

Idaho General Fund Revenue Report

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Idaho's General Fund grew by \$131.1 million in May 2011 to \$2.189 billion. This increase was \$8.0 million lower than had been anticipated. As a result, the fiscal year-to-date General Fund surplus fell slightly from \$74.2 million in April 2011 to \$66.1 million in May. This month marks just the second time this fiscal year that collections have come up short. The other month was December 2010, when it was \$4.6 million below its forecast. Most of this month's small shortfall (\$7.3 million) was in the individual income tax. Miscellaneous revenues also came in \$2.1 million low this month. In contrast, the corporate income tax continued its streak by coming in \$1.6 million ahead of its forecast in May. The two other revenue categories, sales and product taxes, were both virtually on target this month.

Both individual income tax withholding and filing collections performed above expectations in May, but their contributions were eclipsed by higher-than-predicted refunds. Withholding collections were \$82.1 million in May, which was \$2.0 million more than had been forecast. Filing collections were \$8.6 million or about \$2.4 million more than had been expected. These surpluses pale in comparison, however, to individual

income tax refunds which, at \$45.1 million, were \$12.0 million more than was projected. This month's higher-than-expected refunds results from delays earlier in the filing cycle. However, May should be the last month impacted, as the bulk of individual income tax returns have been processed. The fiscal year-to-date individual income tax revenue of \$1.067 billion is \$20.4 million above the forecast.

The corporate income tax grew by \$7.7 million to \$143.3 million in May. This revenue category benefited from filing collections of \$3.5 million that exceeded expectations by \$0.6 million. Quarterly payments added another \$5.5 million to gross collections, which was \$1.4 million more than expected. However, the combined windfall from these two components was reduced by refunds of \$1.1 million. Through May, the corporate income tax has contributed \$143.3 million to the General Fund. With still one month left in FY 2011, the corporate income tax has already exceeded its forecast for the entire fiscal year by over \$20 million.

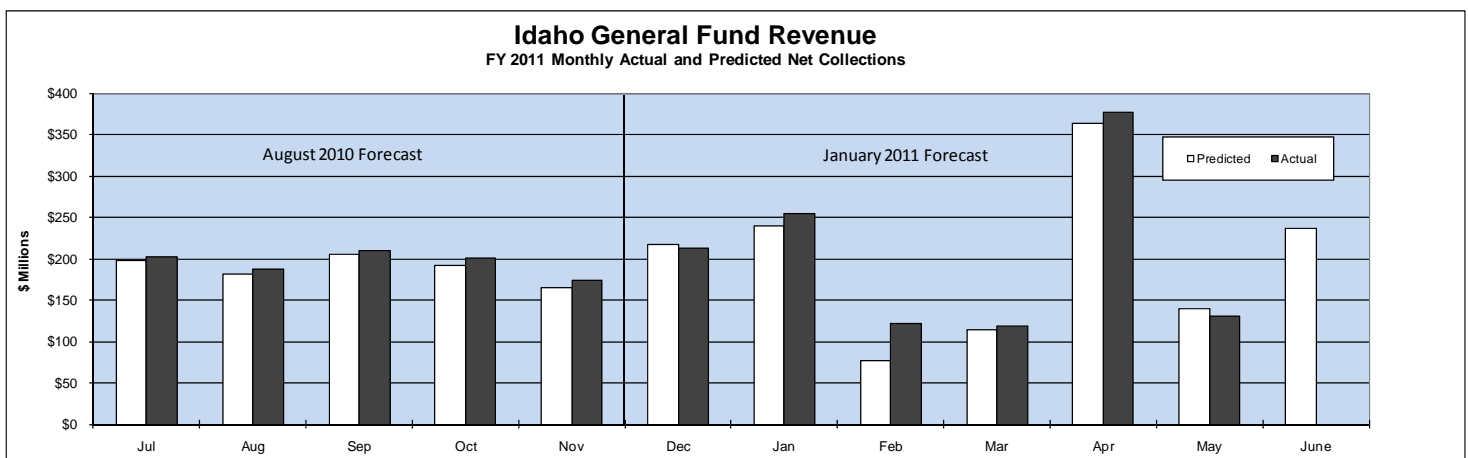
Of the three largest revenue categories, the sales tax came in the closest to its target in May. Sales tax revenue

distributed to the General Fund was \$76.0 million, which was about \$0.1 million below that month's target. Indeed, the sales tax forecast has been close to actual collections all year. As a result, fiscal year-to-date collections through May of \$887.6 million are just \$3.9 million (0.4%) ahead of the \$883.7 million forecast in January 2011.

