

OFA FACTSHEET

Sales and Use Tax Collections by Fund

Most sales and use tax collections go to the General Fund, however, current law requires certain portions of the tax collection to be deposited into the following funds and account:

- Special Transportation Fund
- Municipal Revenue Sharing Fund
- Tourism Fund
- Regional Performance Incentive Account

Table 1.1 provides the estimated sales tax by fund as projected in the November 2025 Consensus report.

Table 1.1 Sales and Use Tax – All Funds (November 2025 Consensus)
In Millions of Dollars

Fund/Account	FY 24	FY 25 proj	FY 26 proj	FY 27 proj	FY 28 proj
General Fund	5,003.0	5,103.5	5,230.9	5,359.6	5,494.1
All Other Funds:					
Special Transportation Fund	844.4	879.2	902.0	925.4	949.3
Municipal Revenue Sharing Fund	438.2	459.3	470.2	481.5	493.0
Tourism Fund	15.1	15.2	15.6	16.0	16.4
Regional Performance Incentive Account	13.9	14.0	14.3	14.7	15.1
Subtotal All Other Funds	1,311.6	1,367.7	1,402.1	1,437.6	1,473.8
TOTAL SALES AND USE TAX	6,314.6	6,471.2	6,633.0	6,797.2	6,967.9

The figures on the following page summarize the total amount of sales and use tax deposits to all funds other than the General Fund (**Figure 1.2**) as well as the total amount remaining in the General Fund net those deposits (**Figure 1.3**).

Figure 1.2 Estimated Sales and Use Tax for Non-GF (November 2025 Consensus)
In Millions of Dollars

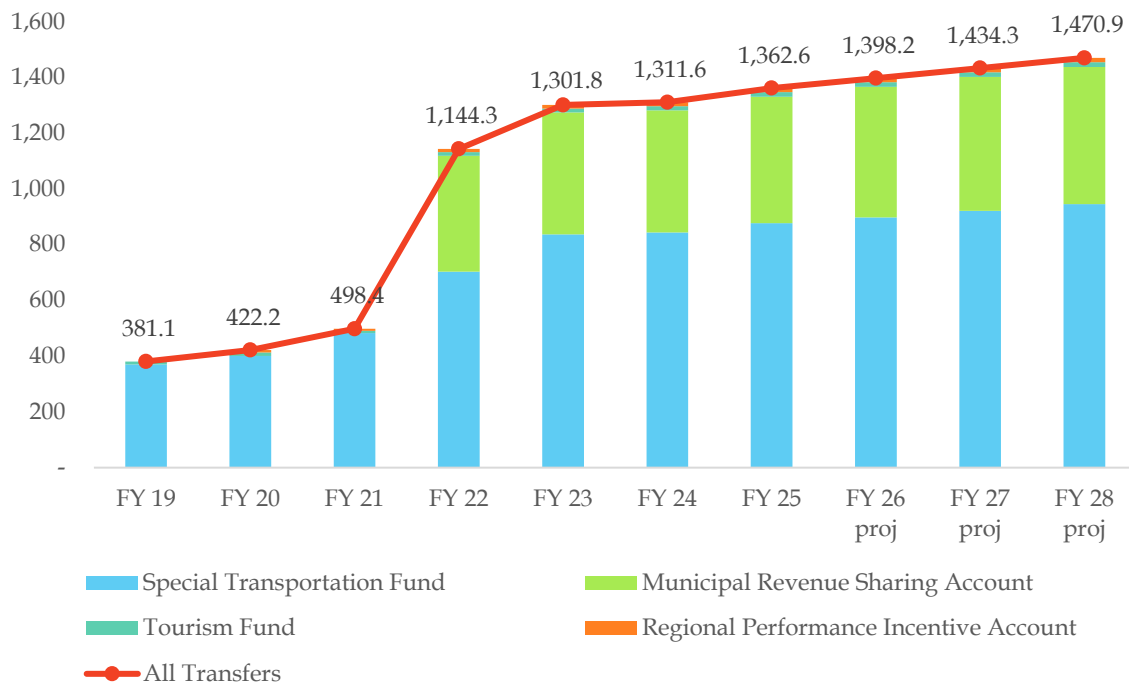
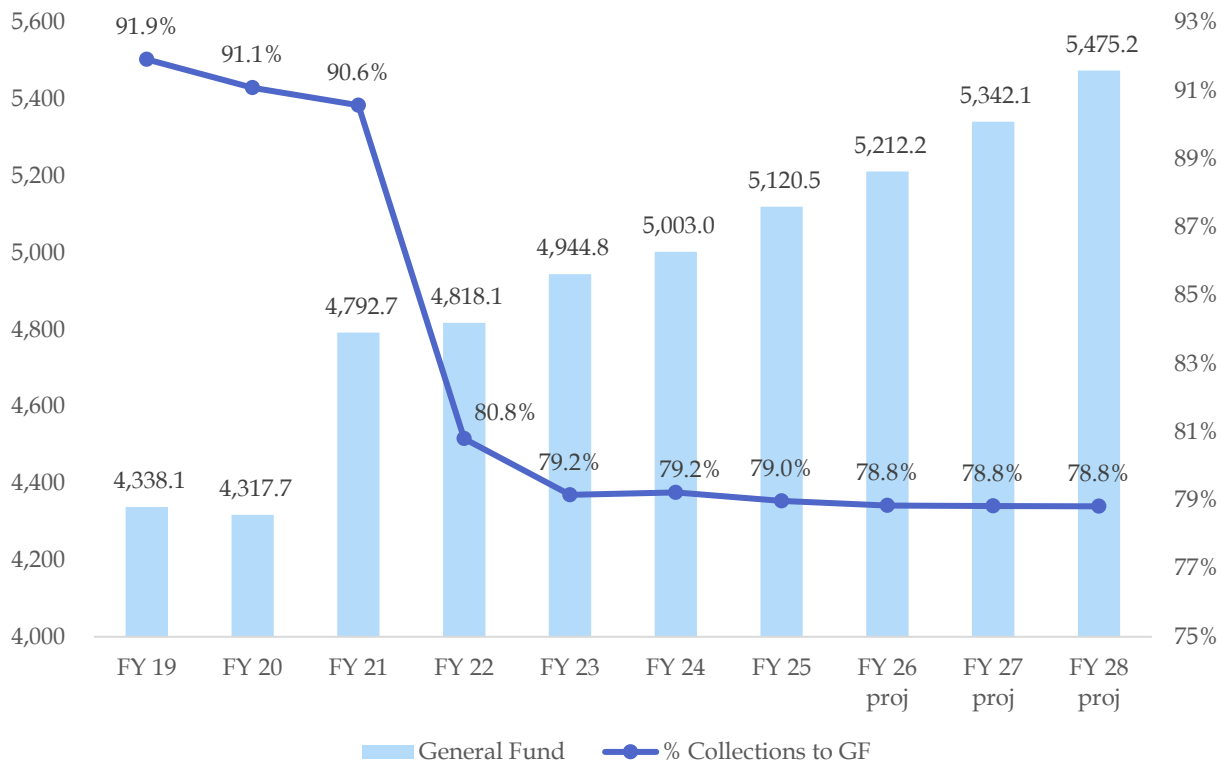


