



# Idaho General Fund Revenue Report

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General Fund receipts for the final month of FY 2018 were \$346.7 million, which was \$19.3 million (-5.3%) below the forecasted \$366.0 million and 4.0% lower than the previous June. Despite this month's shortfall, total FY 2018 General Fund receipts of \$3,731.6 million exceeded the forecasted \$3,630.9 million by \$100.7 million (2.8%) and were up 8.2% from FY 2017. Anticipated growth for FY 2018 was 5.3%.

Both individual and corporate income taxes fell short of their June targets. Individual income tax collections were expected to surge 10.1% during this month to \$129.7 million, but instead declined by 2.8% to \$114.5 million. Refunds were \$17.8 million higher than predicted. This refund swell followed the winter's late filing payments surge, which was a response to federal tax law changes. Evidence of this shift can be seen in the daily filing payments record for the last week of 2017 and first week of 2018. Filing collections during the last week of December jumped \$15.8 million (37.0%) above the previous year and the number of filings more than doubled.

Despite its weak June showing, total FY 2018 individual income tax receipts grew 10.7% over FY 2017, hitting \$1,828.3 million, which was \$68.6 million over the forecast. Both filing collections and withholding payments contributed to this surplus. Total filing collections in FY 2018 of \$691.5 million were \$29.2 million ahead

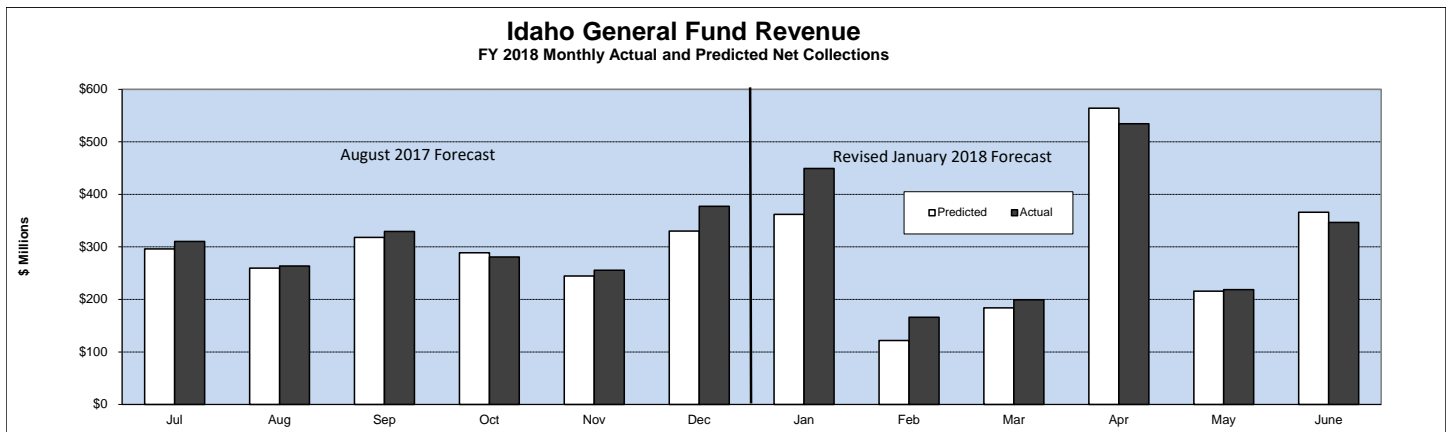
of the forecast. Withholding payments, fueled by the state's strong job picture, had an even larger surplus of \$48.9 million—\$1,547.2 million versus \$1,498.3 million. However, these revenue windfalls were partially offset by refunds of \$401.2 million that were \$9.2 million higher than projected.

Corporate income tax receipts were also lower than expected this month, but they were much closer to the projection than the individual income tax. The June shortfall was just \$0.7 million (-1.8%)—\$37.8 million compared to \$38.5 million. Filing collections of \$2.5 million for the month were \$0.9 million higher than expected. This small surplus was eclipsed by estimated payments of \$38.1 million, which were \$2.0 million below the forecast. Refunds of \$2.6 million were \$0.5 million below the projection.

Corporate income tax receipts of \$238.7 million in FY 2018 exceeded the forecast by \$22.9 million. Growth was 11.5%. However, not all components of this revenue source contributed to the fiscal year's surplus. Estimated payments of \$192.8 million were \$7.1 million short of the anticipated \$199.9 million. This deficit was more than offset by filing collections that were \$18.1 million more than predicted—\$74.5 million versus \$56.4 million. The corporate income tax bottom line also benefitted from refunds that were much lower than expected—\$26.4 million versus \$38.8 million.

This month's sales tax contribution of \$135.1 million to the General Fund was 6.2% above last June and \$8.4 million (6.6%) above the forecast. This was a surprise; growth was expected to be flat this month. This late gain lifted the FY 2018 total sales tax collection to \$1,490.0 million. This amount represents 7.8% growth over last year and is \$18.5 million more than was projected. It should be noted that FY 2018 was the first year that Amazon.com collected and remitted this tax on its Idaho sales.

