



Iowa Department of
REVENUE

**Dependent Health Care Coverage in Iowa:
Tracking Coverage Through Tax Year 2015 Returns**

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Executive Summary

Report Requirements

2008 Iowa Acts, House File 2539, section 4, as amended by Senate File 389, requires the Iowa Department of Revenue (IDR) to report the following annually to the Governor and the General Assembly:

- The number of Iowa families, by income level, claiming the State income tax exemption for dependent children.
- The number of Iowa families, by income level, claiming the State income tax exemption for dependent children who also indicate the presence or absence of health care coverage for the dependent children.
- The number of Iowa families, by income level, claiming the State income tax exemption for dependent children who receive information from the Department and who subsequently apply for and are enrolled in the appropriate program.

Table A, at the end of this summary, presents taxpayer return information gathered for tax year **2015** by income level. Key information from the analysis of **2015** tax returns is the following:

Families Claiming Dependent Exemptions by Income Level

- Of the 1.44 million individual income tax returns filed by resident taxpayers, **449,126 (30.1%) claimed at least one State income tax exemption for a dependent**. Of those families claiming at least one State income tax exemption for a dependent:
 - **67,569 (15.0%) reported gross income of \$20,000 or less.**
 - **244,307 (54.5%) reported gross income between \$20,001 to \$90,000.**
 - **137,250 (30.5%) reported gross income of \$90,001 and over.**

Response Rates

- Of the 449,126 taxpayers claiming at least one State income tax exemption for a dependent:
 - **418,754 (93.2%) families reported health care coverage** for one or more dependents.
 - **21,131 (4.7%) families reported the absence of health care coverage** for one or more dependents, with some of those families reporting both the presence and absence of coverage on their tax returns.
 - **9,241 (2.1%) families did not respond.**

Health Care Coverage for Low Income Families

- Of the 67,569 taxpayers with dependents reporting gross income of \$20,000 or less:
 - **61,259 (90.7%) reported health care coverage** for one or more dependents.
 - **4,574 (6.8%) reported the absence of health care coverage** for one or more dependents, with some of those families reporting both the presence and absence of coverage on their tax returns.
 - **1,736 (2.6%) did not respond.**

Health Care Coverage for Middle Income Families

- Of the 244,307 taxpayers with dependents reporting gross income between \$20,001 and \$90,000:
 - 224,864 **(92.0%)** reported **health care coverage** for one or more dependents.
 - 13,611 **(5.6%)** reported the **absence of health care coverage** for one or more dependents, with some of those families reporting both the presence and absence of coverage on their tax returns.
 - 5,832 **(2.4%)** **did not respond**.

Health Care Coverage for High Income Families

- Of the 137,250 taxpayers with dependents reporting gross income of \$90,001 and over:
 - 132,631 **(96.6%)** reported **health care coverage** for one or more dependents.
 - 2,946 **(2.2%)** reported the **absence of health care coverage** for one or more dependents, with some of those families reporting both the presence and absence of coverage on their tax returns.
 - 1,673 **(1.2%)** **did not respond**.

Coverage Status by Filing Method

- Of the 24,721 taxpayers with dependents filing paper returns:
 - 21,542 **(87.1%)** reported **health care coverage**.
 - 1,156 **(4.7%)** reported the **absence of health care coverage** for one or more dependents, with some of those families reporting both the presence and absence of coverage on their tax returns.
 - 2,023 **(8.2%)** **did not respond**.
- Of the 424,405 taxpayers with dependents filing electronic returns:
 - 397,212 **(93.6%)** reported **health care coverage**.
 - 19,975 **(4.7%)** reported the **absence of health care coverage** for one or more dependents, with some of those families reporting both the presence and absence of coverage on their tax returns.
 - 7,218 **(1.7%)** **did not respond**.

New Coverage

In 2015, IDR mailed 15,276 letters to low income taxpayers indicating lack of health care coverage for dependents, down from 17,231 letters in 2014.

In 2014 the Department of Human Services, in compliance with the Affordable Care Act, changed the application for Medicaid and *hawk-i* to a version that did not include the means to track how applicants heard about the availability of the public health insurance for which they are applying. Therefore, beginning with tax year 2013 analysis, no data can be provided by DHS regarding the number of children enrolled in Medicaid or *hawk-i* due to eligibility notification under this program.

Administrative Costs

- During 2015, the State spent an estimated \$7,405 to administer this program including postage costs.

Table A: Dependent Health Care Coverage Reporting on Iowa Returns through Final Review, Tax Year 2015

Resident Filers Gross Income	Total Families With Dependents	Families Reporting Presence of Coverage		Families Reporting Absence of Coverage		Families Not Responding	
	Count	Count	Share of Total	Count	Share of Total	Count	Share of Total
\$20,000 or less	67,569	61,259	90.7%	4,574	6.8%	1,736	2.6%
\$20,001 to \$30,000	48,219	43,217	89.6%	3,483	7.2%	1,519	3.2%
\$30,001 to \$40,000	44,068	39,533	89.7%	3,175	7.2%	1,360	3.1%
\$40,001 to \$50,000	36,181	32,985	91.2%	2,244	6.2%	952	2.6%
\$50,001 to \$60,000	31,690	29,381	92.7%	1,590	5.0%	719	2.3%
\$60,001 to \$70,000	30,058	28,248	94.0%	1,273	4.2%	537	1.8%
\$70,001 to \$80,000	28,220	26,766	94.8%	1,037	3.7%	417	1.5%
\$80,001 to \$90,000	25,871	24,734	95.6%	809	3.1%	328	1.3%
\$90,001 to \$100,000	23,213	22,263	95.9%	658	2.8%	292	1.3%
\$100,001 to \$125,000	43,587	42,170	96.7%	962	2.2%	455	1.0%
\$125,001 to \$150,000	24,993	24,214	96.9%	499	2.0%	280	1.1%
\$150,001 to \$175,000	13,987	13,528	96.7%	293	2.1%	166	1.2%
\$175,001 to \$200,000	8,453	8,176	96.7%	172	2.0%	105	1.2%
\$200,001 to \$250,000	8,739	8,476	97.0%	156	1.8%	107	1.2%
\$250,001 or more	14,278	13,804	96.7%	206	1.4%	268	1.9%
Total	449,126	418,754	93.2%	21,131	4.7%	9,241	2.1%

Analysis Using Individual Income Tax Return Extract Data (N220)
Iowa Department of Revenue

Notes: Families are grouped based on gross income, reported on line 15 of the Iowa 1040. A taxpayer reporting dependents with and without coverage is included only in the absence of coverage group. The numbers include individual income tax returns through final review as of November 28, 2016 where all amended returns and those filed by non-residents are ignored.

Report on Dependent Health Care Coverage

1. Introduction

In 2008, the Iowa General Assembly passed House File 2539 (HF 2539) with the goal of extending health care coverage to all Iowans. The first step in reaching that goal was to extend coverage to all eligible children in the State through the existing *hawk-i* program and to expand *hawk-i* eligibility. One effort to extend health care coverage for children was a requirement that the Iowa Department of Revenue (IDR) track coverage through the individual income tax return.

Starting with tax year 2008, IDR changed the Iowa individual income tax form allowing taxpayers to indicate the presence or absence of health care coverage for their dependent children (See Appendix for the Tax Year 2015 IA 1040). For those taxpayers reporting the absence of coverage for one or more dependents and meeting income guidelines, IDR sent a notice providing information about how to enroll those children in Medicaid or *hawk-i*.

This report for the Governor and the General Assembly fulfills the requirements established in 422.12M under HF 2359 and as amended by Senate File 289 (SF 289). The report provides information for tax year 2015 on:

- The number of Iowa families, by income level, claiming the State income tax exemption for dependent children.
- The number of Iowa families, by income level, claiming the State income tax exemption for dependent children who also indicate the presence or absence of health care coverage for the dependent children.

The legislation also requested information on:

- The number of Iowa families, by income level, claiming the State income tax exemption for dependent children who receive information from the Department and who subsequently apply for and are enrolled in the appropriate program.

The Department of Human Services (DHS) no longer collects information from applicants that can be used to track whether they received information about their eligibility as a result of this program, so this report cannot comment on that number.

2. Changes for Tax Year 2015 and Preparations for Tax Year 2016

No significant changes were made on the income tax form in tax year 2015. Absent a legislative change in the 2017 Session, IDR does not plan any significant changes for tracking dependent health care coverage for tax year 2016. See the Appendix for the letter that will be sent to taxpayers falling below *hawk-i* eligibility thresholds and indicating the absence of health care coverage for dependents.

