



# IOWA DEPARTMENT OF MANAGEMENT

Governor Kim Reynolds  
Lt. Governor Adam Gregg

DATE: August 3, 2022

TO: The Honorable Kim Reynolds  
The Honorable Adam Gregg

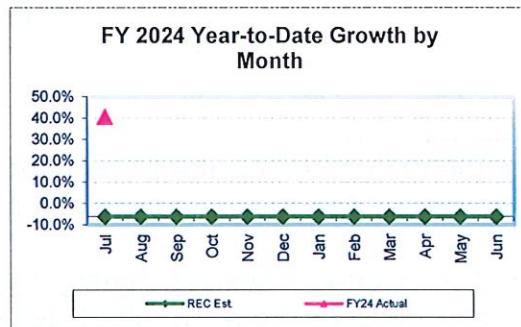
FROM: Kraig Paulsen, Director  
Department of Management

RE: **July 2023 General Fund Receipts**

Gross General Fund receipts for July 2023 totaled \$882.9 million, an increase of \$255.2 million or 40.7 percent compared to the same period last year. As the Department of Revenue implemented legislation moving most remitters of sales and use taxes to a monthly schedule from a twice-a-month, monthly or quarter schedule; monthly comparisons have seen significant variance. This happens when the monthly due date falls on a weekend, moving the due date for remitters to the next working day as happened in June-July 2023 time period.

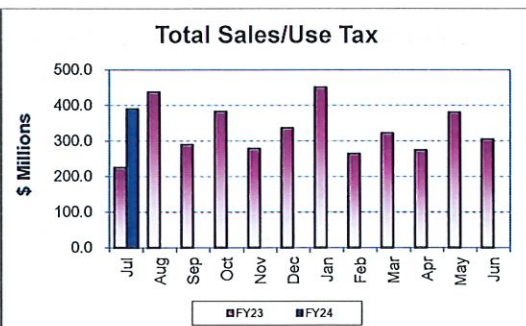
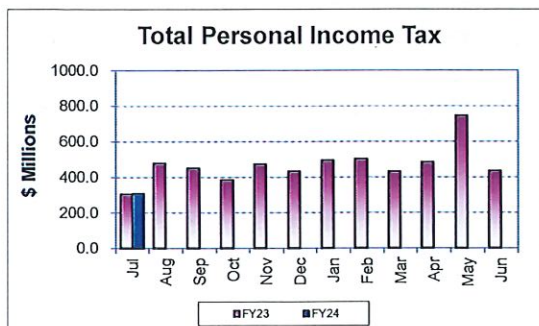
### Summary

Fiscal year-to-date gross receipts on a cash basis are 40.7 percent more compared to the same period in Fiscal Year 2023. Part of this increase is due to the timing of deposits for sales and use taxes, moving from June 2023 to July 2023 due to June 30 falling on a weekend.



### Personal Income Tax

Personal income tax receipts totaled \$306.6 million during July 2023. This is \$3.6 million or 1.2 percent more than the receipts of July 2022. Withholding tax receipts increased \$18.8 million or 7.6 percent compared to last year. Estimated payments decreased \$11.8 million compared to last year. Final return payments decreased \$3.4 million. The estimate for personal income tax for Fiscal Year 2024 is for a decrease of 8.3 percent.

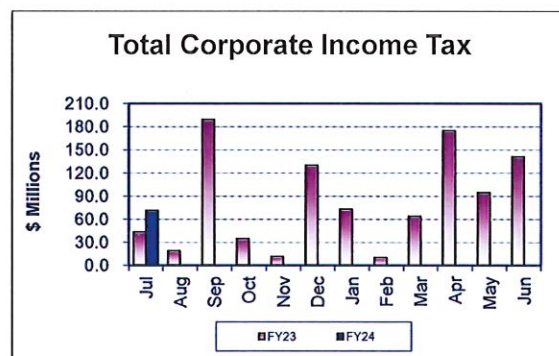


Sales/Use Tax

July sales/use tax receipts totaled \$388.5 million, which represents an increase of \$163.9 million or 73.0 percent over July 2022. Part of this increase is due to the timing of deposits for sales and use taxes, moving from June 2023 to July 2023 due to June 30 falling on a weekend. The estimate for sales/use tax for Fiscal Year 2024 is for a decrease of -0.3 percent over Fiscal Year 2023.

Corporate Income Tax

Corporate income tax receipts during July totaled \$71.1 million, which is \$27.8 million more than in July 2022. The estimate for corporate income tax for Fiscal Year 2024 is for a decrease of 9.2 percent over FY2023.



Refunds

For the month of July, the Department of Revenue issued \$66.5 million in refunds on a cash basis. This compares to \$34.4 million issued July 2022.

FY 2023 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 0.5 percent, which is ahead of the REC estimate of -0.5 percent. We will update this table monthly until the State’s books are closed at the end of September 2023.

