



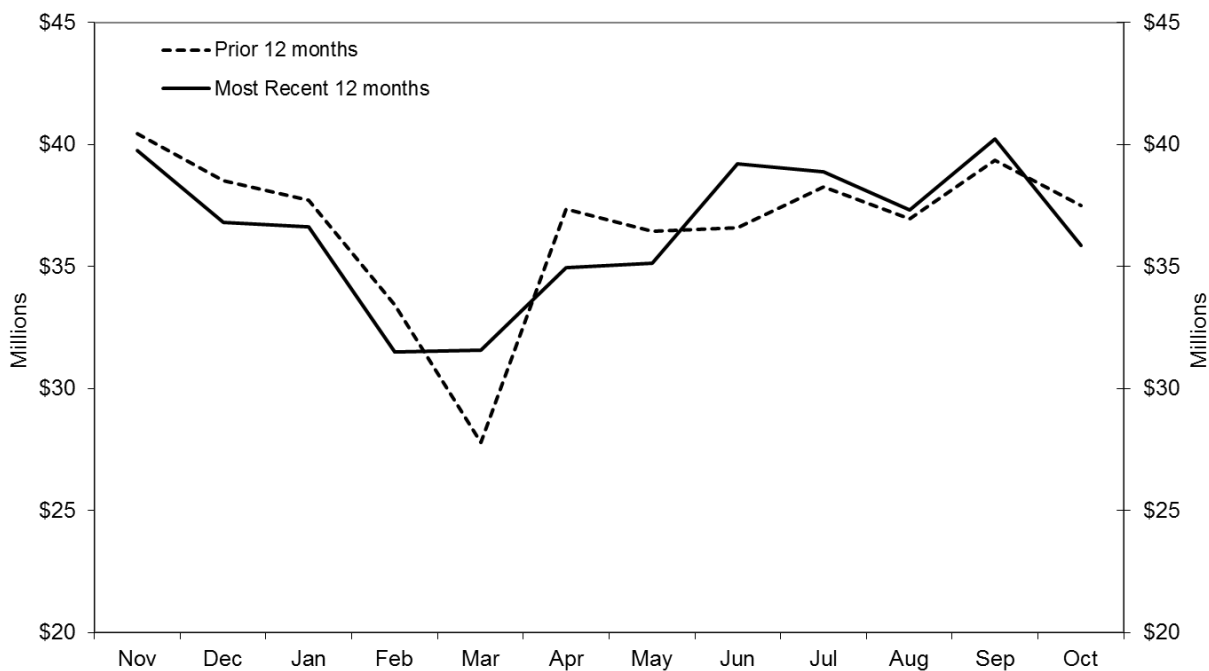
## Fuel Tax Monthly Report for October 2012

The Iowa Fuel Tax Monthly Report presents the gross gallons of fuel delivered by Iowa licensed Suppliers, Blenders, Importers, Restrictive Suppliers, and Liquefied Petroleum Gas/Compressed Natural Gas Dealers and Users. The report captures information on a monthly basis and is made available on the Motor Fuel page of the Iowa Department of Revenue website at <http://www.iowa.gov/tax/forms/motor.html#Monthly>. The report is available no later than the last working day of the month following the tax period covered by the report. For example, the report containing information for the July 1 to July 31 tax period will be available by August 31.

The first page of the report shows monthly collections for eight fuel types as well as collections from prior tax periods reported as accounts receivable. Fiscal Year-To-Date and Prior Fiscal Year-To-Date collections, refunds and credits, and collections less refunds and credits are also provided, along with the percent change between the two years. Refund claims can be filed throughout the year, while credits are claimed only once a year on annual income tax returns.

Comparing monthly numbers across the last 24 months, Figure 1 shows that in October net collections in the current year dropped below the year earlier amount after four months of exceeding prior year collections. The drop was driven by a 9 percent decline in taxable gasoline gallons compared to last October.

**Figure 1. Iowa Monthly Fuel Tax Collections Less Refunds and Credits: Most Recent 12 Months Compared to Prior 12 Months for October 2012**