3. Analysis of 2015 Tax Year Data

During the 2015 tax year filing season, IDR mailed 15,276 letters to taxpayers reporting the absence of health care coverage for dependents and reporting income below the maximum *hawk-i* eligibility level for the applicable family size (see Table 1).¹ These letters were mailed in five batches between February and September (see Table 2).

Iowa Families Claiming Dependent Children

As of November 28, 2016, 1,438,841 individual income tax returns filed by resident taxpayers for tax year 2015 were through the IDR final review. Of those, 449,126 Iowa families claimed the State income tax exemption for dependents (see Table 3). A total of 847,871 dependents were claimed by those families (see Table 5). Although families across the full income distribution claimed dependents, 48.2 percent reported gross income of \$60,000 or less in 2015.

Iowa Families Reporting Presence or Absence of Health Care Coverage

Ninety-eight percent of families provided information on the 2015 tax returns regarding the health insurance coverage of their dependents, up from 97 percent in tax year 2014. A total of 418,754 families (93.2%) reported only the presence of health care coverage for 785,764 dependents (92.7%) while 21,131 families (4.7%) reported the absence of health care coverage for a total of 47,837 dependents (5.6%) (see Tables 4 and 5). Some families (0.3%) reported both the presence and absence of coverage for dependents claimed on their tax returns; those families are included in the absence of health care coverage group.

The reported coverage rate for 2015 for families with gross income greater than \$100,000 was 96.7 percent. The lowest coverage rate was reported for families with income between \$20,001 and \$30,000 at 89.6 percent; however, that low rate reflects both higher non-response and higher absence of coverage. Low-income families were more likely to report absence of coverage with 3.2 percent of families with income between \$20,001 and \$30,000 reporting absence of coverage compared to 1.0 percent of families with income between \$100,001 and \$125,000.

Response Rates by Filing Method

In Iowa, taxpayers, or their paid preparers, can file a paper income tax return that is mailed to IDR or they can complete the tax return electronically and file it via the Internet. Reported rates of coverage differed significantly between these two filing methods (see Table 4). Paper filers were less likely to complete the questions. For paper filers, 87.1 percent reported the presence of coverage, 4.7 percent reported absence of coverage, and 8.2 percent did not complete the questions. For electronic filers, 93.6 percent reported presence of coverage, 4.7 percent reported absence of coverage, and 1.7 percent did not complete the questions.

¹ It is possible that additional children that are not dependents of the taxpayer live in the home, and thus the family size used by the Department of Human Services (DHS) to determine eligibility would be larger. However in the interest of spending tax dollars most efficiently, the only available information on family size, the count of adults and the number of dependents claimed on the tax return, was used to assign income limits for letter receipt.

Response Rates by Preparer

The percent of electronic filers who self-prepared their return and reported absence of health care coverage for dependents was 2.5 compared to 5.8 percent of electronic filers who used a paid preparer (see Table 6). Returns filed by paid preparers had a non-response rate of 2.1 percent. Electronic filers who self-prepared their returns had the highest response rates with 96.6 percent of families reporting presence of coverage, 2.5 percent reporting absence of coverage, and only 0.9 percent not responding. It is possible that the tax software programs increased taxpayer awareness about these questions relative to those who filed a paper tax return. Also, because the information is being provided by the taxpayer, as opposed to a paid preparer, it is more likely to be correct. Information on whether a paper filer used a paid preparer is not readily available.

Health Care Coverage by Federal Poverty Guidelines

The counts of families are also presented by the ratio of their reported gross income to the federal poverty guidelines in 2015 (see Table 7). Medicaid coverage is available for children in families with income up to 133 percent of the federal poverty guideline. Despite the availability of public insurance, 7.1 percent of families in this income range reported the absence of coverage for one or more dependents. This compares to 8.4 percent in tax year 2014. As income rises relative to the federal poverty guideline, presence of coverage rises while absence of coverage falls. In fiscal year 2010, the General Assembly expanded *hawk-i* eligibility to families up to 300 percent of the federal poverty guidelines.

4. Effect of Requirements on Uninsured Children

As noted above, the Affordable Care Act's requirement that all Americans have some form of health insurance became effective in 2014. Under the Act, the DHS was required to use one universal application for all health insurance options provided by the State, including Medicaid and *hawk-i*. Beginning in 2014, DHS chose to use the federal application for health insurance which does not include the means to track how applicants heard about the availability of the public health insurance for which they are applying. Therefore, beginning with tax year 2013, no data can be provided by DHS regarding the number of children enrolled in Medicaid or *hawk-i* due to eligibility notification by IDR.

5. Health Care Coverage Reported on Federal Income Tax Returns

As a result of the Affordable Care Act, beginning with tax year 2014 taxpayers are required to report on their federal individual income tax returns if the taxpayer, the taxpayer's spouse if filing jointly, and all dependents the taxpayer did or could claim had qualifying health insurance coverage for every month in the calendar year. If household members had minimum essential coverage, the taxpayer was instructed to check a box indicating "full-year coverage" on their return (U.S. 1040, line 61). Alternatively, if the taxpayer did not have full coverage, the taxpayer was required to remit an "individual responsibility" payment unless the taxpayer qualified for a health care exemption. This federal information is available for all taxpayers who filed their federal and Iowa return electronically.

With this new source of information about health care coverage, it is possible to provide a comparison of taxpayer responses about dependent health care coverage on the Iowa return with responses about household health care coverage on the federal return. It is expected that Iowa coverage rates should be higher than the federal coverage rates because it is possible dependents may have Medicaid or *hawk-i* coverage while the taxpayer does not have health care coverage. Also, the question on the federal return specifies that coverage must have been held over all months during the tax year while the question on the Iowa return requires that coverage must have been in place as of December 31.

In tax year 2014, 67.4 percent of Iowa taxpayers with dependents reported full-year health care coverage for the household on their federal returns, but 92.8 percent reported coverage for dependents on their Iowa returns. In tax year 2015, the significant percentage differences between the Iowa and the federal return were not repeated; 90.6 percent of Iowa taxpayers with dependents reported full-year health care coverage on their federal returns, compared to 93.6 percent reported coverage for dependents.

In tax year 2015, 91.8 percent of electronic taxpayers that self-prepared their federal return reported having health insurance coverage for all members of the household all year compared to 96.6 percent that reported all dependents had health insurance on their 2015 tax year Iowa tax return (see Table 8). Taxpayers that used a paid preparer reported a lower share with full-year coverage at 90.0 percent compared to 92.1 percent reporting health insurance coverage for all dependents. The share of Iowa taxpayers reporting not having health insurance for all household members throughout the calendar year remains higher than the share of Iowa taxpayers reporting absence of coverage for dependents, in large part reflecting the ability of Iowa taxpayers to not respond to the question. Those taxpayers who self-prepared their returns reported 8.2 percent lacking coverage compared to 2.5 percent with dependents lacking coverage. Those tax filers who used a paid preparer reported 10.0 percent did not meet the federal coverage requirements compared to 5.8 percent reporting dependents lacking coverage on their Iowa return.

6. Estimated Costs

The continued efforts to track and expand health care coverage in Iowa through the individual income tax form use State resources. Mailing the notification letters to taxpayers during the tax year 2015 filing season cost IDR an estimated \$7,405 including time required to administer this program (see Table 9). IDR staff time reflects time used to update programs that identify eligible taxpayers (5 hours), to work with Department of Administrative Services regarding the mailings (5 hours), and to analyze the responses on the tax returns for this report (24 hours). Because DHS is no longer tracking whether applicants learned about eligibility from this program, no administrative time is attributed to DHS staff.

In past years, this report compared the cost per new enrollee in *hawk-i* or Medicaid attributed to the notification letters under this program to the cost per new enrollee for all other DHS outreach programs. Without new enrollee numbers it is no longer possible to compute a cost per enrollee under this program; in all but one prior year where this comparison was possible, the cost per enrollee was significantly higher using the tax tracking program as a means to

enroll new children (see Table 10). In calendar year 2015, DHS reported a cost per new enrollee of \$9.99 for its other outreach efforts. In order for this program to match that cost 883 new enrollees would be necessary. Based on historical counts of new enrollees that marked the box on their application stating that the letter from this program was the reason they were applying for *hawk-i* or Medicaid, that level of response seems unlikely in 2015 (see Table 10).

