



**JOINT LEGISLATIVE
ECONOMIC OUTLOOK
AND
REVENUE ASSESSMENT COMMITTEE**

COMMITTEE REPORT

FISCAL YEARS 2023 AND 2024

JANUARY 12, 2023

Attachment 2



**JOINT LEGISLATIVE
ECONOMIC OUTLOOK AND REVENUE ASSESSMENT COMMITTEE
FISCAL YEARS 2023 AND 2024**

January 12, 2023

Committee Members

Sen. Kevin Cook
Co-Chair

Sen. C. Scott Grow

Sen. Julie VanOrden

Sen. Van T. Burtenshaw

Sen. Dave Lent

Sen. Ben Adams

Sen. Carl J. Bjerke

Sen. Janie Ward-Engelking

Sen. James R. Just

Rep. Steve Miller

Co-Chair

Rep. Lance W. Clow

Rep. John Vander Woude

Rep. Jason A. Monks

Rep. Wendy Horman

Rep. Sage G. Dixon

Rep. Julie Yamamoto

Rep. Lauren Necochea

Rep. Colin Nash

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We have completed making our overall assessment of Governor Little’s General Fund revenue projections for the fiscal years ended June 30, 2023, 2024, and 2025. Idaho’s Constitution, Article VII, Section 11 requires balancing the state’s appropriations and expenditures with its revenues. Accordingly, it is this Committee’s role and mission to provide advice to you about the reasonableness of such revenue projections. The Committee reviewed and analyzed business, tax, financial data, and trends relating to the state’s economy, and obtained testimony from economic, business, and industry experts regarding those aspects of the state’s economy and revenues of which they have knowledge.

Governor Little’s General Fund revenue projections for FY 2023, FY 2024, and FY 2025 compared to the Committee’s median projections are as follows in millions of dollars:

	<u>FY 2023</u>	<u>FY 2024</u>	<u>FY 2025</u>
Governor Little’s projections	\$5,867.9	\$5,547.1	\$6,032.9
Committee’s median projections	\$6,112.4	\$6,255.4	\$6,476.4
Amount and percent over/(under) Gov. projection	\$244.5 4.2%	\$708.3 12.8%	\$443.5 7.4%

After careful consideration of expert testimony from economists, business leaders, and industry spokesmen regarding the status of Idaho’s current economy and the economic outlook for the next eighteen months, and careful review of the Governor’s fiscal year 2023 and 2024 projections, we recommend to the Senate and House of Representatives Leadership and to the Co-Chairs of the Joint Finance-Appropriations Committee total General Fund Revenues available for appropriation to be **\$5,867.9** million dollars for fiscal year 2023 and **\$5,547.1** million dollars for fiscal year 2024. We recommend caution in making appropriations above the committee’s revenue recommendation. The committee recognizes economic uncertainty related to the impact of the federal funds for COVID-19 relief and the difficulty of deciphering between one time and ongoing revenues.

Attachments 1 and 2 provide the detail for all eighteen committee members, three of the presenters, and the Governor’s forecast. Attachment 3 provides a historical comparison of projections and actual collections.

