

**State of Iowa**  
**Projected Condition of the General Fund Budget**  
(Dollars in Millions)

	<u>Actual</u> <u>FY 2015</u>	<u>Estimated</u> <u>FY 2016</u>	<u>Enacted</u> <u>FY 2017</u>
<b>Funds Available:</b>			
Receipts	\$ 6,819.7	\$ 7,045.6	\$ 7,327.4
Federal Law Change	0.0	1.9	76.4
March REC Adjustment	0.0	- 1.9	- 46.4
Net Receipts	<u>6,819.7</u>	<u>7,045.6</u>	<u>7,357.4</u>
Legislative Revenue Adjustments		- 97.6	22.6
Subtotal Receipts	<u>6,819.7</u>	<u>6,948.0</u>	<u>7,380.0</u>
Surplus Carryforward (EEF Excess)	<u>647.2</u>	<u>367.3</u>	<u>45.6</u>
<b>Total Funds Available</b>	<u>\$ 7,466.9</u>	<u>\$ 7,315.3</u>	<u>\$ 7,425.6</u>
<b><i>Expenditure Limitation</i></b>			<b><u>\$ 7,350.8</u></b>
<b>Estimated Appropriations and Expenditures:</b>			
Appropriations	\$ 7,063.4	\$ 7,174.3	\$ 7,350.6
Supplemental/Deappropriations		72.4	
<b>Total Appropriations</b>	<u>\$ 7,063.4</u>	<u>\$ 7,246.7</u>	<u>\$ 7,350.6</u>
<b>Reversions</b>			
Operations	<u>- 7.2</u>	<u>- 6.7</u>	<u>- 5.0</u>
<b>Net Appropriations</b>	<u>\$ 7,056.2</u>	<u>\$ 7,240.0</u>	<u>\$ 7,345.6</u>
<b>Ending Balance - Surplus</b>	<u>\$ 410.7</u>	<u>\$ 75.3</u>	<u>\$ 80.0</u>
<b><i>Under (Over) Expenditure Limitation</i></b>			<b><u>\$ 0.2</u></b>

NOTE: The Governor did not item veto any appropriations or revenue adjustments from legislation passed by the General Assembly during the 2016 Legislative Session.

**State of Iowa**  
**General Fund Appropriation Bills**  
(Dollars in Millions)

Bill No.	Bill Name	FY 2016 Supplemental			FY 2017		
		Leg. Action	Item Veto	Enacted	Leg. Action	Item Veto	Enacted
HF 659	Administration and Regulation Appropriations Act	\$ 0.0	\$ 0.0	\$ 0.0	\$ 50.8	\$ 0.0	\$ 50.8
SF 494	Agriculture and Natural Resources Appropriations Act	0.0	0.0	0.0	43.1	0.0	43.1
SF 499	Economic Development Appropriations Act	0.0	0.0	0.0	43.1	0.0	43.1
HF 658	Education Appropriations Act	0.0	0.0	0.0	1,009.7	0.0	1,009.7
SF 505	Health and Human Services Appropriations Act	0.0	0.0	0.0	1,837.0	0.0	1,837.0
SF 497	Justice System Appropriations Act	0.0	0.0	0.0	566.5	0.0	566.5
SF 496	Judicial Branch Appropriations Act	0.0	0.0	0.0	181.8	0.0	181.8
HF 650	Infrastructure Appropriations Act	0.0	0.0	0.0	- 17.5	0.0	- 17.5
SF 171	School Supplemental State Aid	0.0	0.0	0.0	3,106.7	0.0	3,106.7
HF 166	FY 2016 Supplemental Appropriations Act	72.4	0.0	72.4	0.0	0.0	0.0
HF 666	Standing Appropriations Act	0.0	0.0	0.0	- 26.5	0.0	- 26.5
Current Law	Standing Appropriations (Current Law)	0.0	0.0	0.0	555.9	0.0	555.9
	<b>Total</b>	<b>\$ 72.4</b>	<b>\$ 0.0</b>	<b>\$ 72.4</b>	<b>\$ 7,350.6</b>	<b>\$ 0.0</b>	<b>\$ 7,350.6</b>