Table 1: Medicaid and *hawk-i* Income Limits and Federal Poverty Guidelines for 2015

<u>Family Size</u>	<u>Medicaid</u>	<u><i>hawk-i</i></u>	<u>Federal Poverty</u>
1	\$19,656	\$35,545	\$11,770
2	\$26,603	\$48,109	\$15,930
3	\$33,550	\$60,672	\$20,090
4	\$40,498	\$73,235	\$24,250
5	\$47,445	\$85,798	\$28,410
6	\$54,392	\$98,361	\$32,570
7	\$61,339	\$110,925	\$36,730
8	\$68,286	\$123,488	\$40,890

Source: Medicaid and *hawk-i* income limits are the maximum eligibility amounts for families of the applicable size that were effective July 1, 2015, as specified by the Iowa Department of Human Services. Federal poverty guidelines are from the U.S. Department of Human Services.

Table 2: HF 2539 Program Mailings for Tax Year 2015

<u>Mailing Date</u>	<u>Mailed Letters</u>
2/20/2016	4,084
3/20/2016	4,922
4/24/2016	2,438
6/23/2016	3,167
<u>9/02/2016</u>	<u>665</u>
Total Tax Year 2015	15,276

Table 3: Iowa Taxpayers with a Dependent Exemption Claim, Tax Year 2015

All Resident Filers			
Gross Income	Count	Distribution	Cumulative Distribution
\$20,000 or less	67,569	15.0%	15.0%
\$20,001 to \$30,000	48,219	10.7%	25.8%
\$30,001 to \$40,000	44,068	9.8%	35.6%
\$40,001 to \$50,000	36,181	8.1%	43.6%
\$50,001 to \$60,000	31,690	7.1%	50.7%
\$60,001 to \$70,000	30,058	6.7%	57.4%
\$70,001 to \$80,000	28,220	6.3%	63.7%
\$80,001 to \$90,000	25,871	5.8%	69.4%
\$90,001 to \$100,000	23,213	5.2%	74.6%
\$100,001 to \$125,000	43,587	9.7%	84.3%
\$125,001 to \$150,000	24,993	5.6%	89.9%
\$150,001 to \$175,000	13,987	3.1%	93.0%
\$175,001 to \$200,000	8,453	1.9%	94.9%
\$200,001 to \$250,000	8,739	1.9%	96.8%
\$250,001 or more	14,278	3.2%	100.0%
Total	449,126	100.0%	

Analysis using Individual Income Tax Return Extract Data (N220), Iowa Department of Revenue

Notes: Families are grouped based on gross income, reported on line 15 of the Iowa 1040. Includes individual income tax returns through final review by November 28, 2016 where all amended returns and those filed by non-residents are ignored.

Table 4: Dependent Health Care Coverage Reporting on Iowa Returns through Final Review Tax Year 2015

All Resident Filers							
Gross Income	All Families With Dependents	Families Reporting Presence of Coverage		Families Reporting Absence of Coverage		Families Not Responding	
	Count	Count	Share of Total	Count	Share of Total	Count	Share of Total
\$20,000 or less	67,569	61,259	90.7%	4,574	6.8%	1,736	2.6%
\$20,001 to \$30,000	48,219	43,217	89.6%	3,483	7.2%	1,519	3.2%
\$30,001 to \$40,000	44,068	39,533	89.7%	3,175	7.2%	1,360	3.1%
\$40,001 to \$50,000	36,181	32,985	91.2%	2,244	6.2%	952	2.6%
\$50,001 to \$60,000	31,690	29,381	92.7%	1,590	5.0%	719	2.3%
\$60,001 to \$70,000	30,058	28,248	94.0%	1,273	4.2%	537	1.8%
\$70,001 to \$80,000	28,220	26,766	94.8%	1,037	3.7%	417	1.5%
\$80,001 to \$90,000	25,871	24,734	95.6%	809	3.1%	328	1.3%
\$90,001 to \$100,000	23,213	22,263	95.9%	658	2.8%	292	1.3%
\$100,001 to \$125,000	43,587	42,170	96.7%	962	2.2%	455	1.0%
\$125,001 to \$150,000	24,993	24,214	96.9%	499	2.0%	280	1.1%
\$150,001 to \$175,000	13,987	13,528	96.7%	293	2.1%	166	1.2%
\$175,001 to \$200,000	8,453	8,176	96.7%	172	2.0%	105	1.2%
\$200,001 to \$250,000	8,739	8,476	97.0%	156	1.8%	107	1.2%
\$250,001 or more	14,278	13,804	96.7%	206	1.4%	268	1.9%
Total	449,126	418,754	93.2%	21,131	4.7%	9,241	2.1%

Paper Filers							
Gross Income	All Families With Dependents	Families Reporting Presence of Coverage		Families Reporting Absence of Coverage		Families Not Responding	
	Count	Count	Share of Total	Count	Share of Total	Count	Share of Total
\$20,000 or less	2,587	2,045	79.0%	262	10.1%	280	10.8%
\$20,001 to \$30,000	1,939	1,540	79.4%	183	9.4%	216	11.1%
\$30,001 to \$40,000	2,067	1,702	82.3%	163	7.9%	202	9.8%
\$40,001 to \$50,000	2,038	1,735	85.1%	115	5.6%	188	9.2%
\$50,001 to \$60,000	1,767	1,554	87.9%	74	4.2%	139	7.9%
\$60,001 to \$70,000	1,761	1,540	87.5%	75	4.3%	146	8.3%
\$70,001 to \$80,000	1,626	1,457	89.6%	43	2.6%	126	7.7%
\$80,001 to \$90,000	1,581	1,423	90.0%	56	3.5%	102	6.5%
\$90,001 to \$100,000	1,349	1,201	89.0%	36	2.7%	112	8.3%
\$100,001 to \$125,000	2,789	2,554	91.6%	49	1.8%	186	6.7%
\$125,001 to \$150,000	1,760	1,611	91.5%	36	2.0%	113	6.4%
\$150,001 to \$175,000	1,059	972	91.8%	19	1.8%	68	6.4%
\$175,001 to \$200,000	622	578	92.9%	8	1.3%	36	5.8%
\$200,001 to \$250,000	652	595	91.3%	18	2.8%	39	6.0%
\$250,001 or more	1,124	1,035	92.1%	19	1.7%	70	6.2%
Total	24,721	21,542	87.1%	1,156	4.7%	2,023	8.2%

Electronic Filers							
Gross Income	All Families With Dependents	Families Reporting Presence of Coverage		Families Reporting Absence of Coverage		Families Not Responding	
	Count	Count	Share of Total	Count	Share of Total	Count	Share of Total
\$20,000 or less	64,982	59,214	91.1%	4,312	6.6%	1,456	2.2%
\$20,001 to \$30,000	46,280	41,677	90.1%	3,300	7.1%	1,303	2.8%
\$30,001 to \$40,000	42,001	37,831	90.1%	3,012	7.2%	1,158	2.8%
\$40,001 to \$50,000	34,143	31,250	91.5%	2,129	6.2%	764	2.2%
\$50,001 to \$60,000	29,923	27,827	93.0%	1,516	5.1%	580	1.9%
\$60,001 to \$70,000	28,297	26,708	94.4%	1,198	4.2%	391	1.4%
\$70,001 to \$80,000	26,594	25,309	95.2%	994	3.7%	291	1.1%
\$80,001 to \$90,000	24,290	23,311	96.0%	753	3.1%	226	0.9%
\$90,001 to \$100,000	21,864	21,062	96.3%	622	2.8%	180	0.8%
\$100,001 to \$125,000	40,798	39,616	97.1%	913	2.2%	269	0.7%
\$125,001 to \$150,000	23,233	22,603	97.3%	463	2.0%	167	0.7%
\$150,001 to \$175,000	12,928	12,556	97.1%	274	2.1%	98	0.8%
\$175,001 to \$200,000	7,831	7,598	97.0%	164	2.1%	69	0.9%
\$200,001 to \$250,000	8,087	7,881	97.5%	138	1.7%	68	0.8%
\$250,001 or more	13,154	12,769	97.1%	187	1.4%	198	1.5%
Total	424,405	397,212	93.6%	19,975	4.7%	7,218	1.7%

Analysis using Individual Income Tax Returns Extract Data (N220), Iowa Department of Revenue

Notes: Families are grouped based on gross income, reported on line 15 of the Iowa 1040. A taxpayer reporting dependents with and without coverage is included only in the absence of coverage group. The numbers include individual income tax returns through final review as of November 28, 2016, where all amended returns and those filed by non-residents are ignored.

