




# STATE OF IOWA

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

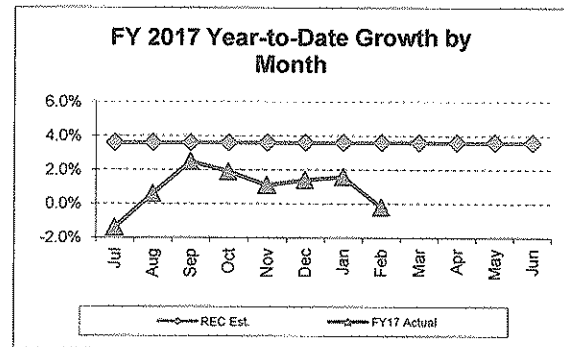
DEPARTMENT OF MANAGEMENT  
David Roederer, Director

DATE: March 2, 2017  
TO: The Honorable Terry E Branstad  
The Honorable Kim Reynolds  
FROM: David Roederer, Director   
Department of Management  
RE: February 2017 General Fund Receipts

Gross General Fund receipts for February 2017 totaled \$734.5 million, a decrease of 9.9 percent over the same period last year. There was one less processing day this February compared to a year ago. Fiscal year-to-date, gross General Fund receipts totaled \$5,299.8 million or -0.2 percent. The current estimate for FY2017 is 3.6 percent.

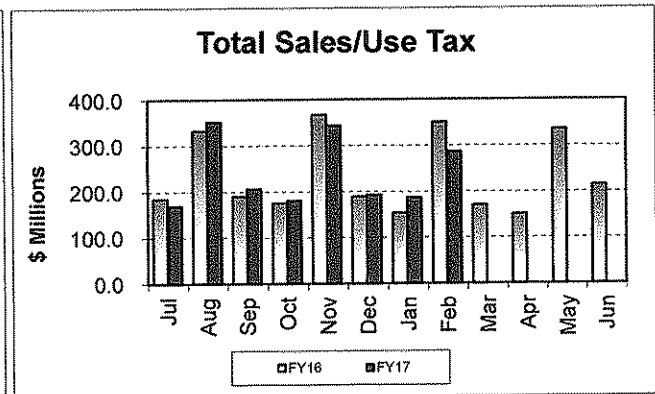
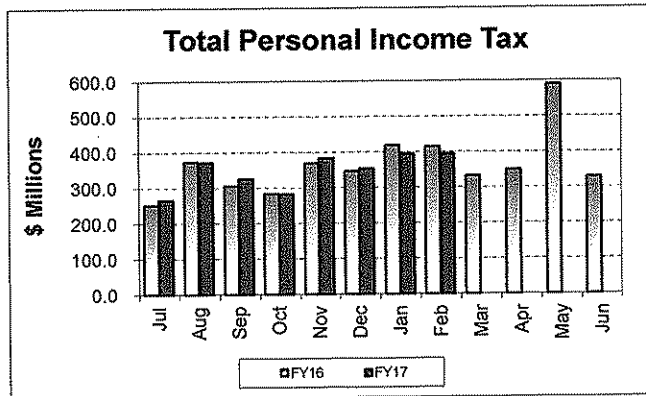
### Summary

Fiscal year-to-date gross receipts are 0.2 percent less compared to February 2016. February 2017 was influenced by processing of deposits done in February last year and done in March of this year. The current estimate for Fiscal Year 2017 is a growth rate of 3.6 percent for gross receipts and will be reviewed when the Revenue Estimating Conference meets on March 14.



### Personal Income Tax

Personal income tax receipts totaled \$394.0 million during February 2017. This is \$20.0 million or 4.9 percent less than the receipts of February 2016. Withholding tax receipts increased \$3.7 million or 1.0 percent compared to last year. Last year \$21.7 million of deposits for withholding was processed on February 29, with the corresponding processing of \$24.8 million of deposits done on March 1 this year. Estimated payments decreased \$22.1 million compared to last year. Some of the decrease is due to an error correction made in February 2016 for \$13.1 million, boosting estimate payments last year. Final return payments decreased \$1.6 million. Returns are influenced by a \$7.8 million school district transfer out made in February this year, but made on March 1 last year. Fiscal year-to-date, personal income tax receipts totaled \$2,774.0 million, an increase of 0.5 percent. The current estimate for personal income tax for Fiscal Year 2017 is for an increase of 5.8 percent.

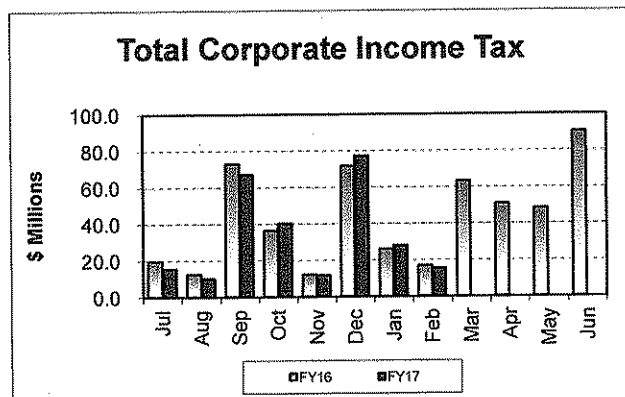


### Sales/Use Tax

February sales/use tax receipts totaled \$286.5 million, which represents a decrease of \$64.1 million or 18.3 percent over February 2016. Last year \$23.7 million of deposits for sales tax was processed on February 29, with the corresponding deposits of \$20.1 million processed on March 1 this year. Fiscal year-to-date, sales/use tax receipts totaled \$1,920.4 million, a decrease of 1.1 percent. The current estimate for sales/use tax for Fiscal Year 2017 is for an increase of 1.9 percent.

