



# ATI Presentation to the Economic Outlook and Revenue Assessment Committee

Prepared By:

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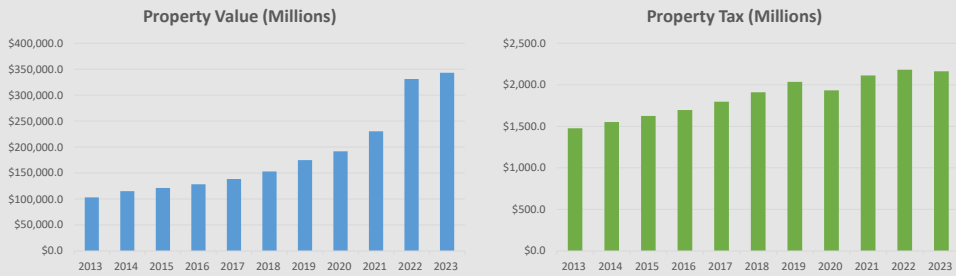
January 5<sup>th</sup>, 2024

## Economic Outlook Presentation Outline

1. Statewide Property Tax Picture
2. Financial probability analysis and modeling of Major Tax Revenue
3. Legislative Actions and Idaho's Economy related to the forecast
4. FY2024 & FY2025 ATI Forecast

# Statewide Property Tax Picture

## Historical Property Tax Picture



Note: Not adjusted for 2023 HB292 H/E Property Tax Relief. The reduction in school levies as a result of HB292 is included in the above numbers.

2023  
Assessed  
Market Value  
Per County

COUNTY	2023	2022	DIFFERENCE	% Chg.
Ada	\$96,150,687,773	\$104,886,747,160	(8,736,059,387)	-8.3%
Adams	1,304,584,985	1,282,502,086	22,082,899	1.7%
Bannock	8,835,233,375	8,293,540,656	541,692,719	6.5%
Bear Lake	1,956,958,656	1,806,937,997	150,020,659	8.3%
Benewah	1,377,308,190	1,299,022,863	78,285,327	6.0%
Bingham	4,064,121,328	3,715,022,354	349,098,974	9.4%
Blaine	20,795,878,292	18,982,505,077	1,813,373,215	9.6%
Boise	2,897,938,621	2,754,938,545	143,000,076	5.2%
Bonner	16,743,809,289	14,807,364,517	1,936,444,772	13.1%
Bonneville	16,624,980,393	13,819,982,451	2,804,997,942	20.3%
Boundary	2,418,516,108	2,263,599,552	154,916,556	6.8%
Butte	245,992,597	236,696,845	9,296,752	3.9%
Camas	282,568,649	247,902,033	34,666,616	14.0%
Canyon	34,905,258,000	32,599,310,853	2,305,947,147	7.1%
Caribou	1,677,972,051	1,371,968,574	306,003,477	22.3%
Cassia	3,149,817,013	2,703,906,204	445,910,809	16.5%
Clark	191,782,031	181,306,456	10,475,575	5.8%
Clearwater	1,047,980,634	997,978,239	50,002,395	5.0%
Custer	1,228,431,742	988,363,057	240,068,685	24.3%
Elmore	3,170,823,018	3,140,742,683	30,080,335	1.0%
Franklin	1,567,254,529	1,395,147,866	172,106,663	12.3%
Fremont	3,974,542,677	3,128,960,592	845,582,085	27.0%
Gem	3,108,260,193	2,858,871,087	249,389,106	8.7%
Gooding	2,196,892,584	2,105,294,231	91,598,353	4.4%
Idaho	2,477,849,769	2,258,954,205	218,895,564	9.7%
Jefferson	3,736,422,034	3,157,826,875	578,595,159	18.3%
Jerome	2,838,652,877	2,446,082,507	392,570,370	16.0%
Kootenai	47,118,770,394	45,788,391,255	1,330,379,139	2.9%
Latah	4,369,517,732	3,808,860,172	560,657,560	14.7%
Lemhi	1,347,825,576	1,302,193,849	45,631,727	3.5%
Lewis	432,907,961	399,765,853	33,142,108	8.3%
Lincoln	712,539,571	606,931,489	105,608,082	17.4%
Madison	3,528,918,910	3,205,458,304	323,460,606	10.1%
Minidoka	2,570,938,718	2,242,323,736	328,614,982	14.7%
Nez Perce	5,359,846,683	5,040,720,206	319,126,477	6.3%
Oneida	500,372,003	480,374,275	19,997,728	4.2%
Owyhee	1,407,915,287	1,377,439,257	30,476,030	2.2%
Payette	3,519,573,334	3,461,117,000	58,456,334	1.7%
Power	1,312,376,532	1,251,697,562	60,678,970	4.8%
Shoshone	2,163,488,938	1,831,785,269	331,703,669	18.1%
Teton	5,823,868,646	4,670,988,992	1,152,879,654	24.7%
Twin Falls	11,310,614,206	10,495,392,269	815,221,937	7.8%
Valley	11,315,003,815	10,270,761,424	1,044,242,391	10.2%
Washington	1,315,390,375	1,317,517,438	(2,127,063)	-0.2%
<b>TOTAL</b>	<b>*\$343,080,386,089</b>	<b>*\$331,283,192,915</b>	<b>\$11,797,193,174</b>	<b>3.6%</b>