Table 5: Counts of Dependents Reported on Iowa Returns through Final Review by Coverage, Tax Year 2015

All Resident Filers		Dependents with Presence of Coverage		Dependents with Absence of Coverage		Dependents in Families Not Responding	
Gross Income	All Dependents Total Dependents	Dependents	Share of Total	Dependents	Share of Total	Dependents	Share of Total
\$20,000 or less	114,182	102,690	89.9%	8,939	7.8%	2,553	2.2%
\$20,001 to \$30,000	85,641	75,676	88.4%	7,664	8.9%	2,301	2.7%
\$30,001 to \$40,000	81,073	71,192	87.8%	7,717	9.5%	2,164	2.7%
\$40,001 to \$50,000	68,128	60,828	89.3%	5,723	8.4%	1,577	2.3%
\$50,001 to \$60,000	59,974	54,995	91.7%	3,854	6.4%	1,125	1.9%
\$60,001 to \$70,000	57,595	53,587	93.0%	3,175	5.5%	833	1.4%
\$70,001 to \$80,000	54,665	51,625	94.4%	2,397	4.4%	643	1.2%
\$80,001 to \$90,000	50,522	48,164	95.3%	1,852	3.7%	506	1.0%
\$90,001 to \$100,000	45,322	43,354	95.7%	1,495	3.3%	473	1.0%
\$100,001 to \$125,000	86,180	83,351	96.7%	2,094	2.4%	735	0.9%
\$125,001 to \$150,000	50,040	48,552	97.0%	1,112	2.2%	376	0.8%
\$150,001 to \$175,000	28,476	27,541	96.7%	652	2.3%	283	1.0%
\$175,001 to \$200,000	17,236	16,693	96.8%	362	2.1%	181	1.1%
\$200,001 to \$250,000	18,374	17,825	97.0%	349	1.9%	200	1.1%
\$250,001 or more	30,463	29,691	97.5%	452	1.5%	320	1.1%
Total	847,871	785,764	92.7%	47,837	5.6%	14,270	1.7%

Paper Filers		Dependents with Presence of Coverage		Dependents with Absence of Coverage		Dependents in Families Not Responding	
Gross Income	All Dependents Total Dependents	Dependents	Share of Total	Dependents	Share of Total	Dependents	Share of Total
\$20,000 or less	4,485	3,265	72.8%	663	14.8%	557	12.4%
\$20,001 to \$30,000	3,538	2,662	75.2%	476	13.5%	400	11.3%
\$30,001 to \$40,000	3,714	2,932	78.9%	421	11.3%	361	9.7%
\$40,001 to \$50,000	3,848	3,143	81.7%	348	9.0%	357	9.3%
\$50,001 to \$60,000	3,355	2,936	87.5%	167	5.0%	252	7.5%
\$60,001 to \$70,000	3,341	2,894	86.6%	187	5.6%	260	7.8%
\$70,001 to \$80,000	3,099	2,765	89.2%	112	3.6%	222	7.2%
\$80,001 to \$90,000	3,054	2,706	88.6%	172	5.6%	176	5.8%
\$90,001 to \$100,000	2,666	2,341	87.8%	108	4.1%	217	8.1%
\$100,001 to \$125,000	5,402	4,977	92.1%	93	1.7%	332	6.1%
\$125,001 to \$150,000	3,438	3,243	94.3%	82	2.4%	113	3.3%
\$150,001 to \$175,000	2,128	1,943	91.3%	47	2.2%	138	6.5%
\$175,001 to \$200,000	1,239	1,163	93.9%	13	1.0%	63	5.1%
\$200,001 to \$250,000	1,330	1,208	90.8%	44	3.3%	78	5.9%
\$250,001 or more	2,340	2,163	92.4%	55	2.4%	122	5.2%
Total	46,977	40,341	85.9%	2,988	6.4%	3,648	7.8%

Electronic Filers		Dependents with Presence of Coverage		Dependents with Absence of Coverage		Dependents in Families Not Responding	
Gross Income	All Dependents Total Dependents	Dependents	Share of Total	Dependents	Share of Total	Dependents	Share of Total
\$20,000 or less	109,697	99,425	90.6%	8,276	7.5%	1,996	1.8%
\$20,001 to \$30,000	82,103	73,014	88.9%	7,188	8.8%	1,901	2.3%
\$30,001 to \$40,000	77,359	68,260	88.2%	7,296	9.4%	1,803	2.3%
\$40,001 to \$50,000	64,280	57,685	89.7%	5,375	8.4%	1,220	1.9%
\$50,001 to \$60,000	56,619	52,059	91.9%	3,687	6.5%	873	1.5%
\$60,001 to \$70,000	54,254	50,693	93.4%	2,988	5.5%	573	1.1%
\$70,001 to \$80,000	51,566	48,860	94.8%	2,285	4.4%	421	0.8%
\$80,001 to \$90,000	47,468	45,458	95.8%	1,680	3.5%	330	0.7%
\$90,001 to \$100,000	42,656	41,013	96.1%	1,387	3.3%	256	0.6%
\$100,001 to \$125,000	80,778	78,374	97.0%	2,001	2.5%	403	0.5%
\$125,001 to \$150,000	46,602	45,309	97.2%	1,030	2.2%	263	0.6%
\$150,001 to \$175,000	26,348	25,598	97.2%	605	2.3%	145	0.6%
\$175,001 to \$200,000	15,997	15,530	97.1%	349	2.2%	118	0.7%
\$200,001 to \$250,000	17,044	16,617	97.5%	305	1.8%	122	0.7%
\$250,001 or more	28,123	27,528	97.9%	397	1.4%	198	0.7%
Total	800,894	745,423	93.1%	44,849	5.6%	10,622	1.3%

Analysis using Individual Income Tax Return Extract Data (N220), Iowa Department of Revenue

Notes: Families are grouped based on gross income, reported on line 15 of the Iowa 1040. Includes individual income tax returns through final review by November 21, 2016 where all amended returns and those filed by non-residents are ignored. Percentages may not add to 100 percent due to rounding.

Table 6: Dependent Health Care Coverage Reporting by Filing Method and Income, Tax Year 2015

Paper Filers							
Gross Income	All Families With Dependents	Families Reporting Presence of Coverage		Families Reporting Absence of Coverage		Families Not Responding	
	Count	Count	Share of Total	Count	Share of Total	Count	Share of Total
\$20,000 or less	2,587	2,045	79.0%	262	10.1%	280	10.8%
\$20,001 to \$30,000	1,939	1,540	79.4%	183	9.4%	216	11.1%
\$30,001 to \$40,000	2,067	1,702	82.3%	163	7.9%	202	9.8%
\$40,001 to \$50,000	2,038	1,735	85.1%	115	5.6%	188	9.2%
\$50,001 to \$60,000	1,767	1,554	87.9%	74	4.2%	139	7.9%
\$60,001 to \$70,000	1,761	1,540	87.5%	75	4.3%	146	8.3%
\$70,001 to \$80,000	1,626	1,457	89.6%	43	2.6%	126	7.7%
\$80,001 to \$90,000	1,581	1,423	90.0%	56	3.5%	102	6.5%
\$90,001 to \$100,000	1,349	1,201	89.0%	36	2.7%	112	8.3%
\$100,001 to \$125,000	2,789	2,554	91.6%	49	1.8%	186	6.7%
\$125,001 to \$150,000	1,760	1,611	91.5%	36	2.0%	113	6.4%
\$150,001 to \$175,000	1,059	972	91.8%	19	1.8%	68	6.4%
\$175,001 to \$200,000	622	578	92.9%	8	1.3%	36	5.8%
\$200,001 to \$250,000	652	595	91.3%	18	2.8%	39	6.0%
\$250,001 or more	1,124	1,035	92.1%	19	1.7%	70	6.2%
Total	24,721	21,542	87.1%	1,156	4.7%	2,023	8.2%

Electronic Filers Self-Prepared							
Gross Income	All Families With Dependents	Families Reporting Presence of Coverage		Families Reporting Absence of Coverage		Families Not Responding	
	Count	Count	Share of Total	Count	Share of Total	Count	Share of Total
\$20,000 or less	26,409	25,067	94.9%	971	3.7%	371	1.4%
\$20,001 to \$30,000	17,074	16,177	94.7%	668	3.9%	229	1.3%
\$30,001 to \$40,000	14,450	13,701	94.8%	577	4.0%	172	1.2%
\$40,001 to \$50,000	10,891	10,465	96.1%	316	2.9%	110	1.0%
\$50,001 to \$60,000	9,074	8,755	96.5%	223	2.5%	96	1.1%
\$60,001 to \$70,000	8,284	8,050	97.2%	170	2.1%	64	0.8%
\$70,001 to \$80,000	7,512	7,355	97.9%	118	1.6%	39	0.5%
\$80,001 to \$90,000	7,070	6,972	98.6%	69	1.0%	29	0.4%
\$90,001 to \$100,000	6,478	6,387	98.6%	66	1.0%	25	0.4%
\$100,001 to \$125,000	12,571	12,424	98.8%	108	0.9%	39	0.3%
\$125,001 to \$150,000	7,297	7,221	99.0%	57	0.8%	19	0.3%
\$150,001 to \$175,000	3,967	3,933	99.1%	25	0.6%	9	0.2%
\$175,001 to \$200,000	2,321	2,291	98.7%	17	0.7%	13	0.6%
\$200,001 to \$250,000	2,158	2,134	98.9%	18	0.8%	6	0.3%
\$250,001 or more	1,751	1,734	99.0%	15	0.9%	2	0.1%
Total	137,307	132,666	96.6%	3,418	2.5%	1,223	0.9%

