**Summary**

FY 2021 revenue to the General (GF) and Education Funds (EF) totaled $2.7 billion through the first three months, a year-over-year (YoY) increase of 48.7%. The consensus target for the whole fiscal year is 16.8%. Part of the growth rate differential between the consensus target and actual collections is an apples-to-oranges comparison. The target represents an estimate of full-year collections. Actual collections represent a point-in-time snapshot that is subject to timing differences, such as the shift in income tax payments from April 2020 to July 2020. We expect the actual growth rates to move towards target in the coming months as timing effects subside.

**General Fund**

General Fund collections totaled $758 million through the first three months of FY 2020, representing a YoY growth rate of 1.9%. The current consensus growth rate is 0.3%. The sales tax is largely behind the General Fund performance, up 8.3%. Utah’s economy has performed relatively well during the pandemic, and as such, consumer spending has, so far, held up well. Considerable uncertainty exists about how sales tax will perform should federal stimulus dry-up.

**Education Fund**

Education Fund collections reached $1.9 billion through the first three months of FY 2021, representing a YoY increase of 80.2%. The 80.2% increase is largely the result of income tax payments occurring in July 2020 instead of April 2020. Overall, as with the sales tax, there is considerable uncertainty about how income taxes will perform in the coming months.

**Transportation Fund**

Transportation Fund collections reached $166 million through the first three months of FY 2021, a rate of 4.7% over the prior year. This is above the consensus target of 2.7%. Overall, although there is a heightened degree of uncertainty for the performance of the economy over the coming months, the Transportation Fund is holding up relatively well given the state of the economy.