Payable at June 30, 2020 (Net)	\$ 3,060,792,000
Principal Payment July 1, 2020	(308,015,000)
Additional Bonds Issued July 1, 2020 through October 31, 2020 (Net)	-
Amortization of Premium	(15,524,000)
General Obligation Bonds Payable at October 31, 2020 (Net)	\$ 2,737,253,000

Constitutional Bonding Limit (1.5% of the total taxable property fair market value)	\$ 6,915,965,250
Additional Constitutional Bonding Capacity <sup>(1)</sup>	\$ 4,178,712,250

Statutory Bonding Limit (45% of the fiscal year 2021 Appropriations Limitation)	\$ 1,919,206,800
Bonds Subject to Limitation (Net) (\$2,234,227,000 of highway bonds are exempt)	(503,026,000)
Additional Statutory Bonding Capacity <sup>(2)</sup>	\$ 1,416,180,800

#### The State of Utah's Triple/Triple Bond Rating is the best possible

Fitch Ratings	AAA
Moody's Investors Service	Aaa
S&P Global Ratings	AAA

(1) Does not include unused vacation for employees of approximately \$107,438,000, which may reduce bonding capacity.

(2) The State has an additional \$13,026,000 in bonds authorized but not issued, which when sold will reduce bonding capacity.

### STATUS OF SELECTED FUNDS

(as of June 30, 2020)

#### General Fund Budget Reserve Account

Beginning Balance	\$ 225,121,000
Appropriation from General Fund	19,245,000
Transfer from General Fund	6,856,000
Ending Balance	\$ 251,222,000

#### Education Budget Reserve Account

Beginning Balance	\$ 471,908,000
Appropriation from Education Fund	-
Transfer from Education Fund	16,792,000
Ending Balance	\$ 488,700,000

#### Disaster Recovery Restricted Account

Beginning Balance	\$ 12,625,000
Transfer from General Fund	7,248,000
Ending Balance	\$ 19,873,000

#### Medicaid Growth Stabilization Account

Beginning Balance	\$ 74,819,000
Transfer from General Fund	-
Ending Balance	\$ 74,819,000

#### Permanent School Trust Fund

Beginning Balance	\$ 2,533,058,000
Income from Land Use (Net)	111,223,000
Gain on Sale of Land	26,433,000
Change in Fair Value of Investments (Net)	(182,887,000)
Ending Balance	\$ 2,487,827,000

#### Investment Earnings Transferred to Uniform School Fund

Uniform School Fund	\$ 88,829,000
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#### Permanent State Trust Fund

Beginning Balance	\$ 245,153,000
Interest, Dividends, and Gains	14,337,000
Severance Tax Revenue per Utah Constitution	10,097,000
Change in Fair Value of Investments	(9,506,000)
Ending Balance	\$ 260,081,000