Electronic Filers Paid Preparer							
Gross Income	All Families With Dependents	Families Reporting Presence of Coverage		Families Reporting Absence of Coverage		Families Not Responding	
	Count	Count	Share of Total	Count	Share of Total	Count	Share of Total
\$20,000 or less	38,573	34,147	88.5%	3,341	8.7%	1,085	2.8%
\$20,001 to \$30,000	29,206	25,500	87.3%	2,632	9.0%	1,074	3.7%
\$30,001 to \$40,000	27,551	24,130	87.6%	2,435	8.8%	986	3.6%
\$40,001 to \$50,000	23,252	20,785	89.4%	1,813	7.8%	654	2.8%
\$50,001 to \$60,000	20,849	19,072	91.5%	1,293	6.2%	484	2.3%
\$60,001 to \$70,000	20,013	18,658	93.2%	1,028	5.1%	327	1.6%
\$70,001 to \$80,000	19,082	17,954	94.1%	876	4.6%	252	1.3%
\$80,001 to \$90,000	17,220	16,339	94.9%	684	4.0%	197	1.1%
\$90,001 to \$100,000	15,386	14,675	95.4%	556	3.6%	155	1.0%
\$100,001 to \$125,000	28,227	27,192	96.3%	805	2.9%	230	0.8%
\$125,001 to \$150,000	15,936	15,382	96.5%	406	2.5%	148	0.9%
\$150,001 to \$175,000	8,961	8,623	96.2%	249	2.8%	89	1.0%
\$175,001 to \$200,000	5,510	5,307	96.3%	147	2.7%	56	1.0%
\$200,001 to \$250,000	5,929	5,747	96.9%	120	2.0%	62	1.0%
\$250,001 or more	11,403	11,035	96.8%	172	1.5%	196	1.7%
Total	287,098	264,546	92.1%	16,557	5.8%	5,995	2.1%

Analysis using Individual Income Tax Return Extract Data (N220), Iowa Department of Revenue

Notes: Families are grouped based on gross income reported on line 15 of the Iowa 1040. A taxpayer reporting dependents with and without coverage is included only in the absence of coverage group. The numbers include individual income tax returns through final review as of November 28, 2016, where all amended returns and those filed by non-residents are ignored.

Table 7: Dependent Health Care Coverage Reporting on Iowa Returns through Final Review by Federal Poverty Level, Tax Year 2015

All Resident Filers							
Gross Income	All Families with Dependents	Families Reporting Presence of Coverage		Families Reporting Absence of Coverage		Families Not Participating	
	Count	Count	Share of Total	Count	Share of Total	Count	Share of Total
Less than 133% FPL	77,316	70,288	90.9%	5,470	7.1%	1,558	2.0%
133-200% FPL	47,706	42,343	88.8%	3,978	8.3%	1,385	2.9%
200-300% of FPL	59,830	54,318	90.8%	3,837	6.4%	1,675	2.8%
300+% FPL	264,274	251,805	95.3%	7,846	3.0%	4,623	1.7%
Total	449,126	418,754	93.2%	21,131	4.7%	9,241	2.1%
Paper Filers							
Gross Income	All Families with Dependents	Families Reporting Presence of Coverage		Families Reporting Absence of Coverage		Families Not Participating	
	Count	Count	Share of Total	Count	Share of Total	Count	Share of Total
Less than 133% FPL	2,649	2,022	76.3%	346	13.1%	281	10.6%
133-200% FPL	1,970	1,572	79.8%	180	9.1%	218	11.1%
200-300% of FPL	2,997	2,527	84.3%	208	6.9%	262	8.7%
300+% FPL	17,105	15,421	90.2%	422	2.5%	1,262	7.4%
Total	24,721	21,542	87.1%	1,156	4.7%	2,023	8.2%
Electronic Filers							
Gross Income	All Families with Dependents	Families Reporting Presence of Coverage		Families Reporting Absence of Coverage		Families Not Participating	
	Count	Count	Share of Total	Count	Share of Total	Count	Share of Total
Less than 133% FPL	74,667	68,266	91.4%	5,124	6.9%	1,277	1.7%
133-200% FPL	45,736	40,771	89.1%	3,798	8.3%	1,167	2.6%
200-300% of FPL	56,833	51,791	91.1%	3,629	6.4%	1,413	2.5%
300+% FPL	247,169	236,384	95.6%	7,424	3.0%	3,361	1.4%
Total	424,405	397,212	93.6%	19,975	4.7%	7,218	1.7%

Analysis Using Individual Income Tax Return Extract Data (N220)

Iowa Department of Revenue

Note: In instances where a families report both coverage and absence of coverage the dependents are counted in absence of coverage.

Percentages may not add up to 100 percent due to rounding.

Table 8: Health Care Coverage Response on Electronically Filed U.S. 1040 Returns, Tax Year 2015

All Electronic Filers							
Gross Income	All Families With Dependents	Families Reporting Full-Year Coverage		Families Reporting Presence of Coverage (IA 1040)	Families Reporting Not Full-Year Coverage		Families Reporting Absence of Coverage (IA 1040)
	Count	Count	Share of Total	Share of Total	Count	Share of Total	Share of Total
\$20,000 or less	64,982	54,627	84.1%	91.1%	10,355	15.9%	6.6%
\$20,001 to \$30,000	46,280	38,006	82.1%	90.1%	8,274	17.9%	7.1%
\$30,001 to \$40,000	42,001	35,064	83.5%	90.1%	6,937	16.5%	7.2%
\$40,001 to \$50,000	34,143	29,412	86.1%	91.5%	4,731	13.9%	6.2%
\$50,001 to \$60,000	29,923	26,781	89.5%	93.0%	3,142	10.5%	5.1%
\$60,001 to \$70,000	28,297	26,142	92.4%	94.4%	2,155	7.6%	4.2%
\$70,001 to \$80,000	26,594	25,221	94.8%	95.2%	1,373	5.2%	3.7%
\$80,001 to \$90,000	24,289	23,420	96.4%	96.0%	869	3.6%	3.1%
\$90,001 to \$100,000	21,864	21,314	97.5%	96.3%	550	2.5%	2.8%
\$100,001 to \$125,000	40,799	40,037	98.1%	97.1%	762	1.9%	2.2%
\$125,001 to \$150,000	23,233	22,923	98.7%	97.3%	310	1.3%	2.0%
\$150,001 to \$175,000	12,928	12,790	98.9%	97.1%	138	1.1%	2.1%
\$175,001 to \$200,000	7,831	7,719	98.6%	97.0%	112	1.4%	2.1%
\$200,001 to \$250,000	8,087	7,988	98.8%	97.5%	99	1.2%	1.7%
\$250,001 or more	13,154	12,983	98.7%	97.1%	171	1.3%	1.4%
Total	424,405	384,427	90.6%	93.6%	39,978	9.4%	4.7%

Electronic Filers Self-Prepared							
Gross Income	All Families With Dependents	Families Reporting Full-Year Coverage		Families Reporting Presence of Coverage (IA 1040)	Families Reporting Not Full-Year Coverage		Families Reporting Absence of Coverage (IA 1040)
	Count	Count	Share of Total	Share of Total	Count	Share of Total	Share of Total
\$20,000 or less	26,409	22,992	87.1%	94.9%	3,417	12.9%	3.7%
\$20,001 to \$30,000	17,074	14,544	85.2%	94.7%	2,530	14.8%	3.9%
\$30,001 to \$40,000	14,450	12,464	86.3%	94.8%	1,986	13.7%	4.0%
\$40,001 to \$50,000	10,891	9,719	89.2%	96.1%	1,172	10.8%	2.9%
\$50,001 to \$60,000	9,074	8,299	91.5%	96.5%	775	8.5%	2.5%
\$60,001 to \$70,000	8,284	7,782	93.9%	97.2%	502	6.1%	2.1%
\$70,001 to \$80,000	7,512	7,209	96.0%	97.9%	303	4.0%	1.6%
\$80,001 to \$90,000	7,069	6,898	97.6%	98.6%	171	2.4%	1.0%
\$90,001 to \$100,000	6,478	6,367	98.3%	98.6%	111	1.7%	1.0%
\$100,001 to \$125,000	12,572	12,392	98.6%	98.8%	180	1.4%	0.9%
\$125,001 to \$150,000	7,297	7,232	99.1%	99.0%	65	0.9%	0.8%
\$150,001 to \$175,000	3,967	3,951	99.6%	99.1%	16	0.4%	0.6%
\$175,001 to \$200,000	2,321	2,304	99.3%	98.7%	17	0.7%	0.7%
\$200,001 to \$250,000	2,158	2,147	99.5%	98.9%	11	0.5%	0.8%
\$250,001 or more	1,751	1,743	99.5%	99.0%	8	0.5%	0.9%
Total	137,307	126,043	91.8%	96.6%	11,264	8.2%	2.5%

