


## January FY2024 Economic Outlook & Revenue Assessment Committee Presentation

Jeff McCray, Chairman  
Idaho State Tax Commission


Benefit the people of Idaho with courteous customer service and education by providing fair, efficient, and effective revenue and tax administration

 IDAHO State Tax Commission

Great people. Helping you. Serving Idaho.

## What you'll see here...

- Factors impacting the economy and tax revenues
- Time series revenues for individual income tax, business income tax, sales tax, and total Tax Commission-collected tax revenues distributed to the general fund
- Tax Commission's FY2024 & FY2025 Green Sheet projections

 IDAHO State Tax Commission

2

Great people. Helping you. Serving Idaho.

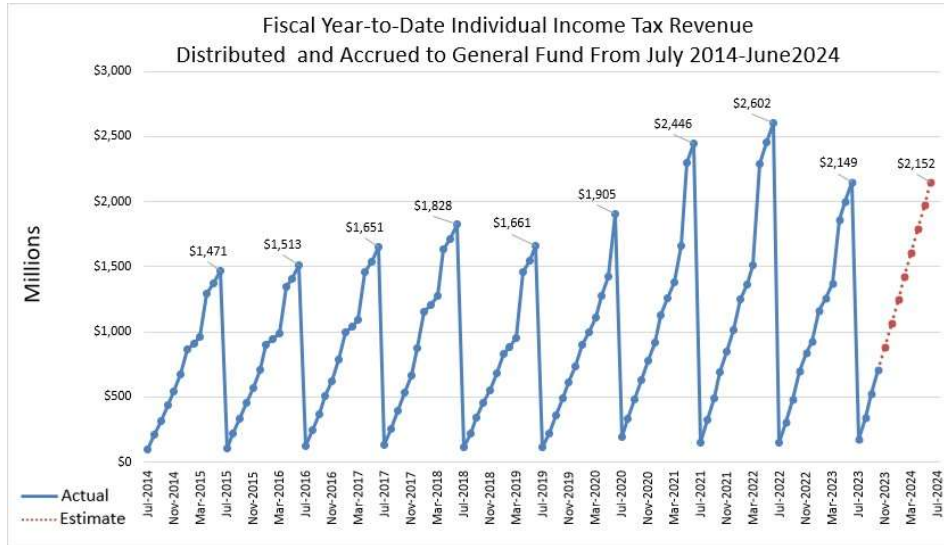
## Revenue Estimate Factors

- Tax return filings
- Underemployment
- Continued global and political uncertainty
- Population growth in Idaho
- Inflationary factors
- Chairman's Conservatism

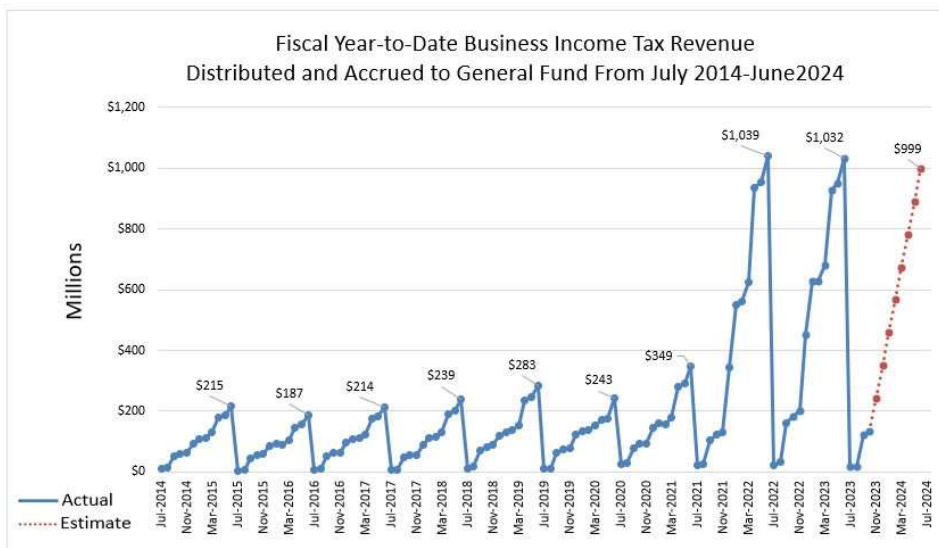
## Revenue Estimate Factors (cont'd)