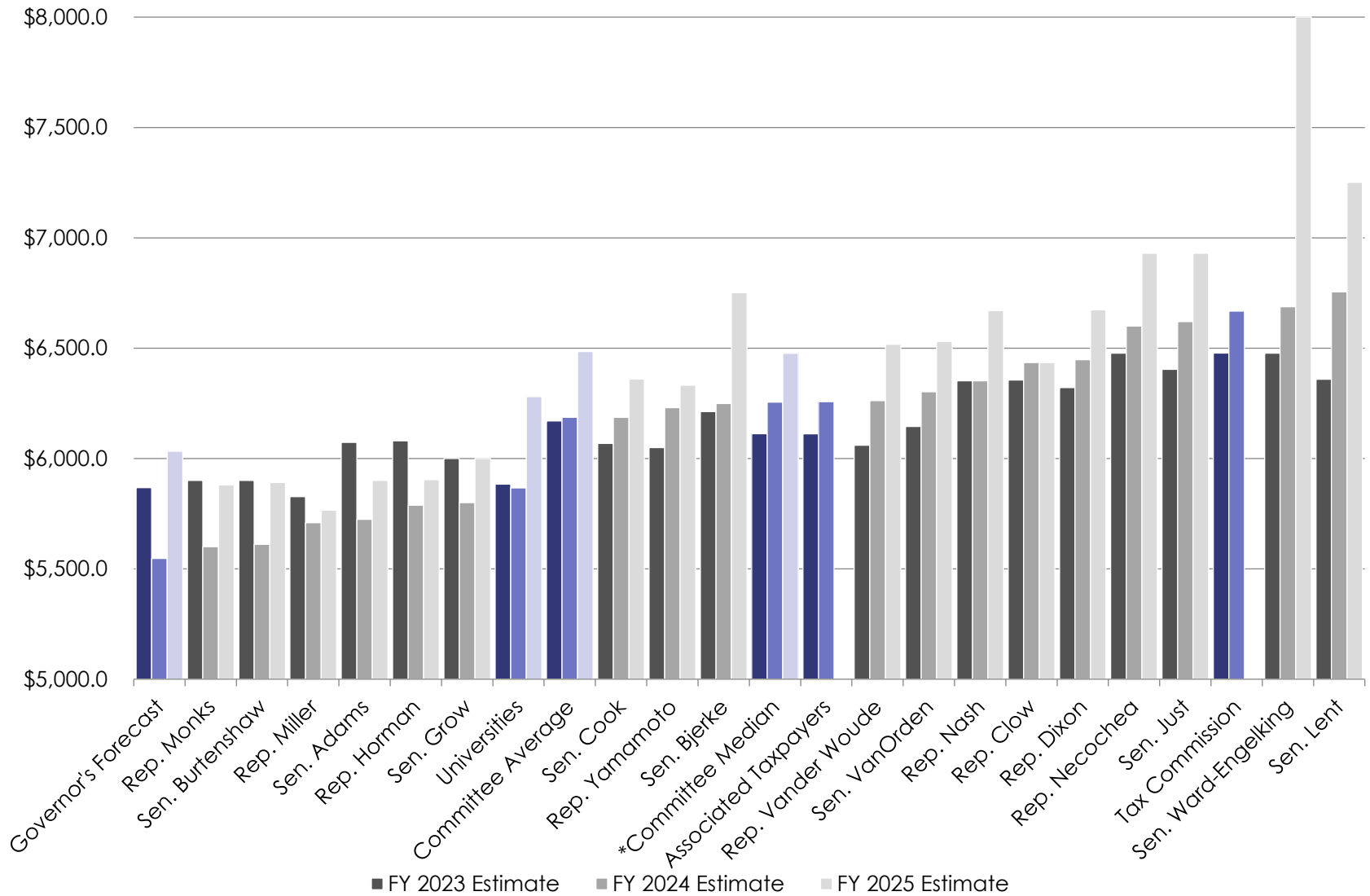
Sincerely,

Senator Kevin Cook

Representative Steve Miller

Economic Outlook and Revenue Assessment Committee Projections

2023 Joint Legislative Economic Outlook and Revenue Assessment Committee General Fund Revenue Projections



Economic Outlook and Revenue Assessment Committee Projections

2023 Joint Legislative Economic Outlook and Revenue Assessment Committee General Fund Revenue Projections

FY 2022 Revenues \$6,197.6 Millions of Dollars

Participant	Rank #1	FY 2023 Estimate	FY 22-23 Change	Rank #2	FY 2024 Estimate	FY 23-24 Change	Rank #3	FY 2025 Estimate	FY 24-25 Change	Rank #4	Three-year Estimate
Governor's Forecast	2	\$5,867.9	(5.3%)	1	\$5,547.1	(5.5%)	7	\$6,032.9	8.8%	6	\$17,447.9
Rep. Monks	4	\$5,900.0	(4.8%)	2	\$5,600.0	(5.1%)	2	\$5,880.0	5.0%	4	\$17,380.0
Sen. Burtenshaw	5	\$5,900.1	(4.8%)	3	\$5,611.0	(4.9%)	3	\$5,891.6	5.0%	5	\$17,402.7
Rep. Miller	1	\$5,827.7	(6.0%)	4	\$5,709.2	(2.0%)	1	\$5,766.3	1.0%	3	\$17,303.2
Sen. Adams	10	\$6,073.6	(2.0%)	5	\$5,724.4	(5.7%)	4	\$5,900.0	3.1%	7	\$17,698.0
Rep. Horman	11	\$6,079.8	(1.9%)	6	\$5,788.0	(4.8%)	5	\$5,903.8	2.0%	8	\$17,771.6
Sen. Grow	6	\$6,000.0	(3.2%)	7	\$5,800.0	(3.3%)	6	\$6,000.0	3.4%	9	\$17,800.0
Universities	3	\$5,883.8	(5.1%)	8	\$5,866.7	(0.3%)	8	\$6,280.3	7.0%	10	\$18,030.8
Committee Average	15	\$6,170.2	(0.4%)	9	\$6,186.7	0.3%	13	\$6,484.6	4.8%	14	\$18,841.6
Sen. Cook	9	\$6,068.9	(2.1%)	10	\$6,186.8	1.9%	10	\$6,360.6	2.8%	12	\$18,616.3