**State of Iowa**  
**General Fund Revenue Adjustments by Act**  
(Dollars in Millions)

<u>Bill No.</u>		<u>FY 2016</u>	<u>FY 2017</u>		
		<u>Enacted</u>	<u>Leg. Action</u>	<u>Item Veto</u>	<u>Enacted</u>
HF 2433	Internal Revenue Code (IRC) Coupling	\$ - 97.6	\$ 23.6	\$ 0.0	\$ 23.6
SF 2314	Inspections and Appeals Fees		- 0.7		- 0.7
SF 2306	Disaster Worker Exemption		- 0.2		- 0.2
HF 2436	Real Estate Appraisal		- 0.1		- 0.1
<b>Total Revenue Adjustments</b>		<u>\$ - 97.6</u>	<u>\$ 22.6</u>	<u>\$ 0.0</u>	<u>\$ 22.6</u>

**State of Iowa**  
**Expenditure Limitation Calculation**  
(Dollars in Millions)

	<u>Enacted FY 2017</u>		
	<u>Amount</u>	<u>%</u>	<u>Expend. Limit</u>
<b>Revenue Estimating Conference</b>			
March 2016 Estimate	\$ 7,357.4	99%	\$ 7,283.8
<b>Revenue Adjustments:</b>			
HF 2433 Internal Revenue Code (IRC) Coupling	\$ 23.6	95%	\$ 22.4
SF 2314 Inspections and Appeals Fees	- 0.7	100%	- 0.7
SF 2306 Disaster Worker Exemption	- 0.2	100%	- 0.2
HF 2436 Real Estate Appraisal	- 0.1	100%	- 0.1
<b>Subtotal Revenue Adjustment</b>	<u>\$ 22.6</u>		<u>\$ 21.4</u>
<b>Transfer from Economic Emergency Fund</b>	\$ 45.6	100%	\$ 45.6
<b>Total Adjustments</b>	<u>\$ 68.2</u>		<u>\$ 67.0</u>
<b>Expenditure Limitation</b>	<u><u>\$ 7,425.6</u></u>		<u><u>\$ 7,350.8</u></u>

## State of Iowa Reserve Funds

(Dollars in Millions)

<b>Cash Reserve Fund (CRF)</b>	<b>Actual</b>	<b>Estimated</b>	<b>Enacted</b>
	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>
<b>Funds Available</b>			
Balance Brought Forward	\$ 489.3	\$ 523.3	\$ 539.0
Gen. Fund Appropriation from Surplus	706.8	410.7	75.3
Intrastate Receipts (credited after close of FY)	1.0	0.0	0.0
<b>Total Funds Available</b>	<u>\$ 1,197.1</u>	<u>\$ 934.0</u>	<u>\$ 614.3</u>
<b>Appropriations &amp; Transfers</b>			
Appropriations	\$ 0.0	\$ 0.0	\$ 0.0
<b>Total Appropriations &amp; Transfers</b>	<u>\$ 0.0</u>	<u>\$ 0.0</u>	<u>\$ 0.0</u>
Reversions (credited after close of fiscal year)	0.0		
Excess Transferred to EEF	- 673.8	- 395.0	- 60.8
<b>Balance Carried Forward</b>	<u>\$ 523.3</u>	<u>\$ 539.0</u>	<u>\$ 553.5</u>
<i>Maximum 7.5%</i>	\$ 522.3	\$ 539.0	\$ 553.5
 <b>Economic Emergency Fund (EEF)</b>			
	<b>Actual</b>	<b>Estimated</b>	<b>Enacted</b>
	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>
<b>Funds Available</b>			
Balance Brought Forward	\$ 180.6	\$ 174.5	\$ 179.7
Excess from Cash Reserve	673.8	395.0	60.8
Other Receipts (credited after close of fiscal year)	0.0	0.0	0.0
<b>Total Funds Available</b>	<u>\$ 854.4</u>	<u>\$ 569.5</u>	<u>\$ 240.5</u>
<b>Appropriations &amp; Transfers</b>			
Excess Transferred to Taxpayer Trust Fund	\$ 0.0	\$ 0.0	\$ 0.0
Executive Council - Performance of Duty	- 32.7	- 22.5	- 10.4
Excess Transferred to General Fund	-647.2	- 367.3	- 45.6
<b>Balance Carried Forward</b>	<u>\$ 174.5</u>	<u>\$ 179.7</u>	<u>\$ 184.5</u>
<i>Maximum 2.5%</i>	\$ 174.1	\$ 179.7	\$ 184.5
 <b>Combined Reserve Fund Balances</b>			
	<b>Actual</b>	<b>Estimated</b>	<b>Enacted</b>
	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>
Cash Reserve Fund	\$ 523.3	\$ 539.0	\$ 553.5
Economic Emergency Fund	174.5	179.7	184.5
<b>Total CRF and EEF</b>	<u>\$ 697.8</u>	<u>\$ 718.7</u>	<u>\$ 738.0</u>

