



Idaho General Fund Revenue Report

C.L. "Butch" Otter, Governor
Jani Revier, Administrator

DIVISION OF FINANCIAL MANAGEMENT
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Idaho's January 2015 General Fund receipts of \$320.6 million were \$1.0 million (0.3%) higher than the anticipated \$319.6 million. For the fiscal year to date, General Fund collections are \$1,772.0 million. This amount is \$21.0 million (1.2%) above the \$1,751.0 million that was predicted for the fiscal year to date through January 2015. General Fund receipts are up 7.8% compared to the same period in FY 2014.

This month's unexpected growth was almost exclusively due to the stronger-than-anticipated corporate income tax collections of \$12.6 million, which is \$6.4 million (101.2%) higher than the forecast of \$6.3 million. The individual income tax receipts of \$186.8 million were \$3.0 million (-1.6%) below the forecast of \$189.8 million. Sales tax collections were \$117.5 million in January 2015, which is \$1.3 million (-1.1%) less than expected. Miscellaneous revenue receipts were \$1.1 million lower than forecast, while product taxes were virtually on target, coming in less than \$0.1 million above the forecast of \$3.2 million.

The lower individual income tax receipts occurred as a result of filing collections and withholding payments that were both short of their forecast. Filing collections were \$71.3 million, which was \$5.1 million less than anticipated. This shortage was expected. Filing collections

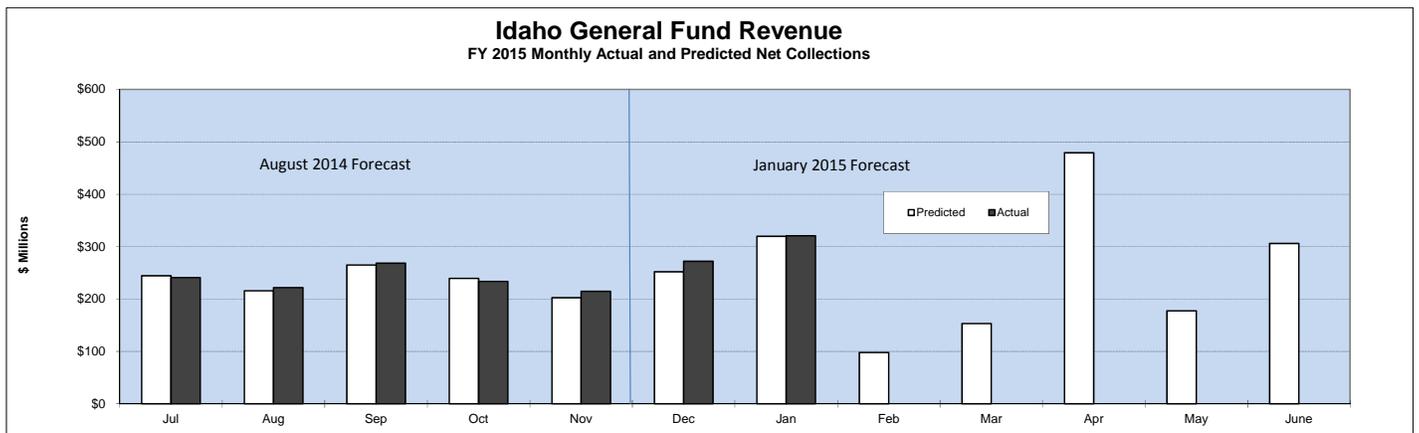
came in earlier than predicted in December 2014, creating a significant surplus that month. Since it appears some of the January filing payments were paid ahead of schedule, the month's filing collections were expected to come in short of the target. Withholding payments also came in lower than expected, \$118.0 million versus \$124.1 million. However, some of these shortfalls were offset by lower-than-expected refunds. At \$1.7 million in January 2015, refunds were \$7.5 million less than the predicted \$9.2 million. This appears to be a timing issue, as refunds were down 40.0% compared to January 2014. The fiscal year-to-date individual income tax collections through January 2015 are \$862.9 million, which is \$12.4 million (1.5%) more than anticipated.

Corporate income tax collections exceeded the expected level for the month largely because of lower-than-expected refunds. Actual refunds were \$0.6 million compared to the predicted \$7.0 million. These lower-than-expected refunds added \$6.3 million to this category's bottom line. Filing collections also came in below the forecast, with actual receipts of \$3.1 million versus the forecast of \$4.1 million. Estimated payments of \$10.4 million exceeded its forecast of \$8.9 million by \$1.4 million. For the fiscal year to date through January 2015, corporate income tax collections are \$106.9 million. This amount is

\$11.4 million (12.0%) more than the forecast of \$95.5 million.

