

FY 1996 Annual Report

Iowa Department of Revenue and Finance

TABLE OF CONTENTS

| | |
|---|-----------|
| <u>DEPARTMENT GOALS</u> | <u>3</u> |
| <u>MAJOR ACCOMPLISHMENTS</u> | <u>4</u> |
| <u>GROSS TAX COLLECTIONS AND REFUNDS</u> | <u>5</u> |
| <u>GROSS COLLECTIONS, REFUNDS AND NET COLLECTIONS</u> | <u>6</u> |
| <u>FY 96 REVENUE SOURCES</u> | <u>7</u> |
| <u>NON-COMPLIANCE COLLECTIONS</u> | <u>8</u> |
| <u>GROSS TAX COLLECTIONS</u> | <u>9</u> |
| <u>FIVE-YEAR TREND</u> | <u>10</u> |
| <u>PAYROLL FACTS AND FIGURES</u> | <u>11</u> |
| <u>HOTEL/MOTEL TAX DISTRIBUTION</u> | <u>12</u> |
| <u>LOCAL OPTION SALES TAX DISTRIBUTION</u> | <u>13</u> |
| <u>PROPERTY TAXES</u> | <u>15</u> |
| <u>LOCAL GOVERNMENT ASSISTANCE PROGRAMS</u> | <u>16</u> |
| <u>TAX DESCRIPTIONS</u> | <u>19</u> |
| <u>TAX HISTORY</u> | <u>23</u> |
| <u>REGION MAP</u> | <u>24</u> |
| <u>DEPARTMENT ADDRESS AND PHONE NUMBERS</u> | <u>25</u> |

November 28, 1996

The Honorable Terry Branstad
Governor, State of Iowa
State Capitol
Des Moines, Iowa

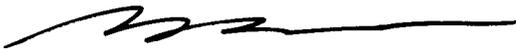
Governor Branstad:

I am once again pleased to submit the Annual Report of the Iowa Department of Revenue and Finance to you, the General Assembly and the taxpayers of Iowa. This report details the Department's activities and accomplishments while administering Iowa's tax laws and Iowa's financial management operations during the fiscal year ended June 30, 1996. Although this summary includes a brief discussion of the Iowa Lottery and its fundamental aims, a separate report prepared by the Lottery Division provides comprehensive information on that organization's fiscal activities.

The Department of Revenue and Finance continues to work toward the realization of many varied goals. The most important of these goals are to encourage voluntary compliance through continued taxpayer education and assistance; to enhance revenue collections from all sources; to promote and improve the financial management of state government; to increase the productivity of all operational phases; and to facilitate the professional growth of a dedicated staff.

As the Director of the Department, I remain committed to the equitable administration of Iowa's tax laws and the efficient collection of state tax revenues.

Sincerely,



G. D. Bair, Director
Iowa Department of Revenue and Finance

DEPARTMENT GOALS

*The Iowa Department of
Revenue and Finance strives to...*

collect all taxes due, but no more...

- The Department determines, assesses and collects revenue from 13 different state sources and three sources of local revenue taxes.
- Nearly 4 million documents are processed in a typical year.
- During “tax season” (January through April) the Department employs more than 100 temporary workers to assist in processing 1.3 million individual income tax returns.
- A total of 495 full time employees staff the central office, 11 in-state field offices and locations in eight other states.
- More than 15,000 sales and use tax permits are issued every year, and approximately 10,000 withholding tax agents are registered. In total, the Department issues in excess of 30,000 permits annually.

conduct the Iowa Lottery to maximize revenue...

- The Iowa Lottery Board and commissioner conduct games to raise funds for state purposes.
- Lottery sales totaled \$190 million in Fiscal Year 1996, with more than \$51 million raised for worthwhile state programs.

manage the state’s financial resources...

- The Department annually receives, disburses and monitors billions of dollars for the State of Iowa.

educate the taxpaying public about Iowa taxes...

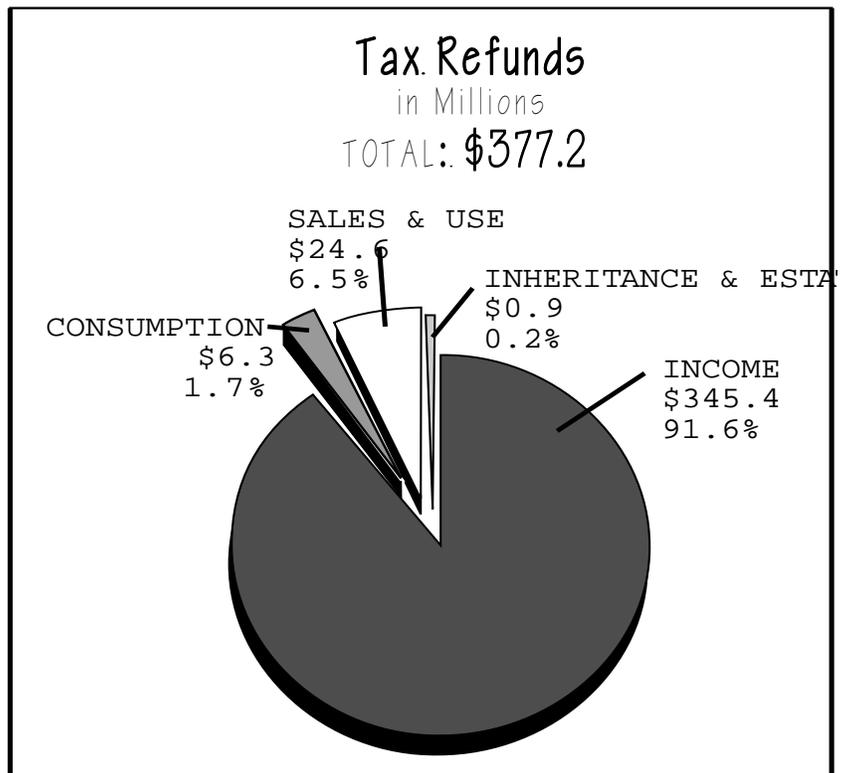
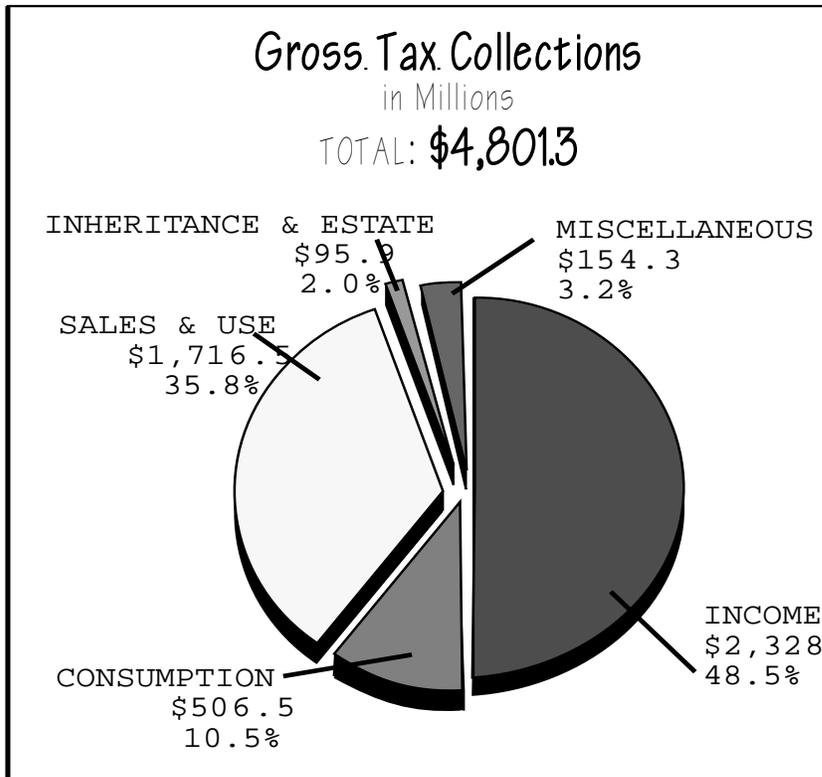
- Last year the Taxpayer Service Section responded to questions from and provided assistance to more than 575,000 taxpayers by phone, mail or in person.
- Taxpayer service specialists throughout the state gave more than 540 presentations to more than 10,000 people. In addition, they contacted more than 2,900 new businesses and local government offices.

MAJOR ACCOMPLISHMENTS

Fiscal Year 1996

- **Coordinated and managed the Electronic Income Tax Filing Program**
 - *more than 600 Iowa tax professionals participated*
 - *nearly 80,000 income tax returns received electronically*
 - *maintained 1.5 percent error rate on electronic returns vs. 10 percent error rate on paper returns*
- **Continued to design and build the Integrated Revenue Information System (IRIS)**
 - *Developed and implemented Motor Vehicle Fuel Tax Module*
 - *Completed design of Individual Income Tax Module*
 - *Initiated detailed design of Field Office of the Future*
- **Drafted and started implementation of “1996-2001 Strategic Plan”**
 - *set six broad-based goals: improve voluntary compliance; enhance collection services; improve accounting systems; analyze performance and measure results; improve tax return processing; and facilitate employee development*
 - *identified 20 highest-priority strategies and defined specific actions to meet our goals*
 - *established teams (involving more than 100 employees) to study processes and make recommendations*
- **Improved motor fuel tax processes and audit enforcement revenue**
 - *changed point of taxation for motor fuels to terminal rack effective January 1996, increasing net collections in calendar 1996 by \$10-15 million (projected)*
 - *implemented telefile system for motor fuel refund claims, eliminating paper claims and reducing average refund turnaround to 10 days*
 - *increased audit enforcement revenue by 10 percent to \$42.5 million*
- **Increased use of Electronic Funds Transfer for deposit of tax receipts**
 - *41 percent of all revenue collected by the Department was received by EFT*
 - *More than 50 percent (\$771,266,552) of income tax withholding deposits were made by EFT*
 - *Nearly 49 percent (\$744,853,135) of sales and use tax deposits were made by EFT*
 - *All revenue (\$212,336,777) from Motor Vehicle Use Tax & Title Surcharge is paid by EFT*

