



REVENUE ESTIMATING CONFERENCE – DECEMBER MEETING

Revenue Estimates. The Revenue Estimating Conference (REC) met on December 10, 2015, and decreased the estimated FY 2016 General Fund receipts by \$8.9 million compared to the FY 2016 October REC estimate. The REC also decreased the estimated FY 2017 General Fund receipts by \$21.5 million.

Fiscal Year 2016. The December REC estimate for FY 2016 net General Fund receipts, including transfers, totals \$7,045.6 million, an increase of \$225.9 million compared to actual FY 2015. The estimated FY 2016 changes compared to FY 2015 include:

- An increase of \$294.8 million (7.0%) in gross income tax receipts.
- An increase of \$85.8 million (3.1%) in gross sales/use tax receipts.
- A decrease of \$76.3 million (-13.2%) in gross corporate tax receipts.

The following chart provides additional detail for the FY 2016 revenue projection.

	Actual FY 2015	October FY 2016 Estimate	December FY 2016 Estimate	Increase (Decrease) to October Estimate	Increase (Decrease) to Actual FY 2015	Percentage Change to Actual FY 2015
Income Tax	\$4,207.3	\$4,490.5	\$4,502.1	\$11.6	\$294.8	7.0%
Sales/Use Tax	2,753.0	2,805.5	2,838.8	33.3	85.8	3.1%
Corporate Tax	576.3	537.8	500.0	-37.8	-76.3	-13.2%
Insurance Tax	109.6	105.2	103.0	-2.2	-6.6	-6.0%
Other Taxes	149.8	158.1	158.1	0.0	8.3	5.5%
Total Taxes	\$7,796.0	\$8,097.1	\$8,102.0	\$4.9	\$306.0	3.9%
Other Receipts	294.9	291.7	291.7	0.0	-3.2	-1.1%
Gross Tax & Other Receipts	\$8,090.9	\$8,388.8	\$8,393.7	\$4.9	\$302.8	3.7%
Accruals (Net)	19.6	17.7	17.7	0.0	-1.9	-9.7%
Refund (Accrual Basis)	-967.9	-991.0	-1,002.0	-11.0	-34.1	3.5%
Schl. Infrs. Refunds (Accrual)	-450.5	-457.4	-460.2	-2.8	-9.7	2.2%
Total Net Receipts	\$6,692.1	\$6,958.1	\$6,949.2	\$-8.9	\$257.1	3.8%
Transfers (Accrual Basis)	127.6	96.4	96.4	0.0	-31.2	-24.5%
Net Receipts Plus Transfers	\$6,819.7	\$7,054.5	\$7,045.6	\$-8.9	\$225.9	3.3%

Fiscal Year 2017. The December REC estimate for FY 2017 net General Fund receipts, including transfers, totals \$7,327.4 million, an increase of \$281.8 million compared to the revised FY 2016 estimate. The estimated changes include an increase of 4.6% in gross income tax, 2.7% in gross sales/use tax, and a decrease of 1.0% in gross corporate tax receipts.

The following chart provides additional detail for the FY 2017 revenue projection.

FY 2017 Revenue Estimating Conference Projection						
Dollars in Millions						
	Estimate FY 2016	October FY 2017 Estimate	December FY 2017 Estimate	Increase (Decrease) to October Estimate	Increase (Decrease) to Estimated FY 2016	Percentage Change to Estimated FY 2016
Income Tax	\$4,502.1	\$4,743.0	\$4,707.7	\$-35.3	\$205.6	4.6%
Sales/Use Tax	2,838.8	2,912.0	2,914.5	2.5	75.7	2.7%
Corporate Tax	500.0	497.9	495.0	-2.9	-5.0	-1.0%
Insurance Tax	103.0	106.6	105.9	-0.7	2.9	2.8%
Other Taxes	158.1	165.5	165.5	0.0	7.4	4.7%
Total Taxes	\$8,102.0	\$8,425.0	\$8,388.6	\$-36.4	\$286.6	3.5%
Other Receipts	291.7	294.2	294.2	0.0	2.5	0.9%
Gross Tax & Other Receipts	\$8,393.7	\$8,719.2	\$8,682.8	\$-36.4	\$289.1	3.4%
Accruals (Net)	17.7	29.6	29.6	0.0	11.9	67.2%
Refund (Accrual Basis)	-1,002.0	-1,021.0	-1,011.0	10.0	-9.0	0.9%
Schl. Infr. Refunds (Accrual)	-460.2	-475.1	-470.2	4.9	-10.0	2.2%
Total Net Receipts	\$6,949.2	\$7,252.7	\$7,231.2	\$-21.5	\$282.0	4.1%
Transfers (Accrual Basis)	96.4	96.2	96.2	0.0	-0.2	-0.2%
Net Receipts Plus Transfers	\$7,045.6	\$7,348.9	\$7,327.4	\$-21.5	\$281.8	4.0%

Next Meeting. The next REC meeting has not been scheduled but will likely occur in March 2016. A detailed [spreadsheet](#) of the REC estimates is available on the Legislative Services Agency (LSA) website.

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