



Idaho General Fund Revenue Report

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Idaho's January 2019 General Fund receipts of \$315.1 million were \$88.1 million (-21.9%) below the forecasted \$403.2 million. For the fiscal year to date, General Fund receipts are \$2,030.4 million, which is \$128.3 million (-5.9%) below the anticipated \$2,158.7 million.

This month's shortfall was the result of lower-than-forecasted individual income tax collections. Receipts of \$147.8 million were \$87.5 million (-37.2%) under the projected \$235.3 million. Instead of the expected \$152.4 million in sales tax collections, actual receipts were \$150.6 million—a difference of \$1.9 million (-1.2%). Corporate income tax continued its streak of higher-than-anticipated receipts this month, topping its forecast of \$8.9 million by \$1.4 million (16.1%). Revenue from both product taxes and miscellaneous sources both came in below their respective January forecasts.

Filing collections were the largest contributor to this month's individual income tax shortfall, with actual collections of \$30.4 million coming in \$63.7 million short of the expected \$94.1 million. The shortfall resulted from federal tax law changes that removed the incentive for some Idaho taxpayers to file their individual income tax returns at the end of

2018. This also occurred last month. It is a timing issue. The taxes that would have been paid early should be paid later in the filing season. As a result, filing collections later this spring should be higher than were forecast.

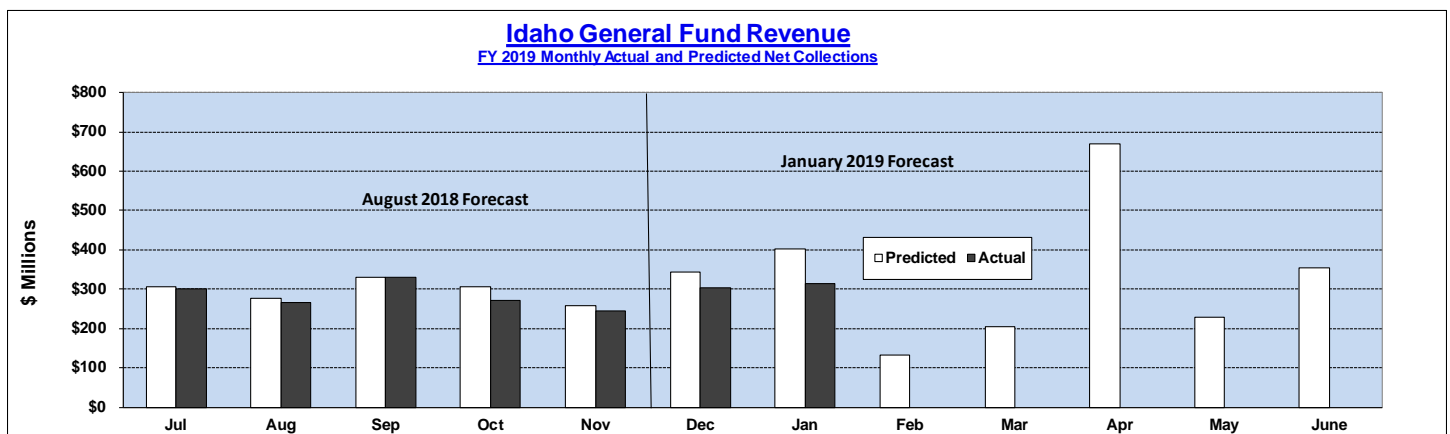
Individual income tax withholding payments were also below the forecast. This revenue source has underperformed in every month of the fiscal year. These monthly shortfalls are likely caused by under withholding due to confusion over the revised withholding tables that were introduced last spring. Withholding payments of \$121.0 million in January were \$29.5 million under the forecast. As is the case with filing collections, this is most likely a timing issue that will right itself this spring. Refunds were numerically closer to the forecast, coming in at \$3.0 million compared to \$8.2 million. Individual income tax receipts for the fiscal year to date of \$827.3 million are \$145.8 million under the projection.

This month's corporate income tax bottom line benefitted from lower-than-predicted refunds. Actual refunds of \$0.4 million were below the anticipated \$5.6 million. Most of this advantage, however, was offset by filing collections that were \$3.9 million under the predicted

\$6.4 million. Estimated payments, on the other hand, were much closer to the forecast, \$8.5 million versus \$8.0 million. Corporate income tax collections for the fiscal year to date are \$129.3 million, which is \$10.9 million more than expected.