GROSS TAX COLLECTIONS AND REFUNDS



GROSS COLLECTIONS, REFUNDS AND NET COLLECTIONS

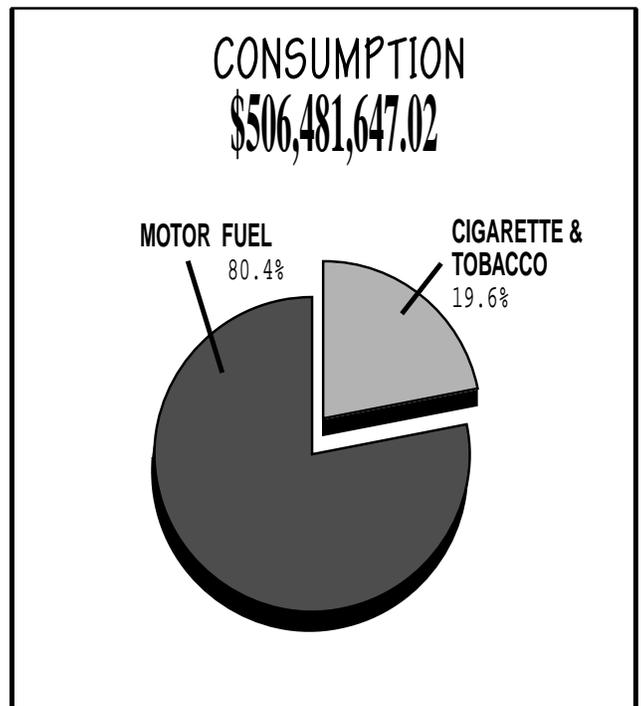
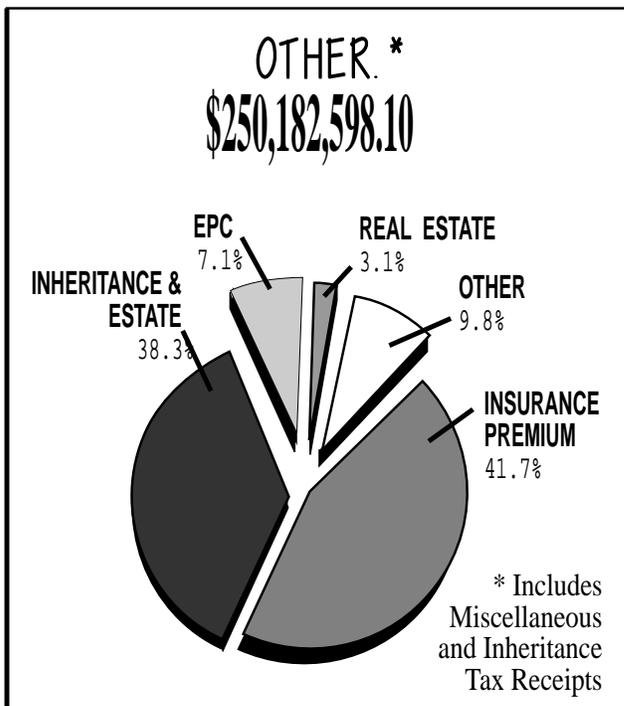
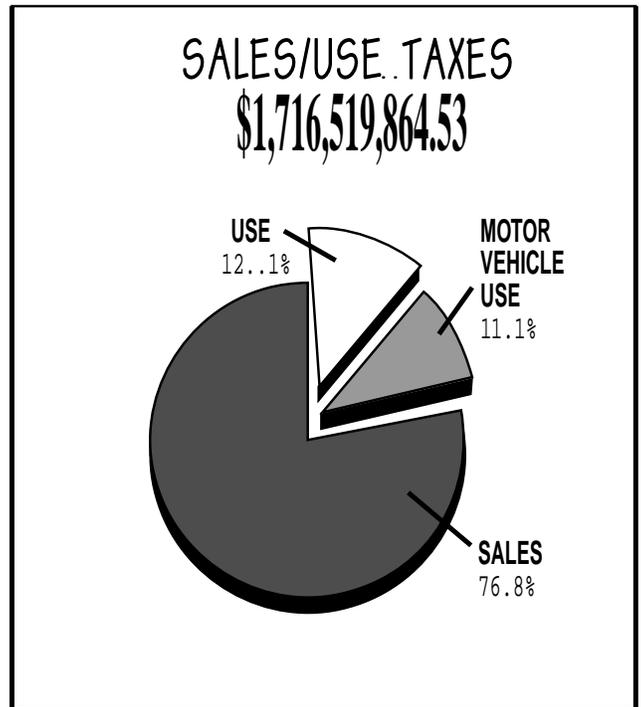
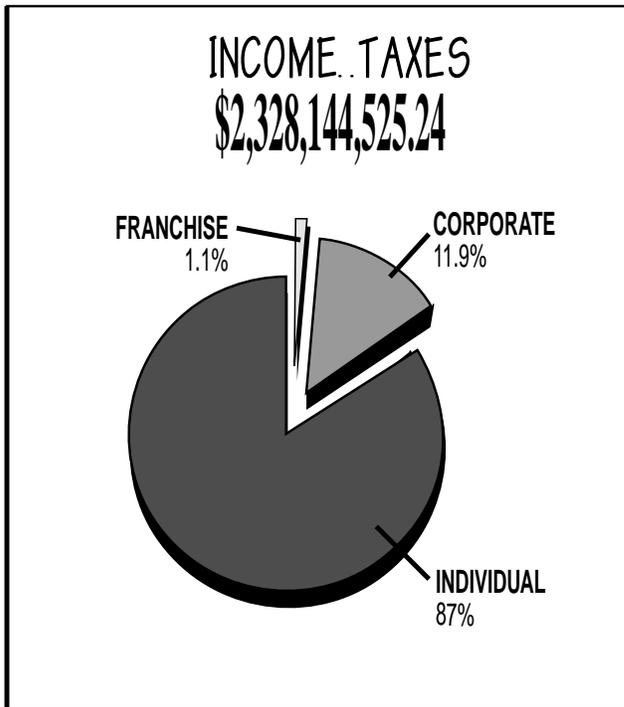
Fiscal Year 1996

| TAXES | GROSS COLLECTIONS | REFUNDS | NET COLLECTIONS |
|---|---------------------------|-------------------------|---------------------------|
| INCOME TAXES | | | |
| Individual Income Tax | \$2,024,030,947.22 | \$286,814,013.59 | \$1,737,216,933.63 |
| Corporation Income Tax | 277,637,454.76 | 56,820,529.39 | 220,816,925.37 |
| Franchise Tax | 26,476,123.26 | 1,748,879.25 | 24,727,244.01 |
| Total Income Taxes | \$2,328,144,525.24 | \$345,383,422.23 | \$1,982,761,103.01 |
| SALES AND USE TAXES | | | |
| Sales Tax ¹ | \$1,318,128,538.62 | \$23,657,244.88 | \$1,294,471,293.74 |
| Use Tax | 207,905,988.13 | 924,335.86 | 206,981,652.27 |
| Motor Vehicle Use Tax | 190,485,337.78 | 0.00 | 190,485,337.78 |
| Total Sales and Use Taxes | \$1,716,519,864.53 | \$24,581,580.74 | \$1,691,938,283.79 |
| CONSUMPTION TAXES | | | |
| Motor Vehicle Fuel Tax | \$406,074,610.45 | \$5,360,972.82 | \$400,713,637.63 |
| Aviation Fuel Tax | 963,537.70 | 0.00 | 963,537.70 |
| <i>Subtotal – Motor Fuel Taxes</i> | 407,038,148.15 | 5,360,972.82 | 401,677,175.33 |
| Cigarette Tax | \$94,133,883.04 | \$913,009.39 | \$93,220,873.65 |
| Tobacco Tax | 5,309,615.83 | 12,520.48 | 5,297,095.35 |
| <i>Subtotal – Cigarette and Tobacco Taxes</i> | 99,443,498.87 | 925,529.87 | 98,517,969.00 |
| Total Consumption Taxes | \$506,481,647.02 | \$6,286,502.69 | \$500,195,144.33 |
| Total Inheritance and Estate Taxes | \$95,885,772.87 | \$914,060.56 | \$94,971,712.31 |
| MISCELLANEOUS TAXES | | | |
| Environmental Protection Charge | \$17,651,746.34 | \$0.00 | \$17,651,746.34 |
| Motor Vehicle Use 25% EPC Deposit | 17,000,000.00 | 0.00 | 17,000,000.00 |
| Real Estate Transfer Tax | 7,811,390.72 | 0.00 | 7,811,390.72 |
| Hazardous Materials Permit Fees | 289,931.00 | 0.00 | 289,931.00 |
| Insurance Premium Tax | 104,274,001.36 | 0.00 | 104,274,001.36 |
| Reimbursements | 901,630.34 | 0.00 | 901,630.34 |
| Motor Vehicle Title Surcharge | 5,420,830.83 | 0.00 | 5,420,830.83 |
| Miscellaneous | 947,294.64 | 0.00 | 947,294.64 |
| Total Miscellaneous Taxes | \$154,296,825.23 | \$0.00 | \$154,296,825.23 |
| GRAND TOTAL | \$4,801,328,634.89 | \$377,165,566.22 | \$4,424,163,068.67 |

¹ Sales tax gross collections include approximately \$94 million in local option sales and hotel/motel tax.

