



Iowa Department of REVENUE

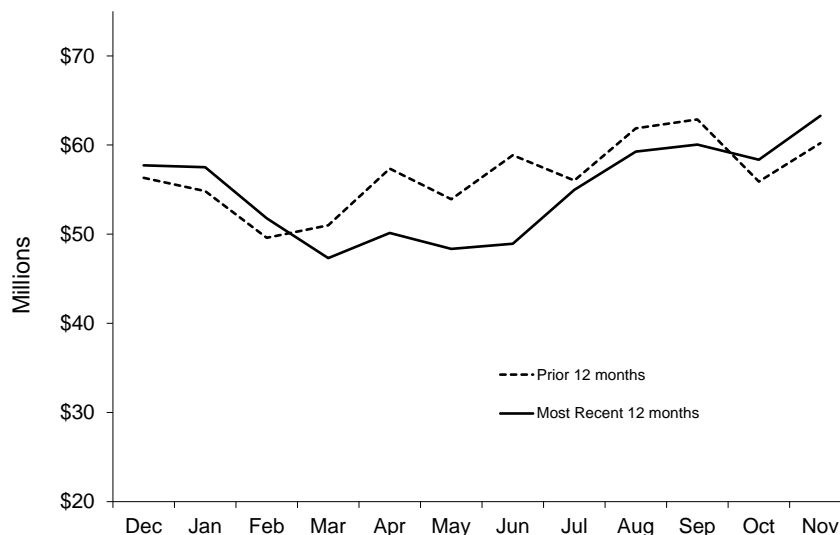
Fuel Tax Monthly Report for November 2020

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 is published on the Motor Fuel monthly reports page of the Iowa Department of Revenue website. Each month's report is available no later than the last working day of the month following the tax reporting period it covers.

Page 3 of the report shows monthly collections for ten fuel types and collections from prior tax periods reported as accounts receivable. Fiscal Year-To-Date and Prior Fiscal Year-To-Date collections, refunds, credits, and collections less refunds and credits are also provided. While refund claims can be filed throughout the year, credits are claimed once annually on income tax returns.

Figure 1 compares monthly net collections across the last 24 months. In November 2020 collections were \$63.3 million, 5.1 percent higher than November of last year. Year-over-year motor fuel net collections increased by 3.8 percent and collections on diesel increased by 7.5 percent. Monthly collections were higher than prior year numbers in five of the last twelve months. Because the number of taxable gallons may be reported in a month other than that for which taxes are remitted, net collections do not necessarily reflect the number of taxable gallons sold in the month. In November 2020, taxable gallons of motor fuel were 5.9 percent lower than in the previous November; taxable gallons of diesel were higher by 4.9 percent than in the prior November. The downturn earlier this year reflected impacts of the coronavirus pandemic, economic lockdown, and reduction in travel.

**Figure 1. Iowa Monthly Fuel Tax Collections Less Refunds and Credits:
Most Recent 12 Months Compared to Prior 12 Months for November 2020**