January sales tax receipts were the highest for the year because they included December's holiday transactions. These receipts traditionally account for nearly ten percent of a year's gross sales tax collections. This month's gross sales tax receipts of \$178.9 million were 5.9% above last January. The General Fund's share of these receipts after refunds and distributions was \$150.6 million, which was 6.7% higher than in January 2018. Despite this growth, the General Fund contribution was \$1.9 million under the expected \$152.4 million. Sales tax receipts for the fiscal year to date exceed the forecast by \$4.8 million.

January product tax receipts of \$4.7 million were just slightly under the projection and miscellaneous revenue of \$1.8 million was about \$0.1 million lower than anticipated. For the fiscal year to date the former is \$0.3 million short of its target and the latter is \$2.1 million above its forecast.



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Idaho General Fund Collections for January 2019

MONTHLY ACTUAL AND PREDICTED COLLECTIONS FOR JANUARY					
	<i>Actual FY 2017</i>	<i>Actual FY 2018</i>	<i>Actual FY 2019</i>	<i>Predicted FY 2019</i>	<i>Forecast Performance FY 2019</i>
					<i>(Actual versus Predicted)</i>
Individual Income Tax (\$000)	\$212,257.5	\$281,638.5	\$147,760.6	\$235,281.7	Difference (\$87,521.1)
Percent Change from Previous Year	12.6%	32.7%	-47.5%	-16.5%	Percent -37.2%
Corporate Income Tax (\$000)	\$12,903.8	\$20,250.9	\$10,307.1	\$8,875.6	Difference \$1,431.6
Percent Change from Previous Year	116.8%	56.9%	-49.1%	-56.2%	Percent 16.1%
Sales Tax (\$000)	\$133,561.9	\$141,107.8	\$150,556.0	\$152,446.1	Difference (\$1,890.1)
Percent Change from Previous Year	6.7%	5.6%	6.7%	8.0%	Percent -1.2%
Product Tax (\$000)	\$4,104.1	\$4,211.5	\$4,655.3	\$4,697.6	Difference (\$42.3)
Percent Change from Previous Year	10.0%	2.6%	10.5%	11.5%	Percent -0.9%
Miscellaneous Revenue (\$000)	\$1,624.1	\$2,008.5	\$1,815.8	\$1,943.8	Difference (\$128.1)
Percent Change from Previous Year	26.0%	23.7%	-9.6%	-3.2%	Percent -6.6%
Total (\$000)	\$364,451.4	\$449,217.2	\$315,094.8	\$403,244.7	Difference (\$88,149.9)
Percent Change from Previous Year	12.3%	23.3%	-29.9%	-10.2%	Percent -21.9%

FISCAL YEAR-TO-DATE ACTUAL AND PREDICTED COLLECTIONS THROUGH JANUARY					
	<i>Actual FY 2017</i>	<i>Actual FY 2018</i>	<i>Actual FY 2019</i>	<i>Predicted FY 2019</i>	<i>Forecast Performance FY 2019</i>
					<i>(Actual versus Predicted)</i>
Individual Income Tax (\$000)	\$996,839.0	\$1,156,254.1	\$827,296.2	\$973,080.2	Difference (\$145,784.0)
Percent Change from Previous Year	11.2%	16.0%	-28.5%	-15.8%	Percent -15.0%
Corporate Income Tax (\$000)	\$108,297.3	\$111,420.3	\$129,270.9	\$118,375.2	Difference \$10,895.7
Percent Change from Previous Year	17.7%	2.9%	16.0%	6.2%	Percent 9.2%
Sales Tax (\$000)	\$842,477.9	\$903,871.5	\$975,104.6	\$970,326.6	Difference \$4,778.0
Percent Change from Previous Year	7.1%	7.3%	7.9%	7.4%	Percent 0.5%
Product Tax (\$000)	\$36,816.6	\$36,780.0	\$40,701.3	\$40,958.4	Difference (\$257.1)
Percent Change from Previous Year	13.4%	-0.1%	10.7%	11.4%	Percent -0.6%
Miscellaneous Revenue (\$000)	\$41,649.2	\$57,838.2	\$58,066.0	\$55,995.0	Difference \$2,071.0
Percent Change from Previous Year	-4.2%	38.9%	0.4%	-3.2%	Percent 3.7%
Total (\$000)	\$2,026,080.2	\$2,266,164.1	\$2,030,438.8	\$2,158,735.3	Difference (\$128,296.5)
Percent Change from Previous Year	9.5%	11.8%	-10.4%	-4.7%	Percent -5.9%