Electronic Filers Paid Preparer							
Gross Income	All Families With Dependents	Families Reporting Full-Year Coverage		Families Reporting Presence of Coverage (IA 1040)	Families Reporting Not Full-Year Coverage		Families Reporting Absence of Coverage (IA 1040)
	Count	Count	Share of Total	Share of Total	Count	Share of Total	Share of Total
\$20,000 or less	38,573	31,635	82.0%	88.5%	6,938	18.0%	8.7%
\$20,001 to \$30,000	29,206	23,462	80.3%	87.3%	5,744	19.7%	9.0%
\$30,001 to \$40,000	27,551	22,600	82.0%	87.6%	4,951	18.0%	8.8%
\$40,001 to \$50,000	23,252	19,693	84.7%	89.4%	3,559	15.3%	7.8%
\$50,001 to \$60,000	20,849	18,482	88.6%	91.5%	2,367	11.4%	6.2%
\$60,001 to \$70,000	20,013	18,360	91.7%	93.2%	1,653	8.3%	5.1%
\$70,001 to \$80,000	19,082	18,012	94.4%	94.1%	1,070	5.6%	4.6%
\$80,001 to \$90,000	17,220	16,522	95.9%	94.9%	698	4.1%	4.0%
\$90,001 to \$100,000	15,386	14,947	97.1%	95.4%	439	2.9%	3.6%
\$100,001 to \$125,000	28,227	27,645	97.9%	96.3%	582	2.1%	2.9%
\$125,001 to \$150,000	15,936	15,691	98.5%	96.5%	245	1.5%	2.5%
\$150,001 to \$175,000	8,961	8,839	98.6%	96.2%	122	1.4%	2.8%
\$175,001 to \$200,000	5,510	5,415	98.3%	96.3%	95	1.7%	2.7%
\$200,001 to \$250,000	5,929	5,841	98.5%	96.9%	88	1.5%	2.0%
\$250,001 or more	11,403	11,240	98.6%	96.8%	163	1.4%	1.5%
Total	287,098	258,384	90.0%	92.1%	28,714	10.0%	5.8%

Analysis Using IRS1040 Data from Tax Year 2015, Iowa Department of Revenue

Notes: Families are grouped based on gross income reported on line 15 of the IA 1040.

If line 61 of U.S.1040 was left blank an assumption was made that not all dependents on the taxpayer's return had full year coverage.

Table 9: HF 2539 Program Costs For Tax Year 2015 Filing Season

<u>Expenses</u>	<u>Cost</u>
Postage	\$4,958
Printing	\$610
Staff Time	\$1,838
<u>Total Tax Year 2015</u>	<u>\$7,405</u>

Notes: Staff time includes estimates of the cost to the State for employees' time at IDR

Source: Iowa Department of Revenue Budget Expenditure Report

Table 10: Enrollees Attributed to Dependent Health Care Tracking Program, 2008-2012

<u>Tax Year</u>	<u>Number of Letters Mailed</u>	<u>Count of New Enrollees</u>	<u>Cost Per Enrollee</u>	
			<u>Tax Tracking Program</u>	<u>Other DHS Programs</u>
2008	57,212	471	\$83.16	\$51.17
2009	37,199	383	\$82.80	\$47.99
2010	23,758	311	\$34.70	\$43.52
2011	21,049	112	\$89.04	\$31.52
2012	23,969	122	\$72.79	\$10.62

Source: Tax Years 2008 through 2012 IDR Report on Dependent Health Care Coverage

Appendix to the Report on Dependent Health Care Coverage in Iowa

Includes:

Sample Tax Year 2015 letter for households indicating dependents without health care coverage and falling below specified income thresholds

Tax Year 2015 Iowa Individual Income Tax Form 1040

Tax Year 2015 U. S. Individual Income Tax Form 1040

DATE

TAXPAYER NAME
ADDRESS 1
ADDRESS 2

On your Iowa income tax return, you indicated you have one or more children who do not have health care coverage. Children without health care coverage may be eligible to receive health care coverage from the State of Iowa through the Medicaid program or the *hawk-i* (Healthy and Well Kids in Iowa) program.

Are my children eligible?

The Iowa Department of Human Services will make this determination.

Where do I find more information?

Visit www.hawk-i.org for information on *hawk-i* or contact *hawk-i* Customer Service at 1-800-257-8563.

What must I do to apply?

If you believe one or more children are eligible for health care coverage under either the Medicaid or *hawk-i* program, within 90 days you must complete the online application available at www.hawk-i.org. You can also request a paper application by calling *hawk-i* Customer Service at 1-800-257-8563.

Mail the completed application to Hawk-i Program, PO Box 71336, Des Moines IA 50325-9958.

What if I have questions?

If you have any questions, please contact *hawk-i* Customer Service at 1-800-257-8563.

2015 IA 1040 Iowa Individual Income Tax Form

For fiscal year beginning ___/___/2015 and ending ___/___/___

Step 1: Fill in all spaces. You must fill in your Social Security Number (SSN).

Your last name _____ Your first name/middle initial _____

Spouse's last name _____ Spouse's first name/middle initial _____

Current mailing address (number and street, apartment, lot, or suite number) or PO Box _____

City, State, ZIP _____

Spouse SSN *	Your SSN *	Email Address:
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Step 2 Filing Status: Mark one box only. Single: Were you claimed as a dependent on another person's Iowa return? Yes No * Check this box if you or your spouse were 65 or older as of 12/31/15.

2 Married filing a joint return. (Two-income families may benefit by using status 3 or 4.) Residence on 12/31/15: County No. * _____ School District No. * _____

3 Married filing separately on this combined return. Spouse use column B. Dependent children for whom an exemption is claimed in Step 3: How many have health care coverage? (including Medicaid or hawk-i) _____ * How many do not have health care coverage? _____ *

4 Married filing separate returns. Spouse's name: _____ SSN: _____ Net Income: \$ _____

5 Head of household with qualifying person. If qualifying person is not claimed as a dependent on this return, enter the person's name and SSN below.

6 Qualifying Widow(er) with dependent child. Name: _____ SSN: _____

Step 3 Exemptions

	B. Spouse (Filing Status 3 ONLY)	A. You or Joint
a. Personal Credit: Col. A: Enter 1 (enter 2 if filing status 2 or 5); Col. B: Enter 1 if filing status 3	▲ _____ X \$ 40 = \$ _____	▲ _____ X \$ 40 = \$ _____
b. Enter 1 for each taxpayer who is 65 or older and/or 1 for each taxpayer who is blind	▲ _____ X \$ 20 = \$ _____	▲ _____ X \$ 20 = \$ _____
c. Dependents: Enter 1 for each dependent	▲ _____ X \$ 40 = \$ _____	▲ _____ X \$ 40 = \$ _____
d. Enter first names of dependents here _____	e. Total \$ _____	e. Total \$ _____

Step 4 Reportable Social Security Benefits as calculated on line 11 of Iowa social security worksheet

	B. Spouse/Status 3 ▲	A. You or Joint ▲
B. Spouse/Status 3	_____	_____
A. You or Joint	_____	_____

Step 5 Gross Income	B. Spouse/Status 3	A. You or Joint	B. Spouse/Status 3	A. You or Joint
1. Wages, salaries, tips, etc. 1.	_____	_____	_____	_____
2. Taxable interest income. If more than \$1,500, complete Sch. B. 2.	_____	_____	_____	_____
3. Ordinary dividend income. If more than \$1,500, complete Sch. B. 3.	_____	_____	_____	_____
4. Alimony received. 4.	_____	_____	_____	_____
5. Business income/(loss) from federal Schedule C or C-EZ. 5.	_____	_____	_____	_____
6. Capital gain/(loss), federal Sch. D if required for federal purposes. 6.	_____	_____	_____	_____
7. Other gains/(losses) from federal form 4797. 7.	_____	_____	_____	_____
8. Taxable IRA distributions. 8.	_____	_____	_____	_____
9. Taxable pensions and annuities. 9.	_____	_____	_____	_____
10. Rents, royalties, partnerships, estates, etc. 10.	_____	_____	_____	_____
11. Farm income/(loss) from federal Schedule F. 11.	_____	_____	_____	_____
12. Unemployment compensation. See instructions. 12.	_____	_____	_____	_____
13. Gambling winnings. 13.	_____	_____	_____	_____
14. Other income, bonus depreciation, and section 179 adjustment. 14.	_____	_____	_____	_____
15. Gross income. Add lines 1-14. 15.	_____	_____	_____	_____

NOTE: Use only blue or black ink, no pencils or red ink.

