



Idaho General Fund Revenue Report

Brad Little, Governor
Alex J. Adams, Administrator

DIVISION OF FINANCIAL MANAGEMENT
Executive Office of the Governor

JULY 2021

VOLUME XLIV NO. 1

June closes Idaho's fiscal year. Last year, the state had just crossed above \$4.0 billion in general fund revenue during one fiscal year. This year the state has just achieved \$5.0 billion in general fund revenue. Next month's report will reflect a new general fund revenue forecast. That forecast adjusts for the current fiscal landscape, including congressional stimulus and the current jobs landscape in the state.

June saw \$465.8 million in revenue, which is \$84.4 million more than expected. Individual income tax added \$146.2 million. Sales tax brought \$192.7 million. Corporate income tax contributed \$55.6 million. These were each over expectation, by \$17.0 million, \$36.6 million, and \$15.1 million, respectively.

For fiscal year 2021, individual income tax brought in \$2.45 billion, which was \$0.47 billion more than expectation. Sales tax brought in \$2.00 billion, which was \$0.17 billion more than expectation. Corporate income tax brought in \$348.9 million, which was \$88.2 million more than expectation. These beat expectation by 23.7%, 9.0%, and 33.8%, respectively.

It has been since last July that withholding payments on individual income taxes did not beat expectation. In June they were \$16.5 million over the estimate. On average they have been \$14.2 million above estimate each month of the fiscal year. Withholding payments averaged \$26.9 million more per month than expected in fiscal year 2021, but with the delayed federal and state filing deadline, the swings above and below estimate covered the range from -\$284.8 million to +\$508.7 million. Refunds totaled \$288.9 million; the expectation was for \$318.3 million, so the forecast was in error \$29.4 million on refunds.

Since March, when the latest stimulus bill passed Congress and vaccination campaigns were strengthening, sales tax revenue for the general fund has beaten expectation by over 25%. From December through March, they were also above expectation, but by an average of 9.6%. That period also saw stimulus payments from Congress. April and May saw Tax Relief Fund deposits of \$15.2 and \$12.8 million, respectively. This fund receives the sales tax collection from online marketplaces. June's figure was smaller at \$5.7

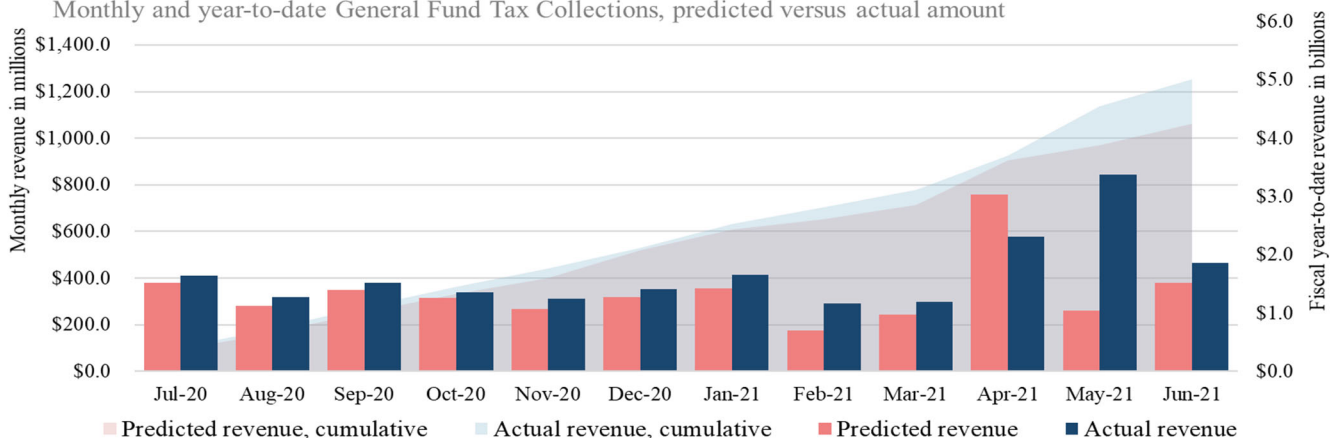
million. Idaho consumers may be readjusting to an economy with more avenues for spending.

The \$88.2 million that corporate income tax beat the fiscal year estimate came through estimated and filing payments. The former were up \$13.9 million, and all of that could be attributed to April. Evidently many corporations did not delay their filing. Estimated payments exceeded the forecast by \$76.1 million. December, April, and June saw estimated payments exceed forecast by tens of millions. From the arithmetic, refunds were relatively close, then. In fact, they were \$33.4 million whereas \$31.6 million was expected.

Total miscellaneous revenues for the General fund were \$138.0 million. The bulk of this is due to the insurance premium tax, which is paid to the general fund in June. Overall, miscellaneous revenue beat the fiscal year prediction by \$31.9 million. Product taxes totaled \$72.0 million. Product taxes were shy of the full year expectation by \$0.7 million.

Idaho General Fund Revenue, FY 2021

Monthly and year-to-date General Fund Tax Collections, predicted versus actual amount



Prepared by Greg Piepmeyer and Saruul Khasar, economists.

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

Predicted and actual General Fund Revenues, thousand dollars

Month

	Jun, 2019	Jun, 2020	Jun, 2021			
	Actual revenue	Actual revenue	Predicted revenue	Actual revenue	Difference (predicted vs actual)	% Change (current vs previous FY)
Individual Income Tax	118,096.2	480,003.6	129,172.0	146,180.9	17,008.89	-69.5%
Sales Tax	141,831.3	151,397.6	156,065.2	192,682.3	36,617.16	27.3%
Corporate Income Tax	37,277.8	66,570.2	40,416.6	55,560.4	15,143.85	-16.5%
Product Taxes	4,779.9	4,541.9	5,367.5	4,972.9	(394.55)	9.5%
Miscellaneous Revenue	59,194.3	61,136.7	50,400.4	66,423.9	16,023.59	8.6%
Total	361,179.4	763,649.9	381,421.6	465,820.6	84,398.95	-39.0%

Fiscal YTD

	Jun, 2019	Jun, 2020	Jun, 2021			
	Actual revenue	Actual revenue	Predicted revenue	Actual revenue	Difference (predicted vs actual)	% Change (current vs previous FY)
Individual Income Tax	1,661,130.2	1,905,245.5	1,977,060.5	2,446,316.3	469,255.84	28.4%
Sales Tax	1,597,703.6	1,689,376.0	1,837,965.9	2,004,239.5	166,273.61	18.6%
Corporate Income Tax	283,162.7	243,336.90	260,727.1	348,921.4	88,194.36	43.4%
Product Taxes	64,278.1	65,546.8	72,699.7	72,008.3	(691.44)	9.9%
Miscellaneous Revenue	128,331.0	128,473.2	106,139.6	138,011.0	31,871.39	7.4%
Total	3,734,605.7	4,031,978.4	4,254,592.8	5,009,496.6	754,903.77	24.2%