

# Iowa Department of REVENUE

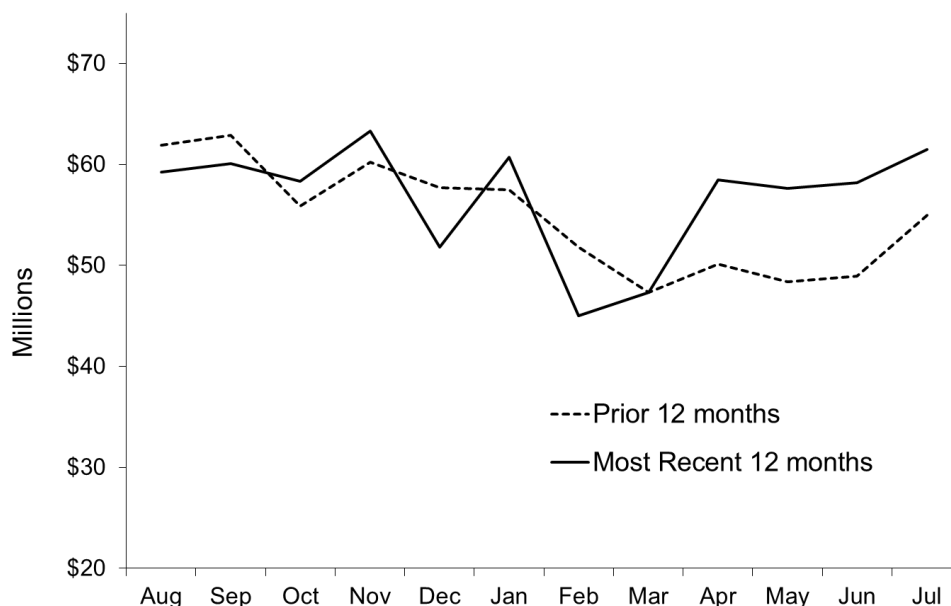
## Fuel Tax Monthly Report for July 2021

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 July 2021 collections were \$61.5 million, 11.9 percent higher than July of last year. Year-over-year motor fuel net collections increased by 18.0 percent and collections on diesel increased by 11.3 percent. Monthly collections were higher than prior year numbers in eight 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 July 2021, taxable gallons of motor fuel were 9.0 percent higher than in the previous July; taxable gallons of diesel were 7.6 percent higher than in the prior July. The sharp year-over-year increases largely reflect suppressed consumption of a year ago during the economic lockdown associated with the coronavirus pandemic.

**Figure 1. Iowa Monthly Fuel Tax Collections Less Refunds and Credits:  
Most Recent 12 Months Compared to Prior 12 Months for July 2021**



Source: Iowa Department of Revenue

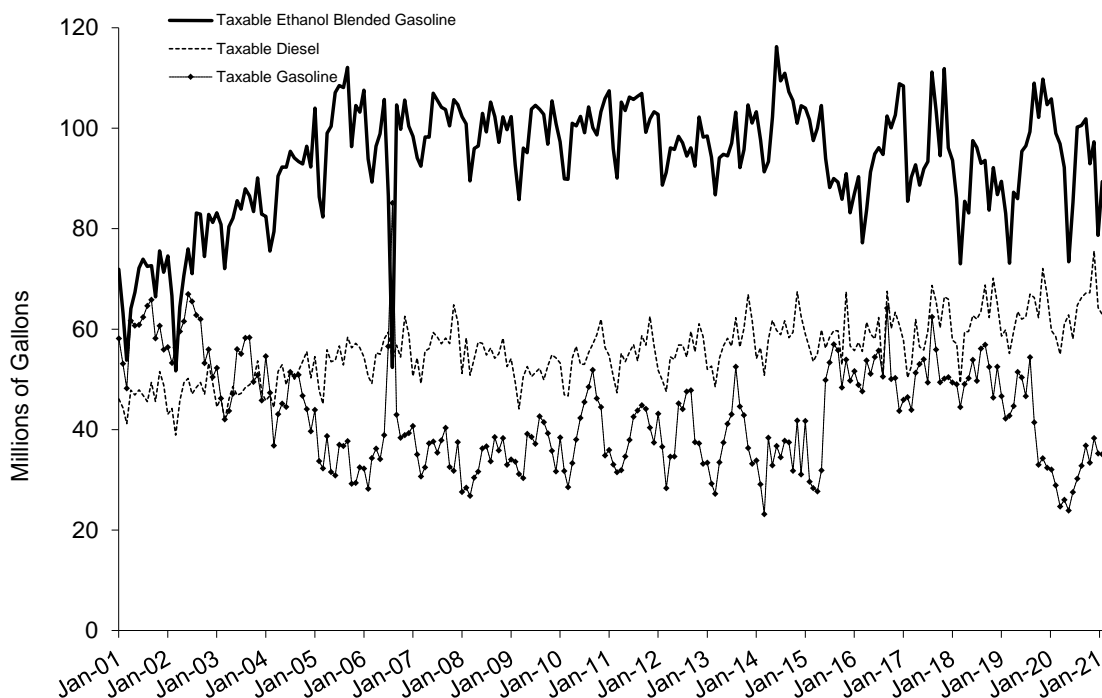
Collections and gallon amounts contained in this report are from the Supplier/Terminal or "Rack" level, not the retail level. Further blending of products may occur along the fuel distribution chain. This is the case for most E15 or Higher (gasoline blended with 15 percent of ethanol or higher percentages)

gallons, so the gallons reported for this fuel type are far below the number of retail gallons sold 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 2001, taxable sales of ethanol blended gasoline and gasoline were roughly equal. As Figure 2 shows, demand shifted over the next five years to ethanol blended gasoline, except for September 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 67.8 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 July 2021, gallons of ethanol blended gasoline represented 76.3 percent of motor fuel taxable gallons.