Revenue from miscellaneous sources in June was much lower than predicted—\$54.7 million compared to the projected \$66.6 million. Although it was not forecast, this shortfall was not unexpected. House Bill 493 became law this spring after the revenue estimate was set in January 2018. This bill diverted \$18.6 million this month from the General Fund to the Business Information Infrastructure Fund for the procurement and implementation of the statewide enterprise resource system. These distributions will be made annually through FY 2022. Fiscal year-to-date revenue from miscellaneous sources was \$116.3 million, which was \$9.4 million lower than expected. Product tax revenue for both the month and fiscal year were virtually on target. June's receipts were \$4.5 million. FY 2018 product tax receipts were within \$0.1 million of the forecast—\$58.3 million versus \$58.2 million.



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# Idaho General Fund Collections for June 2018

<b>MONTHLY ACTUAL AND PREDICTED COLLECTIONS FOR JUNE</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>	\$104,015.5	\$117,771.6	\$114,521.7	\$129,669.0	<b>Difference</b> <span style="color: red;">(\$15,147.3)</span>
<b>Percent Change from Previous Year</b>	8.4%	13.2%	-2.8%	10.1%	<b>Percent</b> -11.7%
<b>Corporate Income Tax (\$000)</b>	\$30,210.1	\$30,491.1	\$37,814.5	\$38,520.2	<b>Difference</b> <span style="color: red;">(\$705.8)</span>
<b>Percent Change from Previous Year</b>	3.3%	0.9%	24.0%	26.3%	<b>Percent</b> -1.8%
<b>Sales Tax (\$000)</b>	\$113,583.6	\$127,225.6	\$135,132.0	\$126,724.6	<b>Difference</b> \$8,407.4
<b>Percent Change from Previous Year</b>	2.5%	12.0%	6.2%	-0.4%	<b>Percent</b> 6.6%
<b>Product Tax (\$000)</b>	\$4,142.9	\$4,385.0	\$4,523.6	\$4,512.0	<b>Difference</b> \$11.6
<b>Percent Change from Previous Year</b>	18.8%	5.8%	3.2%	2.9%	<b>Percent</b> 0.3%
<b>Miscellaneous Revenue (\$000)</b>	\$76,613.4	\$81,205.6	\$54,739.2	\$66,602.4	<b>Difference</b> <span style="color: red;">(\$11,863.3)</span>
<b>Percent Change from Previous Year</b>	33.1%	6.0%	-32.6%	-18.0%	<b>Percent</b> -17.8%
<b>Total (\$000)</b>	\$328,565.5	\$361,078.9	\$346,730.9	\$366,028.2	<b>Difference</b> <span style="color: red;">(\$19,297.4)</span>
<b>Percent Change from Previous Year</b>	10.6%	9.9%	-4.0%	1.4%	<b>Percent</b> -5.3%

<b>FISCAL YEAR-TO-DATE ACTUAL AND PREDICTED COLLECTIONS THROUGH JUNE</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>	\$1,513,168.5	\$1,651,195.6	\$1,828,281.7	\$1,759,673.2	<b>Difference</b> \$68,608.5
<b>Percent Change from Previous Year</b>	2.9%	9.1%	10.7%	6.6%	<b>Percent</b> 3.9%
<b>Corporate Income Tax (\$000)</b>	\$186,869.1	\$214,020.1	\$238,708.5	\$215,776.2	<b>Difference</b> \$22,932.2
<b>Percent Change from Previous Year</b>	-13.2%	14.5%	11.5%	0.8%	<b>Percent</b> 10.6%
<b>Sales Tax (\$000)</b>	\$1,303,027.5	\$1,382,418.2	\$1,490,015.4	\$1,471,544.4	<b>Difference</b> \$18,471.0
<b>Percent Change from Previous Year</b>	6.9%	6.1%	7.8%	6.4%	<b>Percent</b> 1.3%
<b>Product Tax (\$000)</b>	\$51,801.2	\$58,093.7	\$58,299.3	\$58,213.7	<b>Difference</b> \$85.6
<b>Percent Change from Previous Year</b>	13.9%	12.1%	0.4%	0.2%	<b>Percent</b> 0.1%
<b>Miscellaneous Revenue (\$000)</b>	\$128,827.6	\$142,679.4	\$116,301.4	\$125,667.7	<b>Difference</b> <span style="color: red;">(\$9,366.2)</span>
<b>Percent Change from Previous Year</b>	21.2%	10.8%	-18.5%	-11.9%	<b>Percent</b> -7.5%
<b>Total (\$000)</b>	\$3,183,694.0	\$3,448,407.0	\$3,731,606.3	\$3,630,875.2	<b>Difference</b> \$100,731.1
<b>Percent Change from Previous Year</b>	4.2%	8.3%	8.2%	5.3%	<b>Percent</b> 2.8%