**Net General Fund Receipts**

**Accrual Basis**

Through July 31, 2023

	<u>FY22</u>	<u>FY23</u>	<u>Variance</u>	<u>Percent</u>	<u>Adjusted Estimate</u>
Total Gross Receipts	10,497.5	10,842.4	344.9	3.3%	1.7%
Transfers	97.8	115.2	17.4	17.8%	-0.5%
Refunds	(994.3)	(1,174.4)	(180.1)	18.1%	6.4%
School Infrastructure Transfer	(566.8)	(708.1)	(141.3)	24.9%	31.2%
Net General Fund Revenues compared to REC	<u>9,034.2</u>	<u>9,075.1</u>	<u>40.9</u>	0.5%	-0.5%

**STATE OF IOWA**  
**GENERAL FUND RECEIPTS STATEMENT**  
**FOR THE ONE MONTH ENDING JULY 31, 2023**  
**(\$ MILLIONS)**

CASH BASIS

	MONTH OF JULY		FY24 Over (Under) FY23		FY24 Annual Est Percent Of Growth
	FY23	FY24	Dollars	Percent	
Personal Income Tax	\$303.0	\$306.6	\$3.6	1.2%	-8.3%
Sales/Use Tax	224.6	388.5	163.9	73.0%	-0.3%
Corporate Income Tax	43.3	71.1	27.8	64.2%	-9.2%
Inheritance Tax	6.5	7.9	1.4	21.5%	-31.9%
Insurance Premium Tax	0.3	3.0	2.7	900.0%	-10.1%
Beer Tax	1.4	1.4	0.0	0.0%	-3.8%
Franchise Tax	4.5	9.3	4.8	106.7%	-44.4%
Miscellaneous Tax	20.8	65.3	44.5	0.0%	-30.7%
<b>Total Special Taxes</b>	<b>\$604.4</b>	<b>\$853.1</b>	<b>\$248.7</b>	<b>41.1%</b>	<b>-6.4%</b>
Institutional Payments	0.9	0.7	(0.2)	-22.2%	-24.8%
Liquor Transfers:	12.5	12.7	0.2	1.6%	0.7%
Interest	1.0	7.7	6.7	670.0%	18.6%
Fees	1.1	2.2	1.1	100.0%	-4.4%
Judicial Revenue	2.9	2.8	(0.1)	-3.4%	-0.8%
Miscellaneous Receipts	4.9	3.7	(1.2)	-24.5%	-17.0%
Gaming Revenues	0.0	0.0	0.0	0.0%	0.0%
<b>Total Gross Tax and Other Receipts</b>	<b>\$627.7</b>	<b>\$882.9</b>	<b>\$255.2</b>	<b>40.7%</b>	<b>-6.2%</b>
Transfers	\$24.1	\$23.3	(\$0.8)		
<b>Total Gross Tax and Other Rcpts &amp; Transfers</b>	<b>\$651.8</b>	<b>\$906.2</b>	<b>\$254.4</b>		
<b>Reductions in General Fund Receipts</b>					
School Infrastructure Transfer	(\$45.1)	(\$49.9)	(\$4.8)		
Refunds	(34.4)	(66.5)	(32.1)		
<b>Total Reductions in GF Receipts</b>	<b>(\$79.5)</b>	<b>(\$116.4)</b>	<b>(\$36.9)</b>		

Iowa Department of Management  
August 3, 2023

**STATE OF IOWA  
GENERAL FUND RECEIPTS STATEMENT  
FOR THE TWELVE MONTHS ENDING JUNE 30, 2023  
(\$ MILLIONS)**

CASH BASIS

	TWELVE MONTHS THROUGH JUNE		FY23 Over (Under) FY22		FY23 Annual Est Percent Of Growth
	FY22	FY23	Dollars	Percent	
Personal Income Tax	\$5,780.1	\$5,599.3	(\$180.8)	-3.1%	-2.5%
Sales/Use Tax	3,853.7	3,937.1	83.4	2.2%	-3.5%
Corporate Income Tax	919.0	984.1	65.1	7.1%	4.6%
Inheritance Tax	97.7	93.6	(4.1)	-4.2%	-4.4%
Insurance Premium Tax	151.0	174.4	23.4	15.5%	4.3%
Beer Tax	13.6	13.3	(0.3)	-2.2%	-5.9%
Franchise Tax	72.4	92.5	20.1	27.8%	-11.5%
Miscellaneous Tax	68.7	190.0	121.3	176.6%	274.1%
<b>Total Special Taxes</b>	<b>\$10,956.2</b>	<b>\$11,084.3</b>	<b>\$128.1</b>	<b>1.2%</b>	<b>-0.5%</b>
Institutional Payments	11.6	13.3	1.7	14.7%	-13.8%
Liquor Transfers:	152.9	150.5	(2.4)	-1.6%	-0.9%
Interest	3.6	70.3	66.7	1852.8%	2105.6%
Fees	30.7	29.7	(1.0)	-3.3%	-6.8%
Judicial Revenue	88.2	89.1	0.9	1.0%	20.0%
Miscellaneous Receipts	75.2	73.6	(1.6)	-2.1%	-20.5%
Gaming Revenues	2.3	2.3	0.0	0.0%	0.0%
<b>Total Receipts</b>	<b>\$11,320.7</b>	<b>\$11,513.1</b>	<b>\$192.4</b>	<b>1.7%</b>	<b>0.0%</b>
Transfers	\$115.3	\$137.6	\$22.3		
<b>Total Rcpts &amp; Transfers</b>	<b>\$11,436.0</b>	<b>\$11,650.7</b>	<b>\$214.7</b>		
<b>Reductions in General Fund Receipts</b>					
School Infrastructure Transfer	(\$607.4)	(\$707.9)	(\$100.5)		
Refunds	(1,043.0)	(1,177.5)	(134.5)		
<b>Total Reductions in GF Receipts</b>	<b>(\$1,650.4)</b>	<b>(\$1,885.4)</b>	<b>(\$235.0)</b>		

Iowa Department of Management  
July 3, 2023