

Economic Updates

Utah State Board of Education
December 4, 2025



Economic Update:

- Monthly State Revenue Snapshot
 - Oct 2025(based on Utah State Tax Commission Monthly Revenue Summary Report (Report TC-23)).
 - FY 2025 Year End.
 - Oct 2025 (based on Utah State Tax Commission Monthly Revenue Summary Report (Report TC-23)).
 - FY 2026 – First three months.
- Latest GDP Report – 2nd Quarter 2025 (BEA - Third Estimate)
 - Revised upward from second estimate 0.5 percentage points.
 - Release date: 9/25/2025.

October 2025– Monthly State Revenue Snapshot – FY2025 Year End

MONTHLY STATE REVENUE

based on the Utah State Tax Commission Monthly Revenue

\$6.6 billion Actual
Collections
Range: \$5.8 - \$7.1

OCT 2025

(C-23)

	Projected Growth Rate - February Estimates (Annual)	YoY Growth Rate	Projected Range in Collections Through 12 Months	FY 2025 Actual Collection	FY 2025 Year-End Forecast	Apr-25	May-25	Jun-25	Jul-25
General Fund									
Sales & Use Tax	2.4%	2.9%	\$3,055,000,000 - \$3,734,000,000	\$3,412,471,935	\$3,394,946,667	3.2%	3.1%	4.0%	2.9%
All Other Sources	-9.5%	-9.7%	\$709,000,000 - \$867,000,000	\$785,741,935	\$787,784,000	-6.9%	-9.4%	-10.9%	-9.7%
Subtotal General Fund	-0.1%	0.3%		\$4,198,213,870	\$4,182,730,667	1.2%	1.0%	1.5%	0.3%
Sales & Use Tax Set-Asides	2.9%	3.1%	\$1,135,000,000 - \$1,387,000,000	\$1,261,144,062	\$1,261,144,062	-0.9%	1.4%	0.2%	3.1%
Income Tax Fund/Uniform School Fund									
Individual Income Tax	4.4%	6.3%	\$5,838,000,000 - \$7,135,000,000	\$6,607,355,667	\$6,486,707,667	6.4%	6.4%	6.3%	6.3%
Withholding		3.3%		\$5,297,633,820		3.0%	3.2%	3.5%	3.3%
Corporate Income Tax (through)		20.6%		\$1,309,721,847		19.9%	20.0%	19.7%	20.6%
Other Income Tax	-11.5%	7.4%	\$704,000,000 - \$860,000,000	\$948,519,550	\$781,871,667	-8.3%	5.3%	6.8%	7.4%
Other Income Tax	-14.2%	7.8%	\$137,000,000 - \$167,000,000	\$191,105,929	\$152,073,000	-7.8%	0.2%	30.9%	7.8%
Subtotal Income Tax Fund	2.0%	6.5%		\$7,746,981,147	\$7,420,652,333	4.5%	6.2%	6.7%	6.5%
Other Income Tax	1.2%	4.2%		\$11,945,195,805	\$11,603,383,000	3.2%	4.0%	4.5%	
Transportation Fund									
Motor Fuel Tax	8.5%	7.6%	\$436,000,000 - \$533,000,000	\$480,051,005	\$484,101,250	8.2%	8.7%	8.3%	
Special Fuel Tax	3.3%	4.7%	\$183,000,000 - \$224,000,000	\$206,210,195	\$203,510,667	3.3%	1.9%	5.9%	
Other	8.9%	13.6%	\$184,000,000 - \$225,000,000	\$213,214,864	\$204,431,333	16.9%	15.1%	15.3%	
Subtotal Transportation Fund	7.4%	8.3%		\$899,476,063	\$892,043,250	8.8%	8.4%	9.1%	
Total, GF/ITF/USF/TF	1.7%	4.5%		\$12,844,671,869	\$12,495,426,250	3.6%	4.3%	4.8%	4.5%

6.5% growth in ITF
compared to 2.0%
projected.