January is a much-watched month for the sales tax because it includes receipts from holiday sales. This month's performance was very close to expectations. Gross sales tax receipts in January 2015 were 7.6% higher than for the previous January. After refunds and statutory diversions, the sales tax contribution to the General Fund for January 2015 was \$117.5 million—also a 7.6% increase compared to the previous year. Despite this strong showing, these receipts were \$1.3 million (-1.1%) less than the forecast for the month of \$118.8 million. Sales tax collections for January 2015 bring the fiscal year-to-date collections to \$733.6 million, which is 0.3% less than the expected \$735.5 million.

The Idaho State Treasurer began setting aside funds to pay off this year's Tax Anticipation Note earlier than expected. The interest portion of these funds is subtracted from this month's idle fund interest earnings. Since the former was bigger than the latter, it resulted in a net negative interest amount for the month. This caused interest earnings for the month to come in \$0.9 million below the target. However, we expect this to be a timing issue, and the actual and predicted collections should realign with each other over the next few months.



Prepared by Derek E. Santos, Chief Economist and Nathaniel L. Clayville, Economist.

Idaho Division of Financial Management • 304 North 8th Street • PO Box 83720 • Boise, Idaho 83720-0032 • 208-334-3900

Idaho General Fund Collections for January 2015

MONTHLY ACTUAL AND PREDICTED COLLECTIONS FOR JANUARY						
	<i>Actual FY 2013</i>	<i>Actual FY 2014</i>	<i>Actual FY 2015</i>	<i>Predicted FY 2015</i>	<i>Forecast Performance FY 2015</i>	
					<i>(Actual versus Predicted)</i>	
Individual Income Tax (\$000)	\$155,686.0	\$155,223.4	\$186,849.8	\$189,824.3	Difference	(\$2,974.4)
Percent Change from Previous Year	3.1%	-0.3%	20.4%	22.3%	Percent	-1.6%
Corporate Income Tax (\$000)	\$8,623.0	\$1,319.8	\$12,628.2	\$6,275.6	Difference	\$6,352.5
Percent Change from Previous Year	-0.2%	-84.7%	856.8%	375.5%	Percent	101.2%
Sales Tax (\$000)	\$111,322.1	\$109,163.2	\$117,493.4	\$118,787.4	Difference	(\$1,294.0)
Percent Change from Previous Year	7.4%	-1.9%	7.6%	8.8%	Percent	-1.1%
Product Tax (\$000)	\$3,600.5	\$3,226.2	\$3,208.9	\$3,180.4	Difference	\$28.5
Percent Change from Previous Year	12.4%	-10.4%	-0.5%	-1.4%	Percent	0.9%
Miscellaneous Revenue (\$000)	\$2,166.1	\$1,306.1	\$451.3	\$1,519.5	Difference	(\$1,068.2)
Percent Change from Previous Year	66.1%	-39.7%	-65.4%	16.3%	Percent	-70.3%
Total (\$000)	\$281,397.8	\$270,238.8	\$320,631.6	\$319,587.2	Difference	\$1,044.3
Percent Change from Previous Year	5.1%	-4.0%	18.6%	18.3%	Percent	0.3%

FISCAL YEAR-TO-DATE ACTUAL AND PREDICTED COLLECTIONS THROUGH JANUARY						
	<i>Actual FY 2013</i>	<i>Actual FY 2014</i>	<i>Actual FY 2015</i>	<i>Predicted FY 2015</i>	<i>Forecast Performance FY 2015</i>	
					<i>(Actual versus Predicted)</i>	
Individual Income Tax (\$000)	\$745,084.9	\$790,414.0	\$862,917.1	\$850,484.7	Difference	\$12,432.4
Percent Change from Previous Year	1.7%	6.1%	9.2%	7.6%	Percent	1.5%
Corporate Income Tax (\$000)	\$81,663.9	\$87,250.6	\$106,944.7	\$95,519.8	Difference	\$11,424.9
Percent Change from Previous Year	-5.6%	6.8%	22.6%	9.5%	Percent	12.0%
Sales Tax (\$000)	\$670,990.0	\$693,515.1	\$733,630.1	\$735,519.2	Difference	(\$1,889.1)
Percent Change from Previous Year	7.0%	3.4%	5.8%	6.1%	Percent	-0.3%
Product Tax (\$000)	\$31,242.9	\$28,117.4	\$29,124.8	\$28,976.7	Difference	\$148.1
Percent Change from Previous Year	16.0%	-10.0%	3.6%	3.1%	Percent	0.5%
Miscellaneous Revenue (\$000)	\$50,563.8	\$44,234.4	\$39,373.5	\$40,501.5	Difference	(\$1,128.0)
Percent Change from Previous Year	-1.2%	-12.5%	-11.0%	-8.4%	Percent	-2.8%
Total (\$000)	\$1,579,545.4	\$1,643,531.5	\$1,771,990.2	\$1,751,002.0	Difference	\$20,988.2
Percent Change from Previous Year	3.6%	4.1%	7.8%	6.5%	Percent	1.2%