## Taxpayer Trust Fund

(Dollars in Millions)

	<u>Actual FY 2015</u>	<u>Actual FY 2016</u>	<u>Enacted FY 2017</u>
<b>Funds Available</b>			
Balance Brought Forward	\$ 35.5	\$ 8.1	\$ 8.1
Economic Emergency Transfer	0.0	0.0	0.0
<b>Total Funds Available</b>	<u>\$ 35.5</u>	<u>\$ 8.1</u>	<u>\$ 8.1</u>
<b>Transfer to Tax Credit Fund</b>	<u>\$ 35.5</u>	<u>\$ 0.0</u>	<u>\$ 0.0</u>
Reversion from Tax Credit Fund	\$ 8.1	\$ 0.0	\$ 0.0
<b>Ending Balance</b>	<u><u>\$ 8.1</u></u>	<u><u>\$ 8.1</u></u>	<u><u>\$ 8.1</u></u>

## Taxpayer Trust Fund Tax Credit Fund

(Dollars in Millions)

	<u>Actual FY 2015</u>	<u>Actual FY 2016</u>	<u>Enacted FY 2017</u>
<b>Funds Available</b>			
Balance Brought Forward	\$ 0.0	\$ 0.0	\$ 0.0
Transfer from Taxpayers Trust Fund	35.5	0.0	0.0
<b>Total Funds Available</b>	<u>\$ 35.5</u>	<u>\$ 0.0</u>	<u>\$ 0.0</u>
<b>Expenditures</b>			
Transfer to General Fund	\$ 27.4	\$ 0.0	\$ 0.0
Reversion to the Taxpayer Trust Fund	8.1	0.0	0.0
<b>Total Expenditures</b>	<u>\$ 35.5</u>	<u>\$ 0.0</u>	<u>\$ 0.0</u>
<b>Ending Balance</b>	<u><u>\$ 0.0</u></u>	<u><u>\$ 0.0</u></u>	<u><u>\$ 0.0</u></u>

**Adjusted Revenue Estimate  
and Reserve Fund Goal Calculations**  
(Dollars in Millions)

	<u>FY 2015</u>	<u>FY 2016</u>	<u>Enacted FY 2017</u>
REC Estimates	\$ 6,983.2	\$ 7,175.5	\$ 7,357.4
Revenue Adjustments	-19.6	11.2	22.6
Adjusted Revenue Estimate	<u>\$ 6,963.6</u>	<u>\$ 7,186.7</u>	<u>\$ 7,380.0</u>
 <u>Reserve Fund Goals</u>			
Cash Reserve Fund (7.5%)	\$ 522.3	\$ 539.0	\$ 553.5
Economic Emergency Fund (2.5%)	174.1	179.7	184.5
Total	<u>\$ 696.4</u>	<u>\$ 718.7</u>	<u>\$ 738.0</u>

## State Tax Credit Expected Claims Projection

(Dollars in Millions)

