

DATE: January 3, 2022

TO: The Honorable Kim Reynolds
The Honorable Adam Gregg

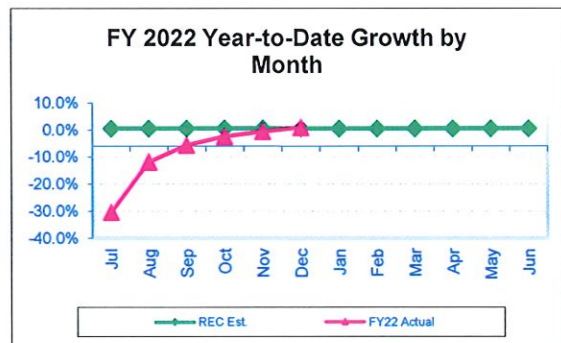
FROM: Kraig Paulsen, Director
Department of Management

RE: December 2021 General Fund Receipts

Gross General Fund receipts for December 2021 totaled \$884.5 million, an increase of 8.8 percent over the same period last year. Fiscal year-to-date, gross General Fund receipts totaled \$5,023.1 million. This is \$47.0 million or 0.9 percent more than last year. The estimate for Fiscal Year 2022 is 0.6 percent. The numbers from the State accounting system have been increased by \$200.0 million in the December 2021 reported monthly numbers to account for fraudulent payments that were included in the State accounting system at the end of November, but removed from the November reported numbers. These transactions were reversed in December in the State accounting system therefore requiring the adjustment.

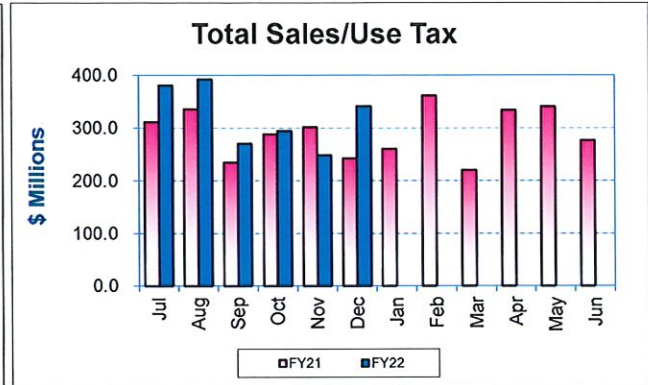
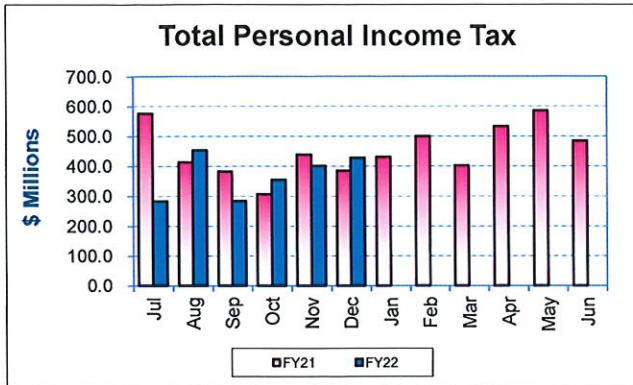
Summary

Fiscal year-to-date gross receipts on a cash basis are 0.9 percent more compared to December 2020. July-December receipts are heavily impacted by the filing date changes for individual and corporate income tax returns in calendar year 2020 from April 30 to July 30. The current estimate for Fiscal Year 2022 is a growth rate of 0.6 percent for gross receipts on a cash basis.



Personal Income Tax

Personal income tax receipts totaled \$427.8 million during December 2021. This is \$42.6 million or 11.1 percent more than the receipts of December 2020. Withholding tax receipts increased \$40.1 million or 12.7 percent compared to last year. Estimated payments increased \$6.8 million compared to last year. Final return payments decreased \$4.3 million. Fiscal year-to-date, personal income tax receipts totaled \$2,303.0 million, a decrease of 7.8 percent. Fiscal year-to-date numbers are heavily impacted by the filing date changes for individual income tax returns in calendar year 2020 from April 30 to July 30. The estimate for personal income tax for Fiscal Year 2022 is for a decrease of 0.8 percent.

