



STATE OF IOWA

KIM REYNOLDS, GOVERNOR
ADAM GREGG, LT. GOVERNOR

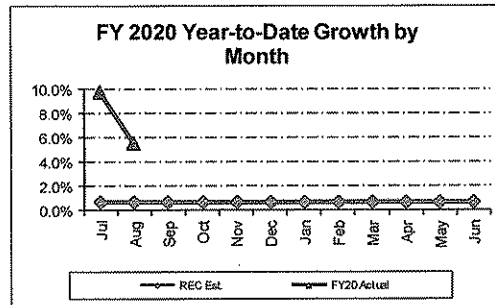
DEPARTMENT OF MANAGEMENT
David Roederer, Director

DATE: September 4, 2019
TO: The Honorable Kim Reynolds
The Honorable Adam Gregg
FROM: David Roederer, Director *David Roederer*
Department of Management
RE: August 2019 General Fund Receipts

Gross General Fund receipts for August 2019 totaled \$761.8 million, an increase of 1.7 percent over the same period last year. Fiscal year-to-date, gross General Fund receipts totaled \$1,525.7 million or 5.6 percent. The estimate for FY2020 is 0.7 percent.

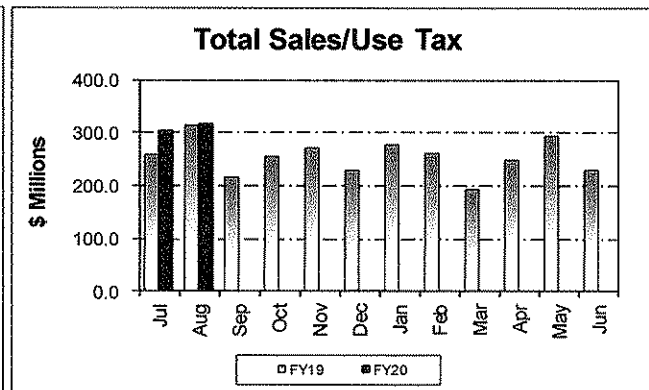
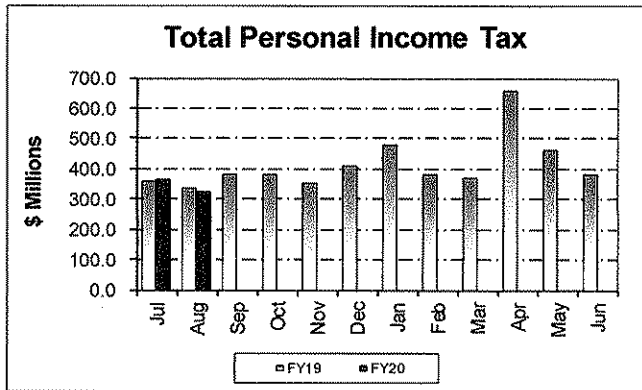
Summary

Fiscal year-to-date gross receipts on a cash basis are 5.6 percent more compared to August 2018. The current estimate for Fiscal Year 2020 is a growth rate of 0.7 percent for gross receipts on a cash basis.



Personal Income Tax

Personal income tax receipts totaled \$327.0 million during August 2019. This is \$9.7 million or 2.9 percent less than the receipts of August 2018. Withholding tax receipts decreased \$12.3 million or 3.8 percent compared to last year. Estimated payments increased \$1.4 million compared to last year. Final return payments increased \$1.2 million. Fiscal year-to-date, personal income tax receipts totaled \$691.7 million, a decrease of 0.4 percent. The estimate for personal income tax for Fiscal Year 2020 is for a decrease of 2.3 percent.

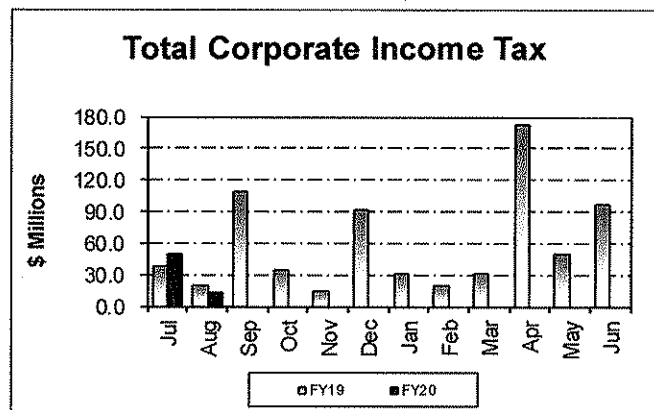


Sales/Use Tax

August sales/use tax receipts totaled \$317.1 million, which represents an increase of \$4.1 million or 1.3 percent over August 2018. Fiscal year-to-date, sales/use tax receipts totaled \$620.0 million, an increase of \$49.3 million or 8.6 percent compared to the same period last year. The estimate for sales/use tax for Fiscal Year 2020 is for an increase of 8.9 percent.

Corporate Income Tax

Corporate income tax receipts during August totaled \$13.4 million, which is \$5.9 million or 30.6 percent less than in August 2018. Fiscal year-to-date corporate income tax receipts totaled \$62.4 million, an increase of \$6.0 million or 10.6 percent. The estimate for corporate income tax for Fiscal Year 2020 is for a decrease of 7.5 percent.



