



STATE OF IOWA

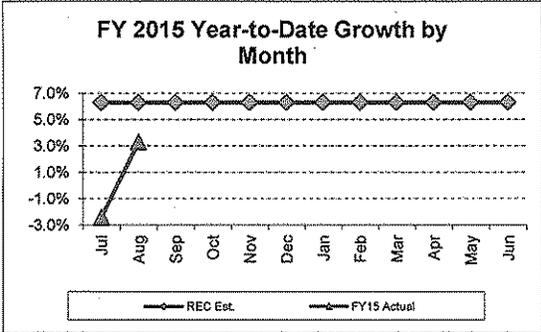
TERRY E. BRANSTAD, GOVERNOR
KIM REYNOLDS, LT. GOVERNOR

DEPARTMENT OF MANAGEMENT
David Roederer, Director

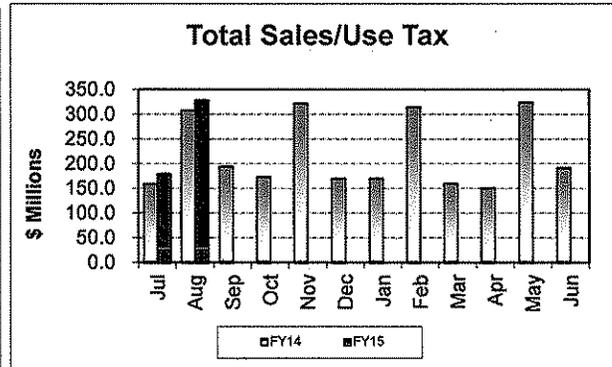
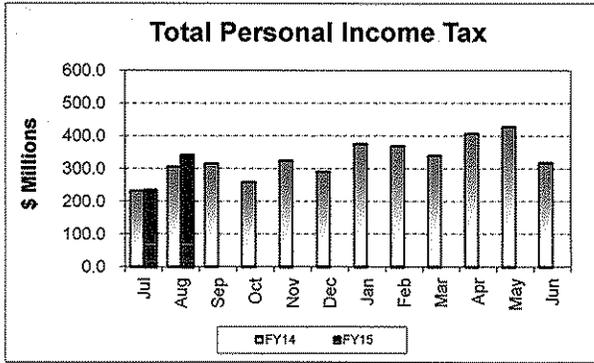
DATE: September 2, 2014
TO: The Honorable Terry E Branstad
The Honorable Kim Reynolds
FROM: David Roederer, Director *David Roederer*
Department of Management
RE: August 2014 General Fund Receipts

Gross General Fund receipts for August 2014 totaled \$761.3 million, an increase of 7.1 percent over the same period last year. There was one less processing day in August 2014 compared to August 2013. Fiscal year-to-date, gross General Fund receipts totaled \$1,228.6 million or 3.3%. The current estimate for FY2015 is 6.3 percent.

Summary
Fiscal year-to-date gross receipts are 3.3 percent higher compared to August 2013. The current estimate for FY2015 is a growth rate of 6.3 percent for gross receipts.



Personal Income Tax
Personal income tax receipts totaled \$342.2 million during August 2014. This is \$35.6 million or 11.6 percent more than the receipts of August 2013. Withholding tax receipts increased \$38.4 million or 13.1 percent compared to last year. Estimated payments decreased \$0.4 million. Final return payments decreased \$2.2 million. Fiscal year-to-date, personal income tax receipts totaled \$578.5 million, an increase of 7.3 percent. The current estimate for personal income tax for Fiscal Year 2015 is for an increase of 8.0 percent.

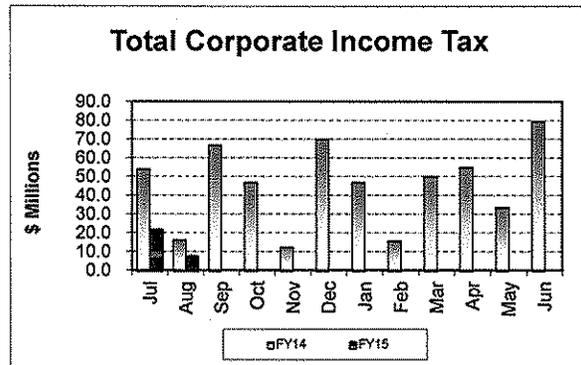


Sales/Use Tax

August sales/use tax receipts totaled \$329.0 million, which represents an increase of \$20.8 million or 6.7 percent over August 2013. Fiscal year-to-date, sales/use tax receipts totaled \$509.4 million, an increase of 8.8 percent. The current estimate for sales/use tax for Fiscal Year 2015 is for an increase of 4.2 percent.

Corporate Income Tax

Corporate income tax receipts during August totaled \$7.8 million, which is \$8.6 million or 52.4 percent less than in August 2013. Fiscal year-to-date corporate income tax receipts totaled \$29.7 million, a decrease of 58.0 percent. The REC's estimate for corporate income tax for Fiscal Year 2015 is for an increase of 11.0 percent.



Refunds

For the month of August, the Department of Revenue issued \$22.8 million in refunds on a cash basis. This compares to \$26.5 million issued August 2013. For the fiscal year-to-date, total refunds issued on a cash basis were \$50.9 million. This compares to \$59.2 million issued at this time last year.