FY 96 REVENUE SOURCES

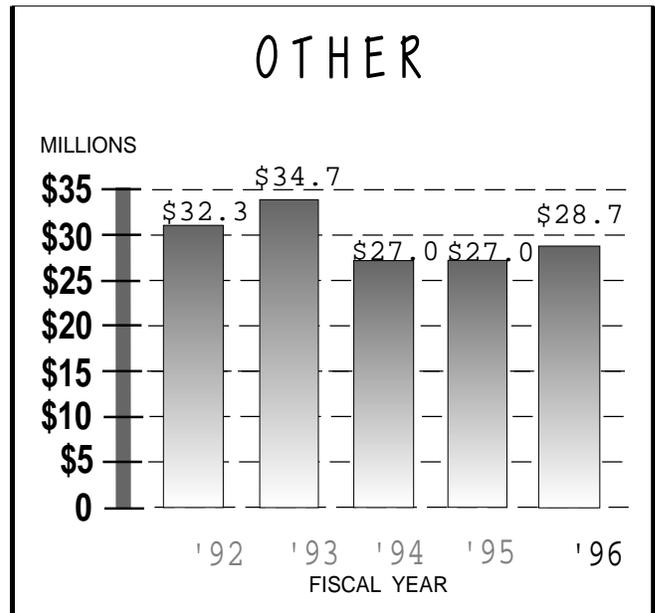
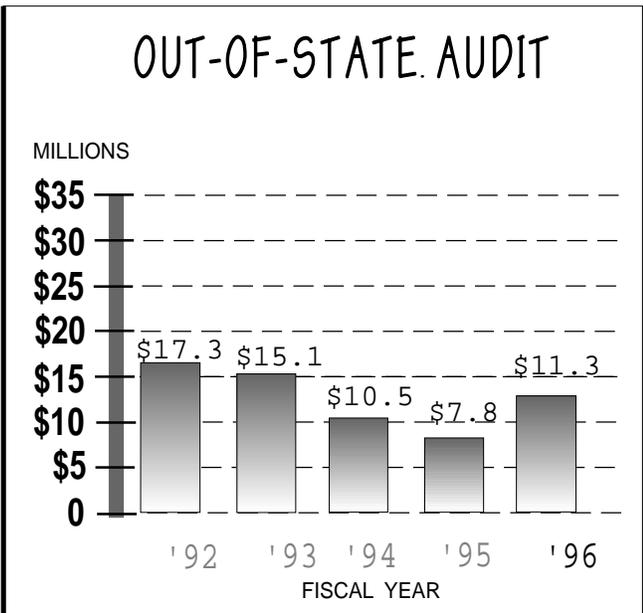
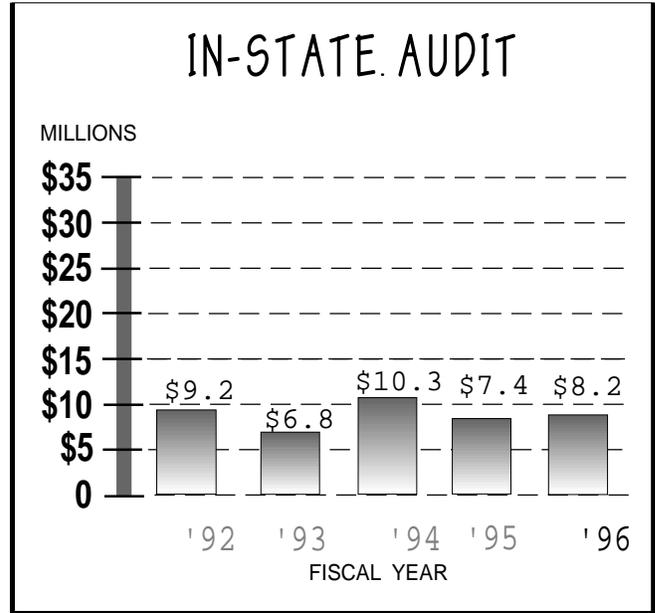
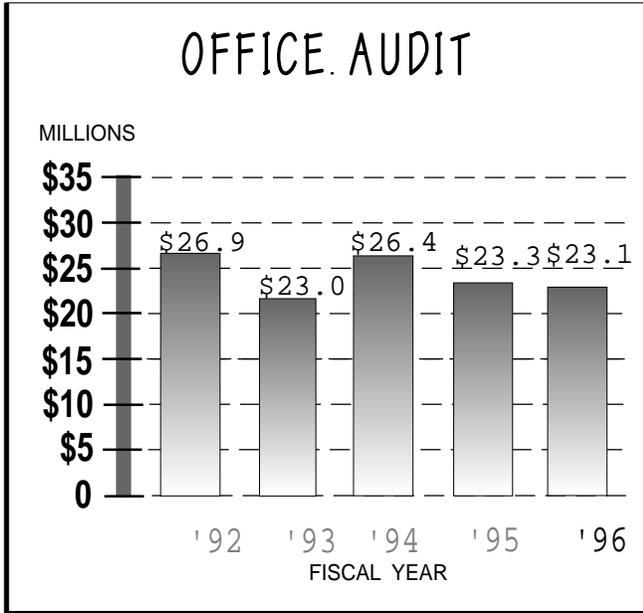
Gross Tax Collections



NON-COMPLIANCE COLLECTIONS

Five Year Comparison

Total collected in Fiscal Year 1996: \$71.3 Million



GROSS TAX COLLECTIONS

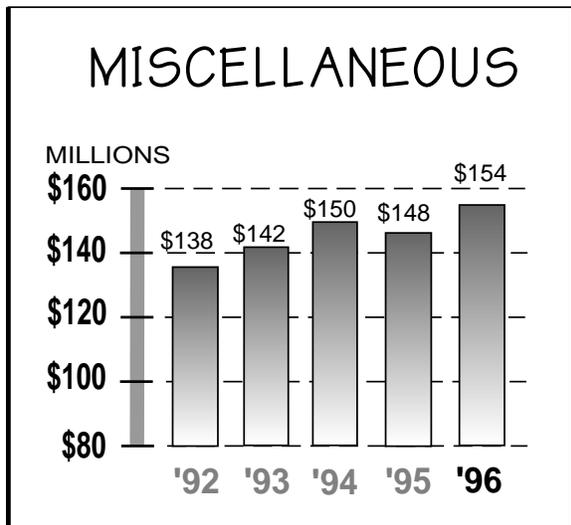
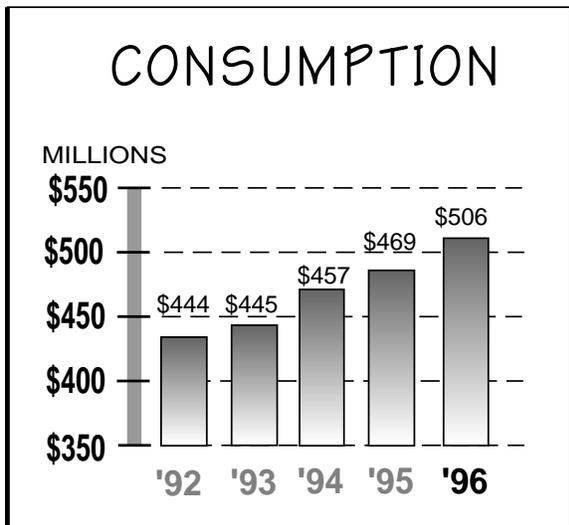
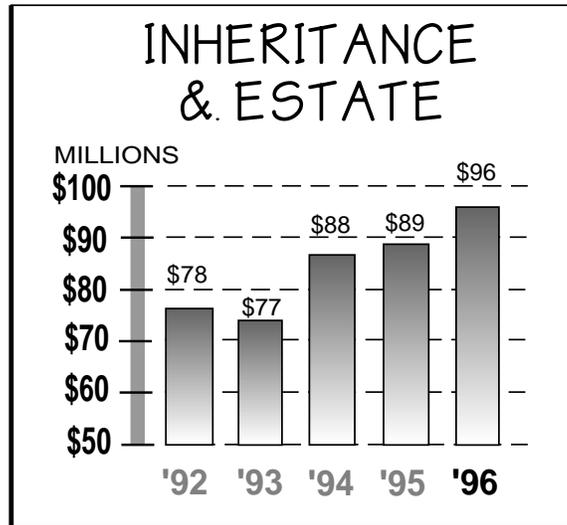
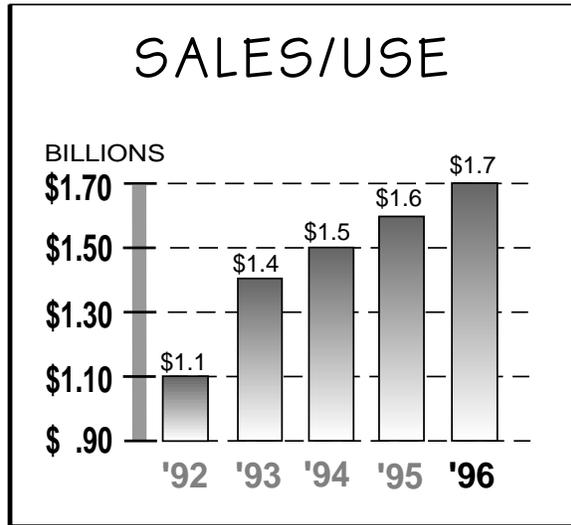
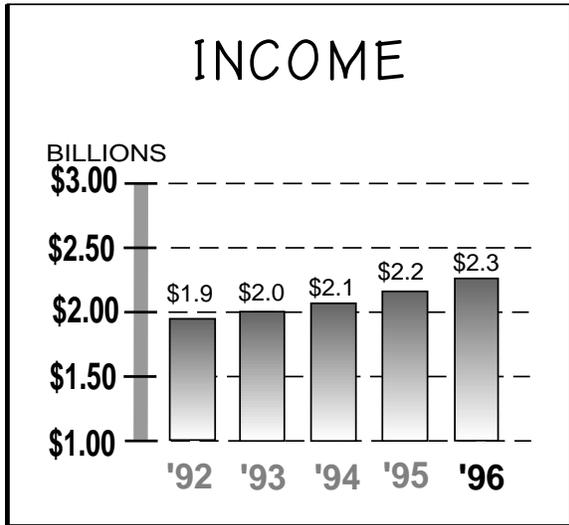
For Fiscal Years Ending June 30