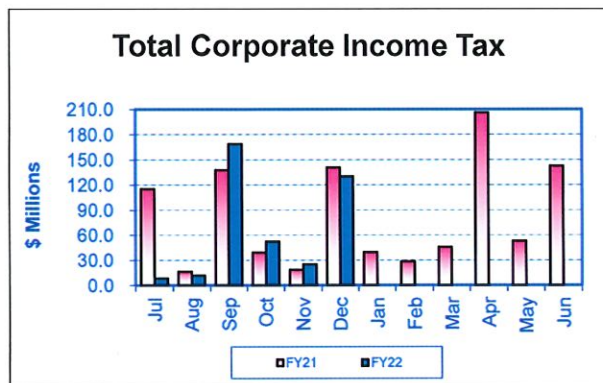


Sales/Use Tax

December sales/use tax receipts totaled \$341.6 million, which represents an increase of \$98.6 million or 40.6 percent over December 2020. Fiscal year-to-date, sales/use tax receipts totaled \$1,929.2 million, an increase of \$212.4 million or 12.4 percent compared to the same period last year. The estimate for sales/use tax for Fiscal Year 2022 is for an increase of 5.2 percent over Fiscal Year 2021.

Corporate Income Tax

Corporate income tax receipts during December totaled \$130.0 million, which is \$10.9 million or 7.7 percent less than in December 2020. Fiscal year-to-date corporate income tax receipts totaled \$396.4 million, a decrease of \$71.2 million or 15.2 percent. Fiscal year-to-date numbers are heavily impacted by the filing date changes for individual income tax returns in calendar year 2020 from April 30 to July 30. The estimate for corporate income tax for Fiscal Year 2022 is for a decrease of 10.8 percent over Fiscal Year 2021.



Refunds

For the month of December, the Department of Revenue issued \$27.8 million in refunds on a cash basis. This compares to \$23.8 million issued December 2020. For the fiscal year-to-date, total refunds issued on a cash basis were \$283.3 million. This compares to \$280.4 million issued at this time last year.

STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE MONTH ENDING DECEMBER 31, 2021
(\$ MILLIONS)

CASH BASIS

| | MONTH OF DECEMBER | | FY22 Over (Under) FY21 | | FY22 Annual Est Percent Of Growth |
|--------------------------------------------|----------------------|-----------------|---------------------------|-------------|-----------------------------------------|
| | FY21 | FY22 | Dollars | Percent | |
| Corrected Personal Income Tax | \$385.2 | \$427.8 | 42.6 | 11.1% | -0.8% |
| Sales/Use Tax | 243.0 | 341.6 | 98.6 | 40.6% | 5.2% |
| Corporate Income Tax | 140.9 | 130.0 | (10.9) | -7.7% | -5.7% |
| Inheritance Tax | 5.8 | 10.7 | 4.9 | 84.5% | -10.8% |
| Insurance Premium Tax | 0.1 | 0.1 | 0.0 | 0.0% | 2.6% |
| Beer Tax | 1.0 | 1.0 | 0.0 | 100.0% | 9.6% |
| Franchise Tax | 13.5 | 11.6 | (1.9) | -14.1% | -3.0% |
| Miscellaneous Tax | 0.0 | (68.0) | (68.0) | -100.0% | -17.9% |
| Total Special Taxes | \$789.5 | \$854.8 | \$65.3 | 8.3% | 0.7% |
| Institutional Payments | 0.7 | 1.0 | 0.3 | 42.9% | 40.8% |
| Liquor Transfers: | 10.2 | 13.1 | 2.9 | 28.4% | 1.1% |
| Interest | 0.1 | 0.2 | 0.1 | 100.0% | 0.0% |
| Fees | 2.5 | 3.0 | 0.5 | 20.0% | -5.0% |
| Judicial Revenue | 7.1 | 7.6 | 0.5 | 7.0% | 4.0% |
| Miscellaneous Receipts | 3.2 | 2.5 | (0.7) | -21.9% | 17.1% |
| Gaming Revenues | 0.0 | 2.3 | 2.3 | 0.0% | 0.0% |
| Total Receipts | \$813.3 | \$884.5 | \$71.2 | 8.8% | 0.6% |
| Transfers | \$1.0 | \$1.3 | \$0.3 | | |
| Total Rcpts & Transfers | \$814.3 | \$885.8 | \$71.5 | | |
| Reductions in General Fund Receipts | | | | | |
| School Infrastructure Transfer | (\$43.7) | (\$43.9) | (\$0.2) | | |
| Refunds | (\$23.8) | (\$27.8) | (\$4.0) | | |
| Total Reductions in GF Receipts | (\$67.5) | (\$71.7) | (\$4.2) | | |