Note: This report does not include previous year's subroll (est. only)

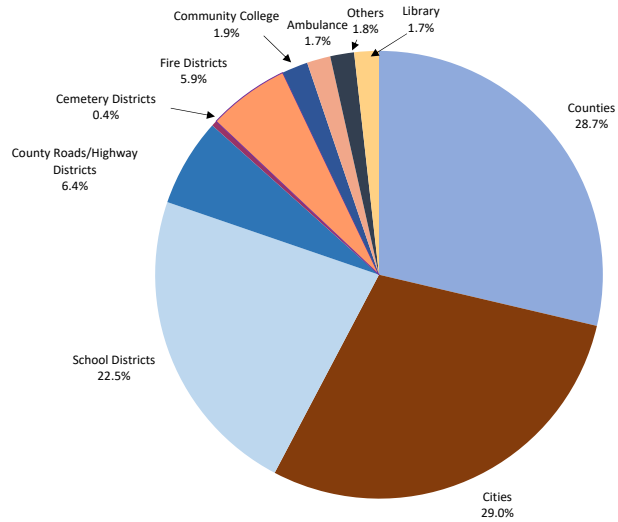
Statewide  
Property Taxes  
Paid

STATEWIDE PROPERTY TAXES			
	PROPERTY TAX	ANNUAL CHANGE	% CHANGE
2004	\$1,140,757,718	59,652,020	5.5%
2005	\$1,239,148,202	98,390,484	8.6%
2006	\$1,097,683,066	(141,465,136)	-11.4%
2007	\$1,217,829,785	120,146,719	10.9%
2008	\$1,315,790,274	97,960,489	8.0%
2009	\$1,341,395,585	25,605,311	1.9%
2010	\$1,367,940,792	26,545,207	2.0%
2011	\$1,380,558,410	12,617,618	0.9%
2012	\$1,433,552,775	52,994,365	3.8%
2013	\$1,502,618,576	69,065,801	4.8%
2014	\$1,552,078,438	49,459,862	3.3%
2015	\$1,624,573,968	72,495,530	4.7%
2016	\$1,696,733,952	72,159,984	4.4%
2017	\$1,795,705,281	98,971,329	5.8%
2018	\$1,910,142,379	114,437,098	6.4%
2019	\$2,035,175,763	125,033,384	6.5%
2020	\$1,932,496,900	(102,678,863)	-5.0%
2021	\$2,112,732,781	180,235,881	9.3%
2022	\$2,181,760,449	69,027,668	3.3%
2023	\$2,162,091,454	(19,668,995)	-0.9%
	<b>AVERAGE ANNUAL % CHANGE:</b>		<b>3.7%</b>

## Property Tax Expenditures by Taxing Unit

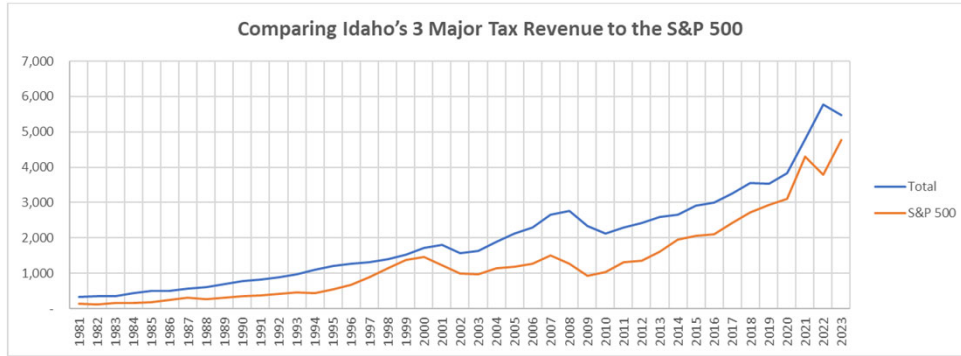
	2023
	<b>Tax Charges</b>
Counties	\$619,772,666
Cities	\$628,050,551
School Districts	\$487,454,218
County Roads/Highway Districts	\$137,725,928
Cemetery Districts	\$8,602,890
Fire Districts	\$127,435,218
Community College	\$40,506,049
Library	\$36,893,206
Ambulance	\$37,165,816
Others	<u>\$38,484,912</u>
<b>TOTAL</b>	<b><u>\$2,162,091,454</u></b>