Step 6 Adjustments to Income	B. Spouse/Status 3	A. You or Joint	B. Spouse/Status 3	A. You or Joint
16. Payments to an IRA, Keogh, or SEP. 16.	_____	_____	_____	_____
17. Deductible part of self-employment tax. 17.	_____	_____	_____	_____
18. Health insurance deduction. 18.	_____	_____	_____	_____
19. Penalty on early withdrawal of savings. 19.	_____	_____	_____	_____
20. Alimony paid. 20.	_____	_____	_____	_____
21. Pension/retirement income exclusion. 21.	_____	_____	_____	_____
22. Moving expense deduction from federal form 3903. 22.	_____	_____	_____	_____
23. Iowa capital gain deduction; certain sales only. Include IA 100. 23.	_____	_____	_____	_____
24. Other adjustments. 24.	_____	_____	_____	_____
25. Total adjustments. Add lines 16-24. 25.	_____	_____	_____	_____
26. Net income. Subtract line 25 from line 15. 26.	_____	_____	_____	_____

Step 7 Federal Tax Addition and Deduction	B. Spouse/Status 3	A. You or Joint	B. Spouse/Status 3	A. You or Joint
27. Federal income tax refund/overpayment received in 2015. 27.	_____	_____	_____	_____
28. Self-employment/household employment/other federal taxes. 28.	_____	_____	_____	_____
29. Addition for federal taxes. Add lines 27 and 28. 29.	_____	_____	_____	_____
30. Total. Add lines 26 and 29. 30.	_____	_____	_____	_____
31. Federal tax withheld. 31.	_____	_____	_____	_____
32. Federal estimated tax payments made in 2015. 32.	_____	_____	_____	_____
33. Additional federal tax paid in 2015 for 2014 and prior years. 33.	_____	_____	_____	_____
34. Deduction for federal taxes. Add lines 31, 32, and 33. 34.	_____	_____	_____	_____
35. Balance. Subtract line 34 from line 30. Enter here and on line 36, page 2. 35.	_____	_____	_____	_____



2015 IA 1040, page 2

		B. Spouse/Status 3	A. You or Joint	B. Spouse/Status 3	A. You or Joint
Step 8 Taxable Income	36. BALANCE. From side 1, line 35.....			.00	.00
	37. Deduction. Check one box <input type="checkbox"/> Itemized (Include IA Schedule A) <input type="checkbox"/> Standard <input type="checkbox"/>			.00	.00
	38. TAXABLE INCOME. SUBTRACT line 37 from line 36.....			.00	.00
Step 9 Tax, Credits, and Check- off Contribu- tions	39. Tax from tables or alternate tax.....	.00	.00		
	40. Iowa lump-sum tax. 25% of federal tax from form 4972.....	.00	.00		
	41. Iowa alternative minimum tax. Include IA 6251.....	.00	.00		
	42. Total tax. ADD lines 39, 40, and 41.....	.00	.00		
	43. Total exemption credit amount(s) from Step 3, side 1.....	.00	.00		
	44. Tuition and textbook credit for dependents K-12.....	.00	.00		
	45. Volunteer firefighter/EMS/reserve peace officer credit.....	.00	.00		
	46. Total credits. ADD lines 43, 44, and 45.....	.00	.00		
	47. BALANCE. SUBTRACT line 46 from line 42. If less than zero, enter zero.....	.00	.00		
	48. Credit for nonresident or part-year resident. Include IA 126 and federal return.....	.00	.00		
	49. BALANCE. SUBTRACT line 48 from 47. If less than zero, enter zero.....	.00	.00		
	50. Out-of-state tax credit. Include IA 130.....	.00	.00		
	51. BALANCE. SUBTRACT line 50 from 49. If less than zero, enter zero.....	.00	.00		
	52. Other nonrefundable Iowa credits. Include IA 148 Tax Credits Schedule.....	.00	.00		
	53. BALANCE. SUBTRACT line 52 from line 51. If less than zero, enter zero.....	.00	.00		
	54. School district surtax or EMS surtax. Take percentage from table; multiply by line 53.....	.00	.00		
	55. Total state and local tax. ADD lines 53 and 54.....	.00	.00		
	56. TOTAL state and local tax before contributions. Combine columns A and B on line 55 and enter here.....	.00	.00		
	57. Contributions will reduce your refund or add to the amount you owe. Amounts must be in whole dollars. Fish/Wildlife 57a: <input type="checkbox"/> State Fair 57b: <input type="checkbox"/> Firefighters/Veterans 57c: <input type="checkbox"/> Child abuse Prevention 57d: <input type="checkbox"/> Enter here.....			.00	.00
	58. TOTAL STATE AND LOCAL TAX, AND CONTRIBUTIONS. Add line 56 and line 57 and enter here.....			.00	.00
Step 10 Credits	59. Iowa Fuel tax credit. Include IA 4136.....	.00	.00		
	60. Check One: Child and dependent care credit <input type="checkbox"/> OR Early childhood development credit <input type="checkbox"/>	.00	.00		
	61. Iowa earned income tax credit. 15.0% (.15) of federal credit.....	.00	.00		
	62. Other refundable credits. Include IA 148 Tax Credits Schedule.....	.00	.00		
	63. Total refundable Iowa credits. ADD lines 59 - 62.....	.00	.00		
	64. RESERVED FOR FUTURE USE.....	0	0		
	65. Taxpayers trust fund tax credit. The credit for 2015 is \$0.....	0	0		
	66. Iowa income tax withheld.....	.00	.00		
	67. Estimated and voucher payments made for tax year 2015.....	.00	.00		
	68. TOTAL. ADD lines 63, 65, 66, and 67.....	.00	.00		
	69. TOTAL CREDITS. ADD columns A and B on line 68 and enter here.....			.00	.00
Step 11 Refund or Amount Due	70. If line 69 is more than line 58, Subtract line 58 from line 69. This is the amount you overpaid.....			.00	.00
	71. Amount of line 70 to be REFUNDED.....			REFUND	.00
	For a faster refund file electronically. Go to https://tax.iowa.gov for details				
	72. Amount of line 70 to be applied to your 2016 estimated tax.....	.00	.00		
	73. If line 69 is less than line 58, Subtract line 69 from line 58. This is the AMOUNT OF TAX YOU OWE.....			.00	.00
	74. Penalty for underpayment of estimated tax from IA 2210, IA 2210S, or IA 2210F. Check if annualized income method is used. <input type="checkbox"/>			.00	.00
	75. Penalty and interest <input type="checkbox"/> 75a. Penalty <input type="checkbox"/> 75b. Interest <input type="checkbox"/> ADD. Enter total.....	.00	.00		.00
	76. TOTAL AMOUNT DUE. ADD lines 73, 74, and 75. Enter here.....			PAY THIS AMOUNT	.00
Step 12	Political Checkoff - This checkoff does not increase the amount of tax you owe or decrease your refund.	\$1.50 to Democratic Party	\$1.50 to Democratic Party		
	<input type="checkbox"/> Spouse \$1.50 to Republican Party		<input type="checkbox"/> Yourself \$1.50 to Republican Party		
	<input type="checkbox"/> \$1.50 to Campaign Fund		<input type="checkbox"/> \$1.50 to Campaign Fund		

Step 13 I (We), the undersigned, declare under penalty of perjury that I (we) have examined this return, including all accompanying schedules and statements, and, to the best of my (our) knowledge and belief, it is a true, correct, and complete return. Declaration of preparer (other than taxpayer) is based on all information of which the preparer has any knowledge.

