



Idaho Division of Financial Management
Executive Office of the Governor

Idaho General Fund Revenue Report



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Idaho's General Fund revenue for May 2012 was \$151.5 million. This was \$3.4 million less than expected. Individual income tax collections of \$41.7 million were \$18.1 million below its forecast of \$59.8 million. However, part of this shortfall was offset by the much stronger-than-expected miscellaneous revenue collections of \$14.7 million that exceeded its forecast by \$13.0 million. Corporate income tax collections were \$10.5 million. Sales tax collections contributed \$81.4 million to the General Fund and the product taxes category added another \$3.3 million. Total General Fund revenue for the fiscal year through May 2012 exceeds its forecast by \$33.7 million, \$2,326.2 million versus \$2,292.5 million.

The lower-than-anticipated individual income tax collections were due to higher-than-expected refunds. Actual refunds were \$49.3 million, which were \$15.9 million above the forecasted \$33.4 million. This difference reflects recent changes to administrative practices that have changed current refund patterns from the historical patterns on which the forecast is based. Evidence for this change can be found throughout this fiscal year. During the first eight months of the current fiscal year, actual refunds have been lower than predicted refunds in all but one

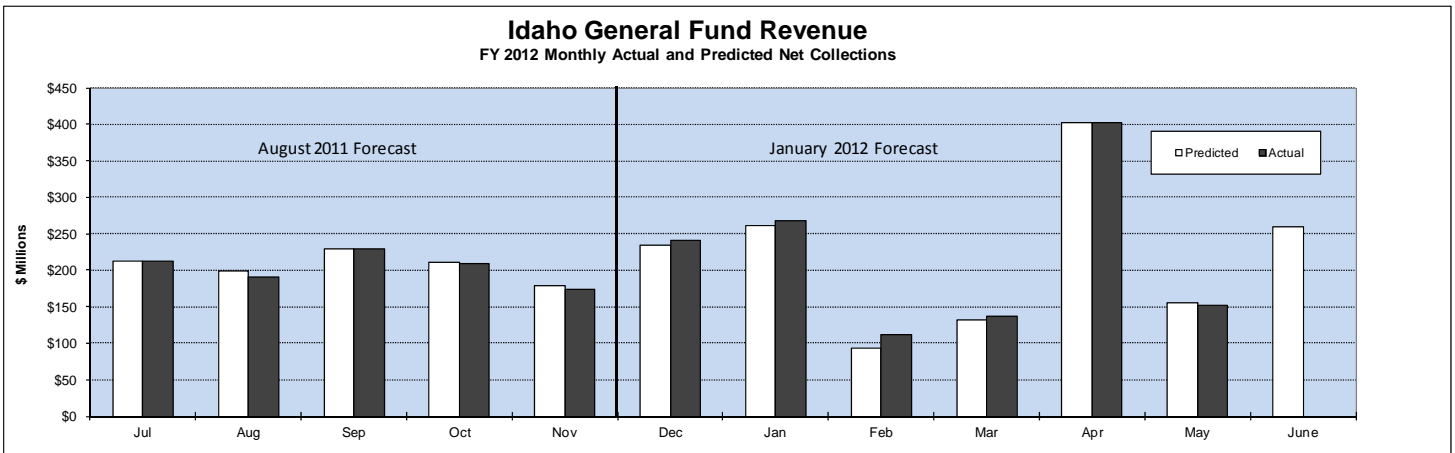
month (October 2011). Beginning with March 2012, actual refunds have exceeded their monthly forecasts. On a fiscal year-to-date basis refunds are \$7.7 million higher than expected.

Part of this month's higher-than-forecasted individual income tax refunds was offset by filing collections that topped its forecast by \$2.1 million, \$8.8 million versus \$6.7 million. Withholding collections were \$83.0 million in May, which was \$4.3 million less than expected. Fiscal year-to-date individual income tax collections of \$1,120.9 million are \$8.4 million lower than expected.

Corporate income tax collections were \$1.6 million above May's forecast of \$8.9 million thanks to stronger-than-expected estimated payments and weaker-than-predicted refunds. Estimated payments for the month were \$9.0 million, which was \$2.4 million higher than expected. Refunds were \$1.2 million, or about \$0.6 million below the forecast. The combined impact of these two categories is a surplus of \$3.0 million, which more than offset the filing collection shortfall of \$1.4 million. Fiscal year-to-date corporate income tax collections are \$155.7 million, which is 3.6% above the forecasted amount.