The product taxes forecast has also been tracking actual collections well, with both May and fiscal year-to-date collections virtually spot on. Product taxes increased the General Fund by \$3.2 million in May, and stands at \$39.3 million on a fiscal year-to-date basis. Miscellaneous revenues were negative this month because of the interest costs associated with the final installment for this year's tax anticipation note.

Notice:

The July 2011 *Idaho General Fund Revenue Report* will be published on July 15, 2011. This delay will occur because the yearend data takes longer to process than other monthly information.



Idaho General Fund Collections for May 2011

MONTHLY ACTUAL AND PREDICTED COLLECTIONS FOR MAY						
	<i>Actual FY 2009</i>	<i>Actual FY 2010</i>	<i>Actual FY 2011</i>	<i>Predicted FY 2011</i>	<i>Forecast Performance FY 2011</i>	
					<i>(Actual versus Predicted)</i>	
Individual Income Tax (\$000)	\$52,959.6	\$57,532.2	\$44,730.8	\$52,058.0	Difference	(\$7,327.3)
Percent Change from Previous Year	-27.6%	8.6%	-22.3%	-9.5%	Percent	-14.1%
Corporate Income Tax (\$000)	\$6,469.3	\$3,866.0	\$7,654.1	\$6,089.5	Difference	\$1,564.6
Percent Change from Previous Year	-40.9%	-40.2%	98.0%	57.5%	Percent	25.7%
Sales Tax (\$000)	\$75,054.8	\$74,683.1	\$75,997.7	\$76,105.4	Difference	(\$107.7)
Percent Change from Previous Year	-13.2%	-0.5%	1.8%	1.9%	Percent	-0.1%
Product Tax (\$000)	\$2,303.9	\$3,257.0	\$3,166.3	\$3,214.2	Difference	(\$47.9)
Percent Change from Previous Year	12.3%	41.4%	-2.8%	-1.3%	Percent	-1.5%
Miscellaneous Revenue (\$000)	(\$1,475.9)	\$3,677.6	(\$438.1)	\$1,691.5	Difference	(\$2,129.6)
Percent Change from Previous Year	-26.5%	-349.2%	-111.9%	-54.0%	Percent	-125.9%
Total (\$000)	\$135,311.6	\$143,015.9	\$131,110.8	\$139,158.7	Difference	(\$8,047.9)
Percent Change from Previous Year	-20.7%	5.7%	-8.3%	-2.7%	Percent	-5.8%

FISCAL YEAR-TO-DATE ACTUAL AND PREDICTED COLLECTIONS THROUGH MAY						
	<i>Actual FY 2009</i>	<i>Actual FY 2010</i>	<i>Actual FY 2011</i>	<i>Predicted FY 2011</i>	<i>Forecast Performance FY 2011</i>	
					<i>(Actual versus Predicted)</i>	
Individual Income Tax (\$000)	\$1,092,796.3	\$986,573.5	\$1,066,676.3	\$1,046,237.5	Difference	\$20,438.9
Percent Change from Previous Year	-18.4%	-9.7%	8.1%	6.0%	Percent	2.0%
Corporate Income Tax (\$000)	\$123,421.8	\$80,113.1	\$143,295.2	\$106,736.9	Difference	\$36,558.3
Percent Change from Previous Year	-22.1%	-35.1%	78.9%	33.2%	Percent	34.3%
Sales Tax (\$000)	\$940,016.3	\$874,827.3	\$887,594.8	\$883,700.8	Difference	\$3,894.0
Percent Change from Previous Year	-10.2%	-6.9%	1.5%	1.0%	Percent	0.4%
Product Tax (\$000)	\$27,382.6	\$37,886.6	\$39,318.5	\$39,366.0	Difference	(\$47.5)
Percent Change from Previous Year	11.2%	38.4%	3.8%	3.9%	Percent	-0.1%
Miscellaneous Revenue (\$000)	\$52,263.0	\$52,354.5	\$52,146.9	\$46,851.9	Difference	\$5,295.0
Percent Change from Previous Year	-15.4%	0.2%	-0.4%	-10.5%	Percent	11.3%
Total (\$000)	\$2,235,880.0	\$2,031,755.0	\$2,189,031.8	\$2,122,893.1	Difference	\$66,138.7
Percent Change from Previous Year	-15.0%	-9.1%	7.7%	4.5%	Percent	3.1%