



# Idaho General Fund Revenue Report

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The Idaho General Fund revenue projection that was released in early January 2018 has been revised to include the impacts of the federal Tax Cut and Jobs Act. In the new forecast, Idaho’s FY 2018 General Fund increases 5.3% from FY 2017, which is faster than the previously projected 4.9% growth. The General Fund is currently expected to be \$3,630.9 million in FY 2018. This is \$15.1 million higher than the amount published in early January 2018. A set of the revised forecast tables can be found on the DFM website.

All three major revenue sources were increased. The individual income tax was raised by \$5.6 million to \$1,759.7 million. The revised corporate income tax is \$215.8 million, which is \$4.7 million above the January forecast. The sales tax forecast was increased from \$1,466.2 million to \$1,471.5 million. Miscellaneous revenue was unchanged and product taxes were reduced by \$0.6 million to \$58.2 million from the previous forecast.

General Fund collections for January 2018 were \$449.2 million, which is \$87.1 million (24.1%) above the revised forecast of \$362.1 million. The individual income tax was the largest

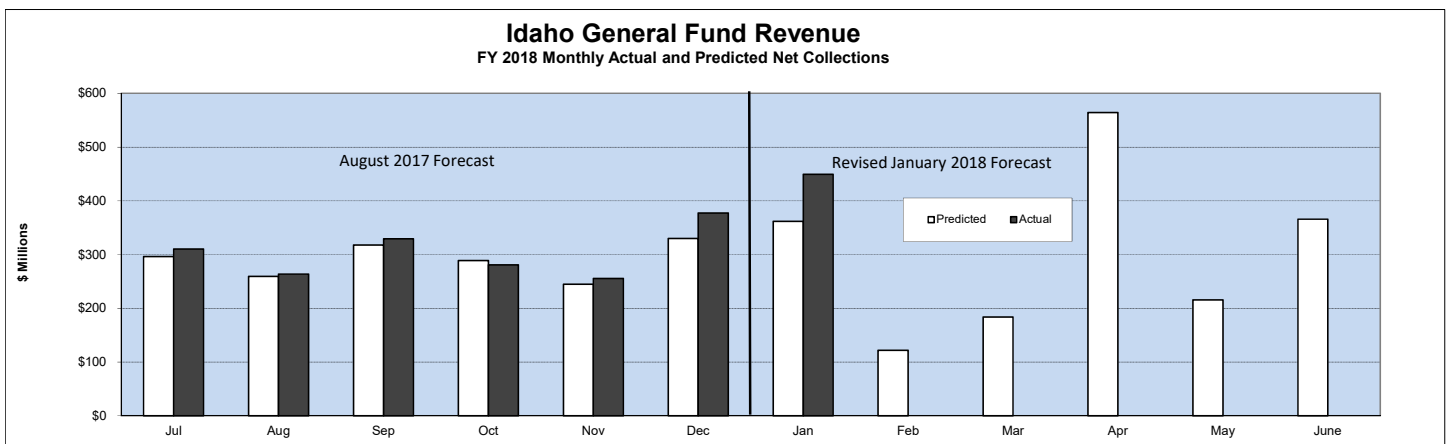
contributor to this month’s surplus. It added \$281.6 million to the General Fund, which was \$76.1 million (37.0%) above the forecasted \$205.5 million. The next highest contributor was the corporate income tax. Its receipts of \$20.3 million topped the projected \$8.8 million by \$11.5 million (130.2%). The sales tax, however, came in slightly below expectations, \$141.1 million versus \$142.9 million—a \$1.8 million (-1.3%) shortfall. Product taxes of \$4.2 million were on target, but miscellaneous revenues were \$1.4 million higher than the projected \$0.6 million.

This month’s individual income tax surplus was due to a surge in filing collections. Specifically, they were \$134.2 million. This was nearly twice as much as the forecast. As was the case with last month’s strong showing, the Division of Financial Management believes January’s surplus is the result of tax payers moving income into CY 2017 from CY 2018. A portion of the CY 2018 filing payments made at the end of December was not recorded until January, when banks reopened after the holiday. Idaho tax data support this view. On January 2, 2018, the Idaho Tax Commission deposited filing collections

of \$79.0 million, which is about two and one-half times the \$31.3 million deposited on the same day in 2017. However, by January 5, 2018, the deposit had fallen to \$1.4 million, which is less than one and one-half times the 2017 amount. The initial spike followed by lower collections indicates a timing issue and not a permanent increase in collections.

Withholding payments made a smaller contribution to this month’s surplus than filing collections. Instead of the predicted \$147.8 million, collections were \$150.3 million. Individual income tax refunds of \$2.1 million were \$6.5 million under the forecast.

