



# STATE OF IOWA

KIM REYNOLDS, GOVERNOR  
ADAM GREGG, LT. GOVERNOR

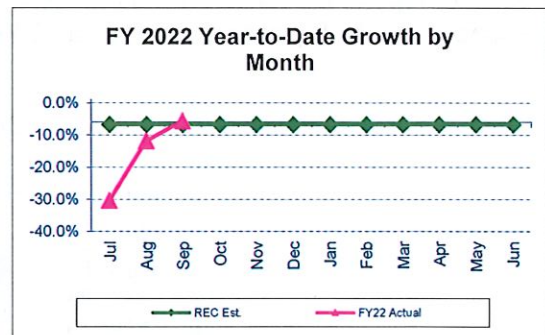
DEPARTMENT OF MANAGEMENT  
Kraig Paulsen, Director

DATE: October 1, 2021  
TO: The Honorable Kim Reynolds  
The Honorable Adam Gregg  
FROM: Kraig Paulsen, Director  
Department of Management  
RE: September 2021 General Fund Receipts

Gross General Fund receipts for September 2021 totaled \$864.7 million, an increase of 9.2 percent over the same period last year. Fiscal year-to-date, gross General Fund receipts totaled \$2,544.6 million. This is \$151.3 million or 5.6 percent less than last year. The estimate for Fiscal Year 2022 is -6.7 percent.

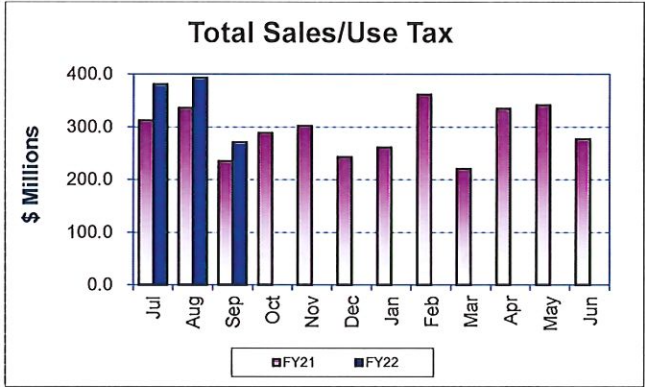
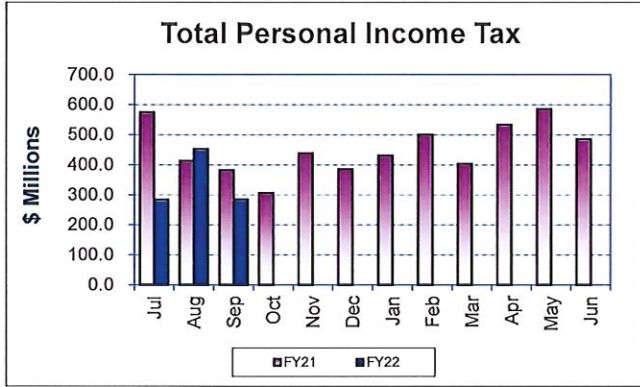
### Summary

Fiscal year-to-date gross receipts on a cash basis are 5.6 percent less compared to September 2020. July-September receipts are heavily impacted by the filing date changes for individual and corporate income tax returns in calendar year 2020 from April 30 to July 30. The current estimate for Fiscal Year 2022 is a growth rate of -6.7 percent for gross receipts on a cash basis and will be reviewed when the Revenue Estimating Conference meets in October.



### Personal Income Tax

Personal income tax receipts totaled \$384.1 million during September 2021. This is \$3.1 million or 0.8 percent more than the receipts of September 2020. Withholding tax receipts increased \$3.1 million or 1.1 percent compared to last year. Estimated payments increased \$8.5 million compared to last year. Final return payments decreased \$8.5 million. Fiscal year-to-date, personal income tax receipts totaled \$1,119.2 million, a decrease of 18.2 percent. Fiscal year-to-date numbers are heavily impacted by the filing date changes for individual income tax returns in calendar year 2020 from April 30 to July 30. The estimate for personal income tax for Fiscal Year 2022 is for a decrease of 5.6 percent.

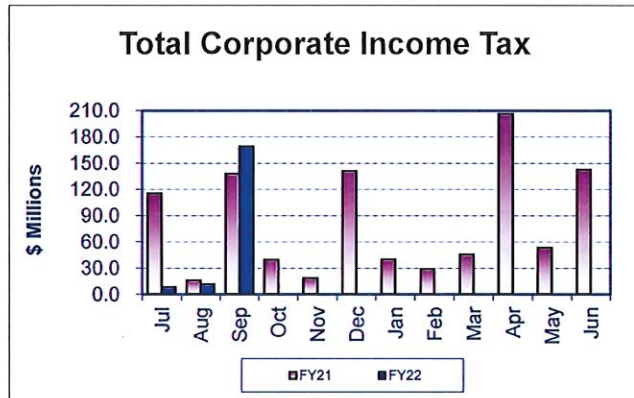


Sales/Use Tax

September sales/use tax receipts totaled \$270.7 million, which represents an increase of \$35.4 million or 15.0 percent over September 2020. Fiscal year-to-date, sales/use tax receipts totaled \$1,044.5 million, an increase of \$161.0 million or 18.2 percent compared to the same period last year. The estimate for sales/use tax for Fiscal Year 2022 is for a decrease of 3.2 percent over Fiscal Year 2021.