<b>Tax Credit Program</b>	FY 2015	FY 2016	FY 2017
<b><u>Capped Programs</u></b>			
Accelerated Career Education Tax Credit	\$ -3.9	\$ -3.9	\$ -3.9
Agricultural Assets Transfer Tax Credit	-3.6	-5.0	-5.5
Custom Farming Contract Tax Credit	-0.0	-0.0	-0.1
Endow Iowa Tax Credit	-5.3	-4.9	-5.0
Enterprise Zone Program	-13.7	-8.4	-5.1
Enterprise Zone Program - Housing Component	-9.5	-22.1	-16.4
Film, Television, and Video Project Promotion Program - Awarded	-0.0	-0.0	-0.0
High Quality Jobs Program	-20.3	-34.2	-33.2
Historic Preservation and Cultural and Entertainment District Tax Credit	-17.7	-51.8	-50.0
Redevelopment Tax Credit	-2.5	-4.6	-7.1
Renewable Energy Tax Credit	-3.9	-5.3	-8.9
School Tuition Organization Tax Credit	-9.9	-12.2	-12.4
Solar Energy System Tax Credit	-2.3	-3.6	-3.9
Venture Capital Tax Credit - Innovation Fund	-1.1	-2.3	-3.9
Venture Capital Tax Credit - Iowa Fund of Funds	0.0	-1.4	-0.8
Venture Capital Tax Credit - Qualified Bus. or Comm.-Seed Capital Fund	-0.1	-0.9	-1.5
Venture Capital Tax Credit - Venture Capital Funds	-0.0	-0.1	-0.0
Wage-Benefits Tax Credit	-0.0	0.0	0.0
Wind Energy Production Tax Credit	-1.0	-1.9	-1.6
Workforce Housing Tax Incentive Program	0.0	-0.2	-11.6
<b>Total Capped Programs</b>	<b>\$ -95.0</b>	<b>\$ -162.7</b>	<b>\$ -170.8</b>
<b><u>Uncapped Programs</u></b>			
Adoption Tax Credit	\$ -0.4	\$ -0.8	\$ -0.8
Biodiesel Blended Fuel Tax Credit	-15.7	-14.9	-15.0
Charitable Conservation Contribution Tax Credit	-0.5	-0.8	-0.8
Child and Dependent Care Tax Credit	-4.1	-6.7	-6.8
E-15 Gasoline Promotion Tax Credit	-0.1	-0.2	-0.3
E-85 Gasoline Promotion Tax Credit	-1.7	-2.1	-2.1
Early Childhood Development Tax Credit	-0.7	-0.7	-0.7
Earned Income Tax Credit	-71.1	-71.4	-72.2
Ethanol Promotion Tax Credit	-2.1	-1.9	-1.4
Farm to Food Donation Tax Credit	-0.0	-0.0	-0.0
Geothermal Heat Pump Tax Credit	-2.2	-2.3	-2.5
Iowa Industrial New Job Training Program (260E)	-41.1	-44.2	-43.3
New Capital Investment Program	-0.3	-0.4	-0.2
New Jobs and Income Program	-0.1	-0.2	-0.1
Research Activities Tax Credit	-51.0	-54.7	-59.6
Supplemental Research Activities Tax Credit	-6.8	-9.9	-7.6
Targeted Jobs Tax Credit from Withholding	-4.1	-4.6	-5.7
Tuition and Textbook Tax Credit	-15.4	-15.3	-15.3
Volunteer Firefighter and EMS Tax Credit	-1.4	-1.3	-1.3
<b>Total Uncapped Programs</b>	<b>\$ -218.6</b>	<b>\$ -232.7</b>	<b>\$ -235.8</b>
<b>Tax Credit Program Total</b>	<b>\$ -313.6</b>	<b>\$ -395.4</b>	<b>\$ -406.6</b>

**Notes:**

These estimates are based on the Tax Credit Expected Claims Projection published by the Department of Revenue in March 2016. The table above reflects the tax credits that are likely to be claimed in a given fiscal year based on previous experience. The projected claims are incorporated in the FY 2016 and FY 2017 REC revenue estimates.

The numbers may not equal totals due to rounding.