

Idaho General Fund Revenue Predicted for FY07 and FY08

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Actual & Forecasted General Fund Revenues

(nominal \$ million)

	ACTUAL REVENUE			FORECAST	
	FY04	FY05	FY06	FY07	FY08
Individual Income Tax	\$902.1	\$1,035.5	\$1,216.5	\$1,361.0	\$1,455.0
Corporate Income Tax	103.0	139.6	194.1	225.0	\$254.0
Sales Tax 5 Cents	717.8	767.4	862.6	918.2	\$967.4
Sales Tax Sixth Cent	168.3	183.4	18.2	135.3	\$208.9
Total Sales Tax	886.1	950.8	880.8	1,050.5	1,176.3
Product Taxes	44.6	22.8	23.5	21.3	31.9
Miscellaneous Revenue	147.9	119.0	116.4	106.1	104.5
Total Gen. Fund Revenues	\$2,083.7	\$2,267.7	\$2,431.3	\$2,763.8	\$3,021.8
<i>Percent Change</i>	19.0%	8.8%	7.2%	13.7%	9.3%

Actual & Forecasted General Fund Revenues

(nominal \$ million)

	ACTUAL REVENUE			FORECAST	
	FY04	FY05	FY06	FY07	FY08
Individual Income Tax	\$902.1 7.7%	\$1,035.5 14.8%	\$1,216.5 17.5%	\$1,361.0 11.9%	\$1,455.0 6.9%
Corporate Income Tax	103.0 10.6%	139.6 35.5%	194.1 39.1%	225.0 15.9%	\$254.0 12.9%
Sales Tax 5 Cents	717.8	767.4 6.9%	862.6 12.4%	918.2 6.4%	\$967.4 5.4%
Sales Tax Sixth Cent	168.3	183.4 9.0%	18.2 (90.1%)	135.3 643.4%	\$208.9 54.4%
Total Sales Tax	886.1 26.5%	950.8 7.3%	880.8 (7.4%)	1,050.5 19.3%	1,176.3 12.0%
Product Taxes	44.6 104.9%	22.8 (48.9%)	23.5 3.1%	21.3 -9.79%	31.9 50.3%
Miscellaneous Revenue	147.9 51.5%	119.0 (19.5%)	116.4 (2.2%)	106.1 (8.9%)	104.5 (1.5%)
Total Gen. Fund Revenues	\$2,083.7	\$2,267.7	\$2,431.3	\$2,763.8	\$3,021.8
<i>Percent Change</i>	19.0%	8.8%	7.2%	13.68%	9.3%

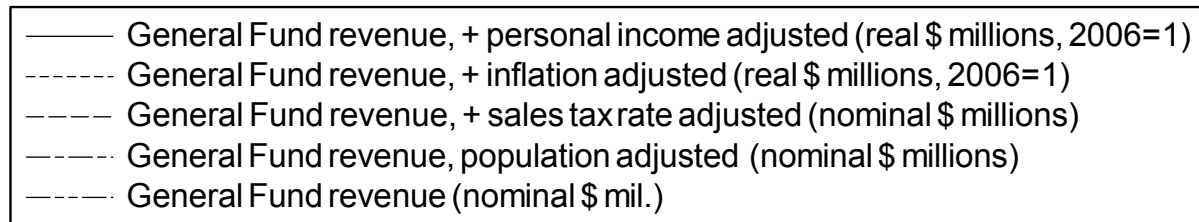
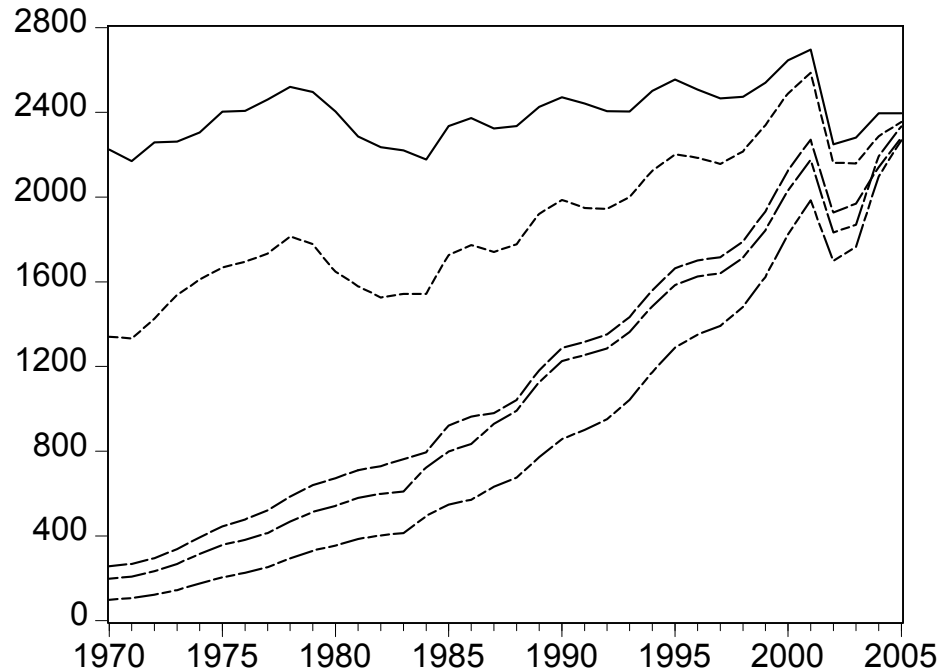
Actual & Forecasted Product Tax Revenues (nominal \$ million)

