Fields of Opportunities

STATE OF IOWA

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

DEPARTMENT OF MANAGEMENT
David Roederer, Director

DATE: October 2, 2014

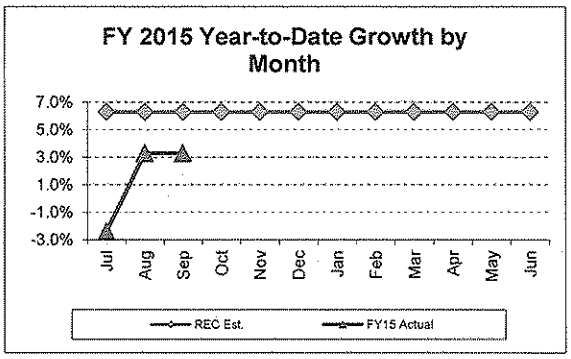
TO: The Honorable Terry E Branstad
The Honorable Kim Reynolds

FROM: David Roederer, Director
Department of Management

RE: September 2014 General Fund Receipts

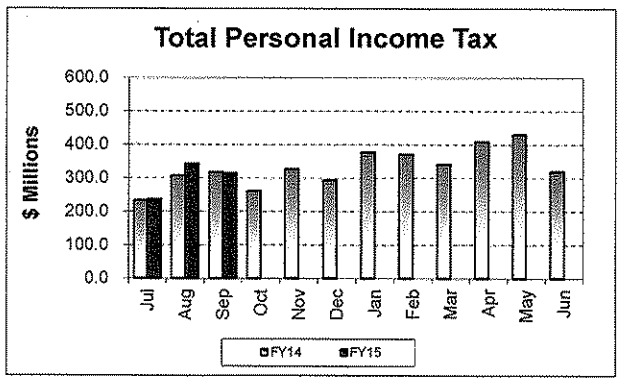
Gross General Fund receipts for September 2014 totaled $636.6 million, an increase of 3.4 percent over the same period last year. Fiscal year-to-date, gross General Fund receipts totaled $1,865.2 million or 3.3% increase over the same period last year. The current estimate for Fiscal Year 2015 is 6.3 percent.

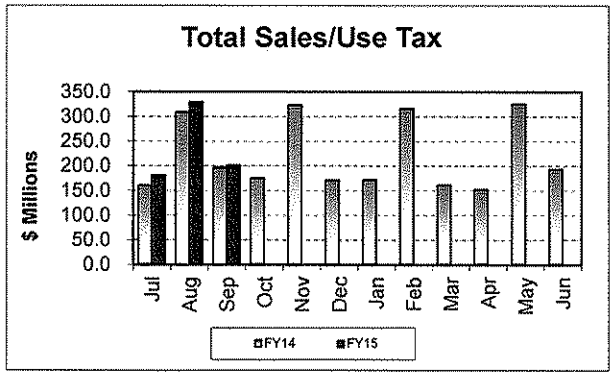
Summary
Fiscal year-to-date gross receipts are 3.3 percent higher compared to September 2013. The current estimate for Fiscal Year 2015 is a growth rate of 6.3 percent for gross receipts and will be reviewed at the next Revenue Estimating Conference scheduled for October 9



Personal Income Tax

Personal income tax receipts totaled $315.1 million during September 2014. This is $1.7 million or 0.5 percent less than the receipts of September 2013. Withholding tax receipts decreased $4.1 million or 1.7 percent compared to last year. Estimated payments increased $2.8 million. Final return payments decreased $0.4 million. Fiscal year-to-date, personal income tax receipts totaled $893.6 million, an increase of 4.4 percent. The current estimate for personal income tax for Fiscal Year 2015 is for an increase of 8.0 percent.



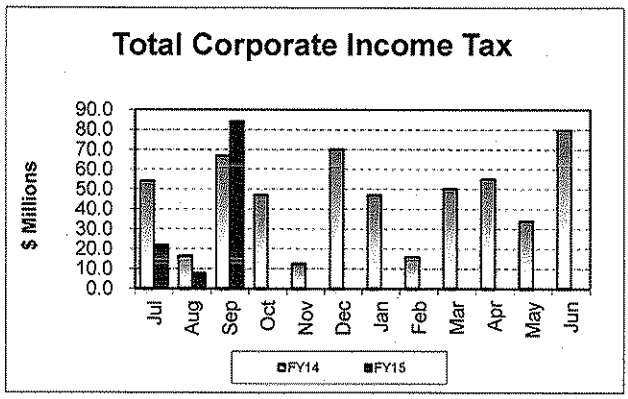


Sales/Use Tax

September sales/use tax receipts totaled $201.3 million, which represents an increase of $6.0 million or 3.1 percent over September 2013. Fiscal year-to-date, sales/use tax receipts totaled $710.7 million, an increase of 7.1 percent. The current estimate for sales/use tax for Fiscal Year 2015 is for an increase of 4.2 percent.

Corporate Income Tax

Corporate income tax receipts during September totaled $84.2 million, which is $17.3 million or 25.9 percent more than in September 2013. Fiscal year-to-date corporate income tax receipts totaled $113.9 million, a decrease of 17.2 percent. The REC's estimate for corporate income tax for Fiscal Year 2015 is for an increase of 11.0 percent.



Refunds

For the month of September, the Department of Revenue issued $22.3 million in refunds on a cash basis. This compares to $26.2 million issued September 2013. For the fiscal year-to-date, total refunds issued on a cash basis were $73.2 million. This compares to $85.4 million issued at this time last year.