SIGN HERE	Your Signature	Date	<input type="checkbox"/> Check if Deceased	Date of Death	Preparer's Signature	Date
SIGN HERE	Spouse's Signature	Date	<input type="checkbox"/> Check if Deceased	Date of Death	Preparer's PTIN	Firm's FEIN
	Daytime Telephone Number				Daytime Telephone Number	



This return is due May 2, 2016. Please sign, enclose W-2s, and verify 8878c. You can pay online at <https://tax.iowa.gov>
 Make check payable to Treasurer, State of Iowa.
 MAILING ADDRESS: Iowa Income Tax Document Processing,
 PO BOX 8187, Des Moines IA 50306-8187.
 41-001 (09/02/15)

For the year Jan. 1–Dec. 31, 2015, or other tax year beginning _____, 2015, ending _____, 20

Your first name and initial _____ Last name _____

If a joint return, spouse's first name and initial _____ Last name _____

Home address (number and street). If you have a P.O. box, see instructions. _____ Apt. no. _____

City, town or post office, state, and ZIP code. If you have a foreign address, also complete spaces below (see instructions).

Foreign country name _____ Foreign province/state/country _____ Foreign postal code _____

See separate instructions.
Your social security number _____
Spouse's social security number _____

▲ Make sure the SSN(s) above and on line 6c are correct.

Presidential Election Campaign
Check here if you, or your spouse if filing jointly, want \$3 to go to this fund. Checking a box below will not change your tax or refund. You Spouse

Filing Status

1 Single
2 Married filing jointly (even if only one had income)
3 Married filing separately. Enter spouse's SSN above and full name here. ▶
4 Head of household (with qualifying person). (See instructions.) If the qualifying person is a child but not your dependent, enter this child's name here. ▶
5 Qualifying widow(er) with dependent child

Check only one box.

Exemptions

6a Yourself. If someone can claim you as a dependent, do not check box 6a
b Spouse

c Dependents:		(2) Dependent's social security number	(3) Dependent's relationship to you	(4) <input type="checkbox"/> If child under age 17 qualifying for child tax credit (see instructions)
(1) First name	Last name			
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>

If more than four dependents, see instructions and check here

d Total number of exemptions claimed

Boxes checked on 6a and 6b
No. of children on 6c who:
• lived with you
• did not live with you due to divorce or separation (see instructions)
Dependents on 6c not entered above
Add numbers on lines above ▶

Income

7	Wages, salaries, tips, etc. Attach Form(s) W-2	7	
8a	Taxable interest. Attach Schedule B if required	8a	
b	Tax-exempt interest. Do not include on line 8a	8b	
9a	Ordinary dividends. Attach Schedule B if required	9a	
b	Qualified dividends	9b	
10	Taxable refunds, credits, or offsets of state and local income taxes	10	
11	Alimony received	11	
12	Business income or (loss). Attach Schedule C or C-EZ	12	
13	Capital gain or (loss). Attach Schedule D if required. If not required, check here ▶ <input type="checkbox"/>	13	
14	Other gains or (losses). Attach Form 4797	14	
15a	IRA distributions	15a	
b	Taxable amount	15b	
16a	Pensions and annuities	16a	
b	Taxable amount	16b	
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	17	
18	Farm income or (loss). Attach Schedule F	18	
19	Unemployment compensation	19	
20a	Social security benefits	20a	
b	Taxable amount	20b	
21	Other income. List type and amount	21	
22	Combine the amounts in the far right column for lines 7 through 21. This is your total income ▶	22	

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

If you did not get a W-2, see instructions.

Adjusted Gross Income

23	Educator expenses	23	
24	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ	24	
25	Health savings account deduction. Attach Form 8889	25	
26	Moving expenses. Attach Form 3903	26	
27	Deductible part of self-employment tax. Attach Schedule SE	27	
28	Self-employed SEP, SIMPLE, and qualified plans	28	
29	Self-employed health insurance deduction	29	
30	Penalty on early withdrawal of savings	30	
31a	Alimony paid b Recipient's SSN ▶ _____	31a	
32	IRA deduction	32	
33	Student loan interest deduction	33	
34	Tuition and fees. Attach Form 8917	34	
35	Domestic production activities deduction. Attach Form 8903	35	
36	Add lines 23 through 35	36	
37	Subtract line 36 from line 22. This is your adjusted gross income ▶	37	

38	Amount from line 37 (adjusted gross income)		38	
39a	Check <input type="checkbox"/> You were born before January 2, 1950, <input type="checkbox"/> Blind. Total boxes checked ▶ 39a			
	it: <input type="checkbox"/> Spouse was born before January 2, 1950, <input type="checkbox"/> Blind.			
b	If your spouse itemizes on a separate return or you were a dual-status alien, check here ▶ 39b <input type="checkbox"/>			

Tax and Credits	40	Itemized deductions (from Schedule A) or your standard deduction (see left margin)	40	
	41	Subtract line 40 from line 38	41	
	42	Exemptions. If line 38 is \$152,525 or less, multiply \$3,950 by the number on line 6d. Otherwise, see instructions	42	
	43	Taxable income. Subtract line 42 from line 41. If line 42 is more than line 41, enter -0-	43	
	44	Tax (see instructions). Check if any from: a <input type="checkbox"/> Form(s) 8814 b <input type="checkbox"/> Form 4972 c <input type="checkbox"/>	44	
	45	Alternative minimum tax (see instructions). Attach Form 6251	45	
	46	Excess advance premium tax credit repayment. Attach Form 8962	46	
	47	Add lines 44, 45, and 46 ▶	47	
	48	Foreign tax credit. Attach Form 1116 if required	48	
	49	Credit for child and dependent care expenses. Attach Form 2441	49	
	50	Education credits from Form 8863, line 19	50	
	51	Retirement savings contributions credit. Attach Form 8880	51	
	52	Child tax credit. Attach Schedule 8812, if required	52	
	53	Residential energy credits. Attach Form 5695	53	
	54	Other credits from Form: a <input type="checkbox"/> 3800 b <input type="checkbox"/> 8801 c <input type="checkbox"/>	54	
	55	Add lines 48 through 54. These are your total credits	55	
	56	Subtract line 55 from line 47. If line 55 is more than line 47, enter -0- ▶	56	

Other Taxes	57	Self-employment tax. Attach Schedule SE	57	
	58	Unreported social security and Medicare tax from Form: a <input type="checkbox"/> 4137 b <input type="checkbox"/> 8919	58	
	59	Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required	59	
	60a	Household employment taxes from Schedule H	60a	
	b	First-time homebuyer credit repayment. Attach Form 5405 if required	60b	
	61	Health care: individual responsibility (see instructions) Full-year coverage <input type="checkbox"/>	61	
	62	Taxes from: a <input type="checkbox"/> Form 8959 b <input type="checkbox"/> Form 8960 c <input type="checkbox"/> Instructions; enter code(s)	62	
	63	Add lines 56 through 62. This is your total tax ▶	63	

Payments	64	Federal income tax withheld from Forms W-2 and 1099	64	
	65	2014 estimated tax payments and amount applied from 2013 return	65	
	66a	Earned income credit (EIC)	66a	
	b	Nontaxable combat pay election 66b		
	67	Additional child tax credit. Attach Schedule 8812	67	
	68	American opportunity credit from Form 8863, line 8	68	
	69	Net premium tax credit. Attach Form 8962	69	
	70	Amount paid with request for extension to file	70	
	71	Excess social security and tier 1 RRTA tax withheld	71	
	72	Credit for federal tax on fuels. Attach Form 4136	72	
	73	Credits from Form: a <input type="checkbox"/> 2439 b <input type="checkbox"/> Refined c <input type="checkbox"/> Refined d <input type="checkbox"/>	73	
	74	Add lines 64, 65, 66a, and 67 through 73. These are your total payments ▶	74	

Refund	75	If line 74 is more than line 63, subtract line 63 from line 74. This is the amount you overpaid	75	
	76a	Amount of line 75 you want refunded to you . If Form 8888 is attached, check here ▶ <input type="checkbox"/>	76a	
	b	Routing number <input type="text"/> ▶ c Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings		
	d	Account number <input type="text"/>		
	77	Amount of line 75 you want applied to your 2015 estimated tax ▶	77	

Amount You Owe	78	Amount you owe. Subtract line 74 from line 63. For details on how to pay, see instructions ▶	78	
	79	Estimated tax penalty (see instructions)	79	

Third Party Designee	Do you want to allow another person to discuss this return with the IRS (see instructions)? <input type="checkbox"/> Yes. Complete below. <input type="checkbox"/> No		
Designee's name ▶	Phone no. ▶	Personal identification number (PIN) ▶	

Sign Here	Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.			
Joint return? See instructions. Keep a copy for your records.	Your signature	Date	Your occupation	Daytime phone number
	Spouse's signature. If a joint return, both must sign.	Date	Spouse's occupation	If the IRS sent you an Identity Protection PIN, enter it here (see inst.)

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶	Firm's EIN ▶			
	Firm's address ▶	Phone no.			