



Revenue Forecast Tracking

1st Fiscal Quarter 2007

Office of Economic Analysis

November 20, 2006

Total personal and corporate income taxes equaled \$1,266.8 for the first quarter of fiscal year 2007, \$33.2 million above the September 2006 forecast. Receipts for the quarter were up 4.1 percent on a year-over-year basis.

Actual personal income tax collections of \$1,139.8 exceeded the September forecast by \$19.8 million. Withholding was slightly higher than projected, and a slight 3.0 percent above year-ago levels. Estimated payments exceeded forecast by \$17.8 million, and were 18.9 percent higher than in first quarter of the prior fiscal year. An accounting issue which caused some estimated payments to be counted as final payments was corrected during the summer, partly explaining the higher-than-expected level of payments.

Lower final payments relative to the forecast were nearly offset by \$5.0 million fewer refunds than expected. On a year-over-year basis, final payments increased 7.0 percent while refunds were 42.5 percent higher for the quarter.

Corporate income tax collections of \$127.0 million were \$13.4 million above the September 2006 forecast. Advanced payments of \$129.7 million exceeded forecast by \$6.7 million. These payments were up 8.7 percent compared to first fiscal quarter 2006. Slightly higher-than-expected final payments, up \$3.6 million versus forecast, were roughly offset by refunds \$3.2 million above the forecast. Compared to year-ago levels, final payments and refunds grew 31.6 percent and 37.5 percent, respectively.

Table 1: Quarterly Income Tax Revenues

(Quarter ending September 30, 2006)

Personal Income Tax (Millions of dollars)	Forecast Comparison			Year/Year Change	
	Actual Revenues	Latest Forecast	Percent Difference	Prior Year	Percent Change
Withholding	\$942.0	\$939.2	0.3%	\$914.4	3.0%
Dollar difference		\$2.7		\$27.6	
Estimated Payments	\$231.7	\$213.9	8.3%	\$194.8	18.9%
Dollar difference		\$17.8		\$36.9	
Final Payments	\$55.4	\$61.2	-9.4%	\$51.8	7.0%
Dollar difference		-\$5.8		\$3.6	
Refunds	-\$89.3	-\$94.2	-5.3%	-\$62.6	42.5%
Dollar difference		\$5.0		-\$26.6	
Total Personal Income Tax	\$1,139.8	\$1,120.1	1.8%	\$1,098.4	3.8%
Dollar difference		\$19.8		\$41.5	

Corporate Income Tax (Millions of dollars)	Forecast Comparison			Year/Year Change	
	Actual Revenues	Latest Forecast	Percent Difference	Prior Year	Percent Change
Advanced Payments	\$129.7	\$123.0	5.4%	\$119.4	8.7%
Dollar difference		\$6.7		\$10.3	
Final Payments	\$19.7	\$16.2	22.1%	\$15.0	31.6%
Dollar difference		\$3.6		\$4.7	
Refunds	-\$22.5	-\$25.6	-12.3%	-\$16.3	37.5%
Dollar difference		\$3.2		-\$6.1	
Total Corporate Income Tax	\$127.0	\$113.6	11.8%	\$118.0	7.6%
Dollar difference		\$13.4		\$8.9	

Total Income Tax (Millions of dollars)	Forecast Comparison			Year/Year Change	
	Actual Revenues	Latest Forecast	Percent Difference	Prior Year	Percent Change
Corporate and Personal Tax	\$1,266.8	\$1,233.6	2.7%	\$1,216.4	4.1%
Dollar difference		\$33.2		\$50.4	

The Office of Economic Analysis (OEA) resides in the Director's Office of the Department of Administrative Services. OEA produces and publishes the Oregon Economic and Revenue Forecast on a quarterly basis.

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