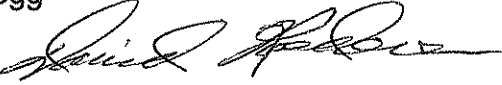




STATE OF IOWA

KIM REYNOLDS, GOVERNOR
ADAM GREGG, LT. GOVERNOR

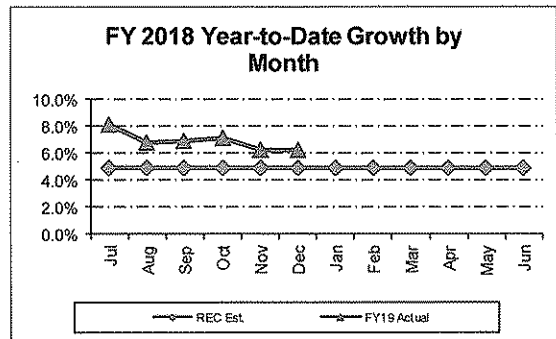
DEPARTMENT OF MANAGEMENT
David Roederer, Director

DATE: January 3, 2019
TO: The Honorable Kim Reynolds
The Honorable Adam Gregg
FROM: David Roederer, Director 
Department of Management
RE: December 2018 General Fund Receipts

Gross General Fund receipts for December 2018 totaled \$771.9 million, an increase of 5.7 percent over the same period last year. Fiscal year-to-date, gross General Fund receipts totaled \$4,354.9 million or 6.2 percent increase. The estimate for Fiscal Year 2019 is 4.9 percent.

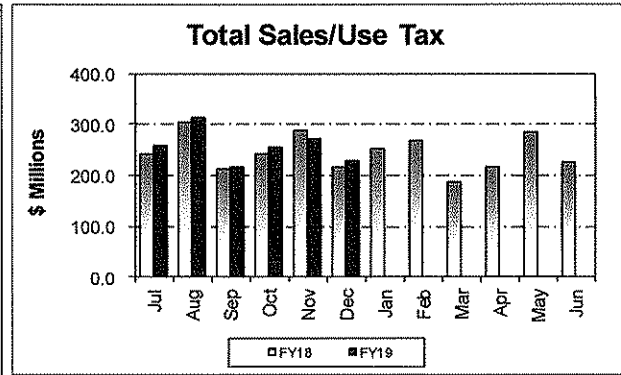
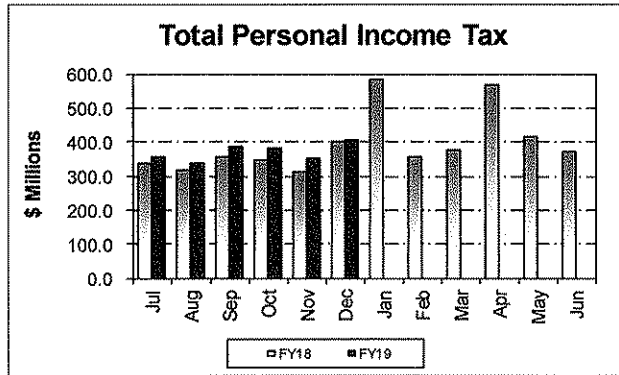
Summary

Fiscal year-to-date gross receipts on a cash basis were 6.2 percent more compared to December 2018. The current estimate for Fiscal Year 2019 is a growth rate of 4.9 percent for gross receipts.



Personal Income Tax

Personal income tax receipts totaled \$407.4 million during December 2018. This is \$5.6 million or 1.4 percent more than the receipts of December 2017. Withholding tax receipts increased \$40.8 million or 12.8 percent compared to last year. Estimated payments decreased \$33.7 million compared to last year. The decline is not surprising since last December's surge reflected some taxpayers accelerating their January payments into December with federal tax reform capping the deduction for state and local taxes. Final return payments decreased \$1.5 million. Fiscal year-to-date, personal income tax receipts totaled \$2,219.5 million, an increase of 7.1 percent. The estimate for personal income tax for Fiscal Year 2018 is for an increase of 3.5 percent.

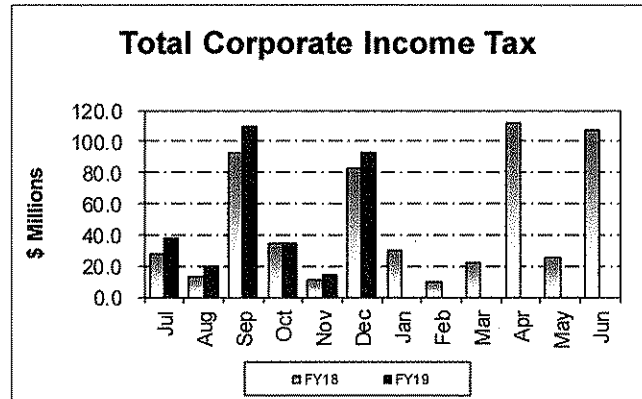


Sales/Use Tax

December sales/use tax receipts totaled \$228.0 million, which represents an increase of \$12.9 million or 6.0 percent compared to December 2017. Fiscal year-to-date, sales/use tax receipts totaled \$1,541.8 million, an increase of \$36.5 million or 2.4 percent compared to the same period last year. Many of the sales tax base expansions under SF 2417 are effective January 1, 2019. Therefore, sales tax receipts starting in the next month are expected to grow at a faster rate. The estimate for sales/use tax for Fiscal Year 2019 is for an increase of 7.0 percent.