| TAXES | 1986 | 1992 | 1993 | 1994 | 1995 | 1996 |
|---|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| Individual Income | \$1,001,796,225.24 | \$1,593,376,172.95 | \$1,710,498,821.97 | \$1,801,622,025.40 | \$1,893,153,347.10 | \$2,024,030,947.22 |
| Corporation Income | 165,185,030.63 | 237,419,387.63 | 224,152,113.60 | 220,768,496.39 | 268,697,799.39 | 277,637,454.76 |
| Franchise | 15,177,036.37 | 26,435,376.36 | 31,668,642.30 | 34,051,675.33 | 28,905,465.76 | 26,476,123.26 |
| Sales | 608,582,339.57 | 866,088,168.25 | 1,090,371,169.31 | 1,190,081,635.11 | 1,238,785,331.03 | 1,318,128,538.62 |
| Use (includes Motor Vehicle Use) | 181,413,704.21 | 228,014,005.14 | 287,319,210.44 | 339,335,427.70 | 374,064,454.54 | 398,391,325.91 |
| MV Fuel (includes Aviation Fuel) | 242,568,973.60 | 346,083,734.54 | 350,216,514.90 | 361,158,506.06 | 370,404,211.78 | 407,038,148.15 |
| Cigarette | 70,539,571.12 | 93,534,178.30 | 90,670,998.02 | 91,606,755.44 | 93,273,613.81 | 94,133,883.04 |
| Tobacco Products | 1,720,507.28 | 3,899,090.28 | 4,008,572.82 | 4,594,984.58 | 5,050,572.87 | 5,309,615.83 |
| Inheritance & Estate | 58,260,325.22 | 78,030,223.14 | 76,873,076.69 | 88,146,676.47 | 89,224,090.55 | 95,885,772.87 |
| EPC | 0.00 | 14,873,179.49 | 16,378,477.93 | 16,949,397.14 | 17,341,639.17 | 17,651,746.34 |
| MV 25% EPC Dep.¹ | 0.00 | 14,475,000.00 | 16,125,000.00 | 15,300,000.00 | 15,300,000.00 | 17,000,000.00 |
| Real Estate Transfer | 2,469,285.85 | 5,938,368.16 | 6,810,765.93 | 7,899,417.07 | 7,149,876.56 | 7,811,390.72 |
| Hazardous Material | 0.00 | 314,766.83 | 240,225.00 | 443,675.00 | 184,100.00 | 289,931.00 |
| Insurance Premium | 72,879,211.07 | 97,445,761.43 | 96,505,584.91 | 103,326,858.85 | 102,057,650.54 | 104,274,001.36 |
| Equipment Car | 86,815.31 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Gambling License | 213,070.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Reimbursements | 101,912.11 | 178,827.96 | 403,351.19 | 337,882.61 | 200,481.74 | 901,630.34 |
| Railroad Fuel | 3,614.15 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| MV Title Surcharge | 0.00 | 4,531,190.00 | 4,955,961.00 | 5,174,380.00 | 5,186,825.00 | 5,420,830.83 |
| Miscellaneous | 0.00 | 285,948.61 | 272,052.17 | 913,262.30 | 728,667.47 | 947,294.64 |
| GRAND TOTAL | \$2,420,997,621.73 | \$3,610,923,379.07 | \$4,007,470,538.18 | \$4,281,711,055.45 | \$4,509,708,127.31 | \$4,801,328,634.89 |

¹ Beginning on July 1, 1995, the maximum amount of motor vehicle use tax collections available for transfer to the EPC fund was increased from \$15 million to \$17 million.

FIVE YEAR TREND

FY 92-96 Gross Collections

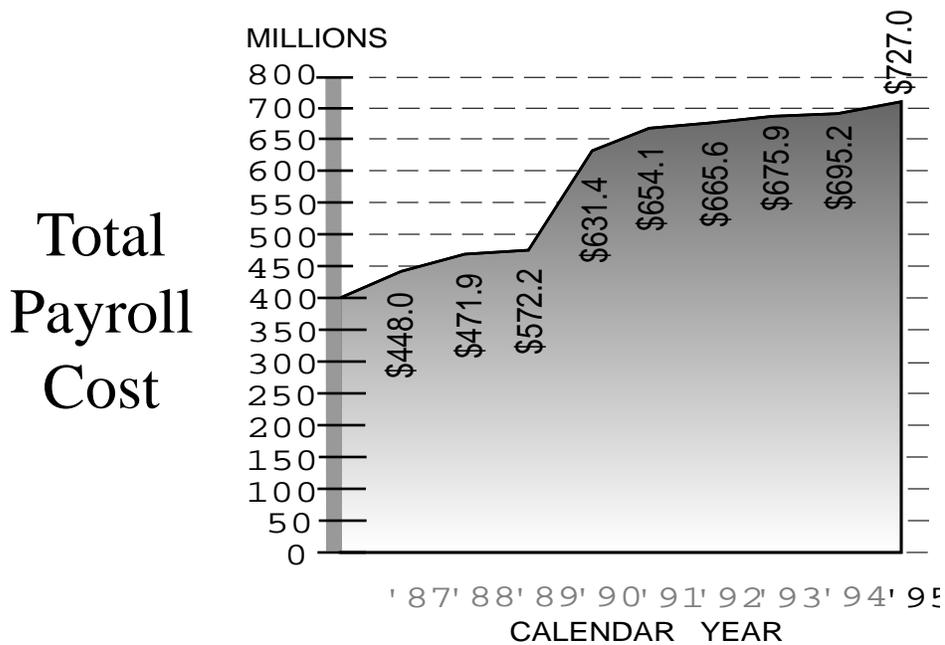


PAYROLL FACTS AND FIGURES

Calendar Year 1995

The following information excludes Board of Regents institutions and the Department of Transportation.

| | |
|--|-----------------|
| Net payroll checks issued in 1995 | \$359.2 Million |
| Average number of employees paid per pay period through centralized payroll | 20,137 |
| Average percentage of full-time employees utilizing direct deposit for deposit of paycheck | 78.0 % |
| Total payroll costs for centralized payroll in 1995 (includes all state shares) | \$727.0 Million |



Total payroll costs include the following state contributions:

| | |
|----------------------------------|----------------|
| State share FICA | \$42.3 Million |
| State share IPERS | 31.5 Million |
| State share Police Retirement | 4.2 Million |
| State share Health Insurance | 47.9 Million |
| State share Dental Insurance | 2.1 Million |
| State share Life Insurance | 0.26 Million |
| State share Disability Insurance | 1.3 Million |

Accounting for these state share disbursements, as well as mandatory and discretionary employee deductions totaling \$238.2 million, is the responsibility of the Centralized Payroll Section.

HOTEL / MOTEL TAX DISTRIBUTIONS

Fiscal Year 1996

| | | | |
|------------------|--------------|-----------------|------------|
| Altoona | \$249,826.85 | Iowa City | 461,445.27 |
| Ames | 520,156.62 | Indianola | 28,341.25 |
| Ankeny | 188,212.21 | Johnston | 181,829.58 |
| Arnolds Park | 58,758.27 | Keokuk | 82,510.07 |
| Bellevue | 2,683.04 | McGregor | 9,230.50 |
| Bettendorf | 740,896.63 | Marion | 110,207.84 |
| Boone | 53,024.83 | Marshalltown | 166,645.58 |
| Burlington | 319,423.60 | Mason City | 186,831.49 |
| Council Bluffs | 655,953.16 | Mt. Pleasant | 67,455.24 |
| Cedar Falls | 244,372.56 | Muscatine | 264,978.94 |
| Cedar Rapids | 1,699,352.30 | Newton | 164,669.11 |
| Clear Lake | 167,371.54 | Okoboji | 147,779.28 |
| Clinton | 156,053.22 | Ottumwa | 157,091.69 |
| Clive | 801,392.98 | Polk County | 260,210.55 |
| Coralville | 723,836.22 | Sergeant Bluff | 37,991.04 |
| Davenport | 1,278,463.39 | Sioux Center | 1,911.28 |
| Decorah | 91,803.41 | Sioux City | 864,569.02 |
| Des Moines | 2,988,047.18 | Spirit Lake | 47,017.56 |
| De Witt | 6,307.45 | Story County | 34,514.15 |
| Dickinson County | 37,295.91 | Urbandale | 543,291.33 |
| Dubuque | 829,854.06 | Wahpeton | 23,772.34 |
| Dyersville | 29,496.01 | West Des Moines | 735,093.48 |
| Elkhorn | 258.89 | Williamsburg | 61,720.40 |
| Fort Madison | 91,696.47 | Windsor Heights | 20,433.88 |
| Guttenberg | 10,602.18 | Waterloo | 540,600.95 |
| Iowa County | 232,120.35 | | |

