



Idaho General Fund Revenue Report

Brad Little, Governor
Alex J. Adams, Administrator

DIVISION OF FINANCIAL MANAGEMENT
Executive Office of the Governor

FEBRUARY 2020

VOLUME XLII NO. 8

Idaho General Fund collections in January were higher than expected, the fifth occurrence this fiscal year. Receipts of \$348.0 million were \$2.1 million (0.6%) above the projected \$345.9 million. This month's showing represents a 10.4% increase over January 2019, and it was above the predicted 9.8% advance. For the fiscal year to date, General Fund receipts of \$2,176.0 million are 7.2% higher than last year and are \$5.6 million (0.3%) above the forecast.

The individual income tax posted a strong showing this month, topping its forecast of \$158.4 million by \$9.0 million (5.7%). The corporate income tax came up short of its forecast this month, with receipts of \$13.4 million that were \$0.2 million (-1.7%) below the projection. The sales tax also missed its target. It was \$6.3 million (-3.8%) below the predicted \$166.3 million. Product tax revenue topped the forecast by \$0.2 million (3.2%), \$4.9 million versus \$4.7 million. Miscellaneous revenues totaled \$2.3 million in January, or \$0.5 million (19.1%) less than anticipated.

The individual income tax surplus results from the confluence of stronger-than-predicted revenue and lower-than-expected refunds. Filing

collections of \$37.8 million were \$3.9 million more than projected. Withholding payments of \$134.4 million topped its forecast and added another \$1.8 million to January's excess. Low refunds added \$3.0 million to the surplus. The fiscal year-to-date individual income tax receipts are \$903.3 million, which is \$9.5 million above the forecast.

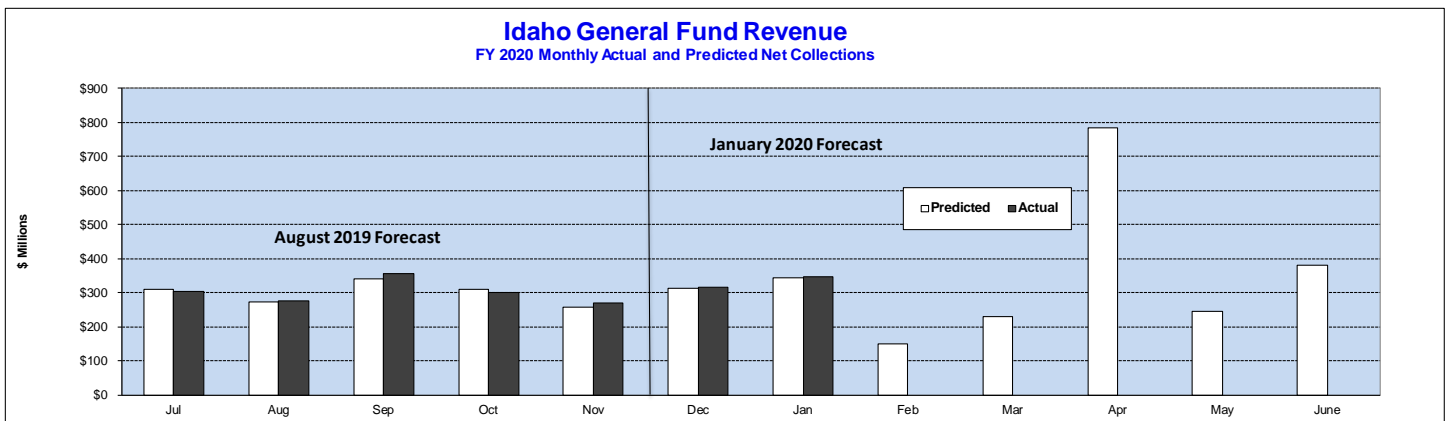
Lower-than-expected estimated payments were the reason for this year's first corporate income tax shortfall. Instead of the projected \$12.8 million, these payments were \$8.4 million—a \$4.4 million miss. Fortunately, this amount was nearly offset by refunds that were \$4.0 million lower than expected. The deficit was further reduced by filing collections of \$6.1 million that were nearly \$0.7 million more than the predicted \$5.5 million. Despite this month's slight shortfall, the fiscal year-to-date corporate income tax receipts of \$134.7 million are \$2.8 million above the expected \$131.9 million.

Idaho's January 2020 gross sales tax collections of \$199.5 million include December holiday sales and were 11.5% above the year-ago level. It includes \$10.3 million of receipts from remote

retailers and marketplace facilitators. Per statute, this amount was transferred to the Tax Relief Fund, which increased its fiscal year-to-date balance to \$46.1 million.

