



Revenue Forecast Tracking

4th Fiscal Quarter 2008

Office of Economic Analysis

August 6, 2008

Total personal and corporate income taxes equaled \$2,473.6 million for the fourth fiscal quarter of 2008, \$35.5 million below the June 2008 forecast. Revenues for personal income taxes were below expectations, while corporate income taxes outpaced the June forecast. On a year-over-year basis, collections were up 11.6 percent.

Personal income tax collections totaled \$2,305.6 million for the fourth quarter of fiscal year 2008, \$43.3 million below the June forecast. Withholding receipts of \$1,300.7 million fell short of the forecast by \$8.6 million. June 2008 had one less business day than is typical. This shortfall may be offset in July 2008, which has one more business day than is typical.

Estimated payments equal to \$399.5 million were \$17.4 million above forecast. Compared to the year-ago level, estimated payments were up 10 percent. Final payments fell \$27.1 million short of expectations, though are nearly 25 percent higher than a year ago. Refunds were projected to come in lower due to changes in the withholding tables. Although refunds were down 12.3 percent compared to the prior year level, the quarterly refunds were \$25 million more than expected.

Corporate income taxes equaled \$168 million for the fourth quarter of fiscal year 2008, \$7.8 million above the June forecast. Quarterly advanced payments were \$155.3 million for the quarter, \$4.4 million below forecast. Payments accompanying a filed tax return totaled \$52.1 million, exceeding the latest forecast by \$11 million. Refunds tracked very close to expectations with \$39.4 million, \$1.2 million less than forecasted. On a year-over-year basis, corporate receipts were off 5.7 percent.

Table 1: Quarterly Income Tax Revenues

(Quarter ending June 30, 2008)

Personal Income Tax (Millions of dollars)	Forecast Comparison			Year/Year Change	
	Actual Revenues	Latest Forecast	Percent Difference	Prior Year	Percent Change
Withholding	\$1,300.7	\$1,309.3	-0.7%	\$1,265.9	2.8%
Dollar difference		-\$8.6		\$34.8	
Estimated Payments	\$399.5	\$382.0	4.6%	\$363.1	10.0%
Dollar difference		\$17.4		\$36.4	
Final Payments	\$971.3	\$998.5	-2.7%	\$779.6	24.6%
Dollar difference		-\$27.1		\$191.7	
Refunds	-\$365.9	-\$340.9	7.3%	-\$369.5	-1.0%
Dollar difference		-\$25.0		\$3.5	
Total Personal Income Tax	\$2,305.6	\$2,348.9	-1.8%	\$2,039.1	13.1%
Dollar difference		-\$43.3		\$266.5	

Corporate Income Tax (Millions of dollars)	Forecast Comparison			Year/Year Change	
	Actual Revenues	Latest Forecast	Percent Difference	Prior Year	Percent Change
Advanced Payments	\$155.3	\$159.7	-2.8%	\$162.5	-4.4%
Dollar difference		-\$4.4		-\$7.2	
Final Payments	\$52.1	\$41.1	26.8%	\$65.6	-20.5%
Dollar difference		\$11.0		-\$13.5	
Refunds	-\$39.4	-\$40.6	-2.9%	-\$49.9	-21.0%
Dollar difference		\$1.2		\$10.5	
Total Corporate Income Tax	\$168.0	\$160.2	4.9%	\$178.2	-5.7%
Dollar difference		\$7.8		-\$10.2	

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	\$2,473.6	\$2,509.1	-1.4%	\$2,217.3	11.6%
Dollar difference		-\$35.5		\$256.3	

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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