| | |
|--------------|------------------------|
| TOTAL | \$17,377,401.15 |
|--------------|------------------------|

LOCAL OPTION SALES TAX DISTRIBUTION

Fiscal Year 1996

| | | | | | | | |
|--------------------------|---------------------|--------------------------|--------------------|-------------------------|--------------------|----------------------|--------------------|
| Waukon | \$52,705 | Plymouth | 33,421 | Burlington | \$1,819,452 | Shenandoah | \$20,849 |
| Postville | 122,367 | Rock Falls | 11,250 | Mediapolis | 98,315 | Hamburg | 8,522 |
| Harpers Ferry | 20,499 | Swaledale | 14,948 | West Burlington | 218,046 | Sidney | 8,193 |
| Waterville | 8,947 | Thornton | 34,152 | Middletown | 21,595 | Tabor | 5,819 |
| Total Allamakee | \$204,518 | Unincorporated | 933,127 | Danville | 57,177 | Farragut | 3,259 |
| | | Total Cerro Gordo | \$4,260,642 | Unincorporated | 792,342 | Imogene | 551 |
| Waterloo | \$5,216,776 | | | Total Des Moines | \$3,006,926 | Randolph | 1,518 |
| Cedar Falls | 2,411,395 | Monona | \$64,952 | Dubuque | \$4,759,611 | Riverton | 2,077 |
| Evansdale | 300,804 | Strawberry Point | 20,155 | Cascade | 106,747 | Thurman | 1,481 |
| Elk Run Heights | 71,579 | Edgewood | 4,121 | Dyersville | 277,379 | Unincorporated | 32,685 |
| Hudson | 140,677 | Garnavillo | 33,320 | Epworth | 93,359 | Total Fremont | \$84,954 |
| La Porte City | 146,805 | Marquette | 20,229 | Farley | 100,661 | Garner | \$38,840 |
| Dunkerton | 50,973 | McGregor | 34,331 | Asbury | 144,346 | Kanawha | 10,225 |
| Janesville | 14,457 | Elkport | 3,024 | Balltown | 4,942 | Klemme | 7,870 |
| Gilbertville | 50,702 | Farmersburg | 11,796 | Bankston | 2,280 | Corwith | 4,281 |
| Raymond | 40,277 | Garber | 4,231 | Bankston | 8,741 | Crystal Lake | 3,045 |
| Unincorporated | 1,575,261 | Littleport | 3,225 | Bernard | 8,013 | Goedell | 2,242 |
| Total Black Hawk | \$10,019,706 | Luana | 7,785 | Centralia | 8,013 | Woden | 3,014 |
| | | North Buena Vista | 1,935 | Graf | 4,574 | Total Hancock | \$69,516 |
| Boone | \$592,923 | Saint Olaf | 5,452 | Holy Cross | 21,285 | Mt. Pleasant | \$188,350 |
| Madrid | 104,438 | Volga | 11,860 | Luxemburg | 18,917 | New London | 42,659 |
| Ogden | 81,465 | Millville | 1,112 | New Vienna | 28,052 | Wayland | 7,226 |
| Beaver | 2,087 | Unincorporated | 164,736 | Peosta | 9,298 | Winfield | 23,062 |
| Berkley | 1,549 | Total Clayton | \$559,844 | Sageville | 18,763 | Coppock | 975 |
| Boxholm | 9,410 | | | Sherrill | 9,738 | Hillsboro | 3,191 |
| Fraser | 4,861 | Clinton | \$1,920,310 | Worthington | 32,792 | Mt. Union | 3,044 |
| Luther | 6,583 | Dewitt | 281,997 | Zwingle | 5,756 | Olds | 4,517 |
| Pilot Mound | 8,114 | Camanche | 279,328 | Rickardsville | 12,885 | Rome | 2,393 |
| Sheldahl | 1,541 | Delmar | 31,685 | Unincorporated | 1,834,316 | Salem | 8,791 |
| Unincorporated | 482,150 | Grand Mound | 35,437 | Total Dubuque | \$7,502,454 | Westwood | 2,442 |
| Total Boone | \$1,295,119 | Lost Nation | 27,487 | | | Unincorporated | 77,437 |
| | | Wheatland | 41,534 | Oelwein | \$251,744 | Total Henry | \$364,089 |
| Lamont | \$8,020 | Andover | 5,578 | Fayette | 36,475 | Cresco | \$139,389 |
| Aurora | 3,434 | Calamus | 22,632 | West Union | 73,771 | Elma | 22,673 |
| Stanley | 2,027 | Charlotte | 20,396 | Arlington | 16,466 | Lime Springs | 15,927 |
| Total Buchanan | \$13,481 | Goose Lake | 12,457 | Clermont | 17,827 | Riceville | 14,047 |
| | | Low Moor | 15,903 | Elgin | 21,621 | Chester | 5,786 |
| Storm Lake | \$210,316 | Toronto | 7,318 | Hawkeye | 15,658 | Protivin | 10,654 |
| Alta | 39,710 | Welton | 10,348 | Maynard | 17,935 | Unincorporated | 208,288 |
| Albert City | 35,530 | Unincorporated | 862,900 | Randalia | 2,768 | Total Howard | \$416,764 |
| Marathon | 13,688 | Total Clinton | \$3,575,309 | St. Lucas | 5,743 | Marengo | \$183,635 |
| Newell | 42,410 | | | Wadena | 7,629 | North English | 73,021 |
| Sioux Rapids | 32,184 | Manchester | \$169,191 | Waucoma | 9,266 | Williamsburg | 184,864 |
| Lakeside | 11,642 | Earlville | 25,924 | Westgate | 6,978 | Victor | 71,095 |
| Rembrandt | 4,648 | Hopkinton | 22,710 | Unincorporated | 287,583 | Ladora | 23,933 |
| Truesdale | 4,867 | Colesburg | 14,792 | Total Fayette | \$771,467 | Millersburg | 14,240 |
| Linn Grove | 7,265 | Delaware | 5,397 | | | Parnell | 15,983 |
| Unincorporated | 210,665 | Delhi | 15,623 | Sheffield | \$16,346 | Unincorporated | 833,175 |
| Total Buena Vista | \$551,560 | Dundee | 5,205 | Dows | 3,063 | Total Iowa | \$1,399,946 |
| | | Dyersville | 20,045 | Coulter | 3,461 | | |
| Mason City | \$2,408,541 | Greeley | 8,799 | Geneva | 2,306 | | |
| Clear Lake | 668,936 | Masonville | 4,130 | Hansell | 1,201 | | |
| Ventura | 46,235 | Ryan | 12,421 | Latimer | 6,019 | | |
| Rockwell | 79,728 | Unincorporated | 352,132 | Total Franklin | \$32,305 | | |
| Dougherty | 8,088 | Total Delaware | \$656,369 | | | | |
| Meservey | 22,215 | | | | | | |

(continued on page 14)

LOCAL OPTION SALES TAX DISTRIBUTION

Fiscal Year 1996

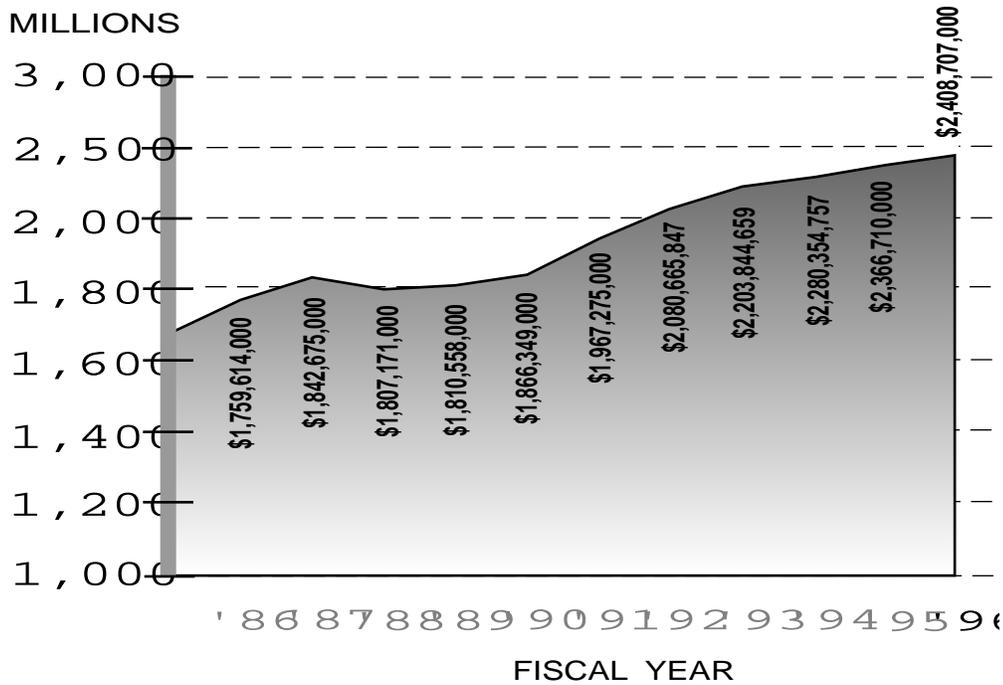
(continued from page 13)

| | | | | | | | |
|----------------------|--------------------|-------------------------|--------------------|----------------------------|---------------------|-------------------------|--------------------|
| Maquoketa | \$210,123 | Malvern | \$7,583 | Shenandoah | \$64,576 | Ireton | 11,414 |
| Bellevue | 77,452 | Emerson | 2,734 | Essex | 9,737 | Chatsworth | 1,711 |
| Preston | 33,535 | Tabor | 419 | Blanchard | 650 | Granville | 5,506 |
| Sabula | 22,415 | Henderson | 1,184 | Braddyville | 2,084 | Matlock | 1,647 |
| Andrew | 10,035 | Total Mills | \$11,920 | Coin | 2,649 | Maurice | 4,324 |
| Baldwin | 4,252 | Osage | \$125,998 | College Springs | 2,194 | Unincorporated | 235,033 |
| Lamotte | 9,743 | St. Ansgar | 40,132 | Shambaugh | 1,747 | Total Sioux | \$563,010 |
| Miles | 13,663 | Riceville | 19,505 | Yorktown | 926 | Ames | \$3,075,408 |
| Monmouth | 5,190 | Stacyville | 16,633 | Total Page | \$84,562 | Nevada | 406,977 |
| Spragueville | 3,711 | Carpenter | 3,522 | Polk City | \$122,870 | Story City | 189,768 |
| Springbrook | 5,267 | McIntire | 3,501 | Sheldahl | 7,868 | Cambridge | 42,816 |
| Zwingle | 441 | Mitchell | 5,625 | Total Polk | \$130,738 | Colo | 48,030 |
| St. Donatus | 4,468 | Orchard | 3,021 | Council Bluffs | \$3,643,491 | Maxwell | 47,930 |
| Unincorporated | 353,217 | Unincorporated | 160,076 | Avoca | 90,646 | Roland | 64,731 |
| Total Jackson | \$753,513 | Total Mitchell | \$378,013 | Carter Lake | 192,762 | Slater | 83,529 |
| Monticello | \$60,263 | Onawa | \$110,851 | Oakland | 86,747 | Zearing | 37,251 |
| Cascade | 16,523 | Mapleton | 48,030 | Carson | 42,305 | Collins | 28,613 |
| Olin | 19,226 | Ute | 14,290 | Neola | 53,106 | Gilbert | 50,288 |
| Oxford Junction | 16,326 | Whiting | 25,681 | Walnut | 52,528 | Kelley | 15,645 |
| Wyoming | 10,256 | Blencoe | 9,134 | Crescent | 24,844 | Huxley | 127,259 |
| Center Junction | 4,447 | Castana | 5,537 | Hancock | 12,046 | McCallsburg | 18,570 |
| Morley | 2,226 | Moorhead | 9,166 | Macedonia | 15,428 | Sheldahl | 10,409 |
| Onslow | 5,767 | Rodney | 2,517 | McClelland | 8,004 | Unincorporated | 993,885 |
| Total Jones | \$135,035 | Soldier | 7,196 | Minden | 32,230 | Total Story | \$5,241,110 |
| Fort Madison | \$698,143 | Turin | 3,260 | Treynor | 56,196 | Decorah | \$431,228 |
| Keokuk | 758,503 | Unincorporated | 203,637 | Underwood | 30,627 | Calmar | 52,536 |
| Donnellson | 50,141 | Total Monona | \$439,299 | Unincorporated | 1,439,534 | Ossian | 42,339 |
| Montrose | 49,781 | Villisca | \$11,447 | Total Pottawattamie | \$5,780,493 | Castalia | 8,524 |
| West Point | 56,321 | Stanton | 5,772 | Davenport | \$8,511,011 | Ft. Atkinson | 17,323 |
| Franklin | 7,513 | Coburg | 407 | Bettendorf | 2,346,212 | Jackson Junction | 4,197 |
| St. Paul | 6,529 | Elliott | 3,440 | Buffalo | 112,961 | Ridgeway | 13,782 |
| Houghton | 7,970 | Total Montgomery | \$21,066 | LeClaire | 228,151 | Spillville | 19,034 |
| Unincorporated | 839,163 | Muscatine | \$1,439,907 | Blue Grass | 98,115 | Unincorporated | 642,013 |
| Total Lee | \$2,474,064 | West Liberty | 144,113 | Eldridge | 286,109 | Total Winneshiek | \$1,230,977 |
| Bertram | \$80,592 | Wilton | 155,947 | Princeton | 71,300 | Sioux City | \$6,545,634 |
| Total Linn | \$80,592 | Atalissa | 19,062 | Walcott | 113,218 | Moville | 91,162 |
| Oskaloosa | \$561,568 | Conesville | 18,019 | Dixon | 17,685 | Anthon | 45,681 |
| Eddyville | 5,819 | Nichols | 20,169 | Donahue | 25,251 | Correctionville | 62,774 |
| New Sharon | 52,806 | Stockton | 10,229 | Long Grove | 46,308 | Danbury | 31,052 |
| Beacon | 21,980 | Durant | 9,182 | Maysville | 13,317 | Sergeant Bluff | 194,350 |
| University Park | 27,956 | Fruitland | 27,535 | McCausland | 24,670 | Sloan | 67,078 |
| Barnes City | 9,323 | Unincorporated | 822,478 | New Liberty | 10,093 | Cushing | 16,876 |
| Fremont | 34,361 | Total Muscatine | \$2,666,640 | Panorama Park | 9,879 | Hornick | 16,005 |
| Leighton | 6,582 | Sheldon | \$51,560 | Riverdale | 59,517 | Lawton | 34,158 |
| Rose Hill | 7,727 | Paulina | 11,598 | Unincorporated | 2,254,643 | Oto | 8,279 |
| Koemah Village | 4,656 | Primgar | 9,062 | Total Scott | \$14,228,441 | Pierson | 24,934 |
| Unincorporated | 493,097 | Sanborn | 13,003 | Hawarden | \$47,431 | Salix | 25,536 |
| Total Mahaska | \$1,225,874 | Sutherland | 6,746 | Alton | 20,665 | Smithland | 17,350 |
| | | Archer | 1,370 | Hull | 33,883 | Bronson | 14,764 |
| | | Calumet | 1,522 | Orange City | 95,522 | Unincorporated | 1,333,016 |
| | | Unincorporated | 58,937 | Sioux Center | 93,424 | Total Woodbury | \$8,528,648 |
| | | Total O'Brien | \$153,798 | Boyden | 12,449 | | |

