

DATE: September 2, 2022

TO: The Honorable Kim Reynolds  
The Honorable Adam Gregg

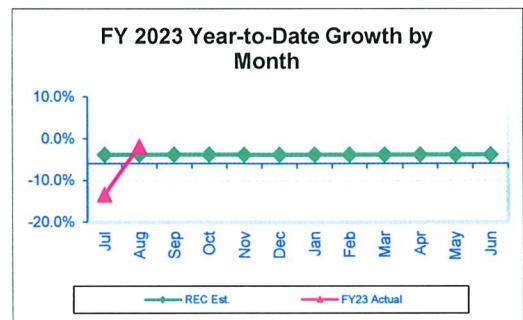
FROM: Kraig Paulsen, Director  
Department of Management

RE: August 2022 General Fund Receipts

Gross General Fund receipts for August 2022 totaled \$1020.5 million, an increase of 6.8 percent over the same period last year. Fiscal year-to-date, gross General Fund receipts totaled \$1,648.2 million. This is \$31.7 million or 1.9 percent less than last year. The estimate for Fiscal Year 2023 is -3.8 percent.

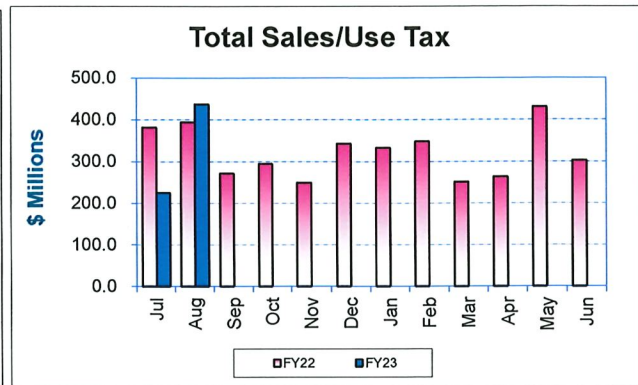
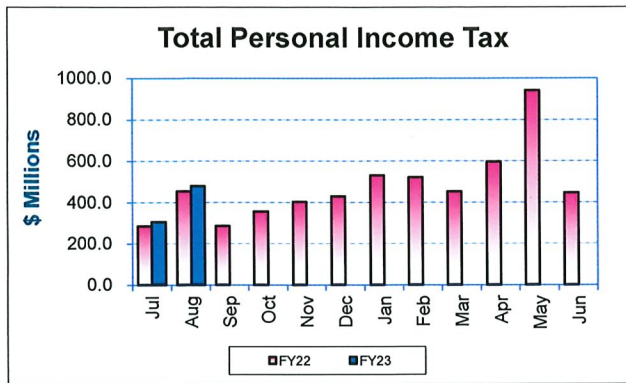
**Summary**

**Fiscal year-to-date gross receipts on a cash basis are 1.9 percent less compared to the same period in Fiscal Year 2022.**



**Personal Income Tax**

Personal income tax receipts totaled \$476.2 million during August 2022. This is \$24.1 million or 5.3 percent more than the receipts of August 2021. Withholding tax receipts increased \$20.5 million or 4.8 percent compared to last year. Estimated payments increased \$0.1 million compared to last year. Final return payments increased \$3.5 million. Fiscal year-to-date, personal income tax receipts totaled \$779.2 million, an increase of 6.0 percent. The estimate for personal income tax for Fiscal Year 2022 is for an increase of -6.7 percent.

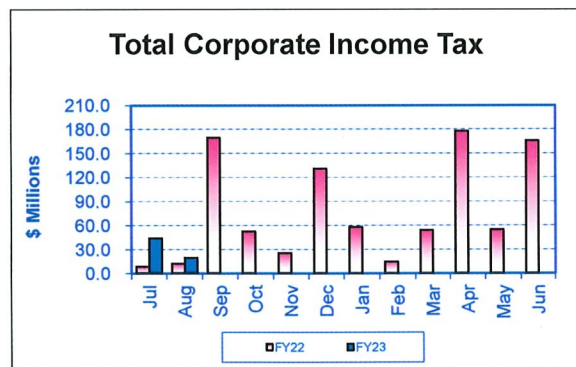


Sales/Use Tax

August sales/use tax receipts totaled \$436.3 million, which represents an increase of \$43.5 million or 11.1 percent over August 2021. Fiscal year-to-date, sales/use tax receipts totaled \$660.9 million, a decrease of \$112.9 million or 14.6 percent compared to the same period last year. The estimate for sales/use tax for Fiscal Year 2023 is for an increase of 3.9 percent over Fiscal Year 2022.

Corporate Income Tax

Corporate income tax receipts during August totaled \$19.0 million, which is \$7.2 million more than in August 2021. Fiscal year-to-date corporate income tax receipts totaled \$62.3 million, an increase of \$42.1 million. The estimate for corporate income tax for Fiscal Year 2022 is for a decrease of 9.8 percent over Fiscal Year 2022.



Refunds

For the month of August, the Department of Revenue issued \$35.4 million in refunds on a cash basis. This compares to \$31.1 million issued August 2021. For the fiscal year-to-date, total refunds issued on a cash basis were \$69.8 million. This compares to \$83.4 million issued at this time last year.

FY 2022 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 have increased 11.6 percent, which is ahead of the REC estimate of 4.2 percent. We will update this table monthly until the State's books are closed at the end of September 2022.

