

Idaho General Fund Revenue Report

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Idaho's General Fund grew by \$118.3 million in March 2011, which was \$3.9 million more than was predicted. This month's collections benefited from strong showings by the corporate income and sales taxes. The corporate income tax came in \$13.6 million above target. Sales tax collections were \$3.1 million above the projected amount. The individual income tax did not fare as well as the corporate and sales taxes, falling \$9.8 million short of its forecast due to previously delayed refunds arriving in March. Both product taxes and miscellaneous revenues came in below their respective forecasts. On a fiscal year-to-date basis, the General Fund is \$1,680.8 million, which is \$60.2 million more than had been anticipated.

Individual income tax revenue was \$20.4 million in March, which was about \$10 million below expectations. This shortfall resulted from higher-than-expected refunds. February is historically the month with the highest refunds. It was projected that there would be \$81.2 million in that month. Instead, refunds were just \$40.3 million. Processing modifications and late

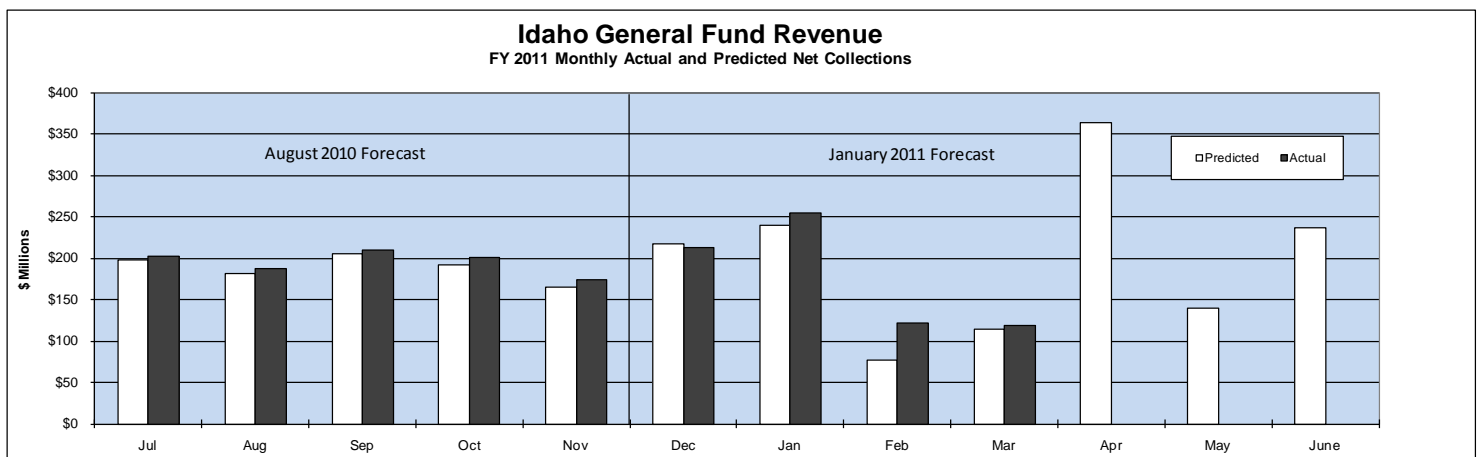
federal tax law changes delayed refunds. As a result, these refunds are expected to appear later in the year than usual. Indeed, this seems to be taking place. March refunds were \$27.8 million higher than was forecast in January 2011. Both filing and withholding collections came in above their respective targets this month. Filing collections were \$10.3 million more than was anticipated and withholding collections were \$7.8 million above the expected amount. Fiscal year-to-date individual income tax collections are \$764.7 million, which is \$35.0 million above the forecasted amount.

The corporate income tax turned in its strongest showing of the fiscal year in March, coming in \$13.6 million above its projection. Filing collections were the major contributor to this month's strength. It was forecast to be \$4.7 million, but came in at \$15.1 million. Quarterly payments of \$8.8 million were \$3.5 million higher than predicted. Refunds were \$1.2 million, or about \$0.1 million above the anticipated amount. The fiscal year-to-date corporate income tax collections are

\$96.3 million, or \$23.4 million above the forecast.

Of the largest three revenue sources, the sales tax came in the closest to its projection this month. Collections were \$69.4 million, which was \$3.1 million above its target of \$66.4 million. The fiscal year-to-date collections are \$731.6 million, which is about \$3.1 million above the forecast. Gross sales tax collections for March are 4.8% above last year and fiscal year-to-date collections through March are up 4.4% compared to last year.

