




STATE OF IOWA

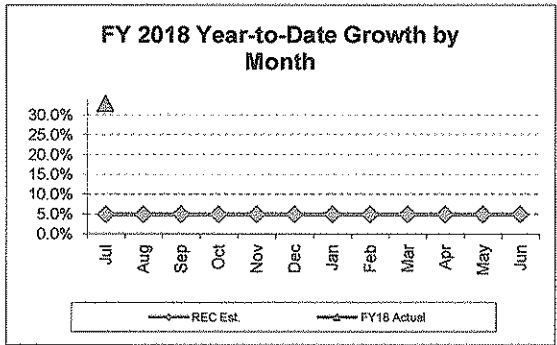
KIM REYNOLDS, GOVERNOR
ADAM GREGG, LT. GOVERNOR

DEPARTMENT OF MANAGEMENT
David Roederer, Director

DATE: August 2, 2017
TO: The Honorable Kim Reynolds
The Honorable Adam Gregg
FROM: David Roederer, Director 
Department of Management
RE: July 2017 General Fund Receipts

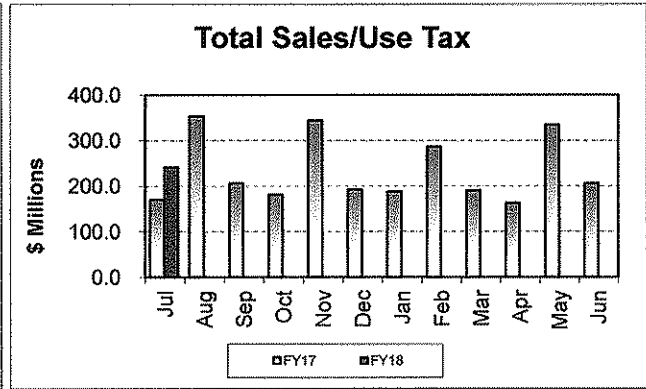
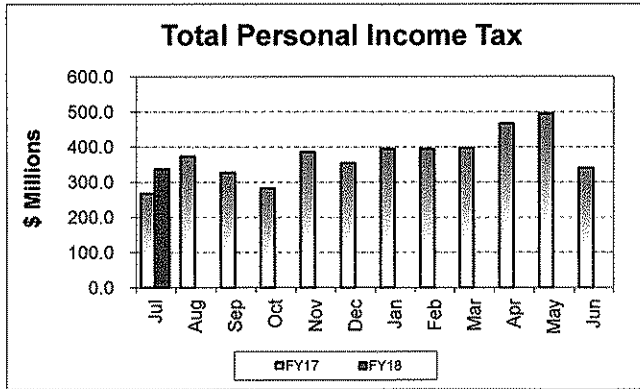
Gross General Fund receipts for July 2017 totaled \$643.6 million, an increase of 32.9 percent over the same period last year. The estimate for FY2018 is 4.9 percent.

Summary
Fiscal year-to-date gross receipts are 32.9 percent more compared to July 2016. Most of the growth is attributable to timing of payments due on July 31 being collected in August last year with the 31st falling on a Sunday, and collected this year on July 31. The current estimate for Fiscal Year 2018 is a growth rate of 4.9 percent for gross receipts.



Personal Income Tax

Personal income tax receipts totaled \$337.8 million during July 2017. This is \$70.7 million or 26.5 percent more than the receipts of July 2016. Withholding tax receipts increased \$78.4 million compared to last year. The second quarter due date for withholding payments is July 31, but last year it was pushed to August 1 because July 31 was a Sunday. This timing effect depressed last July's withholding receipts with \$115.4 million deposited in the first three days of August last year compared to the \$73.6 million deposited July 31 this year. Estimated payments decreased \$4.2 million compared to last year. Final return payments decreased \$3.5 million. The estimate for personal income tax for Fiscal Year 2018 is for an increase of 6.1 percent.

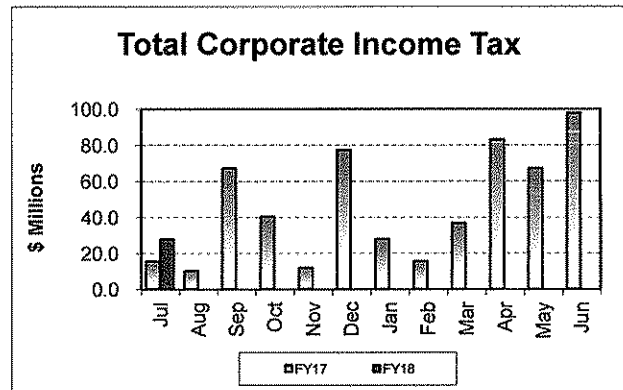


Sales/Use Tax

July sales/use tax receipts totaled \$241.7 million, which represents an increase of \$71.9 million or 42.3 percent over July 2016. The second quarter due date for withholding payments is July 31, but last year it was pushed to August 1 because July 31 was a Sunday. This timing effect depressed last July's receipts with \$155.9 million deposited in the first three days of August last year compared to the \$55.3 million deposited this 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 July totaled \$27.8 million, which is \$12.3 million or 79.4 percent more than in July 2016. The estimate for corporate income tax for Fiscal Year 2018 is for a decrease of 4.4% for FY2018.