Extracting the \$10.3 million from the gross sales tax lowers the collection total to \$189.2 million and reduces the year-over-year growth rate to 5.8%. This amount net of refunds and statutory distributions was deposited in the General Fund portion. Some diversions are fixed amounts, such as the \$400,000 transfer to the Water Pollution Control Fund. Other diversions are formula driven. For example, the amount dispersed to counties and cities for revenue sharing is 11.5% of gross receipts less refunds and Multistate Tax Compact payments. The amount distributed to the General Fund this month was \$160.0 million. The fiscal year-to-date distribution is \$1,036.4 million, which is \$4.8 million less than anticipated.

For the fiscal year, product tax collections are behind the forecast by \$0.1 million, having reached \$42.8 million in total remittance. Miscellaneous revenue is further behind, by \$1.8 million, but on a larger total of \$59.0 million.



Prepared by Derek E. Santos, Chief Economist and Greg Piepmeyer, Economist.

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

Idaho General Fund Collections for January 2020

MONTHLY ACTUAL AND PREDICTED COLLECTIONS FOR JANUARY						
	<i>Actual FY 2018</i>	<i>Actual FY 2019</i>	<i>Actual FY 2020</i>	<i>Predicted FY 2020</i>	<i>Forecast Performance FY 2020</i>	
					<i>(Actual versus Predicted)</i>	
Individual Income Tax (\$000)	\$281,638.5	\$147,760.6	\$167,416.4	\$158,424.2	Difference	\$8,992.2
Percent Change from Previous Year	32.7%	-47.5%	13.3%	7.2%	Percent	5.7%
Corporate Income Tax (\$000)	\$20,250.9	\$10,307.1	\$13,360.0	\$13,597.7	Difference	(\$237.7)
Percent Change from Previous Year	56.9%	-49.1%	29.6%	31.9%	Percent	-1.7%
Sales Tax (\$000)	\$141,107.8	\$150,556.0	\$159,979.7	\$166,270.6	Difference	(\$6,290.9)
Percent Change from Previous Year	5.6%	6.7%	6.3%	10.4%	Percent	-3.8%
Product Tax (\$000)	\$4,211.5	\$4,655.3	\$4,875.9	\$4,725.2	Difference	\$150.7
Percent Change from Previous Year	2.6%	10.5%	4.7%	1.5%	Percent	3.2%
Miscellaneous Revenue (\$000)	\$2,008.5	\$1,815.8	\$2,319.7	\$2,867.7	Difference	(\$547.9)
Percent Change from Previous Year	23.7%	-9.6%	27.8%	57.9%	Percent	-19.1%
Total (\$000)	\$449,217.2	\$315,094.8	\$347,951.7	\$345,885.4	Difference	\$2,066.4
Percent Change from Previous Year	23.3%	-29.9%	10.4%	9.8%	Percent	0.6%

FISCAL YEAR-TO-DATE ACTUAL AND PREDICTED COLLECTIONS THROUGH JANUARY						
	<i>Actual FY 2018</i>	<i>Actual FY 2019</i>	<i>Actual FY 2020</i>	<i>Predicted FY 2020</i>	<i>Forecast Performance FY 2020</i>	
					<i>(Actual versus Predicted)</i>	
Individual Income Tax (\$000)	\$1,156,254.1	\$827,296.2	\$903,269.2	\$893,737.5	Difference	\$9,531.7
Percent Change from Previous Year	16.0%	-28.5%	9.2%	8.0%	Percent	1.1%
Corporate Income Tax (\$000)	\$111,420.3	\$129,270.9	\$134,674.4	\$131,884.7	Difference	\$2,789.7
Percent Change from Previous Year	2.9%	16.0%	4.2%	2.0%	Percent	2.1%
Sales Tax (\$000)	\$903,871.5	\$975,104.6	\$1,036,361.9	\$1,041,174.2	Difference	(\$4,812.3)
Percent Change from Previous Year	7.3%	7.9%	6.3%	6.8%	Percent	-0.5%
Product Tax (\$000)	\$36,780.0	\$40,701.3	\$42,760.9	\$42,854.5	Difference	(\$93.6)
Percent Change from Previous Year	-0.1%	10.7%	5.1%	5.3%	Percent	-0.2%
Miscellaneous Revenue (\$000)	\$57,838.2	\$58,066.0	\$58,957.2	\$60,773.1	Difference	(\$1,816.0)
Percent Change from Previous Year	38.9%	0.4%	1.5%	4.7%	Percent	-3.0%
Total (\$000)	\$2,266,164.1	\$2,030,438.8	\$2,176,023.5	\$2,170,424.1	Difference	\$5,599.5
Percent Change from Previous Year	11.8%	-10.4%	7.2%	6.9%	Percent	0.3%