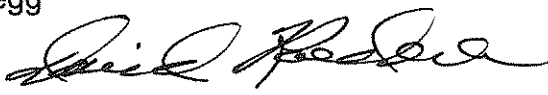




STATE OF IOWA

KIM REYNOLDS, GOVERNOR
ADAM GREGG, LT. GOVERNOR

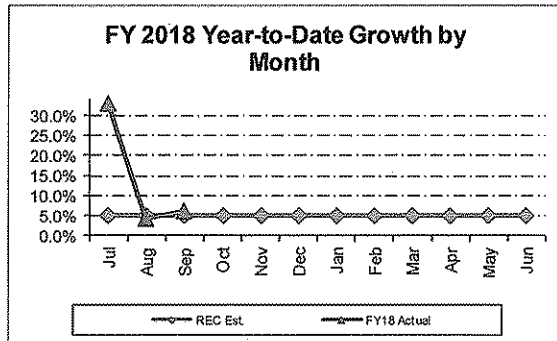
DEPARTMENT OF MANAGEMENT
David Roederer, Director

DATE: October 3, 2017
TO: The Honorable Kim Reynolds
The Honorable Adam Gregg
FROM: David Roederer, Director 
Department of Management
RE: September 2017 General Fund Receipts

Gross General Fund receipts for September 2017 totaled \$702.1 million, an increase of 9.9 percent over the same period last year. Fiscal year-to-date, gross General Fund receipts totaled \$2,055.4 million or 6.2 percent. The estimate for Fiscal Year 2018 is 4.9 percent.

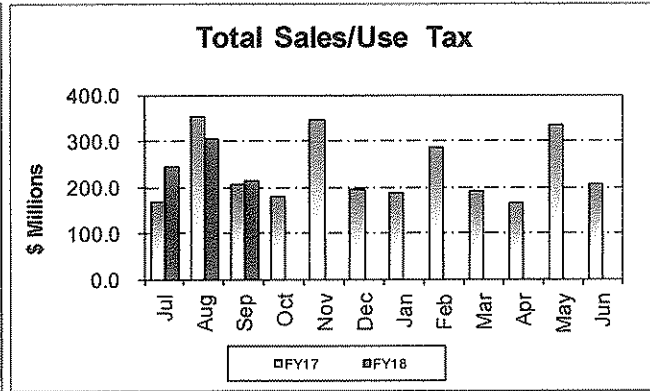
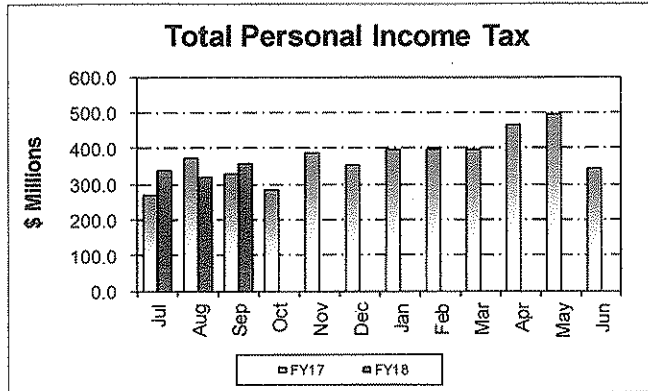
Summary

Fiscal year-to-date gross receipts on a cash basis are 6.2 percent more compared to September 2016. The current estimate for Fiscal Year 2018 is a growth rate of 4.9 percent for gross receipts and will be reviewed at the next Revenue Estimating Conference meeting October 19.



Personal Income Tax

Personal income tax receipts totaled \$357.7 million during September 2017. This is \$31.8 million or 9.8 percent more than the receipts of September 2016. Withholding tax receipts increased \$25.0 million or 10.2 percent compared to last year. Estimated payments increased \$7.2 million compared to last year. Final return payments decreased \$0.4 million. Fiscal year-to-date, personal income tax receipts totaled \$1,010.3 million, an increase of 4.6 percent. The estimate for personal income tax for Fiscal Year 2018 is for an increase of 6.1 percent.

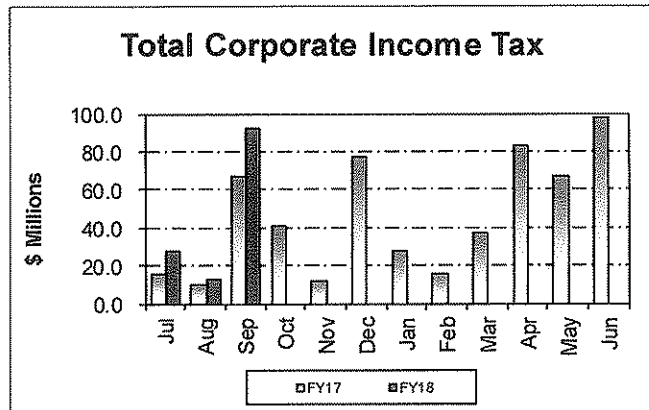


Sales/Use Tax

September sales/use tax receipts totaled \$213.1 million, which represents an increase of \$6.9 million or 3.3 percent over September 2016. Fiscal year-to-date, sales/use tax receipts totaled \$758.5 million, an increase of \$29.8 million or 4.1 percent compared to the same period last year. The estimate for sales/use tax for Fiscal Year 2018 is for an increase of 6.0 percent.

Corporate Income Tax

Corporate income tax receipts during September totaled \$92.2 million, which is \$25.1 million or 37.4 percent more than in September 2016. Fiscal year-to-date corporate income tax receipts totaled \$132.6 million, an increase of \$39.9 million or 43.0 percent. The estimate for corporate income tax for Fiscal Year 2018 is for a decrease of 4.4 percent.



