



# Idaho General Fund Revenue Report

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Idaho's General Fund receipts ended FY 2016 on a strong note and actual collections for FY 2016 were very close to the projected amount. The June 2016 collections were \$328.6 million, which surpassed the expected \$308.5 million by \$20.1 million (6.5%). This month's surge is a 10.6% gain from June 2015. This late rally pushed actual collections for FY 2016 slightly above the amount expected for the fiscal year. Specifically, actual FY 2016 General Fund receipts were \$3,183.7 million—a 4.2% increase from the previous fiscal year. This clip is slightly faster than the 4.1% pace projected in January 2016. As a result of the slightly faster growth, actual General Fund receipts topped the forecasted \$3,183.6 million by about \$0.1 million.

This month's General Fund performance reflects surpluses in four out of the five revenue categories. The largest surplus was from miscellaneous revenues that were \$13.2 million (20.8%) more than the anticipated amount, \$76.6 million versus \$63.4 million. The next largest contributor to the surplus was the individual income tax. Its receipts of \$104.0 million were \$8.0 million (8.3%) higher than the projected \$96.0 million. The sales tax, whose receipts of \$113.6 million exceeded the expected \$110.6 million by \$3.0 million (2.7%), had the third largest surplus. Product taxes of \$4.1 million for the month topped the forecast by about \$0.3 million (6.5%). Corporate income tax was the only category whose receipts came in below expectations. Its June 2016 collections of \$30.2 million were \$4.4 million (-12.6%) under the predicted \$34.6 million.

As mentioned above, the total surplus for FY 2016 was \$0.1 million. This small excess resulted from annual shortfalls in two categories being offset by surpluses in the other categories. Both the individual and corporate income tax collections were below expectations. The FY 2016 individual income receipts of \$1,513.2 million were \$10.7 million (-0.7%) under the forecast. In comparison, the corporate income tax deficit of \$29.6 million was nearly three times larger. These categories' combined shortfall of \$40.4 million was offset by surpluses in the other categories. Most notably, sales tax receipts of \$1,303.0 million topped the forecast by \$24.0 million (1.9%). In addition, revenue of \$128.8 million from miscellaneous sources was \$15.4 million (13.6%) more than expected. Lastly, product tax receipts of \$51.8 million were \$1.1 million more than anticipated.

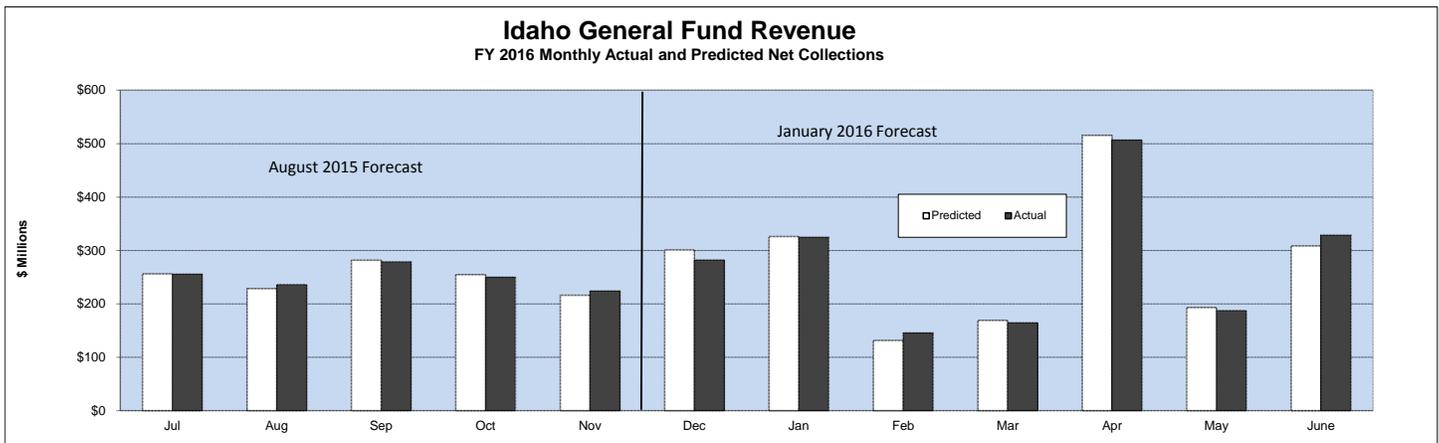
Higher-than-expected refunds in FY 2016 provided the biggest surprise in the individual income tax category. Actual refunds of \$367.9 million topped the forecasted \$352.4 million by \$15.4 million. However, about a third of this shortfall was offset by the \$5.5 million surplus of actual filing collections of \$586.7 million over the forecasted \$581.2 million. Withholding payments, which are the largest component of the individual tax category, came in virtually on target. Actual payments were \$1,303.1 million, which was about \$0.4 million under the forecast.

The corporate income tax category's shortfall in FY 2016 was the result of

both lower-than-expected revenues and higher-than-anticipated refunds. Estimated payments were the furthest from the target. Actual payments of \$181.4 million were nearly \$13.1 million below the projected \$194.4 million. Filing collections also failed to meet the predicted amount. Instead of the coming in at the projected \$48.6 million, actual collections were just \$41.4 million. Adding to the shortfall were refunds of \$33.8 million that were \$9.1 million higher than the forecasted \$24.7 million.