Rep. Yamamoto	7	\$6,049.0	(2.4%)	11	\$6,230.0	3.0%	9	\$6,331.5	1.6%	11	\$18,610.5
Sen. Bjerke	16	\$6,212.0	0.2%	12	\$6,249.0	0.6%	18	\$6,752.0	8.0%	17	\$19,213.0
*Committee Median	13	\$6,112.4	(1.4%)	13	\$6,255.4	2.3%	12	\$6,476.4	3.5%	15	\$18,844.1
Associated Taxpayers	12	\$6,111.8	(1.4%)	14	\$6,257.4	2.4%				1	\$12,369.2
Rep. Vander Woude	8	\$6,060.1	(2.2%)	15	\$6,261.7	3.3%	14	\$6,517.7	4.1%	13	\$18,839.5
Sen. VanOrden	14	\$6,144.9	(0.9%)	16	\$6,302.0	2.6%	15	\$6,530.5	3.6%	16	\$18,977.4
Rep. Nash	18	\$6,352.5	2.5%	17	\$6,352.5	0.0%	16	\$6,670.2	5.0%	19	\$19,375.2
Rep. Clow	19	\$6,355.0	2.5%	18	\$6,435.0	1.3%	11	\$6,435.0	0.0%	18	\$19,225.0
Rep. Dixon	17	\$6,321.6	2.0%	19	\$6,448.0	2.0%	17	\$6,673.7	3.5%	20	\$19,443.3
Rep. Necochea	22	\$6,477.7	4.5%	20	\$6,600.0	1.9%	20	\$6,930.0	5.0%	22	\$20,007.7
Sen. Just	21	\$6,404.0	3.3%	21	\$6,620.7	3.4%	19	\$6,929.7	4.7%	21	\$19,954.4
Tax Commission	22	\$6,477.7	4.5%	22	\$6,667.9	2.9%				2	\$13,145.6
Sen. Ward-Engelking	22	\$6,477.7	4.5%	23	\$6,687.9	3.2%	22	\$8,000.0	19.6%	24	\$21,165.6
Sen. Lent	20	\$6,358.8	2.6%	24	\$6,754.9	6.2%	21	\$7,250.9	7.3%	23	\$20,364.6

Sorted by FY 2024 Estimate
Pessimistic to Optimistic

Range of Participants \$650.0 \$1,154.9 \$2,233.7 \$3,862.4

* The Committee Median is the average of the ninth and tenth committee members' estimates in the ordered set of eighteen members.

Diff. Com. Median from Governor	\$244.5	\$708.3	\$443.5
Percent Diff. from Gov Forecast	4.2%	12.8%	7.4%

Historical Comparison of Original Projections and Actual Collections