Corporate Income Tax

Corporate income tax receipts during December totaled \$92.2 million, which is \$10.2 million or 12.4 percent more than in December 2017. Fiscal year-to-date corporate income tax receipts totaled \$306.7 million, an increase of \$46.8 million or 18.0 percent. The estimate for corporate income tax for Fiscal Year 2019 is for an increase of 10.6 percent.



Refunds

For the month of December, the Department of Revenue issued \$64.7 million in refunds on a cash basis. This compares to \$55.5 million issued December 2017. For the fiscal year-to-date, total refunds issued on a cash basis were \$298.4 million. This compares to \$289.0 million issued at this time last year.

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE MONTH ENDING December 31, 2018
(\$ MILLIONS)**

CASH BASIS

	MONTH		FY19 Over (Under)		FY19 Annual Est Percent Of Growth
	OF NOVEMBER FY18	FY19	FY18 Dollars	Percent	
Personal Income Tax	\$401.8	\$407.4	\$5.6	1.4%	3.5%
Sales/Use Tax	215.1	228.0	12.9	6.0%	7.0%
Corporate Income Tax	82.0	92.2	10.2	12.4%	10.6%
Inheritance Tax	2.5	6.6	4.1	164.0%	3.0%
Insurance Premium Tax	0.0	0.0	0.0	100.0%	0.6%
Beer Tax	1.0	1.1	0.1	10.0%	0.0%
Franchise Tax	12.0	11.1	(0.9)	-7.5%	-7.1%
Miscellaneous Tax	0.1	0.0	(0.1)	0.0%	-5.9%
Total Special Taxes	\$714.5	\$746.4	\$31.9	4.5%	5.0%
Institutional Payments	1.0	0.9	(0.1)	-10.0%	-15.8%
Liquor Transfers:	8.7	11.0	2.3	26.4%	0.8%
Interest	0.5	1.1	0.6	120.0%	27.7%
Fees	(0.3)	2.3	2.6	-100.0%	-0.4%
Judicial Revenue	4.2	8.2	4.0	95.2%	0.0%
Miscellaneous Receipts	1.8	2.0	0.2	11.1%	0.8%
Gaming Revenues	0.0	0.0	0.0	0.0%	100.0%
Total Receipts	\$730.4	\$771.9	\$41.5	5.7%	4.9%
Transfers	\$0.6	\$1.4	\$0.8		
Transfer from Economic Emergency Fund	0.0	0.0	0.0		
Total Rcpts & Transfers	\$731.0	\$773.3	\$42.3		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$40.7)	(\$41.6)	(\$0.9)		
Refunds	(55.5)	(64.7)	(9.2)		
Total Reductions in GF Receipts	(\$96.2)	(\$106.3)	(\$10.1)		

Iowa Department of Management
January 3, 2019

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE SIX MONTHS ENDING DECEMBER 31, 2018
(\$ MILLIONS)**

CASH BASIS

	SIX MONTHS THROUGH DECEMBER		FY19 Over (Under) FY18		FY19 Annual Est Percent Of Growth
	FY18	FY19	Dollars	Percent	
Personal Income Tax	\$2,071.8	\$2,219.5	\$147.7	7.1%	3.5%
Sales/Use Tax	1,505.3	1,541.8	36.5	2.4%	7.0%
Corporate Income Tax	259.9	306.7	46.8	18.0%	10.6%
Inheritance Tax	42.7	47.4	4.7	11.0%	3.0%
Insurance Premium Tax	53.4	55.8	2.4	4.5%	0.6%
Beer Tax	7.3	7.2	(0.1)	-1.4%	0.0%
Franchise Tax	25.6	25.3	(0.3)	-1.2%	-7.1%
Miscellaneous Tax	0.6	0.5	(0.1)	0.0%	-5.9%
Total Special Taxes	\$3,966.6	\$4,204.2	\$237.6	6.0%	5.0%
Institutional Payments	5.5	5.2	(0.3)	-5.5%	-15.8%
Liquor Transfers:	56.9	62.9	6.0	10.5%	0.8%
Interest	1.4	4.0	2.6	185.7%	27.7%
Fees	9.3	12.6	3.3	35.5%	-0.4%
Judicial Revenue	35.5	39.9	4.4	12.4%	0.0%
Miscellaneous Receipts	25.1	26.1	1.0	4.0%	0.8%
Gaming Revenues	0.0	0.0	0.0	0.0%	100.0%
Total Receipts	\$4,100.3	\$4,354.9	\$254.6	6.2%	4.9%
Transfers	\$50.9	\$67.2	\$16.3		
Transfer from Economic Emergency Fund	13.0	0.0	(13.0)		
Total Rcpts & Transfers	\$4,164.2	\$4,422.1	\$257.9		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$233.9)	(\$255.9)	(\$22.0)		
Refunds	(289.0)	(298.4)	(9.4)		
Total Reductions in GF Receipts	(\$522.9)	(\$554.3)	(\$31.4)		

Iowa Department of Management
January 3, 2019