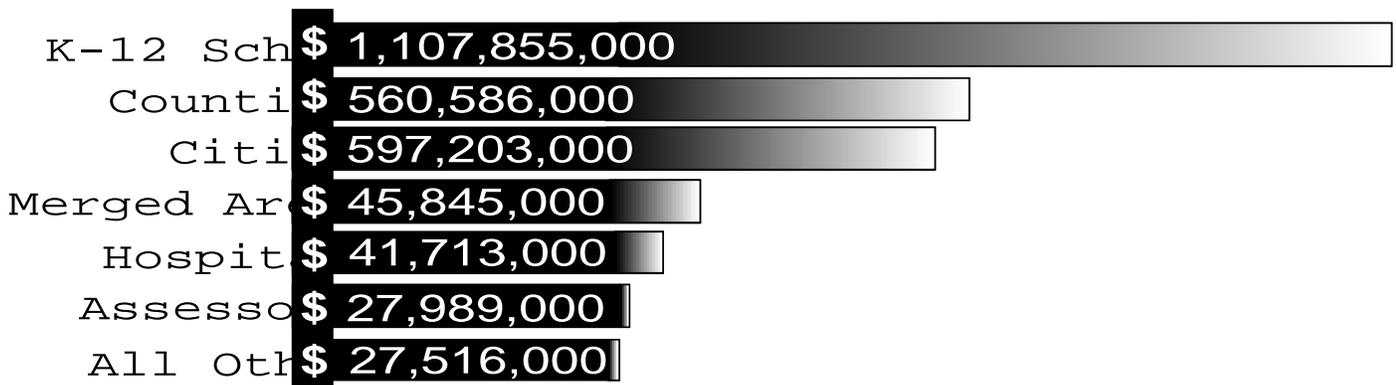
TOTAL \$86,248,271

PROPERTY TAXES

A 10-Year Comparison



FY 96 Property Tax Levied By Type of Taxing Authority Total: \$2,408,707,000



LOCAL GOVERNMENT SERVICES

FY 96 Assistance Programs

| PROGRAM | DESCRIPTION | ELIGIBILITY | FILING REQUIREMENTS |
|--|---|--|---|
| FY 96 Payments | | | |
| Homestead Credit \$93,021,946.65 | Originally adopted to provide property tax relief and to encourage home ownership. The current credit is equal to the actual levy on the first \$4,850 of actual value. | Must own and occupy the property as a homestead on July 1 of each year, declare residency in Iowa for income tax purposes and occupy the property for at least six months each year. Persons in the military or nursing homes who would otherwise qualify are also eligible. | Claim must be filed on or before July 1 of the first year for which the credit is claimed. Claims filed July 2 through Dec. 31 are considered a claim filed the following year. Claim is allowed for successive years without further filing as long as eligible. |
| Disabled and Senior Citizens Property Tax Credit \$10,967,149.00 | Incorporated into the Homestead Tax Law to provide additional relief to the elderly and persons with disabilities. Provides assistance for qualifying renters. | Must be 65 or older, surviving spouse 55 on or before Dec. 31, 1988, or totally disabled. Must have been a resident of Iowa during the entire preceding year and have household income of less than \$14,000. | A property owner must file a claim with the county treasurer by June 1 preceding the fiscal year in which the property taxes are due. Renters must file with the Department of Revenue and Finance by Oct. 31 to claim reimbursement for the prior calendar year. |
| Mobile Home Credit \$98,940.00 | Enacted as a supplement to the Disabled and Senior Citizens Property Tax Credit. The objective is to provide mobile home owners with equivalent aid. | Must be 23 or older. Household income must be less than \$14,000. | On or before June 1 of each year, each mobile home owner eligible for a reduced rate may file a claim for such tax rate with the county treasurer. |
| Special Assessment Credit \$28,925.00 | Established in conjunction with the Disabled and Senior Citizens Property Tax Credit. The credit gives 100 percent assistance to qualified individuals who are required to pay special assessments. | Requirements parallel those for the disabled and senior citizens credit. | The claimant must file a claim with the county treasurer by Sept. 30 of each year. |

| PROGRAM | DESCRIPTION | ELIGIBILITY | FILING REQUIREMENTS |
|---------|-------------|-------------|---------------------|
|---------|-------------|-------------|---------------------|

FY 96 Payments

| | | | |
|---|---|---|---|
| <p>Pollution Control Exemption exemption only</p> | <p>Provides an exemption for certain pollution control equipment after the construction or installation is completed.</p> | <p>New installations or existing property if installed after Sept. 23, 1970. Exemption is limited to market value of property.</p> | <p>Application must be filed no later than Feb. 1 of the first year for which the exemption is requested.</p> |
| <p>Impoundment Structures Exemption exemption only</p> | <p>Provides an exemption for impoundment structures and land underlying an impoundment located outside any incorporated city or town.</p> | <p>Used for agricultural purposes.</p> | <p>Persons owning such structures must apply to the assessor each year before July 1.</p> |
| <p>Low-Rent Housing Exemption exemption only</p> | <p>Provides an exemption for low-rent housing until the original housing development mortgage is paid in full or expires.</p> | <p>Property owned and operated by a nonprofit organization providing low-rent housing for the elderly and the physically and mentally disabled.</p> | <p>Must file with the assessor no later than July 1. The claim is allowed on the property for successive years without further filing as long as the property is used for purposes specified in the original claim.</p> |
| <p>Ag Land Credit \$29,100,000.00</p> | <p>Credit established to partially offset the school tax burden borne by agricultural real estate. Current law allows a credit for any school general fund tax in excess of \$5.40 per \$1,000 of assessed value.</p> | <p>All land used for agricultural or horticultural purposes in tracts of 10 acres or more. Buildings or other structures are excluded.</p> | <p>Land owners are not required to file a claim. The county auditor determines the amount of credit applicable to each taxpayer.</p> |

| PROGRAM | DESCRIPTION | ELIGIBILITY | FILING REQUIREMENTS |
|--|---|--|--|
| FY 96 Payments | | | |
| <p>Family Farm Credit \$10,000,000.00</p> | <p>Credit established to partially offset the school tax burden borne by agricultural real estate. Current law allows a credit for any school general fund tax in excess of \$5.40 per \$1,000 of assessed value.</p> | <p>All land used for agricultural or horticultural purposes in tracts of 10 acres or more. Buildings or other structures are excluded.</p> | <p>Claims filed between July 1 and October 15.</p> |
| <p>Recreational Lakes, Forest Covers, Rivers and Streams, River and Stream Banks and Open Prairies exemption only</p> | <p>Provides an exemption as designated by the board of supervisors for the county in which the property is located.</p> | <p>Property not used for economic gain.</p> | <p>Application must be filed with the commissioner of the soil conservation district in which the property is located by April 15 of the assessment year.</p> |
| <p>Forest and Fruit Tree Reservations exemption only</p> | <p>Provides an exemption to any person who establishes a forest or fruit tree reservation.</p> | <p>Forest Reserve: Minimum of two acres, contain not less than 200 trees per acre, not used for economic gain other than raising trees. Fruit tree: Not less than one nor more than 10 acres. Exemption for 8 years.</p> | <p>Application filed with assessor between Jan. 1 and April 15 of the year for which the exemption is first claimed.</p> |
| <p>Property Tax Replacement Replaces: Municipal Assistance, County Assistance, Liquor, Personal Property Monies and Credit \$56,287,557.00</p> | <p>Provides a form of revenue sharing and payment for property tax not collected to local jurisdictions.</p> | <p>Varies with type of program.</p> | <p>None</p> |
| <p>Military Exemption \$2,821,116.65</p> | <p>Serves to reduce the taxable value of property for military veterans who served on active duty during specified wartime periods.</p> | <p>The amount of exemption varies according to the wartime period of active duty.</p> | <p>A qualified veteran must file a claim with the local assessor by July 1 of the first year eligible. Subsequent claims need not be filed on the same property.</p> |