### Corporate Income Tax

Corporate income tax receipts during February totaled \$15.4 million, which is \$1.4 million or 8.3 percent less than in February 2016. Fiscal year-to-date corporate income tax receipts totaled \$265.2 million, a decrease of 1.0 percent. The REC's estimate for corporate income tax for Fiscal Year 2017 is for an increase of 2.1 percent.



### Refunds

For the month of February, the Department of Revenue issued \$68.1 million in refunds on a cash basis. This compares to \$190.7 million issued February 2016. For the fiscal year-to-date, total refunds issued on a cash basis were \$351.1 million. This compares to \$449.2 million issued at this time last year.

**STATE OF IOWA  
GENERAL FUND RECEIPTS STATEMENT  
FOR THE MONTH ENDING FEBRUARY 28, 2017  
(\$ MILLIONS)**

**CASH BASIS**

	MONTH OF FEBRUARY		FY17 Over (Under) FY16		FY17 Annual Est Percent Of Growth
	FY16	FY17	Dollars	Percent	
Personal Income Tax	\$414.1	\$394.0	(\$20.1)	-4.9%	5.8%
Sales/Use Tax	350.6	286.5	(64.1)	-18.3%	1.9%
Corporate Income Tax	16.8	15.4	(1.4)	-8.3%	2.1%
Inheritance Tax	7.1	8.9	1.8	25.4%	-10.6%
Insurance Premium Tax	1.5	3.6	2.1	100.0%	-0.8%
Beer Tax	0.9	0.9	0.0	0.0%	0.0%
Franchise Tax	0.5	0.5	0.0	0.0%	-6.1%
Miscellaneous Tax	0.0	0.1	0.1	0.0%	0.0%
<b>Total Special Taxes</b>	<b>\$791.5</b>	<b>\$709.9</b>	<b>(\$81.6)</b>	<b>-10.3%</b>	<b>3.8%</b>
Institutional Payments	0.6	1.1	0.5	83.3%	-43.8%
Liquor Transfers:	7.4	8.1	0.7	9.5%	-0.7%
Interest	0.3	0.2	(0.1)	-33.3%	2.4%
Fees	3.6	4.2	0.6	16.7%	-3.9%
Judicial Revenue	9.6	8.8	(0.8)	-8.3%	0.0%
Miscellaneous Receipts	2.0	2.2	0.2	10.0%	1.4%
<b>Total Receipts</b>	<b>\$815.0</b>	<b>\$734.5</b>	<b>(\$80.5)</b>	<b>-9.9%</b>	<b>3.6%</b>
Transfers	\$0.8	\$25.3	\$24.5		
<b>Total Rcpts &amp; Transfers</b>	<b>\$815.8</b>	<b>\$759.8</b>	<b>(\$56.0)</b>		
<b>Reductions in General Fund Receipts</b>					
School Infrastructure Transfer	(\$34.0)	(\$34.6)	(\$0.6)		
Refunds	(\$190.7)	(\$68.1)	\$122.6		
<b>Total Reductions in GF Receipts</b>	<b>(\$224.7)</b>	<b>(\$102.7)</b>	<b>\$122.0</b>		

Iowa Department of Management  
March 2, 2017

**STATE OF IOWA  
GENERAL FUND RECEIPTS STATEMENT  
FOR THE EIGHT MONTHS ENDING FEBRUARY 28, 2017  
(\$ MILLIONS)**

**CASH BASIS**

	EIGHT MONTHS THROUGH FEBRUARY		FY17 Over (Under) FY16		FY17 Annual Est Percent Of Growth
	FY16	FY17	Dollars	Percent	
Personal Income Tax	\$2,759.2	\$2,774.0	\$14.8	0.5%	5.8%
Sales/Use Tax	1,940.8	1,920.4	(20.4)	-1.1%	1.9%
Corporate Income Tax	267.8	265.2	(2.6)	-1.0%	2.1%
Inheritance Tax	63.7	58.0	(5.7)	-8.9%	-10.6%
Insurance Premium Tax	54.3	57.3	3.0	5.5%	-0.8%
Beer Tax	9.5	9.5	0.0	0.0%	0.0%
Franchise Tax	27.5	28.9	1.4	5.1%	-6.1%
Miscellaneous Tax	0.5	0.6	0.1	100.0%	0.0%
<b>Total Special Taxes</b>	<b>\$5,123.3</b>	<b>\$5,113.9</b>	<b>(\$9.4)</b>	<b>-0.2%</b>	<b>3.8%</b>
Institutional Payments	8.0	6.9	(1.1)	-13.8%	-43.8%
Liquor Transfers:	75.3	77.1	1.8	2.4%	-0.7%
Interest	2.7	1.6	(1.1)	-40.7%	2.4%
Fees	18.4	16.0	(2.4)	-13.0%	-3.9%
Judicial Revenue	54.6	51.9	(2.7)	-4.9%	0.0%
Miscellaneous Receipts	27.1	32.4	5.3	19.6%	1.4%
<b>Total Receipts</b>	<b>\$5,309.4</b>	<b>\$5,299.8</b>	<b>(\$9.6)</b>	<b>-0.2%</b>	<b>3.6%</b>
Transfers	\$67.7	\$113.9	\$46.2		
<b>Total Rcpts &amp; Transfers</b>	<b>\$5,377.1</b>	<b>\$5,413.7</b>	<b>\$36.6</b>		
<b>Reductions in General Fund Receipts</b>					
School Infrastructure Transfer	(\$321.6)	(\$321.7)	(\$0.1)		
Refunds	(449.2)	(351.1)	98.1		
<b>Total Reductions in GF Receipts</b>	<b>(\$770.8)</b>	<b>(\$672.8)</b>	<b>\$98.0</b>		

Iowa Department of Management  
March 2, 2017