Income tax
revenues steadied
toward end of FY



October 2025– Monthly State Revenue Snapshot – FY 2026 First Three Months

MONTHLY STATE REVENUE SUMMARY

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

\$1.4 billion Actual Collections
Range: \$1.5 - \$1.8

OCT 2025

	Projected Growth Rate - February Estimates (Annual)	YoY Growth Rate	Projected Range in Collections Through 3 Months	FY 2026 Actual Collections	FY 2026 Year-End Forecast	Apr-25	May-25	Jun-25	Sep-25
General Fund									
Sales & Use Tax	3.2%	-3.8%	\$792,000,000 - \$968,000,000	\$860,085,711	\$3,520,513,000	3.2%	3.1%	4.0%	-3.8%
All Other Sources	-5.1%	-24.2%	\$168,000,000 - \$205,000,000	\$157,114,400	\$746,003,000	-6.9%	-9.4%	-10.9%	-24.2%
Subtotal General Fund	1.6%	-7.7%		\$1,017,200,111	\$4,266,516,000	1.2%	1.0%	1.5%	-7.7%
Sales & Use Tax Set-Asides	3.4%	31.9%	\$294,000,000 - \$360,000,000	\$368,000,000	\$1,307,885,637	-0.9%	1.4%	0.2%	31.9%
Income Tax Fund/Uniform School Fund									
Individual Income Tax		6.5%	\$1,528,000,000 - \$1,868,000,000	\$1,424,772,992	\$6,792,790,000	6.4%	6.4%	6.3%	6.5%
Withholding		3.4%		\$1,297,353,164		3.0%	3.2%	3.5%	3.4%
Final Payments (plus SALT Passthrough)		53.6%		\$127,419,828		19.9%	20.0%	19.7%	53.6%
	-14.6%	-56.2%	\$182,000,000 - \$223,000,000	\$76,135,833	\$809,774,000	-8.3%	5.3%	6.8%	-56.2%
	-22.0%	-5.5%	\$34,000,000 - \$41,000,000	\$19,050,488	\$149,085,333	-7.8%	0.2%	30.9%	-5.5%
	0.1%	-0.8%		\$1,519,959,312	\$7,751,649,333	4.5%	6.2%	6.7%	-0.8%
	0.6%	-3.6%		\$2,537,159,491	\$12,018,165,333	3.2%	4.0%	4.5%	-3.6%
Motor Fuel Tax	4.4%	12.7%	\$113,000,000 - \$138,000,000	\$139,632,195	\$501,373,250	8.2%	8.7%	8.3%	
Special Fuel Tax	2.6%	11.3%	\$48,000,000 - \$58,000,000	\$49,728,102	\$211,570,333	3.3%	1.9%	5.9%	
Other	0.5%	2.8%	\$48,000,000 - \$59,000,000	\$42,385,736	\$214,179,333	16.9%	15.1%	15.3%	
Subtotal Transportation Fund	3.1%	10.4%		\$231,746,033	\$927,122,917	8.8%	8.4%	9.1%	
Total, GF/ITF/USF/TF	0.8%	-2.6%		\$2,768,905,524	\$12,945,288,250	3.6%	4.3%	4.8%	-2.6%

-0.8% growth in ITF compared to 0.1% projected.

Income Tax revenues steady into Sep 2025.



October 2025– Monthly State Revenue Snapshot – FY 2026 First Three Months

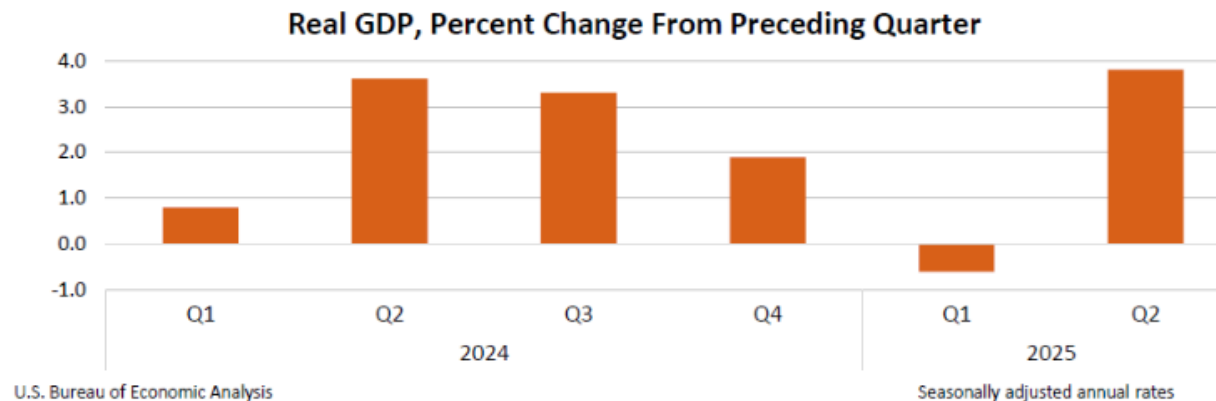
INCOME TAX FUND

Income Tax Fund collections were just above \$1.5 billion in the three months of FY 2026, a YoY change of –0.8%, behind the forecasted rate of 0.1%. Individual Income— which accounts for the majority of the Fund’s collections— is showing 6.5% greater collections than the first quarter of FY 2025. This source is composed of withholding and final payments, with withholding being the larger and more reliable of the two. In contrast, corporate collections shrunk by 56.2% in the same comparison likely due in part to the impacts of H.R. 1. However, corporate collections are historically much more volatile than individual income. Consequently, this source’s revenue performance so early in the year is not necessarily indicative of how it will grow over remaining months of the fiscal year.

Latest GDP Report – 2nd Quarter 2025 (BEA - Third Estimate)

Gross Domestic Product, 2nd Quarter 2025 (Third Estimate), GDP by Industry, Corporate Profits (Revised), and Annual Update

Real gross domestic product (GDP) increased at an annual rate of 3.8 percent in the second quarter of 2025 (April, May, and June), according to the third estimate released by the U.S. Bureau of Economic Analysis. In the first quarter, real GDP decreased 0.6 percent (revised).



The increase in **real GDP** in the second quarter primarily reflected a decrease in imports, which are a subtraction in the calculation of GDP, and an increase in consumer spending. These movements were partly offset by decreases in investment and exports.

Real GDP was revised up 0.5 percentage point from the second estimate, primarily reflecting an upward revision to consumer spending. For more information, refer to the "Technical Notes" below.

- **Economic Update – January 2026 Board Meeting**
- **More Data available!!!!!!!!!!!!!!!!!!!!!!**
 - Monthly State Revenue Snapshot:
 - Based on Utah State Tax Commission Monthly Revenue Summary Report (Report TC-23).
 - Governor's budget – Dec 2025.
 - Utah Economic Council – Economic and Business Indicators:
 - Utah Economic Council and Gardner Institute – Dec 2025 Report.
 - Latest GDP Report – 2025 3Q.
 - Impact of Holiday season sales.
 - Federal Reserve Meeting:
 - FOMC meeting: Dec 9 – Dec 10:
 - Rate cut(?).
 - Outlook on general economy.

Thank you!

Happy Holidays!!!!