Corporate Income Tax

Corporate income tax receipts during September totaled \$168.7 million, which is \$31.0 million or 22.5 percent more than in September 2020. Fiscal year-to-date corporate income tax receipts totaled \$188.9 million, a decrease of \$79.9 million or 29.7 percent. Fiscal year-to-date numbers are heavily impacted by the filing date changes for individual income tax returns in calendar year 2020 from April 30 to July 30. The estimate for corporate income tax for Fiscal Year 2022 is for a decrease of 24.5 percent over Fiscal Year 2021.



Refunds

For the month of September, the Department of Revenue issued \$50.2 million in refunds on a cash basis. This compares to \$24.6 million issued September 2020. For the fiscal year-to-date, total refunds issued on a cash basis were \$133.6 million. This compares to \$148.8 million issued at this time last year.

Fiscal Year 2021 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 11.0 percent which is 9.1 percent more than the REC's estimate of 1.9 percent.

**Net General Fund Receipts**

**Accrual Basis**

Through September 31, 2021

|  | <u>FY20</u>    | <u>FY21</u>    | <u>Variance</u> | <u>Percent</u> | <u>Adjusted Estimate</u> |
|--|----------------|----------------|-----------------|----------------|--------------------------|
| Total Gross Receipts                         | 9,443.8        | 10,350.1       | 906.3           | 9.6%           | 2.9%                     |
| Transfers                                    | 114.7          | 125.4          | 10.7            | 9.3%           | 5.5%                     |
| Refunds                                      | (1,120.3)      | (1,114.5)      | 5.8             | -0.5%          | 10.0%                    |
| School Infrastructure Transfer               | (507.6)        | (560.4)        | (52.8)          | 10.4%          | 4.7%                     |
| Net General Fund Revenues<br>compared to REC | <u>7,930.6</u> | <u>8,800.6</u> | <u>870.0</u>    | 11.0%          | 1.9%                     |

**STATE OF IOWA  
GENERAL FUND RECEIPTS STATEMENT  
FOR THE MONTH ENDING SEPTEMBER 30, 2021  
(\$ MILLIONS)**

CASH BASIS

|  | MONTH<br>OF SEPTEMBER |                  | FY22 Over (Under)<br>FY21 |             | FY22 Annual<br>Est Percent<br>Of Growth |
|--|-----------------------|------------------|---------------------------|-------------|---|
|  | FY21                  | FY22             | Dollars                   | Percent     |   |
| Personal Income Tax                        | \$381.0               | \$384.1          | \$3.1                     | 0.8%        | -5.6%                                   |
| Sales/Use Tax                              | 235.3                 | 270.7            | 35.4                      | 15.0%       | -3.2%                                   |
| Corporate Income Tax                       | 137.7                 | 168.7            | 31.0                      | 22.5%       | -24.5%                                  |
| Inheritance Tax                            | 6.7                   | 6.1              | (0.6)                     | -9.0%       | -3.4%                                   |
| Insurance Premium Tax                      | (0.1)                 | 0.3              | 0.4                       | -400.0%     | 1.3%                                    |
| Beer Tax                                   | 0.2                   | 1.3              | 1.1                       | 550.0%      | -38.4%                                  |
| Franchise Tax                              | 10.1                  | 10.2             | 0.1                       | 1.0%        | -3.3%                                   |
| Miscellaneous Tax                          | 0.2                   | 0.0              | (0.2)                     | -100.0%     | -0.4%                                   |
| <b>Total Special Taxes</b>                 | <b>\$771.1</b>        | <b>\$841.4</b>   | <b>\$70.3</b>             | <b>9.1%</b> | <b>-6.5%</b>                            |
| Institutional Payments                     | 0.5                   | 1.0              | 0.5                       | 100.0%      | 57.7%                                   |
| Liquor Transfers:                          | 13.7                  | 11.6             | (2.1)                     | -15.3%      | -3.6%                                   |
| Interest                                   | 0.3                   | 0.1              | (0.2)                     | -66.7%      | 0.0%                                    |
| Fees                                       | 2.3                   | 2.1              | (0.2)                     | -8.7%       | -13.7%                                  |
| Judicial Revenue                           | 0.7                   | 3.8              | 3.1                       | 442.9%      | -23.0%                                  |
| Miscellaneous Receipts                     | 3.2                   | 4.7              | 1.5                       | 46.9%       | -25.3%                                  |
| Gaming Revenues                            | 0.0                   | 0.0              | 0.0                       | 0.0%        | 0.0%                                    |
| <b>Total Receipts</b>                      | <b>\$791.8</b>        | <b>\$864.7</b>   | <b>\$72.9</b>             | <b>9.2%</b> | <b>-6.7%</b>                            |
| Transfers                                  | \$0.2                 | \$14.2           | \$14.0                    |             |   |
| <b>Total Rcpts &amp; Transfers</b>         | <b>\$792.0</b>        | <b>\$878.9</b>   | <b>\$86.9</b>             |             |   |
| <b>Reductions in General Fund Receipts</b> |                       |                  |                           |             |   |
| School Infrastructure Transfer             | (\$36.6)              | (\$83.2)         | (\$46.6)                  |             |   |
| Refunds                                    | (\$24.6)              | (\$50.2)         | (\$25.6)                  |             |   |
| <b>Total Reductions in GF Receipts</b>     | <b>(\$61.2)</b>       | <b>(\$133.4)</b> | <b>(\$72.2)</b>           |             |   |

