




STATE OF IOWA

KIM REYNOLDS, GOVERNOR
ADAM GREGG, LT. GOVERNOR

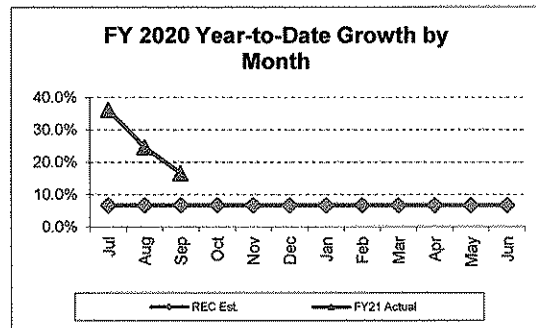
DEPARTMENT OF MANAGEMENT
David Roederer, Director

DATE: October 2, 2020
TO: The Honorable Kim Reynolds
The Honorable Adam Gregg
FROM: David Roederer, Director 
Department of Management
RE: September 2020 General Fund Receipts

Gross General Fund receipts for September 2020 totaled \$791.8 million, an increase of 0.8 percent over the same period last year. Fiscal year-to-date, gross General Fund receipts totaled \$2,695.9 million or 16.7 percent. The estimate for Fiscal Year 2021 is 6.7 percent.

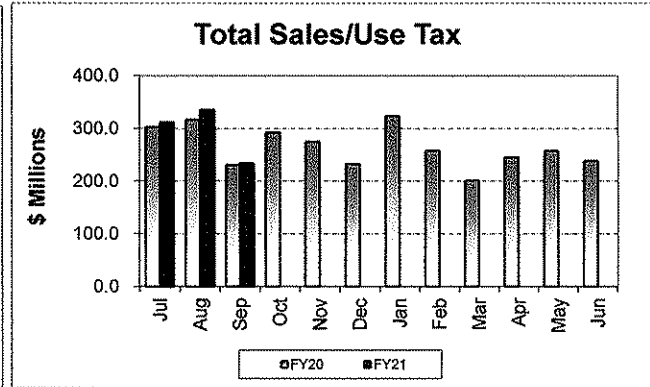
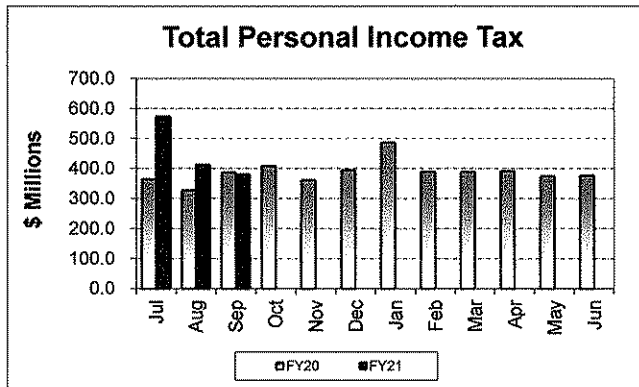
Summary

Fiscal year-to-date gross receipts on a cash basis are 16.7 percent more compared to September 2019. July-September receipts are heavily impacted by the filing date changes for individual and corporate income tax returns from April 30 to July 30, 2020. The current estimate for Fiscal Year 2021 is a growth rate of 6.7 percent for gross receipts on a cash basis.



Personal Income Tax

Personal income tax receipts totaled \$381.0 million during September 2020. This is \$6.0 million or 1.6 percent less than the receipts of September 2019. Withholding tax receipts decreased \$15.4 million or 5.3 percent compared to last year. Estimated payments increased \$3.7 million compared to last year. Final return payments increased \$5.7 million. Fiscal year-to-date, personal income tax receipts totaled \$1,367.4 million, an increase of 26.8 percent. The estimate for personal income tax for Fiscal Year 2021 is for an increase of 6.7 percent.

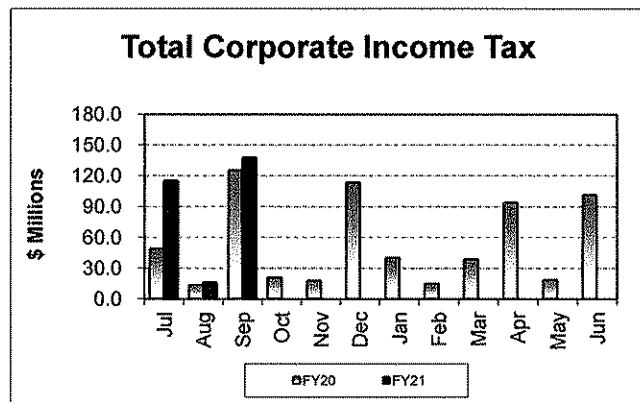


Sales/Use Tax

September sales/use tax receipts totaled \$235.3 million, which represents an increase of \$4.1 million or 1.8 percent over September 2019. Fiscal year-to-date, sales/use tax receipts totaled \$883.5 million, an increase of \$32.3 million or 3.8 percent compared to the same period last year. The estimate for sales/use tax for Fiscal Year 2021 is for no increase over Fiscal Year 2020.

Corporate Income Tax

Corporate income tax receipts during September totaled \$137.7 million, which is \$12.1 million or 9.6 percent more than in September 2019. Fiscal year-to-date corporate income tax receipts totaled \$268.8 million, an increase of \$80.8 million or 43.0 percent. The estimate for corporate income tax for Fiscal Year 2021 is for an increase of 15.4 percent for Fiscal Year 2020.