FY 2014 Year-to-Date Net General Fund Receipts on an Accrual Basis

As can be seen from the chart below, year-to-date net General Fund receipts on an accrual basis have decreased 3.8 percent, which is less than the REC's estimate of -1.3 percent. We will update this table monthly until the State's books are closed at the end of September 2014.

Net General Fund Receipts

Accrual Basis

Through August 31, 2014

	<u>FY13</u>	<u>FY14</u>	<u>Variance</u>	<u>Percent</u>	<u>REC Estimate</u>
Total Gross Receipts	7,330.4	7,143.5	(186.9)	-2.5%	-0.6%
Transfers	109.6	185.4	75.8	69.2%	76.8%
Refunds	(830.5)	(955.3)	(124.8)	15.0%	15.1%
School Infrastructure Transfer	(417.8)	(417.4)	0.4	-0.1%	1.6%
Net General Fund Revenues	<u>6,191.7</u>	<u>5,956.2</u>	<u>(235.5)</u>	-3.8%	-1.3%

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE MONTH ENDING AUGUST 31, 2014
(\$ MILLIONS)**

CASH BASIS

	MONTH OF AUGUST		FY15 Over (Under) FY14		FY15 Annual Est Percent Of Growth
	FY14	FY15	Dollars	Percent	
Personal Income Tax	\$306.6	\$342.2	\$35.6	11.6%	8.0%
Sales/Use Tax	308.2	329.0	20.8	6.7%	4.2%
Corporate Income Tax	16.4	7.8	(8.6)	-52.4%	11.0%
Inheritance Tax	6.4	9.5	3.1	48.4%	8.5%
Insurance Premium Tax	48.3	50.4	2.1	4.3%	1.8%
Cigarette Tax	0.0	0.0	0.0	0.0%	0.0%
Tobacco Tax	0.0	0.0	0.0	0.0%	-100.0%
Beer Tax	1.4	1.4	0.0	100.0%	5.7%
Franchise Tax	0.1	2.5	2.4	2400.0%	11.0%
Miscellaneous Tax	0.0	0.1	0.1	0.0%	-8.3%
Total Special Taxes	\$687.4	\$742.9	\$55.5	8.1%	6.8%
Institutional Payments	1.8	1.3	(0.5)	-27.8%	-12.6%
Liquor Transfers:	11.1	10.6	(0.5)	-4.5%	-0.7%
Interest	0.1	0.2	0.1	100.0%	2.9%
Fees	2.8	2.8	0.0	0.0%	-8.0%
Judicial Revenue	2.0	1.7	(0.3)	-15.0%	-1.3%
Miscellaneous Receipts	5.3	1.8	(3.5)	-66.0%	-30.2%
Racing and Gaming	0.0	0.0	0.0	0.0%	0.0%
Total Receipts	\$710.5	\$761.3	\$50.8	7.1%	6.3%
Transfers	\$4.4	\$10.1	\$5.7		
Total Rcpts & Transfers	\$714.9	\$771.4	\$56.5		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$35.9)	(\$35.5)	\$0.4		
Refunds	(\$26.5)	(\$22.8)	\$3.7		
Total Reductions in GF Receipts	(\$62.4)	(\$58.3)	\$4.1		

Iowa Department of Management
September 2, 2014

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE TWO MONTHS ENDING AUGUST 31, 2014
(\$ MILLIONS)**

CASH BASIS

	TWO MONTHS THROUGH AUGUST		FY15 Over (Under) FY14		FY15 Annual Est Percent Of Growth
	FY14	FY15	Dollars	Percent	
Personal Income Tax	\$538.9	\$578.5	\$39.6	7.3%	8.0%
Sales/Use Tax	468.1	509.4	41.3	8.8%	4.2%
Corporate Income Tax	70.7	29.7	(41.0)	-58.0%	11.0%
Inheritance Tax	14.2	14.0	(0.2)	-1.4%	8.5%
Insurance Premium Tax	48.8	51.4	2.6	5.3%	1.8%
Cigarette Tax	0.0	0.0	0.0	0.0%	0.0%
Tobacco Tax	1.4	0.0	(1.4)	-100.0%	-100.0%
Beer Tax	2.7	2.7	0.0	0.0%	5.7%
Franchise Tax	5.3	2.7	(2.6)	-49.1%	11.0%
Miscellaneous Tax	0.0	0.1	0.1	0.0%	-8.3%
Total Special Taxes	\$1,150.1	\$1,188.5	\$38.4	3.3%	6.8%
Institutional Payments	2.9	3.3	0.4	13.8%	-12.6%
Liquor Transfers:	14.3	18.3	4.0	28.0%	-0.7%
Interest	0.3	0.5	0.2	66.7%	2.9%
Fees	5.2	5.3	0.1	1.9%	-8.0%
Judicial Revenue	8.7	8.3	(0.4)	-4.6%	-1.3%
Miscellaneous Receipts	7.9	4.4	(3.5)	-44.3%	-30.2%
Racing and Gaming	0.0	0.0	0.0	0.0%	0.0%
Total Receipts	\$1,189.4	\$1,228.6	\$39.2	3.3%	6.3%
Transfers	\$26.8	\$38.0	\$11.2		
Total Rcpts & Transfers	\$1,216.2	\$1,266.6	\$50.4		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$104.0)	(\$68.1)	\$35.9		
Refunds	(59.2)	(50.9)	8.3		
Total Reductions in GF Receipts	(\$163.2)	(\$119.0)	\$44.2		

Iowa Department of Management
September 2, 2014