Fiscal Year 2014 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 on an accrual basis have decreased 4.1 percent, which is less than the REC's estimate of -1.3 percent.

Net General Fund Receipts

Accrual Basis

Through September 30, 2014

	FY13	FY14	Variance	Percent	REC Estimate
Total Gross Receipts	7,901.5	7,695.8	(205.7)	-2.6%	-0.6%
Transfers	117.0	188.9	71.9	61.5%	76.8%
Refunds	(830.5)	(955.3)	(124.8)	15.0%	15.1%
School Infrastructure Transfer	(419.2)	(440.4)	(21.2)	5.1%	1.6%
Net General Fund Revenues	6,768.8	6,489.0	(279.8)	-4.1%	-1.3%

STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE MONTH ENDING SEPTEMBER 30, 2014
($ MILLIONS)

CASH BASIS

	MONTH OF SEPTEMBER		FY15 Over (Under) FY14		FY15 Annual Est Percent
	FY14	FY15	Dollars	Percent	Of Growth
Personal Income Tax	$316.8	$315.1	($1.7)	-0.5%	8.0%
Sales/Use Tax	195.3	201.3	6.0	3.1%	4.2%
Corporate Income Tax	66.9	84.2	17.3	25.9%	11.0%
Inheritance Tax	7.6	8.2	0.6	7.9%	8.5%
Insurance Premium Tax	0.1	0.0	(0.1)	-100.0%	1.8%
Cigarette Tax	0.0	0.0	0.0	0.0%	0.0%
Tobacco Tax	0.0	0.0	0.0	0.0%	-100.0%
Beer Tax	1.5	1.4	(0.1)	100.0%	5.7%
Franchise Tax	7.7	7.5	(0.2)	-2.6%	11.0%
Miscellaneous Tax	0.0	0.0	0.0	0.0%	-8.3%
Total Special Taxes	**$595.9**	**$617.7**	**$21.8**	**3.7%**	**6.8%**
Institutional Payments	1.0	1.4	0.4	40.0%	-12.6%
Liquor Transfers:	8.2	7.5	(0.7)	-8.5%	-0.7%
Interest	0.2	0.1	(0.1)	-50.0%	2.9%
Fees	1.5	1.9	0.4	26.7%	-8.0%
Judicial Revenue	6.9	5.9	(1.0)	-14.5%	-1.3%
Miscellaneous Receipts	2.1	2.1	0.0	0.0%	-30.2%
Racing and Gaming	0.0	0.0	0.0	0.0%	0.0%
Total Receipts	**$615.8**	**$636.6**	**$20.8**	**3.4%**	**6.3%**
Transfers	$4.8	$1.0	($3.8)		
Total Rcpts & Transfers	**$620.6**	**$637.6**	$17.0		
Reductions in General Fund Receipts					
School Infrastructure Transfer	($36.7)	($58.6)	($21.9)		
Refunds	($26.2)	($22.3)	$3.9		
Total Reductions in GF Receipts	**($62.9)**	**($80.9)**	**($18.0)**		

Iowa Department of Management
October 2, 2014

STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE THREE MONTHS ENDING SEPTEMBER 30, 2014
($ MILLIONS)

CASH BASIS

	THREE MONTHS THROUGH SEPTEMBER		FY15 Over (Under) FY14		FY15 Annual Est Percent
	FY14	FY15	Dollars	Percent	Of Growth
Personal Income Tax	$855.7	$893.6	$37.9	4.4%	8.0%
Sales/Use Tax	663.4	710.7	47.3	7.1%	4.2%
Corporate Income Tax	137.6	113.9	(23.7)	-17.2%	11.0%
Inheritance Tax	21.8	22.2	0.4	1.8%	8.5%
Insurance Premium Tax	48.9	51.4	2.5	5.1%	1.8%
Cigarette Tax	0.0	0.0	0.0	0.0%	0.0%
Tobacco Tax	1.4	0.0	(1.4)	-100.0%	-100.0%
Beer Tax	4.2	4.1	(0.1)	-2.4%	5.7%
Franchise Tax	13.0	10.2	(2.8)	-21.5%	11.0%
Miscellaneous Tax	0.0	0.1	0.1	0.0%	-8.3%
Total Special Taxes	**$1,746.0**	**$1,806.2**	**$60.2**	**3.4%**	**6.8%**
Institutional Payments	3.9	4.7	0.8	20.5%	-12.6%
Liquor Transfers:	22.5	25.8	3.3	14.7%	-0.7%
Interest	0.5	0.6	0.1	20.0%	2.9%
Fees	6.7	7.2	0.5	7.5%	-8.0%
Judicial Revenue	15.6	14.2	(1.4)	-9.0%	-1.3%
Miscellaneous Receipts	10.0	6.5	(3.5)	-35.0%	-30.2%
Racing and Gaming	0.0	0.0	0.0	0.0%	0.0%
Total Receipts	**$1,805.2**	**$1,865.2**	**$60.0**	**3.3%**	**6.3%**
Transfers	$31.6	$39.0	$7.4		
Total Rcpts & Transfers	**$1,836.8**	**$1,904.2**	**$67.4**		
Reductions in General Fund Receipts					
School Infrastructure Transfer	($140.7)	($126.7)	$14.0		
Refunds	(85.4)	(73.2)	12.2		
Total Reductions in GF Receipts	**($226.1)**	**($199.9)**	**$26.2**		

Iowa Department of Management
October 2, 2014