The sales tax contributed \$81.4 million to the General Fund in May, which was \$0.1 million above the forecast of \$81.2 million. Contributing to this month's performance was gross collections of \$96.6 million, which were 6.3% higher than in May 2011 and refunds of \$0.5 million that were 50.9% lower than last year. The resulting net sales tax collections were \$96.1 million, which exceeds the previous May by 6.9%. The fiscal year-to-date sales tax General Fund amount is \$939.2 million, which is 1.4% more than had been expected.

The product taxes category was virtually on target this month and remains on target (\$39.7 million) for the fiscal year to date. The miscellaneous revenue category posted its largest monthly surplus this fiscal year (\$13.0 million) due to a settlement with the nation's largest mortgage servicers. It was not anticipated or included in the January 2012 General Fund revenue forecast. The settlement helped boost the fiscal year-to-date miscellaneous revenue to \$70.8 million, which is more than \$24.2 million above its forecast of \$46.6 million. Information on the mortgage settlement is available from Idaho Attorney General Lawrence G. Wasden at www.ag.idaho.gov.



Idaho General Fund Collections for May 2012

MONTHLY ACTUAL AND PREDICTED COLLECTIONS FOR MAY						
	<i>Actual FY 2010</i>	<i>Actual FY 2011</i>	<i>Actual FY 2012</i>	<i>Predicted FY 2012</i>	<i>Forecast Performance FY 2012</i>	
					<i>(Actual versus Predicted)</i>	
Individual Income Tax (\$000)	\$57,532.2	\$44,730.8	\$41,682.5	\$59,766.7	Difference	(\$18,084.2)
Percent Change from Previous Year	8.6%	-22.3%	-6.8%	33.6%	Percent	-30.3%
Corporate Income Tax (\$000)	\$3,866.0	\$7,654.1	\$10,466.2	\$8,911.3	Difference	\$1,555.0
Percent Change from Previous Year	-40.2%	98.0%	36.7%	16.4%	Percent	17.4%
Sales Tax (\$000)	\$74,683.1	\$75,997.7	\$81,357.2	\$81,240.5	Difference	\$116.7
Percent Change from Previous Year	-0.5%	1.8%	7.1%	6.9%	Percent	0.1%
Product Tax (\$000)	\$3,257.0	\$3,166.3	\$3,257.2	\$3,232.6	Difference	\$24.6
Percent Change from Previous Year	41.4%	-2.8%	2.9%	2.1%	Percent	0.8%
Miscellaneous Revenue (\$000)	\$3,677.6	(\$438.1)	\$14,713.7	\$1,724.3	Difference	\$12,989.4
Percent Change from Previous Year	-349.2%	-111.9%	-3458.9%	-493.6%	Percent	753.3%
Total (\$000)	\$143,015.9	\$131,110.8	\$151,476.8	\$154,875.4	Difference	(\$3,398.6)
Percent Change from Previous Year	5.7%	-8.3%	15.5%	18.1%	Percent	-2.2%

FISCAL YEAR-TO-DATE ACTUAL AND PREDICTED COLLECTIONS THROUGH MAY						
	<i>Actual FY 2010</i>	<i>Actual FY 2011</i>	<i>Actual FY 2012</i>	<i>Predicted FY 2012</i>	<i>Forecast Performance FY 2012</i>	
					<i>(Actual versus Predicted)</i>	
Individual Income Tax (\$000)	\$986,573.5	\$1,066,676.3	\$1,120,875.3	\$1,129,242.3	Difference	(\$8,367.0)
Percent Change from Previous Year	-9.7%	8.1%	5.1%	5.9%	Percent	-0.7%
Corporate Income Tax (\$000)	\$80,113.1	\$143,295.2	\$155,688.2	\$150,293.1	Difference	\$5,395.1
Percent Change from Previous Year	-35.1%	78.9%	8.6%	4.9%	Percent	3.6%
Sales Tax (\$000)	\$874,827.3	\$887,594.8	\$939,151.7	\$926,615.4	Difference	\$12,536.3
Percent Change from Previous Year	-6.9%	1.5%	5.8%	4.4%	Percent	1.4%
Product Tax (\$000)	\$37,886.6	\$39,318.5	\$39,710.1	\$39,761.8	Difference	(\$51.7)
Percent Change from Previous Year	38.4%	3.8%	1.0%	1.1%	Percent	-0.1%
Miscellaneous Revenue (\$000)	\$52,354.5	\$52,146.9	\$70,761.5	\$46,578.1	Difference	\$24,183.3
Percent Change from Previous Year	0.2%	-0.4%	35.7%	-10.7%	Percent	51.9%
Total (\$000)	\$2,031,755.0	\$2,189,031.8	\$2,326,186.8	\$2,292,490.8	Difference	\$33,696.0
Percent Change from Previous Year	-9.1%	7.7%	6.3%	4.7%	Percent	1.5%