Refunds

For the month of September, the Department of Revenue issued \$66.2 million in refunds on a cash basis. This compares to \$54.4 million issued September 2016. For the fiscal year-to-date, total refunds issued on a cash basis were \$108.5 million. This compares to \$113.5 million issued at this time last year.

Fiscal Year 2017 Year-to-Date Net General Fund Receipts on an Accrual Basis

As can be seen from the chart below, Fiscal Year 2017 net General Fund receipts on an accrual basis have increased 2.5 percent, which is below the REC estimate of 2.7 percent.

Net General Fund Receipts

Accrual Basis

Through August 31, 2017

	<u>FY16</u>	<u>FY17</u>	<u>Variance</u>	<u>Percent</u>	<u>Adjusted Estimate</u>
Total Gross Receipts	8,276.9	8,484.7	207.8	2.5%	2.9%
Transfers	129.4	131.4	2.0	1.5%	-4.1%
Refunds	(1,018.3)	(1,059.8)	(41.5)	4.1%	4.2%
School Infrastructure Transfer	(466.9)	(460.4)	6.5	-1.4%	1.4%
Net General Fund Revenues	<u>6,921.1</u>	<u>7,095.9</u>	<u>174.8</u>	2.5%	2.7%
Transfer from Cash Reserve Fund	-	131.1	131.1		
Transfer from Economic Emergency Fund		13.0	13.0		
Net General Fund Revenues	<u>6,921.1</u>	<u>7,240.0</u>	<u>318.9</u>		

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE MONTH ENDING SEPTEMBER 30, 2017
(\$ MILLIONS)**

CASH BASIS

	MONTH OF SEPTEMBER		FY18 Over (Under) FY17		FY18 Annual Est Percent Of Growth
	FY17	FY18	Dollars	Percent	
Personal Income Tax	\$325.9	\$357.7	\$31.8	9.8%	6.1%
Sales/Use Tax	206.2	213.1	6.9	3.3%	6.0%
Corporate Income Tax	67.1	92.2	25.1	37.4%	-4.4%
Inheritance Tax	6.8	6.2	(0.6)	-8.8%	7.9%
Insurance Premium Tax	0.1	0.0	(0.1)	100.0%	5.7%
Beer Tax	1.3	1.4	0.1	7.7%	2.9%
Franchise Tax	9.8	10.6	0.8	8.2%	-0.7%
Miscellaneous Tax	0.1	0.1	0.0	0.0%	-7.1%
Total Special Taxes	\$617.3	\$681.3	\$64.0	10.4%	-5.3%
Institutional Payments	1.0	0.9	(0.1)	-10.0%	-29.3%
Liquor Transfers:	9.7	8.4	(1.3)	-13.4%	-1.8%
Interest	0.1	0.1	0.0	0.0%	68.2%
Fees	1.9	2.1	0.2	-100.0%	-0.8%
Judicial Revenue	6.4	6.9	0.5	7.8%	3.6%
Miscellaneous Receipts	2.4	2.4	0.0	0.0%	-29.0%
Total Receipts	\$638.8	\$702.1	\$63.3	9.9%	4.9%
Transfers	\$0.1	\$0.0	(\$0.1)		
Transfer from Economic Emergency Fund		13.0	13.0		
Total Rcpts & Transfers	\$638.9	\$715.1	\$76.2		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$40.1)	(\$31.4)	\$8.7		
Refunds	(\$54.4)	(\$66.2)	(\$11.8)		
Total Reductions in GF Receipts	(\$94.5)	(\$97.6)	(\$3.1)		

Iowa Department of Management
October 3, 2017

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE THREE MONTHS ENDING SEPTEMBER 30, 2017
(\$ MILLIONS)**

CASH BASIS

	THREE MONTHS THROUGH SEPTEMBER		FY18 Over (Under) FY17		FY18 Annual Est Percent Of Growth
	FY17	FY18	Dollars	Percent	
Personal Income Tax	\$965.5	\$1,010.3	\$44.8	4.6%	6.1%
Sales/Use Tax	728.7	758.5	29.8	4.1%	6.0%
Corporate Income Tax	92.7	132.6	39.9	43.0%	-4.4%
Inheritance Tax	20.4	21.7	1.3	6.4%	7.9%
Insurance Premium Tax	53.2	53.3	0.1	0.2%	5.7%
Beer Tax	4.1	4.1	0.0	0.0%	2.9%
Franchise Tax	11.4	12.1	0.7	6.1%	-0.7%
Miscellaneous Tax	0.1	0.1	0.0	100.0%	-7.1%
Total Special Taxes	\$1,876.1	\$1,992.7	\$116.6	6.2%	5.3%
Institutional Payments	2.9	3.1	0.2	6.9%	-29.3%
Liquor Transfers:	27.2	26.7	(0.5)	-1.8%	-1.8%
Interest	0.4	0.3	(0.1)	-25.0%	68.2%
Fees	5.6	6.8	1.2	21.4%	-0.8%
Judicial Revenue	12.7	13.5	0.8	6.3%	3.6%
Miscellaneous Receipts	9.8	12.3	2.5	25.5%	-29.0%
Total Receipts	\$1,934.7	\$2,055.4	\$120.7	6.2%	4.9%
Transfers	\$51.4	\$29.7	(\$21.7)		
Transfer from Economic Emergency Fund		13.0	13.0		
Total Rcpts & Transfers	\$1,986.1	\$2,098.1	\$112.0		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$124.5)	(\$111.9)	\$12.6		
Refunds	(113.5)	(108.5)	5.0		
Total Reductions in GF Receipts	(\$238.0)	(\$220.4)	\$17.6		

Iowa Department of Management
October 3, 2017