- Policy changes
  - HB-0001: Taxation, Rebates, Education
    - Establishing a flat Individual Income and Corporate tax rate of 5.8%
  - HB 292: Sales Tax Distribution 63-3638(17)
    - \$330 M to public school fund
    - \$80 M to in-demand career fund
  - HB 245: Cigarette Tax Distribution 63-2520(b)(2)
    - \$240,000 increase to cancer registry fund

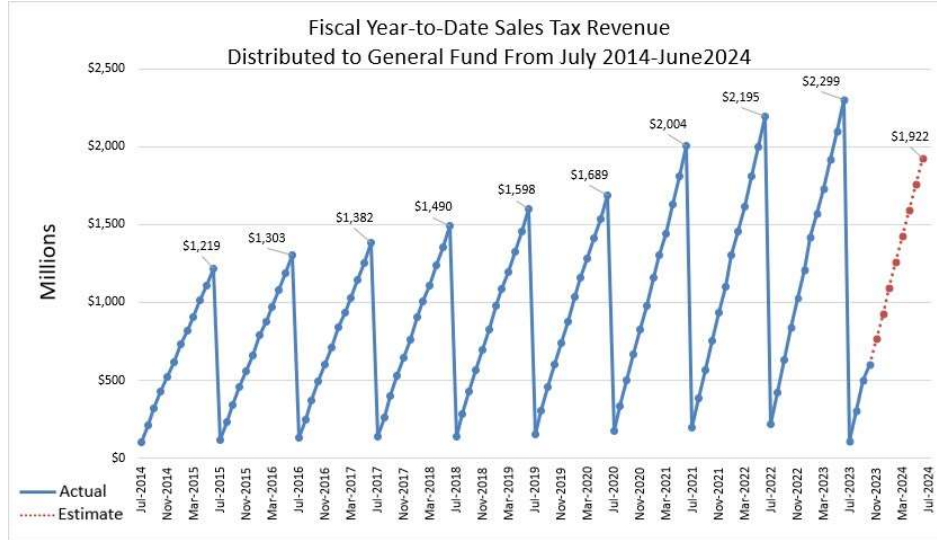
# Individual Income Tax Revenue



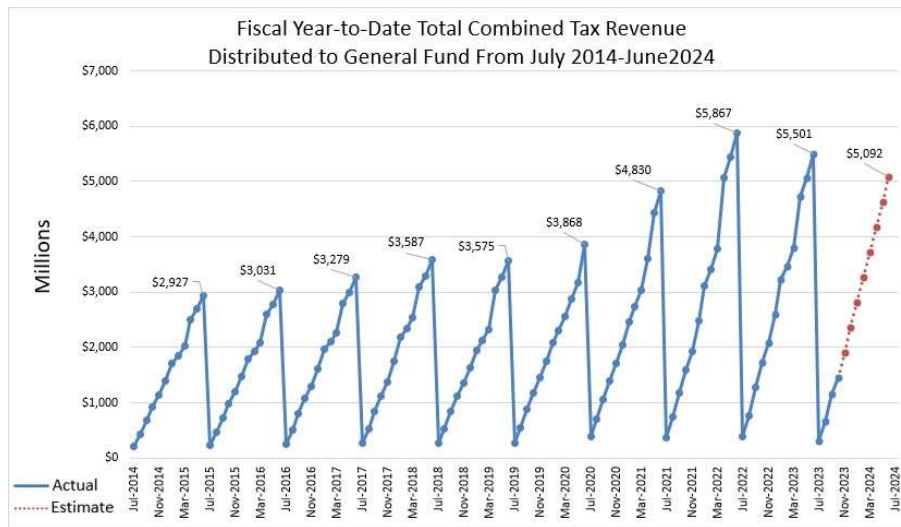
# Business Income Tax Revenue



# Sales Tax Revenue



# Fiscal YTD Total Combined Tax Revenue



## Tax Commission General Fund Estimates for FY2024 (in Millions)

Tax Type	FY2023 Actual	FY2024 Estimate	Difference	Percent Change
Individual Income Tax	\$2,148.7	\$2,151.5	\$2.8	0.1%
Corporate Income Tax	\$1,031.9	\$999.5	-\$32.4	-3.1%
Sales Tax	\$2,299.2	\$1,922.1	-\$377.1	-16.4%
<b>Product Taxes</b>				
Cigarette	\$1.3	\$0.0	-\$1.3	-100.0%
Tobacco Products	\$10.9	\$9.2	-\$1.7	-15.8%
Beer	\$2.2	\$2.2	\$0.0	-1.5%
Wine	\$5.4	\$5.2	-\$0.3	-5.0%
<b>Product Tax Total</b>	<b>\$19.9</b>	<b>\$16.5</b>	<b>-\$3.3</b>	<b>-16.7%</b>
<b>Other Taxes</b>				
KWH	\$1.6	\$1.9	\$0.3	16.0%
Mine License	\$0.0	\$0.5	\$0.5	N/A
<b>Total</b>	<b>\$1.7</b>	<b>\$2.4</b>	<b>\$0.7</b>	<b>43.9%</b>
<b>ISTC Total</b>	<b>\$5,501.3</b>	<b>\$5,092.0</b>	<b>-\$409.2</b>	<b>-7.4%</b>
General Funds Not Collected by the ISTC	\$446.8	\$416.0	-\$30.8	-6.9%