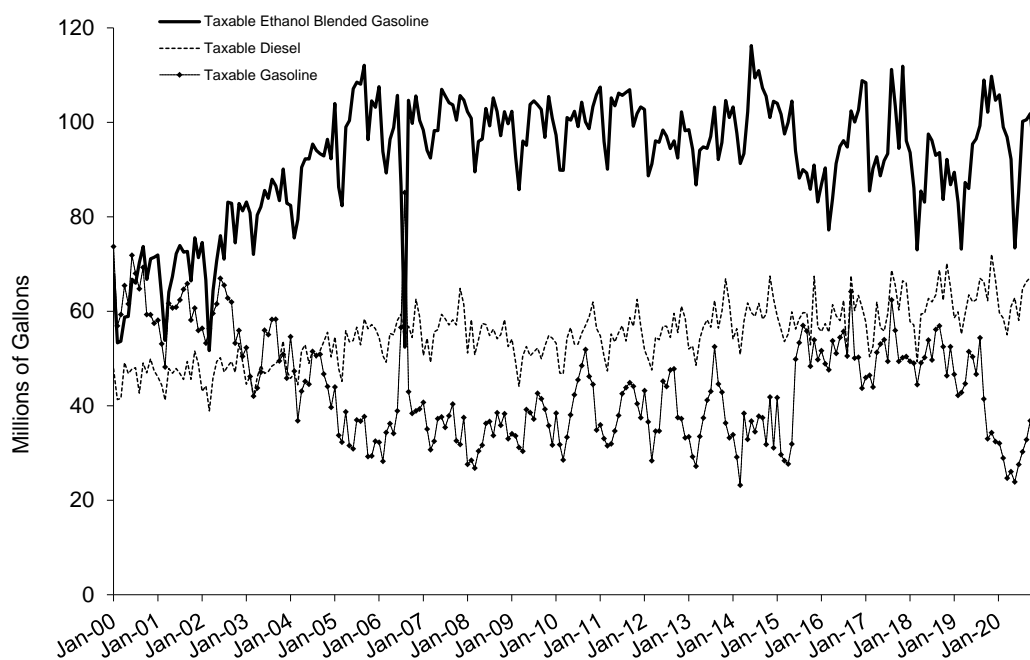
Source: Iowa Department of Revenue

Collections and gallon amounts contained in this report are from the Supplier/Terminal or "Rack" level, not the retail level. Further blending of products may occur along the fuel distribution chain. This is the case for most gallons of E15 or higher (gasoline blended with 15 percent or more of ethanol), so the gallons reported here for this fuel type are below the number of gallons of such fuel sold at retail in Iowa.

Page 4 of the report shows gross gallons and taxable gallons by fuel type. Exported gallons account for most of the difference between gross and taxable amounts since Iowa exports well over half of the ethanol blended gasoline produced in the state.

In 2000, taxable sales of ethanol blended gasoline and gasoline were roughly equal. As Figure 2 shows, demand shifted over the next six years to ethanol blended gasoline, except for November 2006 when a temporary price change drove a brief reversal. Between 2005 and early 2015, ethanol blended gasoline accounted for a monthly average of 73 percent of taxable gallons of motor fuel. For the period since June 2015, the monthly average percentage of taxable gallons reported as ethanol blended gasoline is 66.9 percent, reflecting a change in the manner in which the types of taxable gallons are reported by suppliers. Comparisons of ethanol blended gasoline’s share of total taxable gallons over time should be made with attention to this limitation. In November 2020, gallons of ethanol blended gasoline represented 71.7 percent of motor fuel taxable gallons.

Figure 2. Iowa Monthly Taxable Ethanol Blended Gasoline, Gasoline, and Diesel Gallons: January 2000 – November 2020



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 blended fuel and denaturing alcohol. The excess tax on blended fuel refund results when a blender purchases gasoline taxed at 30.0 cents per gallon and collects tax on the resulting ethanol blended gasoline at 24.0 cents per gallon. Therefore, the additional 6.0 cents paid on the gasoline is eligible for refund; similarly for the 2.4 cent gap between taxes on diesel and B11 or higher blends. The denaturing alcohol refund applies when the denaturant (gasoline) taxed at 30.0 cents per gallon is blended with food grade alcohol to produce ethanol blended gasoline E15 or Higher. When a refund of Iowa fuel tax is granted for non-taxable usage, 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 final page of the monthly report.

Iowa Department of Revenue
Fuel Tax Monthly Report
For Gallons Reported on Returns Filed in November 2020

MOTOR FUEL

Detailed Collections	Gasoline	E10 to E14	E15 or Higher	Aviation Gasoline	
	\$11,598,723	\$29,322,995	\$879,940	\$12,661	
Collections	Total Remitted	\$41,814,319			
Permit Refunds	Total Refunded	\$1,924,203			
		Current Month	Fiscal YTD	Prior FYTD	Change
Collections Less Permit Refunds		\$39,890,116	\$190,179,105	\$196,198,792	-3.07%