Product taxes came in about \$100,000 below this month's forecast because of lower-than-projected tobacco and wine taxes. However, fiscal year-to-date product taxes remain virtually on target. Actual miscellaneous collections came in \$2.9 million low this month, owing to soft insurance premium taxes and interest earnings. The latter reflects diversions made toward the repayment of the tax anticipation note that is due in June 2011. Fiscal year-to-date miscellaneous revenues are \$1.1 million below expectations.



Idaho General Fund Collections for March 2011

MONTHLY ACTUAL AND PREDICTED COLLECTIONS FOR MARCH						
	<i>Actual FY 2009</i>	<i>Actual FY 2010</i>	<i>Actual FY 2011</i>	<i>Predicted FY 2011</i>	<i>Actual versus Predicted FY 2011</i>	
Individual Income Tax (\$000)	\$49,391.7	\$45,177.7	\$20,445.2	\$30,253.7	Difference	(\$9,808.6)
Percent Change from Previous Year	-17.2%	-8.5%	-54.7%	-33.0%	Percent	-32.4%
Corporate Income Tax (\$000)	\$5,049.3	\$9,121.9	\$22,616.8	\$8,991.0	Difference	\$13,625.8
Percent Change from Previous Year	-62.0%	80.7%	147.9%	-1.4%	Percent	151.5%
Sales Tax (\$000)	\$67,835.9	\$66,767.8	\$69,435.5	\$66,385.4	Difference	\$3,050.1
Percent Change from Previous Year	-13.9%	-1.6%	4.0%	-0.6%	Percent	4.6%
Product Tax (\$000)	\$2,314.7	\$3,175.7	\$3,053.9	\$3,143.0	Difference	(\$89.1)
Percent Change from Previous Year	16.5%	37.2%	-3.8%	-1.0%	Percent	-2.8%
Miscellaneous Revenue (\$000)	\$5,466.4	\$5,114.7	\$2,773.5	\$5,639.2	Difference	(\$2,865.7)
Percent Change from Previous Year	1.2%	-6.4%	-45.8%	10.3%	Percent	-50.8%
Total (\$000)	\$130,058.0	\$129,357.8	\$118,324.9	\$114,412.4	Difference	\$3,912.5
Percent Change from Previous Year	-18.3%	-0.5%	-8.5%	-11.6%	Percent	3.4%

FISCAL YEAR-TO-DATE ACTUAL AND PREDICTED COLLECTIONS THROUGH MARCH						
	<i>Actual FY 2009</i>	<i>Actual FY 2010</i>	<i>Actual FY 2011</i>	<i>Predicted FY 2011</i>	<i>Actual versus Predicted FY 2011</i>	
Individual Income Tax (\$000)	\$763,434.5	\$706,081.6	\$764,743.7	\$729,792.7	Difference	\$34,951.0
Percent Change from Previous Year	-11.0%	-7.5%	8.3%	3.4%	Percent	4.8%
Corporate Income Tax (\$000)	\$86,148.5	\$55,011.1	\$96,344.7	\$72,914.0	Difference	\$23,430.8
Percent Change from Previous Year	-13.7%	-36.1%	75.1%	32.5%	Percent	32.1%
Sales Tax (\$000)	\$788,342.4	\$719,150.0	\$731,637.8	\$728,762.5	Difference	\$2,875.3
Percent Change from Previous Year	-9.3%	-8.8%	1.7%	1.3%	Percent	0.4%
Product Tax (\$000)	\$22,870.9	\$31,241.4	\$32,922.9	\$32,904.9	Difference	\$18.0
Percent Change from Previous Year	12.2%	36.6%	5.4%	5.3%	Percent	0.1%
Miscellaneous Revenue (\$000)	\$63,809.4	\$59,725.3	\$55,110.3	\$56,195.1	Difference	(\$1,084.8)
Percent Change from Previous Year	-14.4%	-6.4%	-7.7%	-5.9%	Percent	-1.9%
Total (\$000)	\$1,724,605.6	\$1,571,209.4	\$1,680,759.4	\$1,620,569.2	Difference	\$60,190.2
Percent Change from Previous Year	-10.3%	-8.9%	7.0%	3.1%	Percent	3.7%