Iowa Department of Management
January 3, 2022

STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE SIX MONTHS ENDING DECEMBER 31, 2021
(\$ MILLIONS)

CASH BASIS

| | SIX MONTHS THROUGH DECEMBER | | FY22 Over (Under) FY21 | | FY22 Annual Est Percent Of Growth |
|--------------------------------------------|--------------------------------|------------------|---------------------------|-------------|-----------------------------------------|
| | FY21 | FY22 | Dollars | Percent | |
| Personal Income Tax | \$2,496.9 | \$2,303.0 | (193.9) | -7.8% | -0.8% |
| Sales/Use Tax | 1,716.8 | 1,929.2 | 212.4 | 12.4% | 5.2% |
| Corporate Income Tax | 467.6 | 396.4 | (71.2) | -15.2% | -5.7% |
| Inheritance Tax | 42.9 | 53.8 | 10.9 | 25.4% | -10.8% |
| Insurance Premium Tax | 66.9 | 64.8 | (2.1) | -3.1% | 2.6% |
| Beer Tax | 2.9 | 7.3 | 4.4 | 151.7% | 9.6% |
| Franchise Tax | 34.1 | 30.7 | (3.4) | -10.0% | -3.0% |
| Miscellaneous Tax | 11.7 | 73.4 | 61.7 | 527.4% | -17.9% |
| Total Special Taxes | \$4,839.8 | \$4,858.6 | \$18.8 | 0.4% | 0.7% |
| Institutional Payments | 2.9 | 5.1 | 2.2 | 75.9% | 40.8% |
| Liquor Transfers: | 73.7 | 79.7 | 6.0 | 8.1% | 1.1% |
| Interest | 1.3 | 1.1 | (0.2) | -15.4% | 0.0% |
| Fees | 11.4 | 12.3 | 0.9 | 7.9% | -5.0% |
| Judicial Revenue | 26.8 | 32.3 | 5.5 | 20.5% | 4.0% |
| Miscellaneous Receipts | 20.2 | 31.7 | 11.5 | 56.9% | 17.1% |
| Gaming Revenues | 0.0 | 2.3 | 2.3 | 0.0% | 0.0% |
| Total Receipts | \$4,976.1 | \$5,023.1 | \$47.0 | 0.9% | 0.6% |
| Transfers | \$60.4 | \$65.5 | \$5.1 | | |
| Total Rcpts & Transfers | \$5,036.5 | \$5,088.6 | \$52.1 | | |
| Reductions in General Fund Receipts | | | | | |
| School Infrastructure Transfer | (\$264.2) | (\$332.4) | (\$68.2) | | |
| Refunds | (280.4) | (283.3) | (2.9) | | |
| Total Reductions in GF Receipts | (\$544.6) | (\$615.7) | (\$71.1) | | |

Iowa Department of Management
January 3, 2022