\*Total amounts may change slightly

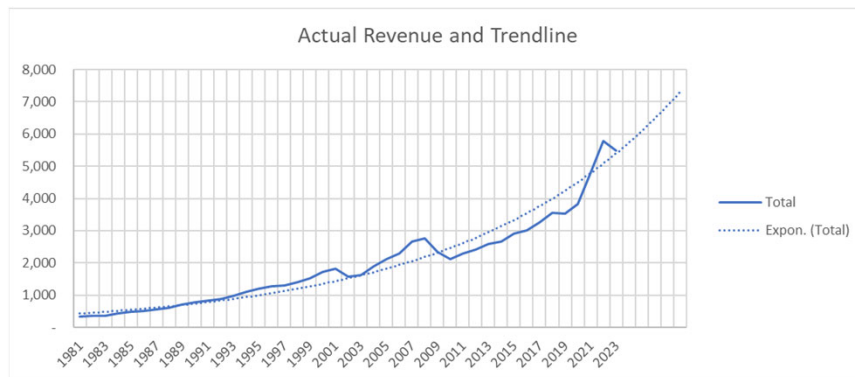


## State Revenue Financial Analysis and Modeling

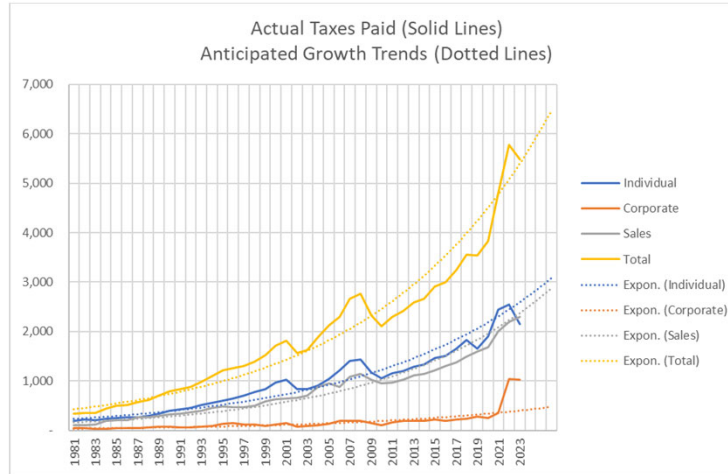
# Idaho Tax Revenue Compared to the S&P 500



# Actual Revenue And Trendline



## Actual Taxes Paid (Solid Lines) Anticipated Growth Trends (Dotted Lines)



## Economic and Legislative Variables

## Passed Idaho Legislation and adjustments to the Model

- Consolidated the income tax brackets to a flat tax at 5.8% for a full FY calendar year (HB1).
- Local Property Tax Relief funding through HB292, sales tax collections redistributed.
- SALT (State and Local Sales Tax) Deduction (HB317)

## Forecasting Idaho's Economic Picture

- Idaho population fastest growing in U.S., businesses are expanding or locating in Idaho.
- Idaho Unemployment Rate lower than the national average, however, increasing slightly.
- Household balance sheets stable, Corporate balance sheets (as a group) are slowing but also stable.
- Mountain west region continues to be resilient.
- Moderating from overheated demand.
- Rebates checks sent with no additional stimulus planned, Idaho income rising, 2023 property taxes reduced.
- Returning to the median.

## ATI FY2024 & FY2025 ATI Forecast

July 2023 \$ Millions		ATI Projected Revenue	
Tax Category	FY 2023 (Actual)	FY 2024 (Forecast)	FY 2025 (Forecast)
Individual Income Tax	\$ 2,148.7	\$ 2,181.2	\$ 2,256.9
	-17.4%	1.5%	3.5%
Corporate Income Tax	\$ 1,031.9	\$ 948.7	\$ 956.5
	-0.7%	-8.1%	0.8%
Sales Tax	\$ 2,299.2	\$ 2,005.0	\$ 2,152.1
	4.7%	-12.8%	7.3%
Product Taxes	\$ 71.6	\$ 73.0	\$ 75.2
	-15.0%	2.0%	3.0%
Miscellaneous Revenue	\$ 396.7	\$ 367.0	\$ 374.9
	43.6%	-7.5%	2.2%
<b>Total General Fund Revenues</b>	<b>\$ 5,948.0</b>	<b>\$ 5,574.9</b>	<b>\$ 5,815.6</b>
Dollar Change over Previous Year	\$ (249.6)	\$ (373.1)	\$ 240.7
Percentage Change over Prior Year	-4.0%	-6.3%	4.3%