The sales tax category experienced the strongest growth of the three largest General Fund revenue components. It was projected to grow 4.9% in FY 2016, but it actually advanced by 6.9%. Not only did actual growth exceed the forecast, but it was higher than the previous fiscal year's 6.4% pace. Thanks to this faster clip, actual sales tax receipts came in about \$24.0 million higher than expected in FY 2016, \$1,303.0 million versus \$1,279.1 million.

However, large surpluses were not limited to the sales tax. Revenue from miscellaneous sources came in \$15.4 million higher than expected in FY 2016. This surplus mainly came from three sources. First, the insurance premium tax topped its forecast by \$7.1 million. Second, in addition to the premium tax, the Idaho Department of Insurance transferred \$4.5 million from its refund fund to the General Fund. This transfer was not anticipated. Third, the \$10.5 million transferred to the General Fund from abandoned property was \$3.9 million above the predicted \$6.0 million.



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# Idaho General Fund Collections for June 2016

<b>MONTHLY ACTUAL AND PREDICTED COLLECTIONS FOR JUNE</b>						
	<i>Actual FY 2014</i>	<i>Actual FY 2015</i>	<i>Actual FY 2016</i>	<i>Predicted FY 2016</i>	<i>Forecast Performance FY 2016</i>	
					<i>(Actual versus Predicted)</i>	
<b>Individual Income Tax (\$000)</b>	\$98,276.2	\$95,980.5	\$104,015.5	\$96,021.7	<b>Difference</b>	\$7,993.8
<b>Percent Change from Previous Year</b>	6.7%	-2.3%	8.4%	0.0%	<b>Percent</b>	8.3%
<b>Corporate Income Tax (\$000)</b>	\$31,912.1	\$29,251.6	\$30,210.1	\$34,582.1	<b>Difference</b>	(\$4,371.9)
<b>Percent Change from Previous Year</b>	9.4%	-8.3%	3.3%	18.2%	<b>Percent</b>	-12.6%
<b>Sales Tax (\$000)</b>	\$102,272.9	\$110,838.1	\$113,583.6	\$110,603.5	<b>Difference</b>	\$2,980.1
<b>Percent Change from Previous Year</b>	2.3%	8.4%	2.5%	-0.2%	<b>Percent</b>	2.7%
<b>Product Tax (\$000)</b>	\$3,380.8	\$3,485.8	\$4,142.9	\$3,888.6	<b>Difference</b>	\$254.4
<b>Percent Change from Previous Year</b>	-13.4%	3.1%	18.8%	11.6%	<b>Percent</b>	6.5%
<b>Miscellaneous Revenue (\$000)</b>	\$58,583.6	\$57,563.8	\$76,613.4	\$63,415.8	<b>Difference</b>	\$13,197.6
<b>Percent Change from Previous Year</b>	9.0%	-1.7%	33.1%	10.2%	<b>Percent</b>	20.8%
<b>Total (\$000)</b>	\$294,425.6	\$297,119.9	\$328,565.5	\$308,511.6	<b>Difference</b>	\$20,053.9
<b>Percent Change from Previous Year</b>	5.6%	0.9%	10.6%	3.8%	<b>Percent</b>	6.5%

<b>FISCAL YEAR-TO-DATE ACTUAL AND PREDICTED COLLECTIONS THROUGH JUNE</b>						
	<i>Actual FY 2014</i>	<i>Actual FY 2015</i>	<i>Actual FY 2016</i>	<i>Predicted FY 2016</i>	<i>Forecast Performance FY 2016</i>	
					<i>(Actual versus Predicted)</i>	
<b>Individual Income Tax (\$000)</b>	\$1,329,264.6	\$1,470,857.0	\$1,513,168.5	\$1,523,904.8	<b>Difference</b>	(\$10,736.3)
<b>Percent Change from Previous Year</b>	3.5%	10.7%	2.9%	3.6%	<b>Percent</b>	-0.7%
<b>Corporate Income Tax (\$000)</b>	\$188,291.4	\$215,402.9	\$186,869.1	\$216,504.9	<b>Difference</b>	(\$29,635.8)
<b>Percent Change from Previous Year</b>	-5.2%	14.4%	-13.2%	0.5%	<b>Percent</b>	-13.7%
<b>Sales Tax (\$000)</b>	\$1,145,731.8	\$1,218,769.7	\$1,303,027.5	\$1,279,072.7	<b>Difference</b>	\$23,954.9
<b>Percent Change from Previous Year</b>	3.2%	6.4%	6.9%	4.9%	<b>Percent</b>	1.9%
<b>Product Tax (\$000)</b>	\$43,814.9	\$45,471.0	\$51,801.2	\$50,681.1	<b>Difference</b>	\$1,120.2
<b>Percent Change from Previous Year</b>	-12.1%	3.8%	13.9%	11.5%	<b>Percent</b>	2.2%
<b>Miscellaneous Revenue (\$000)</b>	\$108,326.6	\$106,265.0	\$128,827.6	\$113,445.8	<b>Difference</b>	\$15,381.8
<b>Percent Change from Previous Year</b>	0.7%	-1.9%	21.2%	6.8%	<b>Percent</b>	13.6%
<b>Total (\$000)</b>	\$2,815,429.3	\$3,056,765.5	\$3,183,694.0	\$3,183,609.2	<b>Difference</b>	\$84.7
<b>Percent Change from Previous Year</b>	2.4%	8.6%	4.2%	4.1%	<b>Percent</b>	0.0%