Figure 1.3 Estimated Sales and Use Tax for the General Fund (November 2025 Consensus)
In Millions of Dollars



BACKGROUND ON DEPOSITS TO OTHER FUNDS

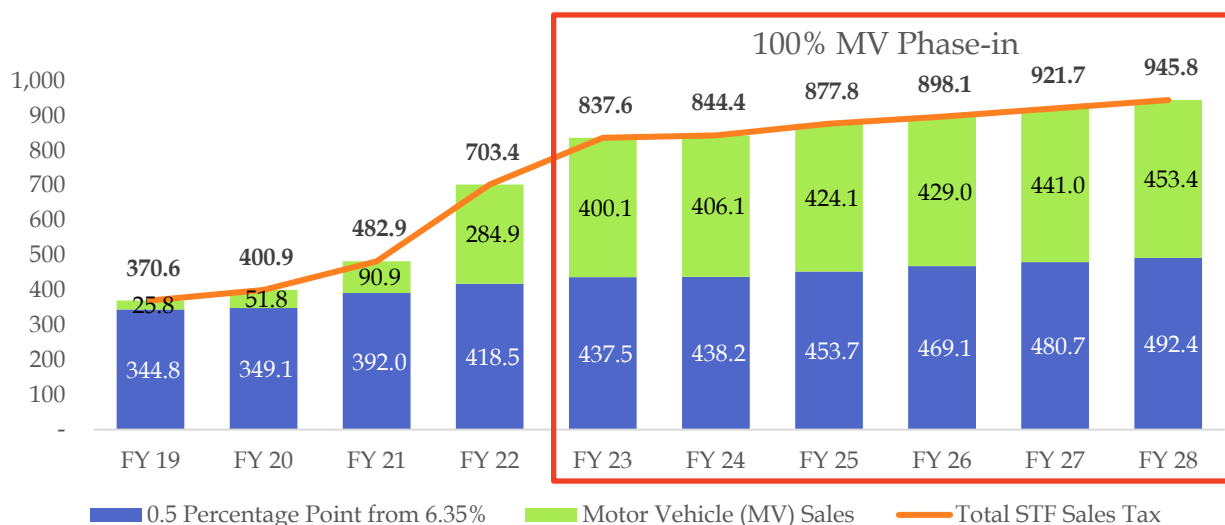
Special Transportation Fund. The STF receives two distinct deposits. The first is 0.5 percentage points of the 6.35% rate which was phased-in from FY 16 to FY 18. The second is the tax collected from motor vehicle (MV) sales. This policy was phased-in beginning in FY 19 and reached 100% in FY 23 as noted in **Table 1.2** below.

Table 1.2 Motor Vehicle Sales and Use Tax Diversion Schedule
In Millions of Dollars

Diversion	FY 19	FY 20	FY 21	FY 22	FY 23+
% Collections	8%	17%	25%	75%	100%

Figure 1.3 below provides a comparison of the two STF sales and use tax deposits as estimated in the November 2025 Consensus.

Figure 1.3 Sales and Use Tax to the Special Transportation Fund (November 2025 Consensus)¹
In Millions of Dollars



¹ The Motor Vehicle Sales Tax estimates do not include sales tax collected on casual sales through the DMV. Those collections are reported in a separate revenue line on the STF revenue schedule.

Tourism Fund. This deposit includes 1.5 percentage points of the 15% room occupancy tax (or 10% of total collections).

Regional Performance Incentive Account. The RPIA receives two deposits: 1 percentage point of the 15% room occupancy tax rate (or 6.7% of total collections) and 1 percentage point of the 9.35% rental car rate (or 10.7% of total collections).

Municipal Revenue Sharing Fund. The deposit includes 0.5 percentage points of the 6.35% rate (or 7.87% of collections). The legislature originally enacted the policy in 2015 to the non-appropriated Municipal Revenue Sharing Account (MRSA) but it did not formally begin until FY 22 after multiple legislatively directed delays. PA 23-204 established the appropriated Municipal Revenue Sharing Fund to replace MRSA and directed the same portion of sales and use sales tax collections to the Fund beginning in FY 24.