SPECIAL FUEL

Detailed Collections	Aviation Jet	Diesel	B11 or Higher		
	\$118,972	\$21,228,306	\$3,275,279		
Collections	Total Remitted	\$24,622,557			
Permit Refunds	Total Refunded	\$1,217,184			
		Current Month	Fiscal YTD	Prior FYTD	Change
Collections Less Permit Refunds		\$23,405,372	\$104,468,886	\$98,696,688	5.85%

LPG, LNG, & CNG

Detailed Collections	LPG	LNG	CNG		
	\$21,602	\$0	\$91,613		
Collections	Total Remitted	\$113,215			
Permit Refunds	Total Refunded	\$20,216			
		Current Month	Fiscal YTD	Prior FYTD	Change
Collections Less Permit Refunds		\$93,000	\$282,167	\$406,635	-30.61%

MISC. & ACCOUNTS RECEIVABLE

Detailed Collections	Miscellaneous	Accounts Receivable			
	\$0	\$3,283			
Collections	Total Remitted	\$3,283			
		Current Month	Fiscal YTD	Prior FYTD	Change
Misc. & Account Receivable		\$3,283	\$1,859,178	\$2,386,438	-22.09%

TOTAL

Collections	Current Month	Fiscal YTD	Prior FYTD	Change
	\$66,553,374	\$316,631,714	\$320,928,689	-1.34%
Refunds				
Permit Refunds Including Interest	\$3,161,603			
Motor Fuel Individual/Corporate Credits	\$123,046			
Total Refunds and Credits	\$3,284,649	\$20,736,311	\$24,063,282	-13.83%
Collections Less Permit Refunds and Credits	\$63,268,725	\$295,895,403	\$296,865,407	-0.33%

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MOTOR FUEL GALLONS SUMMARY

	Gasoline	E10 to E14	E15 or Higher	Aviation Gas	Motor Fuel Total
Gross Gallons Received	44,664,001	276,663,109	4,019,080	162,077	325,508,267
Exported Gallons	5,716,600	177,788,832	327,239	3,600	183,836,271
Distribution Allowance	622,018	1,579,325	57,370	1,575	2,260,288
Total Taxable Gallons	38,325,383	97,294,952	3,634,471	156,902	139,411,708
Remitted	\$11,598,723	\$29,322,995	\$879,940	\$12,661	\$41,814,319

SPECIAL FUEL GALLONS SUMMARY

	Aviation Jet	Diesel	B11 or Higher	Special Fuel Total
Gross Gallons Received	3,639,772	80,084,944	22,965,203	106,689,919
Exported Gallons	1,265,099	14,888,358	12,142,647	28,296,104
Distribution Allowance	15,911	448,109	36,040	500,060
Total Taxable Gallons	2,358,762	64,748,477	10,786,516	77,893,755
Remitted	\$118,972	\$21,228,306	\$3,275,279	\$24,622,557

LPG, LNG, & CNG GALLONS SUMMARY

	LPG	LNG	CNG
Total Taxable Gallons	58,507	0	295,525
Remitted	\$21,602	\$0	\$91,613

REFUND SUMMARY

		DOLLARS				
Number of Claims	Permit Type	Motor Fuel	Special Fuel	LPG & CNG	Interest Paid	Total
14	Agricultural	1,516	6,342	0	0	7,858
2	Federal Government	3,051	800	0	0	3,851
6	State Government	128,619	6,543	0	0	135,161
86	Other Political	106,753	39,844	4,910	0	151,506
0	Urban Transit	0	0	0	0	0
0	Regional Transit	0	0	0	0	0
0	Native American	0	0	0	0	0
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
30	Denaturing Alcohol	1,583,244	0	0	0	1,583,244
86	Commercial	33,443	337,198	15,306	0	385,947
0	Refund Agent	0	0	0	0	0
10	Transport Diversions	60,724	54,238	0	0	114,962
0	Casualty Losses	0	0	0	0	0
4	Special Fuel Blending	0	27,270	0	0	27,270
29	Excess Tax on Blended Fuel	6,854	744,950	0	0	751,804
267	TOTALS	\$1,924,203	\$1,217,184	\$20,216	\$0	\$3,161,603

GALLONS USED IN A MANNER EXEMPT FROM FUEL TAX

Sales Tax \$120,597