Refunds

For the month of August, the Department of Revenue issued \$50.5 million in refunds on a cash basis. This compares to \$29.8 million issued August 2018. For the fiscal year-to-date, total refunds issued on a cash basis were \$83.3 million. This compares to \$65.2 million issued at this time last year.

FY 2019 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 6.6 percent, which is above the REC estimate of 4.7 percent. We will update this table monthly until the State's books are closed at the end of September 2019.

Net General Fund Receipts

Accrual Basis

Through August 31, 2019

	<u>FY18</u>	<u>FY19</u>	<u>Variance</u>	<u>Percent</u>	<u>Adjusted Estimate</u>
Total Gross Receipts	8,183.1	8,650.6	467.5	5.7%	4.5%
Transfers	115.8	118.4	2.6	2.2%	1.2%
Refunds	(1,135.1)	(1,131.9)	3.2	-0.3%	1.8%
School Infrastructure Transfer	(474.0)	(503.5)	(29.5)	6.2%	6.6%
Net General Fund Revenues	<u>6,689.8</u>	<u>7,133.6</u>	<u>443.8</u>	6.6%	4.7%

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE MONTH ENDING AUGUST 31, 2019
(\$ MILLIONS)**

CASH BASIS

	MONTH OF AUGUST		FY20 Over (Under) FY19		FY20 Annual Est Percent Of Growth
	FY19	FY20	Dollars	Percent	
Personal Income Tax	\$336.7	\$327.0	(\$9.7)	-2.9%	-2.3%
Sales/Use Tax	313.0	317.1	4.1	1.3%	8.9%
Corporate Income Tax	19.3	13.4	(5.9)	-30.6%	-7.5%
Inheritance Tax	8.1	9.7	1.6	19.8%	10.3%
Insurance Premium Tax	53.9	64.2	10.3	19.1%	-15.6%
Beer Tax	1.3	1.3	0.0	0.0%	1.5%
Franchise Tax	0.2	0.2	0.0	0.0%	-16.1%
Miscellaneous Tax	0.0	5.9	5.9	100.0%	90.0%
Total Special Taxes	\$732.5	\$738.8	\$6.3	0.9%	1.0%
Institutional Payments	1.1	1.5	0.4	36.4%	-10.7%
Liquor Transfers:	9.5	9.8	0.3	3.2%	-5.2%
Interest	0.5	1.5	1.0	200.0%	-1.1%
Fees	1.9	2.7	0.8	-100.0%	-9.0%
Judicial Revenue	1.1	1.2	0.1	9.1%	2.1%
Miscellaneous Receipts	2.6	6.3	3.7	142.3%	-22.0%
Gaming Revenues	0.0	0.0	0.0	0.0%	0.0%
Total Receipts	\$749.2	\$761.8	\$12.6	1.7%	0.7%
Transfers	\$18.7	\$17.1	(\$1.6)		
Total Rcpts & Transfers	\$767.9	\$778.9	\$11.0		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$40.5)	(\$45.1)	(\$4.6)		
Refunds	(\$29.8)	(\$50.5)	(\$20.7)		
Total Reductions in GF Receipts	(\$70.3)	(\$95.6)	(\$25.3)		

Iowa Department of Management
September 4, 2019

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE TWO MONTHS ENDING AUGUST 31, 2019
(\$ MILLIONS)**

CASH BASIS

	TWO MONTHS THROUGH AUGUST		FY20 Over (Under) FY19		FY20 Annual Est Percent Of Growth
	FY19	FY20	Dollars	Percent	
Personal Income Tax	\$694.6	\$691.7	(\$2.9)	-0.4%	-2.3%
Sales/Use Tax	570.7	620.0	49.3	8.6%	8.9%
Corporate Income Tax	56.4	62.4	6.0	10.6%	-7.5%
Inheritance Tax	17.4	16.2	(1.2)	-6.9%	10.3%
Insurance Premium Tax	55.7	67.1	11.4	20.5%	-15.6%
Beer Tax	2.6	2.6	0.0	0.0%	1.5%
Franchise Tax	3.3	8.2	4.9	148.5%	-16.1%
Miscellaneous Tax	0.0	8.8	8.8	0.0%	90.0%
Total Special Taxes	\$1,400.7	\$1,477.0	\$76.3	5.4%	1.0%
Institutional Payments	2.2	2.7	0.5	22.7%	-10.7%
Liquor Transfers:	19.1	21.3	2.2	11.5%	-5.2%
Interest	0.8	1.9	1.1	137.5%	-1.1%
Fees	4.1	5.7	1.6	39.0%	-9.0%
Judicial Revenue	5.6	5.3	(0.3)	-5.4%	2.1%
Miscellaneous Receipts	12.5	11.8	(0.7)	-5.6%	-22.0%
Gaming Revenues	0.0	0.0	0.0	0.0%	0.0%
Total Receipts	\$1,445.0	\$1,525.7	\$80.7	5.6%	0.7%
Transfers	\$40.2	\$40.6	\$0.4		
Total Rcpts & Transfers	\$1,485.2	\$1,566.3	\$81.1		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$83.3)	(\$89.3)	(\$6.0)		
Refunds	(65.2)	(83.3)	(18.1)		
Total Reductions in GF Receipts	(\$148.5)	(\$172.6)	(\$24.1)		

Iowa Department of Management
September 4, 2019