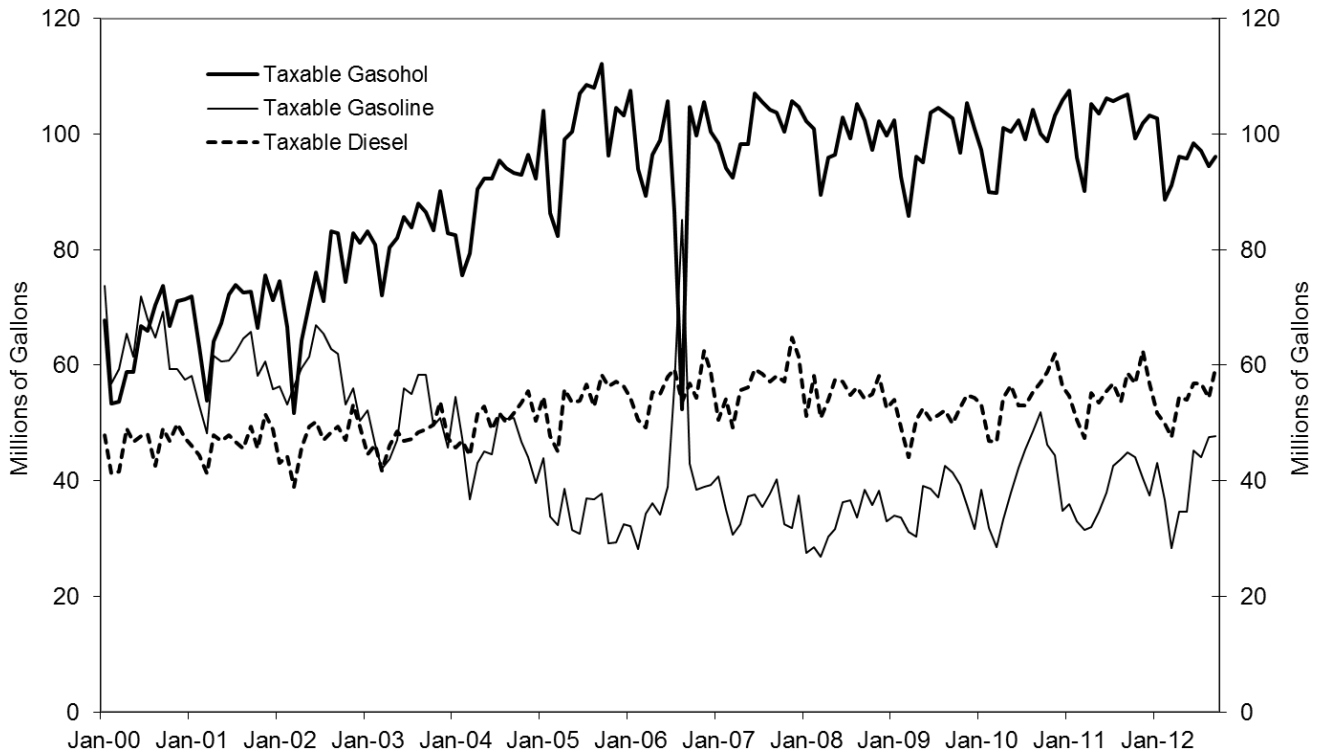
Source: Iowa Department of Revenue

The second page of the report displays gross gallons and taxable gallons by fuel type for Motor Fuel, Special Fuel, and Liquefied Petroleum Gas & Compressed Natural Gas. The main factor in the difference between gross and taxable amounts is exported gallons - where Iowa exports well over half of the gasohol (ethanol-blended fuel) produced in the state.

The gallon amounts contained in this report are from the Supplier/Terminal or "Rack" level. Further blending of the products may occur throughout the different levels of the fuel distribution chain. This is the case for most E85 gallons, which is why the gallons reported do not reflect actual retail gallons sold in Iowa. Please see the quarterly E85 retail report for those amounts, located on the website previously referenced.

In 2000, taxable sales of gasohol and gasoline were roughly equal. Figure 2 shows that over the next six years, demand shifted toward gasohol sales which rose to over two-thirds of gallons sold, except for August 2006 when a temporary price shift drove a brief change in demand. The monthly distribution of gallons between gasohol and gasoline has averaged 73% since 2007. In October, the distribution rose to 71.1% gasohol after two months at historic lows. Total motor fuel taxable gallons increased 9% over the last decade while taxable diesel gallons have increased 18%.

**Figure 2. Iowa Monthly Taxable Gasohol, Gasoline, and Diesel Gallons: January 2000-October 2012**



Source: Iowa Department of Revenue

The report also shows a breakdown of the refund dollar amounts by claim type for the month. Refunds are claimed against taxes paid on fuel that is used for non-taxable purposes, such as agricultural or commercial non-highway uses. Refunds are also claimed for Excess Tax on Gasohol and Denaturing Alcohol. The excess tax on gasohol refund results when the blender purchases gasoline taxed at 21 cents per gallon and collects tax on the resulting gasohol at 19 cents per gallon; therefore, the additional 2 cents paid on the gasoline is eligible for refund. The denaturing alcohol refund applies when the denaturant (gasoline) taxed at 21 cents per gallon is blended with food grade alcohol to produce ethanol. A full refund of the denaturant is eligible for a refund. When a refund of Iowa fuel tax is granted, those gallons become subject to Iowa sales tax, unless a sales tax exemption applies. Sales tax collected on those gallons is included at the bottom of the second page.