IOWA TAX DESCRIPTIONS

As of July 1996

| TAX | RATE OF TAX | DESCRIPTION | DISTRIBUTION OF FUNDS | DUE DATES OF RETURNS |
|--|--|--|---|---|
| FY 96 Collections | | | | |
| Cigarette Tax | 36¢ per package of 20 45¢ per package of 25 \$94,133,883.04 | The tax is imposed on the sale of cigarettes and must be paid by the person making the first sale in Iowa. Tax payment is shown by a stamp affixed to each cigarette package. | State General Fund | Tax returns must be filed by the permit holder by the 10th day of each month for the preceding calendar month. |
| Corporate Income Tax | 6% on first \$25,000 8% on next \$75,000 10% on next \$150,000 12% on all over \$250,000 \$277,637,454.76 | The tax is imposed on the Iowa net income of corporations doing business within this state or receiving income from property in the state. For tax years on or after Jan. 1, 1987, Iowa imposes an alternative minimum tax equal to 7.2% of Iowa tax preferences. For tax years on or after Jan. 1, 1988, the tax is imposed on the unrelated business income of nonprofit corporations. | State General Fund | Corporation tax returns must be filed by the last day of the fourth month after the close of the tax year. Cooperatives must file a return on or before the 15th day of the 9th month following the close of the cooperative's tax year. Estimated tax payments are due from most corporations on a quarterly basis. Nonprofit corporation returns with unrelated business income are due on the 15th day of the 5th month following the close of the tax year. |
| Drug Stamp Tax | \$5/gram of processed marijuana \$750/unprocessed marijuana plant \$250/gram of other taxable substances \$400/10 doses if not sold by weight \$420,096.07 | Tax is imposed on dealers in possession of specified quantities of marijuana and other controlled substances. | State General Fund | Tax payment is required upon possession and must be evidenced by a stamp permanently affixed to the taxable substance. |
| Environmental Protection Charge | 1¢ per gallon of petroleum products deposited in qualifying tanks \$17,651,746.34 | The EPC is imposed on all deposits of petroleum products into non-exempt underground storage tanks in Iowa. Beginning June 10, 1991, the charge is also imposed on non-exempt aboveground tanks. | Iowa Comprehensive Petroleum Underground Storage Tank Fund | EPC returns must be post-marked by the last day of the month following the close of each quarter. |

| TAX | RATE OF TAX FY 96 Collections | DESCRIPTION | DISTRIBUTION OF FUNDS | DUE DATES OF RETURNS |
|---|--|---|--|---|
| Franchise Tax | 5% of taxable income \$26,476,123.26 | Tax is imposed on the income of state banks, national banking associations, trust companies, federally and state chartered savings and loan associations, financial institutions chartered by the Federal Home Loan Bank Board and production credit associations. For tax years on or after Jan. 1, 1987, Iowa imposes an alternative minimum tax equal to 3% of Iowa tax preferences. | All Franchise Tax is deposited in the State General Fund and \$8.8 million is returned to local governments on a quarterly basis as follows: 40% to counties, 60% to cities and towns. | Franchise tax returns must be filed by the last day of the fourth month after the close of the tax year. Estimated payments are due from most financial institutions on a quarterly basis. |
| Hotel/Motel Tax | May not exceed 7% \$17,377,401.15 | Hotel/motel tax is imposed on the gross receipts from the renting of hotel or motel rooms for 31 consecutive days or less. | Local transient guest tax fund, with disbursement to the local government imposing the tax | Hotel/motel tax returns and tax are submitted with quarterly sales tax returns and are due the last day of the month following the end of each calendar quarter. |
| Individual Income Tax | .4% on first \$1,081 .8% on second \$1,081 2.7% on next \$2,162 5.0% on next \$5,405 6.8% on next \$6,486 7.2% on next \$5,405 7.55% on next \$10,810 8.8% on next \$16,215 9.98% on all over \$48,645 \$2,024,030,947.22 | Tax is imposed on Iowa net income of individuals and estates and trusts. Individuals who have a net income of \$9,000 or more must file an Iowa income tax return. Taxpayers with a combined income of \$13,500 or less (\$9,000 or less for single taxpayers) are generally not required to pay Iowa income tax. Individuals may also be subject to the minimum tax on tax preferences and a tax on lump sum distributions from pension plans. | State General Fund | The final return and any tax owing is due by the last day of the fourth month following the close of the tax year. Individuals may be required to remit estimated tax payments quarterly. Income tax is also collected through withholding tax. Depending on the amount of tax withheld, withholding tax deposits are due annually, quarterly, monthly or semi-monthly. |
| Individual Income School District Surtax | Not to exceed 20% of state income tax liability. Rate is different for each school district. \$24,786,247.00 <i>Calendar 1996, preliminary</i> | Upon voter approval, school districts may initiate educational improvement programs where school boards may raise an additional portion of the state cost per pupil. This enrichment amount is raised through a surtax (not to exceed 20% of state income tax liability) and through an accompanying property tax. | Local school district imposing the tax | Tax is collected with the individual income tax return. Returns are due the last day of the fourth month following the end of the tax year. |

Iowa Tax Descriptions, continued

[Back to Contents](#)

| TAX | RATE OF TAX FY 96 Collections | DESCRIPTION | DISTRIBUTION OF FUNDS | DUE DATE OF RETURNS |
|-------------------------------------|--|--|---|--|
| Inheritance and Estate Taxes | Inheritance Tax: From 1% to 15% dependent upon the amount of the inheritance and the relationship of the recipient to the decedent. Estate Tax: Amount by which the allowable federal credit for state death taxes exceeds the inheritance tax due from the estate. | This tax is imposed on any person other than a surviving spouse who becomes beneficially entitled to any property or interest by any method of transfer. Administrators, executors, referees and trustees of estate transfers which are taxable may also be liable for such taxes. | State General Fund | In most instances, the return must be filed and tax paid on or before the last day of the 9th month after the death of the decedent. |
| | \$95,885,772.87 | | | |
| Insurance Premium Tax | 2% of the adjusted gross amount of premiums, assessments and fees received during the preceding calendar year. | This tax is administered by the Commerce Department, with the Department of Revenue and Finance serving as a deposing agency for the tax receipts. The tax is imposed on the premiums of every insurance company except fraternal beneficiary associations. | State General Fund | Premium tax reports from all insurers are to be filed before March 1 of each year. Prepayment of taxes equal to one-half of the prior year's taxes is due June 1. |
| | \$104,274,001.36 | | | |
| Local Option Sales Tax | Not more than 1%. | Tax is imposed by counties either countywide or in incorporated or unincorporated areas. Under very special circumstances it may also be imposed by a city. With a few exceptions, it is imposed on sales and services taxed under state sales tax provisions. There is no corresponding local option use tax. | To local sales and service tax fund with disbursement to local jurisdictions at least quarterly | Local option sales tax is due at the same time as the state sales tax return. |
| | \$86,248,271.00 | | | |
| Motor Vehicle Fuel Tax | Gasoline 20¢/gal. Ethanol Blended Gasoline 19¢/gal. Aviation Gasoline 8¢/gal. Special Fuel (diesel) 22.5¢/gal. Special Fuel (LPG) 20¢/gal. Special Fuel (aviation) 3¢/gal. Compressed Nat. Gas 16¢/100 ft. ³ | Tax is imposed on each gallon of motor vehicle fuel sold in Iowa for use on Iowa highways. Motor vehicle fuel includes gasoline, diesel fuel, liquified petroleum gas, compressed natural gas, aviation fuel and ethanol blended gasoline. | Road Use Tax Fund Aviation fuel tax receipts deposited in state aviation fund Tax receipts from motor fuel used in watercraft deposited in marine fuel tax fund | Tax returns are required to be filed by the licensee no later than the last day of the month following the month in which the fuel was withdrawn from the terminal or, in the case of LPG or CNG, placed into the fuel supply tank of a motor vehicle. Importers are required to file semimonthly. |
| | \$407,038,148.15 | | | |