Refunds

For the month of July, the Department of Revenue issued \$27.1 million in refunds on a cash basis. This compares to \$52.5 million issued July 2016.

FY 2017 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 1.9 percent which is below the REC estimate of 2.7 percent. We will update this table monthly until the State's books are closed at the end of September 2017.

Net General Fund Receipts

Accrual Basis

Through July 31, 2017

	<u>FY16</u>	<u>FY17</u>	<u>Variance</u>	<u>Percent</u>	<u>Adjusted Estimate</u>
Total Gross Receipts	7,707.1	7,843.5	136.4	1.8%	2.9%
Transfers	96.4	120.9	24.5	25.4%	-4.1%
Refunds	(1,012.1)	(1,045.0)	(32.9)	3.3%	4.2%
School Infrastructure Transfer	(461.7)	(468.7)	(7.0)	1.5%	1.4%
Net General Fund Revenues	<u>6,329.7</u>	<u>6,450.7</u>	<u>121.0</u>	1.9%	2.7%
Transfer from Cash Reserve Fund	-	131.1	131.1		
Net General Fund Revenues	<u>6,329.7</u>	<u>6,581.8</u>	<u>252.1</u>		

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE ONE MONTH ENDING JULY 31, 2017
(\$ MILLIONS)**

CASH BASIS

	MONTH OF JULY		FY18 Over (Under) FY17 Over (Under)		FY18 Annual Est Percent Of Growth
	FY17	FY18	Dollars	Percent	
Personal Income Tax	\$267.1	\$337.8	\$70.7	26.5%	6.1%
Sales/Use Tax	169.8	241.7	71.9	42.3%	6.0%
Corporate Income Tax	15.5	27.8	12.3	79.4%	-4.4%
Inheritance Tax	6.8	7.3	0.5	7.4%	7.9%
Insurance Premium Tax	0.4	0.3	(0.1)	-25.0%	5.7%
Beer Tax	1.5	1.5	0.0	0.0%	2.9%
Franchise Tax	1.2	1.4	0.2	16.7%	-0.7%
Miscellaneous Tax	0.0	0.0	0.0	0.0%	-7.1%
Total Special Taxes	\$462.3	\$617.8	\$155.5	33.6%	5.3%
Institutional Payments	1.0	1.3	0.3	30.0%	-29.3%
Liquor Transfers:	9.9	9.1	(0.8)	-8.1%	-1.8%
Interest	0.1	0.1	0.0	0.0%	68.2%
Fees	0.7	1.9	1.2	171.4%	-0.8%
Judicial Revenue	5.0	5.6	0.6	12.0%	3.6%
Miscellaneous Receipts	5.2	7.8	2.6	50.0%	-29.0%
Total Gross Tax and Other Receipts	\$484.2	\$643.6	\$159.4	32.9%	4.9%
Transfers	\$21.3	\$22.6	\$1.3		
Total Gross Tax and Other Rcpts & Transfers	\$505.5	\$666.2	\$160.7		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$39.7)	(\$40.9)	(\$1.2)		
Refunds	(52.5)	(27.1)	25.4		
Total Reductions in GF Receipts	(\$92.2)	(\$68.0)	\$24.2		

Iowa Department of Management
August 2, 2017

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

CASH BASIS

	TWELVE MONTHS THROUGH JUNE		FY17 Over (Under) FY16		FY17 Annual Est Percent Of Growth
	FY16	FY17	Dollars	Percent	
Personal Income Tax	\$4,355.5	\$4,469.0	\$113.5	2.6%	4.1%
Sales/Use Tax	2,810.5	2,812.3	1.8	0.1%	1.5%
Corporate Income Tax	520.5	549.7	29.2	5.6%	0.0%
Inheritance Tax	91.8	86.1	(5.7)	-6.2%	-2.4%
Insurance Premium Tax	119.7	114.8	(4.9)	-4.1%	0.7%
Beer Tax	14.1	14.0	(0.1)	-0.7%	2.1%
Franchise Tax	52.1	53.8	1.7	3.3%	0.8%
Miscellaneous Tax	1.5	1.4	(0.1)	100.0%	-6.7%
Total Special Taxes	\$7,965.7	\$8,101.1	\$135.4	1.7%	2.7%
Institutional Payments	12.1	11.6	(0.5)	-4.1%	-33.1%
Liquor Transfers:	112.3	116.1	3.8	3.4%	1.5%
Interest	4.1	2.2	(1.9)	-46.3%	-9.8%
Fees	28.1	25.3	(2.8)	-10.0%	-10.3%
Judicial Revenue	97.7	94.3	(3.4)	-3.5%	0.0%
Miscellaneous Receipts	42.7	60.6	17.9	41.9%	30.2%
Total Receipts	\$8,262.7	\$8,411.2	\$148.5	1.8%	2.7%
Transfers	\$107.1	\$149.7	\$42.6		
Transfer from Cash Reserve Fund	0.0	131.1	131.1		
Total Rcpts & Transfers	\$8,369.8	\$8,692.0	\$322.2		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$468.8)	(\$472.6)	(\$3.8)		
Refunds	(1,017.1)	(1,076.5)	(59.4)		
Total Reductions in GF Receipts	(\$1,485.9)	(\$1,549.1)	(\$63.2)		

Iowa Department of Management
July 3, 2017