Refunds

For the month of September, the Department of Revenue issued \$24.6 million in refunds on a cash basis. This compares to \$51.7 million issued September 2019. For the fiscal year-to-date, total refunds issued on a cash basis were \$148.8 million. This compares to \$135.0 million issued at this time last year.

Fiscal Year 2020 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 increased 0.9 percent which is 0.1 percent less than the REC's estimate of 1.0 percent.

Net General Fund Receipts

Accrual Basis

Through September 30, 2020

	<u>FY19</u>	<u>FY20</u>	<u>Variance</u>	<u>Percent</u>	<u>Adjusted Estimate</u>
Total Gross Receipts	9,370.8	9,443.8	73.0	0.8%	0.7%
Transfers	123.0	114.7	(8.3)	-6.7%	-16.3%
Refunds	(1,131.9)	(1,120.3)	11.6	-1.0%	-4.1%
School Infrastructure Transfer	(503.1)	(507.6)	(4.5)	0.9%	1.6%
Net General Fund Revenues compared to REC	<u>7,858.8</u>	<u>7,930.6</u>	<u>71.8</u>	0.9%	1.0%

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE MONTH ENDING SEPTEMBER 30, 2020
(\$ MILLIONS)**

CASH BASIS

	MONTH OF SEPTEMBER		FY21 Over (Under) FY20		FY21 Annual Est Percent Of Growth
	FY20	FY21	Dollars	Percent	
Personal Income Tax	\$387.0	\$381.0	(\$6.0)	-1.6%	10.5%
Sales/Use Tax	231.2	235.3	4.1	1.8%	0.0%
Corporate Income Tax	125.6	137.7	12.1	9.6%	15.4%
Inheritance Tax	1.4	6.7	5.3	378.6%	6.7%
Insurance Premium Tax	0.5	(0.1)	(0.6)	-120.0%	6.1%
Beer Tax	1.4	0.2	(1.2)	-85.7%	31.6%
Franchise Tax	10.8	10.1	(0.7)	-6.5%	8.0%
Miscellaneous Tax	0.2	0.2	0.0	100.0%	-18.1%
Total Special Taxes	\$758.1	\$771.1	\$13.0	1.7%	6.9%
Institutional Payments	0.8	0.5	(0.3)	-37.5%	-11.1%
Liquor Transfers:	11.6	13.7	2.1	18.1%	-2.1%
Interest	1.3	0.3	(1.0)	-76.9%	1.3%
Fees	1.8	2.3	0.5	-100.0%	8.5%
Judicial Revenue	8.3	0.7	(7.6)	-91.6%	5.5%
Miscellaneous Receipts	3.4	3.2	(0.2)	-5.9%	2.0%
Gaming Revenues	0.0	0.0	0.0	0.0%	0.0%
Total Receipts	\$785.3	\$791.8	\$6.5	0.8%	6.7%
Transfers	\$0.2	\$0.2	\$0.0		
Total Rcpts & Transfers	\$785.5	\$792.0	\$6.5		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$43.7)	(\$36.6)	\$7.1		
Refunds	(\$51.7)	(\$24.6)	\$27.1		
Total Reductions in GF Receipts	(\$95.4)	(\$61.2)	\$34.2		

Iowa Department of Management
October 2, 2020

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE THREE MONTHS ENDING SEPTEMBER 30, 2020
(\$ MILLIONS)**

CASH BASIS

	THREE MONTHS THROUGH SEPTEMBER		FY21 Over (Under) FY20		FY21 Annual Est Percent Of Growth
	FY20	FY21	Dollars	Percent	
Personal Income Tax	\$1,078.7	\$1,367.4	\$288.7	26.8%	10.5%
Sales/Use Tax	851.2	883.5	32.3	3.8%	0.0%
Corporate Income Tax	188.0	268.8	80.8	43.0%	15.4%
Inheritance Tax	17.6	19.6	2.0	11.4%	6.7%
Insurance Premium Tax	67.6	66.8	(0.8)	-1.2%	6.1%
Beer Tax	4.0	1.0	(3.0)	-75.0%	34.6%
Franchise Tax	19.0	18.1	(0.9)	-4.7%	8.0%
Miscellaneous Tax	9.0	7.8	(1.2)	0.0%	-18.1%
Total Special Taxes	\$2,235.1	\$2,633.0	\$397.9	17.8%	6.9%
Institutional Payments	3.5	1.4	(2.1)	-60.0%	-11.1%
Liquor Transfers:	32.9	38.3	5.4	16.4%	-2.1%
Interest	3.2	0.8	(2.4)	-75.0%	1.3%
Fees	7.5	6.7	(0.8)	-10.7%	8.5%
Judicial Revenue	13.6	4.3	(9.3)	-68.4%	5.5%
Miscellaneous Receipts	15.2	11.4	(3.8)	-25.0%	2.0%
Gaming Revenues	0.0	0.0	0.0	0.0%	0.0%
Total Receipts	\$2,311.0	\$2,695.9	\$384.9	16.7%	6.7%
Transfers	\$40.8	\$36.2	(\$4.6)		
Total Rcpts & Transfers	\$2,351.8	\$2,732.1	\$380.3		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$133.0)	(\$130.5)	\$2.5		
Refunds	(135.0)	(148.8)	(13.8)		
Total Reductions in GF Receipts	(\$268.0)	(\$279.3)	(\$11.3)		

Iowa Department of Management
October 2, 2020