Iowa Tax Descriptions, continued

[Back to Contents](#)

| TAX | RATE OF TAX FY 96 Collections | DESCRIPTION | DISTRIBUTION OF FUNDS | DUE DATES OF RETURNS |
|---|---|---|--|---|
| Property Tax Levied - Prior to Credits | Differs in each locality and is a composite of county, city, school district and special levies. Taxes are levied in terms of dollars per \$1,000 of taxable value and are collected locally. \$2,408,707,000.00 | Property tax is levied on the taxable value of real property. The taxable value may be a percentage of the assessed value as a result of statewide limitations for allowable growth. The assessed value is 100% of market value, except for agricultural realty (assessed according to its productivity) and computers and industrial machinery and equipment (assessed at 30 percent of net acquisition cost). | Local jurisdictions | The tax may be paid in two installments, the first of which becomes delinquent on Oct. 1 and the second of which becomes delinquent on April 1. |
| Real Estate Transfer Tax | 80¢ for each \$500 or fractional part of \$500 in excess of \$500 paid for the real property transferred. \$7,811,390.72 | The tax is imposed on the transfer of real estate. Tax payment is noted on the instrument of transfer at the time the instrument is recorded. | 17.25% of the tax receipts are retained by the county. Of the remaining 82.75%, 95% goes in the State General Fund, 5% in the Housing Improvement Fund. | Tax is payable when the deed or other instrument conveying the real property is presented for recording. Tax returns must be filed by the county recorder by the 10th day of each month for tax collected during the preceding month. |
| State Sales Tax | 5% \$1,318,128,538.62 | The tax is imposed on gross receipts from all sales of tangible personal property and enumerated services. Certain exceptions are provided, including exemption of the sales of certain foods, prescription drugs, medical devices, and farm and industrial machinery, equipment and computers. | State General Fund | Depending on the amount of tax collected, a deposit and returns are due annually, quarterly, monthly or semi-monthly. |
| Tobacco Products Tax | 22% of the wholesale sales price \$5,309,615.83 | Tax is imposed on the wholesale sales price of all tobacco products except cigarettes and little cigars. | State General Fund | Distributors are required to file tax returns by the 20th day of each month for the preceding calendar month. |
| Use Tax | 5% \$398,391,325.91 | Use tax includes: (1) The 5% excise tax collected by out-of-state based firms making sales of tangible personal property or certain services purchased for use in Iowa. (2) The 5% excise tax on goods or services purchased tax free by consumers and subsequently used in Iowa. (3) The 5% excise tax collected by Iowa county treasurers or the Iowa Department of Transportation on vehicles subject to registration. | Revenue derived from use tax on vehicles subject to registration is deposited in various special funds. The remainder is credited to the State General Fund. | (1) Returns from out-of-state firms must be filed on or before the last day of the month following the close of the calendar quarter. Retail use tax permit holders collecting more than \$1,500 per month are required to file on a monthly basis. (2) Returns for goods and services purchased tax free must be filed on or before the last day of the month following the close of the calendar quarter. (3) Reports and remittance from county treasurers on vehicles subject to registration must be filed on or before the 10th day of the month following the month of collection. |

HISTORY OF IOWA TAX RATES

The first major state tax in Iowa was created in 1921 when the state passed a 2¢ per package tax on cigarettes. In 1934 the sales and income taxes were created as property tax relief measures. Since that time several significant changes have occurred, both in the tax base and in the tax rates of Iowa's major revenue sources.

While certain changes in a particular tax base may be of equal or greater importance than changes in the tax rate, the history of the key developments in a particular tax may often be identified through an examination of tax rate changes. Additional information regarding these changes may be obtained by contacting the Internal Resource Management Division of the Iowa Department of Revenue and Finance.

Individual Income Tax

| | | | | | |
|-------------|-----------------|--------------|-------------|-----------------|--------------|
| 1934 | tax enacted at | 1% – 5% | 1967 | rate changed to | .75% – 5.25% |
| 1953 | rate changed to | .75% – 3.75% | 1971 | rate changed to | .75% – 7% |
| 1955 | rate changed to | .8% – 4% | 1975 | rate changed to | .5% – 13% |
| 1957 | rate changed to | .75% – 3.75% | 1988 | rate changed to | .4% – 9.98% |
| 1965 | rate changed to | .75% – 4.50% | | | |

Corporation Income Tax

| | | | | | |
|-------------|-----------------|----|-------------|-----------------|----------|
| 1934 | tax enacted at | 2% | 1965 | rate changed to | 4% |
| 1955 | rate changed to | 3% | 1967 | rate changed to | 4% – 8% |
| 1957 | rate changed to | 2% | 1971 | rate changed to | 6% – 10% |
| 1959 | rate changed to | 3% | 1981 | rate changed to | 6% – 12% |

Sales and Use Tax

| | | | | | |
|-------------|------------|----|-------------|-----------------|------|
| 1934 | sales tax | | 1955 | rate changed to | 2.5% |
| | enacted at | 2% | 1957 | rate changed to | 2% |
| 1937 | use tax | | 1967 | rate changed to | 3% |
| | enacted at | 2% | 1983 | rate changed to | 4% |
| | | | 1992 | rate changed to | 5% |

Cigarette Tax

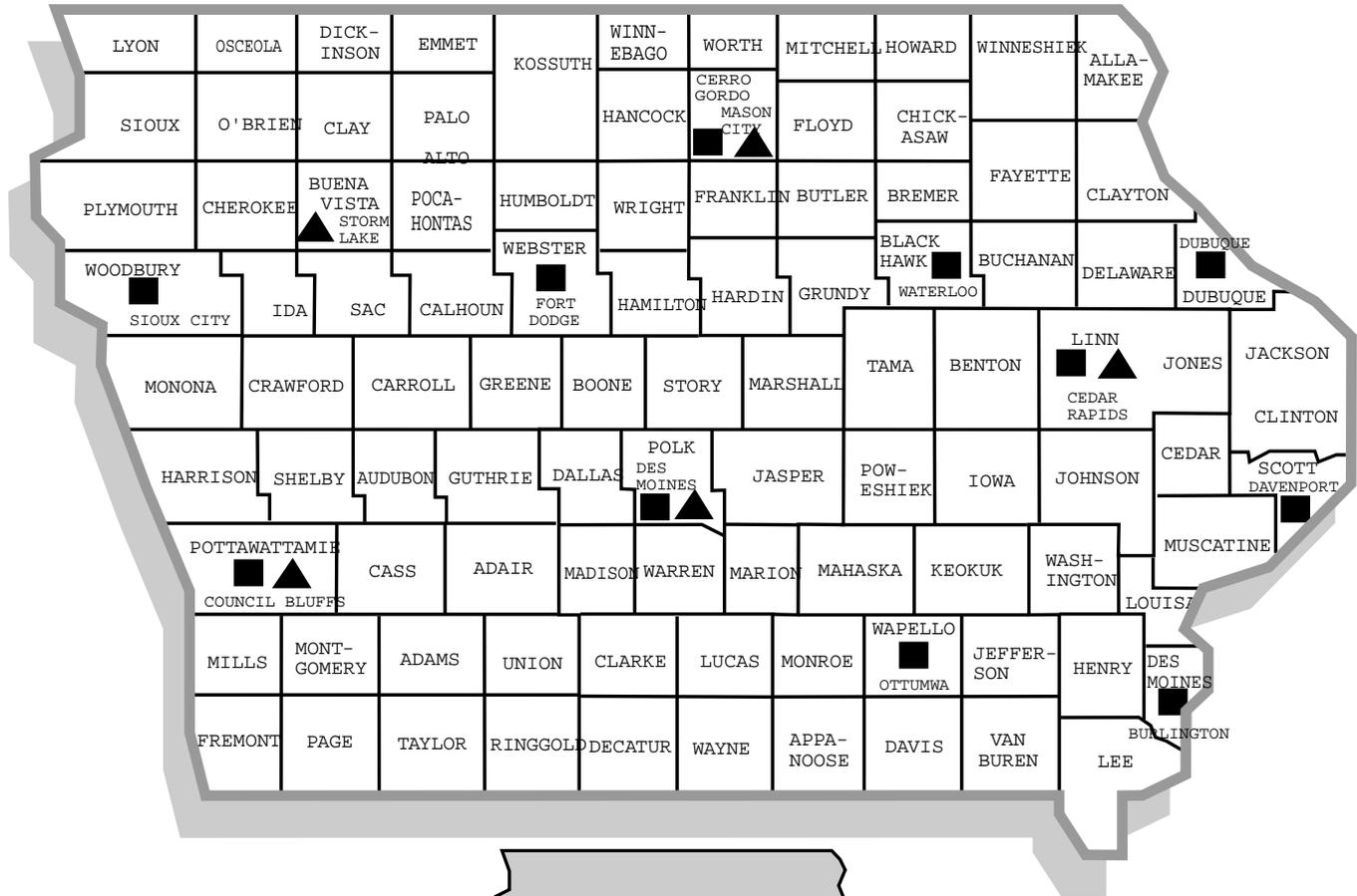
| | | | | | |
|-------------|-----------------|------------|-------------|-----------------|-----|
| 1921 | tax enacted at | 2¢/package | 1971 | rate changed to | 13¢ |
| 1953 | rate changed to | 3¢ | 1981 | rate changed to | 18¢ |
| 1959 | rate changed to | 4¢ | 1985 | rate changed to | 26¢ |
| 1963 | rate changed to | 5¢ | 1988 | rate changed to | 34¢ |
| 1965 | rate changed to | 8¢ | 1989 | rate changed to | 31¢ |
| 1967 | rate changed to | 10¢ | 1991 | rate changed to | 36¢ |

Motor Fuel / Diesel Fuel Tax

| | | | | | |
|-------------|-----------------|--------------------|-------------|-----------------|----------------------|
| 1925 | tax enacted at | 2¢ / gal. gasoline | 1979 | rate changed to | 10¢ / 11.5¢ |
| | | 2¢ / gal. diesel | 1981 | rate changed to | 13¢ / 13.5¢ |
| 1943 | rate changed to | 3¢ / 3¢ | 1982 | rate changed to | 13¢ / 15.5¢ |
| 1945 | rate changed to | 4¢ / 4¢ | 1985 | rate changed to | 15¢ / 16.5¢ (July 1) |
| 1953 | rate changed to | 5¢ / 5¢ | 1986 | rate changed to | 16¢ / 17.5¢ (Jan. 1) |
| 1955 | rate changed to | 6¢ / 6¢ | 1987 | rate changed to | 16¢ / 18.5¢ |
| 1957 | rate changed to | 6¢ / 7¢ | 1988 | rate changed to | 18¢ / 20.5¢ |
| 1965 | rate changed to | 7¢ / 8¢ | 1989 | rate changed to | 20¢ / 22.5¢ |
| 1978 | rate changed to | 8.5¢ / 10¢ | | | |

FIELD OFFICES

State of Iowa Department of Revenue and Finance



 REVENUE OFFICES
 LOTTERY OFFICES

The Department also has out-of-state field auditors located in :

Georgia Illinois
 Kansas Minnesota
 New Jersey New York
 Ohio Pennsylvania
 Texas Washington

For answers to specific questions, contact:

**Iowa Department of Revenue and Finance
Taxpayer Services Section
P. O. Box 10457
Des Moines, IA 50306**

*If calling from the Des Moines metropolitan area
or from out of state, please call **(515) 281-3114**.*

*If calling from elsewhere in Iowa or from the Rock Island-Moline
or Omaha calling areas, call toll free **1-800-367-3388**.*

78-508