	FY04	FY05	FY06	FY07	FY08
Product Taxes	44.6	22.8	23.5	21.3	31.9
	104.9%	(48.9%)	3.1%	-9.79%	50.3%
<i>Cigarette Tax</i>	30.04	7.80	7.98	1.00	10.00
<i>Tobacco Tax</i>	5.49	5.75	6.16	6.67	7.19
<i>Beer Tax</i>	1.95	1.95	1.99	2.02	2.05
<i>Wine Tax</i>	2.14	2.33	2.43	2.56	2.70
<i>Liquor Surcharge</i>	4.95	4.95	4.95	9.00	10.00

Actual & Forecasted Miscellaneous Revenues (nominal \$ million)

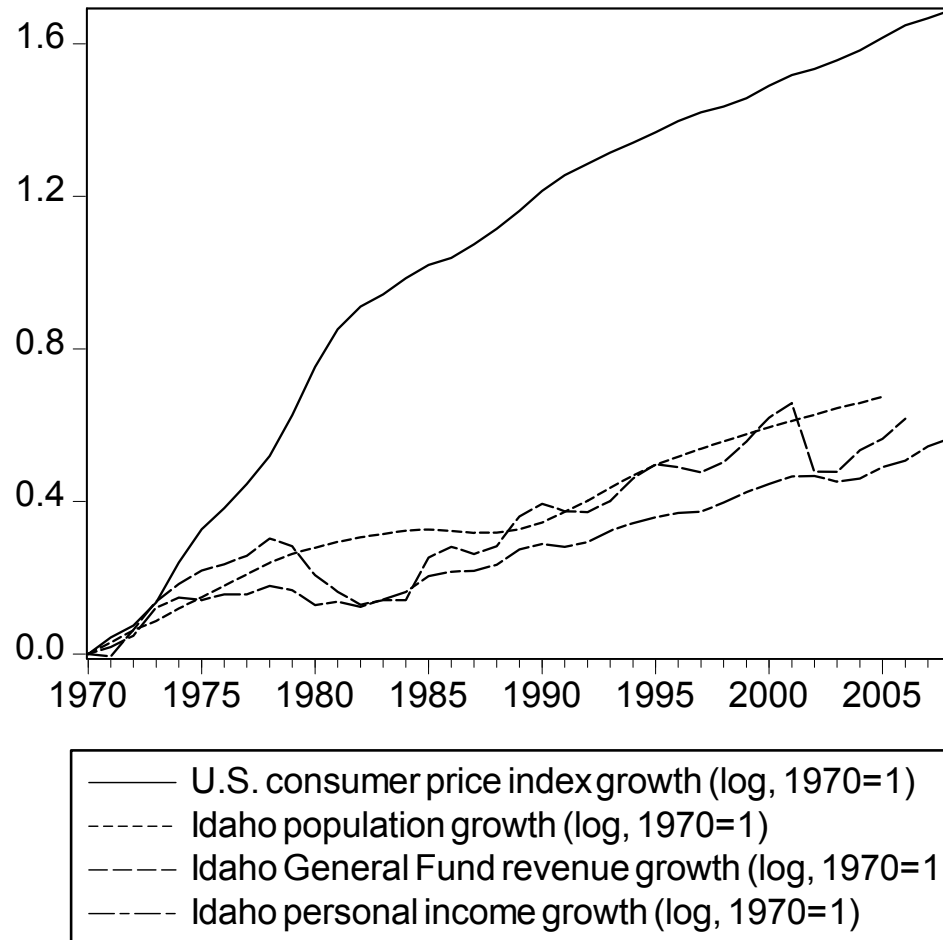
	FY04	FY05	FY06	FY07	FY08
Miscellaneous Revenue	147.9 <i>51.5%</i>	119.0 <i>(19.5%)</i>	116.4 <i>(2.2%)</i>	106.1 <i>(8.9%)</i>	104.5 <i>(1.5%)</i>
<i>Kilowatt Hour Tax</i>	1.80	1.50	2.29	1.84	1.84
<i>Mine License Tax</i>	0.07	0.03	0.27	0.22	0.24
<i>Treasurer</i>	4.97	8.92	18.12	15.00	18.00
<i>Insurance Premium Tax</i>	62.76	60.85	60.37	60.42	60.93
<i>Court Fees & Fines</i>	4.97	4.66	4.79	5.10	5.42
<i>Alcoholic Beverage Licenses</i>	1.61	1.64	1.72	1.80	1.88
<i>UCC Filings</i>	2.39	2.69	3.02	3.18	3.34
<i>Unclaimed Property</i>	3.68	9.83	1.99	2.18	2.36
<i>Lands</i>	0.33	0.53	0.33	0.48	0.50
<i>Estate Tax</i>	4.43	3.30	1.11	0.00	0.00
<i>Other</i>	60.85	25.00	22.43	15.83	10.00

Idaho General Fund Revenues: FY70 to FY06 (\$ millions)



sales tax adj=indexed GFR for sale tax rate changes ($5.67\phi=1$); these indices are cumulative

Growth in key factors that determine the level of General Fund revenues in Idaho (cumulative rate, log, FY70=1)



Conclusion

- General Fund revenues in FY07 will increase 13.7% over FY06 to \$2,763 million.
- General Funds in FY08 will increase to \$3,022 million, 9.3% over FY07 and 22% over FY06.
- Robust and widespread growth is expected across industries in Idaho (construction sector will likely slow down).
- Idaho is expected to exceed U.S. GDP growth in next 18 months
- Our suggestions for economic growth are to support:
a) a stable tax structure & b) higher education