**Iowa Department of Revenue**  
**Fuel Tax Monthly Report**  
**For Gallons Reported on Returns Filed in October 2012**

**MOTOR FUEL**

Detailed Collections	Gasoline	Gasohol	E85	Aviation Gasoline
	\$7,897,930	\$17,610,417	\$26,903	\$12,642
<b>Collections</b>	Total Remitted	\$25,547,892		
<b>Permit Refunds</b>	Total Refunded	\$2,167,644		
		<b>Current Month</b>	<b>Fiscal YTD</b>	<b>Prior FYTD</b>
<b>Collections Less Permit Refunds</b>		\$23,380,248	\$101,892,234	\$101,759,671
				<b>Change</b>
				0.13%

**SPECIAL FUEL**

Detailed Collections	Aviation Jet	Diesel			
	\$90,422	\$12,515,165			
<b>Collections</b>	Total Remitted	\$12,605,587			
<b>Permit Refunds</b>	Total Refunded	\$132,414			
		<b>Current Month</b>	<b>Fiscal YTD</b>	<b>Prior FYTD</b>	<b>Change</b>
<b>Collections Less Permit Refunds</b>		\$12,473,173	\$50,532,886	\$50,374,253	0.31%

**LPG and CNG**

Detailed Collections	Liquid Petroleum Gas	Compressed Natural Gas			
	\$12,528	\$844			
<b>Collections</b>	Total Remitted	\$13,372			
<b>Permit Refunds</b>	Total Refunded	\$2,224			
		<b>Current Month</b>	<b>Fiscal YTD</b>	<b>Prior FYTD</b>	<b>Change</b>
<b>Collections Less Permit Refunds</b>		\$11,148	\$54,597	\$68,516	-20.32%

**MISC. & ACCOUNTS RECEIVABLE**

Detailed Collections	Miscellaneous	Accounts Receivable			
	\$0	\$209			
<b>Collections</b>	Total Remitted	\$209			
		<b>Current Month</b>	<b>Fiscal YTD</b>	<b>Prior FYTD</b>	<b>Change</b>
<b>Misc. &amp; Account Receivable</b>		\$209	\$7,582	\$10,300	-26.39%

**TOTAL**

Collections	Current Month	Fiscal YTD	Prior FYTD	Change
	\$38,167,060	\$161,826,201	\$168,105,404	-3.74%
<b>Refunds</b>				
<b>Permit Refunds Including Interest</b>	\$2,302,282			
<b>Motor Fuel Individual/Corporate Credits</b>	\$22,721			
<b>Total Refunds and Credits</b>	\$2,325,003	\$9,559,520	\$16,079,411	-40.55%
<b>Collections Less Permit Refunds and Credits</b>	\$35,842,057	\$152,266,681	\$152,025,993	0.16%

**Iowa Department of Revenue**  
**Fuel Tax Monthly Report**  
**For Gallons Reported on Returns Filed in October 2012**

**MOTOR FUEL GALLONS SUMMARY**

	Gasoline	Gasohol	E85*	Aviation Gas	Motor Fuel Total
Gross Gallons Received	47,886,719	241,527,000	159,481	175,533	289,748,733
Exported Gallons	9,767,879	147,585,969	15,944	15,500	157,385,292
Distribution Allowance	606,952	1,494,494	2,296	2,400	2,106,142
Total Taxable Gallons	37,511,888	92,446,537	141,241	157,633	130,257,299
Remitted	\$7,897,930	\$17,610,417	\$26,903	\$12,642	\$25,547,892

\*E85 gallons are not actual retail gallons. See quarterly E85 retail report for actual gallons

**SPECIAL FUEL GALLONS SUMMARY**

	Aviation Jet	Diesel	Special Fuel Total
Gross Gallons Received	3,517,960	70,695,655	74,213,615
Exported Gallons	493,734	14,848,913	15,342,647
Distribution Allowance	17,845	367,605	385,450
Total Taxable Gallons	3,006,381	55,479,137	58,485,518
Remitted	\$90,422	\$12,515,165	\$12,605,587

**LPG & CNG GALLONS SUMMARY**

	Liquid Petroleum Gas	Compressed Natural Gas	LPG & CNG Total
Total Taxable Gallons	66,015	5,138	71,153
Remitted	\$12,528	\$844	\$13,372

**REFUND SUMMARY****DOLLARS**

Number of Claims	Permit Type	Motor Fuel	Special Fuel	LPG & CNG	Interest Paid	Total
34	Agricultural	3,118	4,006	0	0	7,124
5	Federal Government	5,012	328	0	0	5,340
13	State Government	14,093	169	0	0	14,262
218	Other Political	177,572	53,174	2,224	0	232,970
1	Native American	2,786	67	0	0	2,852
0	Contract Carrier	0	0	0	0	0
0	Commercial Fisherman	0	0	0	0	0
0	Home Heating	0	0	0	0	0
0	Extract of Nat'l Deposits	0	0	0	0	0
33	Denaturing Alcohol	1,764,546	0	0	0	1,764,546
83	Commercial	84,984	56,052	0	0	141,036
0	Refund Agent	0	0	0	0	0
8	Transport Diversions	7,928	18,618	0	0	26,546
0	Casualty Losses	0	0	0	0	0
0	Special Fuel Blending	0	0	0	0	0
11	Excess Tax on Gasohol	106,331	0	0	0	106,331
2	Excess Tax on E85	1,275	0	0	0	1,275
408	<b>TOTALS</b>	\$2,167,644	\$132,414	\$2,224	\$0	\$2,302,282

**GALLONS USED IN A MANNER EXEMPT FROM FUEL TAX**

Sales Tax      \$182,259