**Net General Fund Receipts****Accrual Basis**

Through August 31, 2022

	<u>FY21</u>	<u>FY22</u>	<u>Variance</u>	<u>Percent</u>	<u>Adjusted Estimate</u>
Total Gross Receipts	9,579.7	10,485.8	906.1	9.5%	5.4%
Transfers	106.2	99.4	(6.8)	-6.4%	-0.3%
Refunds	(1,114.5)	(1,028.8)	85.7	-7.7%	8.0%
School Infrastructure Transfer	(523.6)	(571.3)	(47.7)	9.1%	12.5%
Net General Fund Revenues compared to REC	<u>8,047.8</u>	<u>8,985.1</u>	<u>937.3</u>	11.6%	4.2%

**GENERAL FUND RECEIPTS STATEMENT  
FOR THE MONTH ENDING AUGUST 31, 2022  
(\$ MILLIONS)**

**CASH BASIS**

	MONTH OF AUGUST		FY23 Over (Under) FY22		FY23 Annual Est Percent Of Growth
	FY22	FY23	Dollars	Percent	
Personal Income Tax	\$452.1	\$476.2	\$24.1	5.3%	-6.7%
Sales/Use Tax	392.8	436.3	43.5	11.1%	3.9%
Corporate Income Tax	11.8	19.0	7.2	61.0%	-9.8%
Inheritance Tax	12.1	10.5	(1.6)	-13.2%	-20.5%
Insurance Premium Tax	60.0	60.3	0.3	0.5%	-4.4%
Beer Tax	1.3	1.2	(0.1)	-7.7%	0.7%
Franchise Tax	0.0	0.4	0.4	0.0%	-9.1%
Miscellaneous Tax	3.5	(8.2)	(11.7)	-334.3%	-73.1%
<b>Total Special Taxes</b>	<b>\$933.6</b>	<b>\$995.7</b>	<b>\$62.1</b>	<b>6.7%</b>	<b>-3.8%</b>
Institutional Payments	1.0	1.2	0.2	20.0%	-13.8%
Liquor Transfers:	13.5	13.9	0.4	3.0%	-1.9%
Interest	0.1	1.7	1.6	1600.0%	-30.6%
Fees	2.2	2.4	0.2	9.1%	-10.1%
Judicial Revenue	1.0	0.3	(0.7)	-70.0%	11.3%
Miscellaneous Receipts	3.7	5.3	1.6	43.2%	-30.9%
Gaming Revenues	0.0	0.0	0.0	0.0%	0.0%
<b>Total Receipts</b>	<b>\$955.1</b>	<b>\$1,020.5</b>	<b>\$65.4</b>	<b>6.8%</b>	<b>-3.8%</b>
Transfers	\$1.8	\$1.7	(\$0.1)		
<b>Total Rcpts &amp; Transfers</b>	<b>\$956.9</b>	<b>\$1,022.2</b>	<b>\$65.3</b>		
<b>Reductions in General Fund Receipts</b>					
School Infrastructure Transfer	(\$51.3)	(\$55.6)	(\$4.3)		
Refunds	(\$31.1)	(\$35.4)	(\$4.3)		
<b>Total Reductions in GF Receipts</b>	<b>(\$82.4)</b>	<b>(\$91.0)</b>	<b>(\$8.6)</b>		

Iowa Department of Management  
September 2, 2022

**STATE OF IOWA**  
**GENERAL FUND RECEIPTS STATEMENT**  
**FOR THE TWO MONTHS ENDING AUGUST 31, 2022**  
**(\$ MILLIONS)**

CASH BASIS

	TWO MONTHS THROUGH AUGUST		FY23 Over (Under) FY22		FY23 Annual Est Percent Of Growth
	FY22	FY23	Dollars	Percent	
Personal Income Tax	\$735.1	\$779.2	\$44.1	6.0%	-6.7%
Sales/Use Tax	773.8	660.9	(112.9)	-14.6%	3.9%
Corporate Income Tax	20.2	62.3	42.1	208.4%	-9.8%
Inheritance Tax	20.4	17.0	(3.4)	-16.7%	-20.5%
Insurance Premium Tax	64.4	60.6	(3.8)	-5.9%	-4.4%
Beer Tax	2.7	2.6	(0.1)	-3.7%	0.7%
Franchise Tax	4.9	4.9	0.0	0.0%	-9.1%
Miscellaneous Tax	3.5	12.6	9.1	260.0%	-73.1%
<b>Total Special Taxes</b>	<b>\$1,625.0</b>	<b>\$1,600.1</b>	<b>(\$24.9)</b>	<b>-1.5%</b>	<b>-3.8%</b>
Institutional Payments	1.6	2.1	0.5	31.3%	-13.8%
Liquor Transfers:	30.4	26.4	(4.0)	-13.2%	-1.9%
Interest	0.2	2.7	2.5	1250.0%	-30.6%
Fees	4.6	3.5	(1.1)	-23.9%	-10.1%
Judicial Revenue	3.9	3.2	(0.7)	-17.9%	11.3%
Miscellaneous Receipts	14.2	10.2	(4.0)	-28.2%	-30.9%
Gaming Revenues	0.0	0.0	0.0	0.0%	0.0%
<b>Total Receipts</b>	<b>\$1,679.9</b>	<b>\$1,648.2</b>	<b>(\$31.7)</b>	<b>-1.9%</b>	<b>-3.8%</b>
Transfers	\$27.6	\$25.8	(\$1.8)		
<b>Total Rcpts &amp; Transfers</b>	<b>\$1,707.5</b>	<b>\$1,674.0</b>	<b>(\$33.5)</b>		
<b>Reductions in General Fund Receipts</b>					
School Infrastructure Transfer	(\$100.1)	(\$100.7)	(\$0.6)		
Refunds	(83.4)	(69.8)	13.6		
<b>Total Reductions in GF Receipts</b>	<b>(\$183.5)</b>	<b>(\$170.5)</b>	<b>\$13.0</b>		

Iowa Department of Management  
September 2, 2022