The corporate income tax surplus resulted from stronger-than-expected revenues and lower-than-anticipated refunds. Filing collections of \$8.1 million were three times stronger than the forecasted \$2.7 million. Estimated payments of \$13.5 million were much closer to the forecast, coming in \$1.9 million above the expected \$11.6 million. Refunds were predicted to be \$5.5 million but came in at \$1.1 million.



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# Idaho General Fund Collections for January 2018

<b>MONTHLY ACTUAL AND PREDICTED COLLECTIONS FOR JANUARY</b>						
	<i>Actual FY 2016</i>	<i>Actual FY 2017</i>	<i>Actual FY 2018</i>	<i>Predicted FY 2018</i>	<i>Forecast Performance FY 2018</i>	
					<i>(Actual versus Predicted)</i>	
<b>Individual Income Tax (\$000)</b>	\$188,451.7	\$212,257.5	\$281,638.5	\$205,513.7	<b>Difference</b>	\$76,124.8
<b>Percent Change from Previous Year</b>	0.9%	12.6%	32.7%	-3.2%	<b>Percent</b>	37.0%
<b>Corporate Income Tax (\$000)</b>	\$5,951.2	\$12,903.8	\$20,250.9	\$8,799.0	<b>Difference</b>	\$11,452.0
<b>Percent Change from Previous Year</b>	-52.9%	116.8%	56.9%	-31.8%	<b>Percent</b>	130.2%
<b>Sales Tax (\$000)</b>	\$125,171.0	\$133,561.9	\$141,107.8	\$142,945.7	<b>Difference</b>	(\$1,837.9)
<b>Percent Change from Previous Year</b>	6.5%	6.7%	5.6%	7.0%	<b>Percent</b>	-1.3%
<b>Product Tax (\$000)</b>	\$3,731.4	\$4,104.1	\$4,211.5	\$4,217.5	<b>Difference</b>	(\$6.0)
<b>Percent Change from Previous Year</b>	16.3%	10.0%	2.6%	2.8%	<b>Percent</b>	-0.1%
<b>Miscellaneous Revenue (\$000)</b>	\$1,288.7	\$1,624.1	\$2,008.5	\$592.9	<b>Difference</b>	\$1,415.6
<b>Percent Change from Previous Year</b>	185.6%	26.0%	23.7%	-63.5%	<b>Percent</b>	238.8%
<b>Total (\$000)</b>	\$324,594.0	\$364,451.4	\$449,217.2	\$362,068.8	<b>Difference</b>	\$87,148.5
<b>Percent Change from Previous Year</b>	1.2%	12.3%	23.3%	-0.7%	<b>Percent</b>	24.1%

<b>FISCAL YEAR-TO-DATE ACTUAL AND PREDICTED COLLECTIONS THROUGH JANUARY</b>						
	<i>Actual FY 2016</i>	<i>Actual FY 2017</i>	<i>Actual FY 2018</i>	<i>Predicted FY 2018</i>	<i>Forecast Performance FY 2018</i>	
					<i>(Actual versus Predicted)</i>	
<b>Individual Income Tax (\$000)</b>	\$896,689.5	\$996,839.0	\$1,156,254.1	\$1,080,129.3	<b>Difference</b>	\$76,124.8
<b>Percent Change from Previous Year</b>	3.9%	11.2%	16.0%	8.4%	<b>Percent</b>	7.0%
<b>Corporate Income Tax (\$000)</b>	\$91,994.7	\$108,297.3	\$111,420.3	\$99,968.3	<b>Difference</b>	\$11,452.0
<b>Percent Change from Previous Year</b>	-14.0%	17.7%	2.9%	-7.7%	<b>Percent</b>	11.5%
<b>Sales Tax (\$000)</b>	\$786,423.0	\$842,477.9	\$903,871.5	\$905,709.4	<b>Difference</b>	(\$1,837.9)
<b>Percent Change from Previous Year</b>	7.2%	7.1%	7.3%	7.5%	<b>Percent</b>	-0.2%
<b>Product Tax (\$000)</b>	\$32,458.0	\$36,816.6	\$36,780.0	\$36,786.0	<b>Difference</b>	(\$6.0)
<b>Percent Change from Previous Year</b>	11.4%	13.4%	-0.1%	-0.1%	<b>Percent</b>	0.0%
<b>Miscellaneous Revenue (\$000)</b>	\$43,453.0	\$41,649.2	\$57,838.2	\$56,422.6	<b>Difference</b>	\$1,415.6
<b>Percent Change from Previous Year</b>	10.4%	-4.2%	38.9%	35.5%	<b>Percent</b>	2.5%
<b>Total (\$000)</b>	\$1,851,018.3	\$2,026,080.2	\$2,266,164.1	\$2,179,015.6	<b>Difference</b>	\$87,148.5
<b>Percent Change from Previous Year</b>	4.5%	9.5%	11.8%	7.5%	<b>Percent</b>	4.0%