<b>Grand Total</b>	<b>\$5,948.0</b>	<b>\$5,508.0</b>	<b>-\$440.0</b>	<b>-7.4%</b>

\*Some of the totals and percent changes are impacted by rounding to the nearest \$100,000.  
 \*\* Sales Tax does not include revenues credited to the tax relief fund.

## Tax Commission General Fund Estimates for FY2025 (in Millions)

Tax Type	FY 2024 Estimate	FY 2025 Estimate	Difference	Percent Change
Individual Income Tax	\$2,151.5	\$2,188.1	\$36.6	1.7%
Corporate Income Tax	\$999.5	\$1,000.5	\$1.0	0.1%
Sales Tax	\$1,922.1	\$1,987.3	\$65.2	3.4%
<b>Product Taxes</b>				
Cigarette	\$0.0	\$0.0	\$0.0	N/A
Tobacco Products	\$9.2	\$8.9	-\$0.3	-3.5%
Beer	\$2.2	\$2.2	\$0.0	1.6%
Wine	\$5.2	\$5.2	\$0.1	1.4%
<b>Product Tax Total</b>	<b>\$16.5</b>	<b>\$16.3</b>	<b>-\$0.2</b>	<b>-1.3%</b>
<b>Other Taxes</b>				
KWH	\$1.9	\$1.9	\$0.0	-1.9%
Mine License	\$0.5	\$0.2	-\$0.3	-60.0%
<b>Total</b>	<b>\$2.4</b>	<b>\$2.1</b>	<b>-\$0.3</b>	<b>-13.9%</b>
<b>ISTC Total</b>	<b>\$5,092.0</b>	<b>\$5,194.2</b>	<b>\$102.2</b>	<b>2.0%</b>
General Funds Not Collected by the ISTC	\$416.0	\$412.4	-\$3.6	-0.9%
<b>Grand Total</b>	<b>\$5,508.0</b>	<b>\$5,606.6</b>	<b>\$98.6</b>	<b>1.8%</b>

\*Some of the totals and percent changes are impacted by rounding to the nearest \$100,000.  
 \*\* Sales Tax does not include revenues credited to the tax relief fund.



# Questions?

 IDAHO State Tax Commission

11

Great people. Helping you. Serving Idaho.