Iowa Department of Management  
October 1, 2021

**STATE OF IOWA  
GENERAL FUND RECEIPTS STATEMENT  
FOR THE THREE MONTHS ENDING SEPTEMBER 30, 2021  
(\$ MILLIONS)**

CASH BASIS

|  | THREE MONTHS<br>THROUGH SEPTEMBER |                  | FY22 Over (Under)<br>FY21 |              | FY22 Annual<br>Est Percent<br>Of Growth |
|--|-----------------------------------|------------------|---------------------------|--------------|---|
|  | FY21                              | FY22             | Dollars                   | Percent      |   |
| Personal Income Tax                        | \$1,367.4                         | \$1,119.2        | (\$248.2)                 | -18.2%       | -5.6%                                   |
| Sales/Use Tax                              | 883.5                             | 1,044.5          | 161.0                     | 18.2%        | -3.2%                                   |
| Corporate Income Tax                       | 268.8                             | 188.9            | (79.9)                    | -29.7%       | -24.5%                                  |
| Inheritance Tax                            | 19.6                              | 26.5             | 6.9                       | 35.2%        | -3.4%                                   |
| Insurance Premium Tax                      | 66.8                              | 64.7             | (2.1)                     | -3.1%        | 1.3%                                    |
| Beer Tax                                   | 1.0                               | 4.0              | 3.0                       | 300.0%       | -38.4%                                  |
| Franchise Tax                              | 18.1                              | 15.1             | (3.0)                     | -16.6%       | -3.3%                                   |
| Miscellaneous Tax                          | 7.8                               | 3.5              | (4.3)                     | -55.1%       | -0.4%                                   |
| <b>Total Special Taxes</b>                 | <b>\$2,633.0</b>                  | <b>\$2,466.4</b> | <b>(\$166.6)</b>          | <b>-6.3%</b> | <b>-6.5%</b>                            |
| Institutional Payments                     | 1.4                               | 2.6              | 1.2                       | 85.7%        | 57.7%                                   |
| Liquor Transfers:                          | 38.3                              | 42.0             | 3.7                       | 9.7%         | -3.6%                                   |
| Interest                                   | 0.8                               | 0.3              | (0.5)                     | -62.5%       | 0.0%                                    |
| Fees                                       | 6.7                               | 6.7              | 0.0                       | 0.0%         | -13.7%                                  |
| Judicial Revenue                           | 4.3                               | 7.7              | 3.4                       | 79.1%        | -23.0%                                  |
| Miscellaneous Receipts                     | 11.4                              | 18.9             | 7.5                       | 65.8%        | -25.3%                                  |
| Gaming Revenues                            | 0.0                               | 0.0              | 0.0                       | 0.0%         | 0.0%                                    |
| <b>Total Receipts</b>                      | <b>\$2,695.9</b>                  | <b>\$2,544.6</b> | <b>(\$151.3)</b>          | <b>-5.6%</b> | <b>-6.7%</b>                            |
| Transfers                                  | \$36.2                            | \$41.8           | \$5.6                     |              |   |
| <b>Total Rcpts &amp; Transfers</b>         | <b>\$2,732.1</b>                  | <b>\$2,586.4</b> | <b>(\$145.7)</b>          |              |   |
| <b>Reductions in General Fund Receipts</b> |                                   |                  |                           |              |   |
| School Infrastructure Transfer             | (\$130.5)                         | (\$183.3)        | (\$52.8)                  |              |   |
| Refunds                                    | (148.8)                           | (133.6)          | 15.2                      |              |   |
| <b>Total Reductions in GF Receipts</b>     | <b>(\$279.3)</b>                  | <b>(\$316.9)</b> | <b>(\$37.6)</b>           |              |   |

Iowa Department of Management  
October 1, 2021