**Figure 2. Iowa Monthly Taxable Ethanol Blended Gasoline, Gasoline, and Diesel Gallons: January 2001 – July 2021**



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 30.4 cents per gallon and collects tax on the resulting ethanol blended gasoline at 24.0 cents per gallon. Therefore, the additional 6.4 cents paid on the gasoline is eligible for refund; similarly for the 2.1 cent gap between taxes on diesel and B11 or higher blends. The denaturing alcohol refund applies when the denaturant (gasoline) taxed at 30.4 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 July 2021**

**MOTOR FUEL**

Detailed Collections	Gasoline	E10 to E14	E15 or Higher	Aviation Gasoline	
	\$10,221,865	\$32,654,560	\$1,297,859	\$21,056	
Collections	Total Remitted	\$44,195,340			
Permit Refunds	Total Refunded	\$3,454,884			
<b>Collections Less Permit Refunds</b>		<b>Current Month</b>	<b>Fiscal YTD</b>	<b>Prior FYTD</b>	<b>Change</b>
		\$40,740,456	\$40,740,456	\$34,527,606	17.99%

**SPECIAL FUEL**

Detailed Collections	Aviation Jet	Diesel	B11 or Higher		
	\$188,582	\$20,146,008	\$2,495,812		
Collections	Total Remitted	\$22,830,402			
Permit Refunds	Total Refunded	\$1,852,839			
<b>Collections Less Permit Refunds</b>		<b>Current Month</b>	<b>Fiscal YTD</b>	<b>Prior FYTD</b>	<b>Change</b>
		\$20,977,563	\$20,977,563	\$18,847,672	11.30%

**LPG, LNG, & CNG**

Detailed Collections	LPG	LNG	CNG		
	\$13,045	\$0	\$132,237		
Collections	Total Remitted	\$145,282			
Permit Refunds	Total Refunded	\$11,437			
<b>Collections Less Permit Refunds</b>		<b>Current Month</b>	<b>Fiscal YTD</b>	<b>Prior FYTD</b>	<b>Change</b>
		\$133,845	\$133,845	\$18,764	613.31%

**MISC. & ACCOUNTS RECEIVABLE**

Detailed Collections	Miscellaneous	Accounts Receivable			
	\$0	\$86			
Collections	Total Remitted	\$86			
<b>Misc. &amp; Account Receivable</b>		<b>Current Month</b>	<b>Fiscal YTD</b>	<b>Prior FYTD</b>	<b>Change</b>
		\$86	\$86	\$1,821,594	-100.00%

**TOTAL**

<b>Collections</b>	<b>Current Month</b>	<b>Fiscal YTD</b>	<b>Prior FYTD</b>	<b>Change</b>
	\$67,171,110	\$67,171,110	\$59,298,990	13.28%
<b>Refunds</b>				
<b>Permit Refunds Including Interest</b>	\$5,321,951			
<b>Motor Fuel Individual/Corporate Credits</b>	\$347,184			
<b>Total Refunds and Credits</b>	\$5,669,135	\$5,669,135	\$4,335,845	30.75%
<b>Collections Less Permit Refunds and Credits</b>	\$61,501,975	\$61,501,975	\$54,963,145	11.90%

**Iowa Department of Revenue**  
**Fuel Tax Monthly Report**  
**For Gallons Reported on Returns Filed in July 2021**

**MOTOR FUEL GALLONS SUMMARY**

	Gasoline	E10 to E14	E15 or Higher	Aviation Gas	Motor Fuel Total
Gross Gallons Received	40,105,143	242,684,091	6,096,108	274,170	289,159,512
Exported Gallons	5,801,379	132,533,640	642,610	10,500	138,988,129
Distribution Allowance	548,660	1,755,402	84,555	2,344	2,390,961
Total Taxable Gallons	33,755,104	108,395,049	5,368,943	261,326	147,780,422
Remitted	\$10,221,865	\$32,654,560	\$1,297,859	\$21,056	\$44,195,340

**SPECIAL FUEL GALLONS SUMMARY**

	Aviation Jet	Diesel	B11 or Higher	Special Fuel Total
Gross Gallons Received	5,900,104	74,123,120	25,162,571	105,185,795
Exported Gallons	2,129,855	12,233,305	16,914,124	31,277,284
Distribution Allowance	25,648	425,222	20,608	471,478
Total Taxable Gallons	3,744,601	61,464,593	8,227,839	73,437,033
Remitted	\$188,582	\$20,146,008	\$2,495,812	\$22,830,402

**LPG, LNG, & CNG GALLONS SUMMARY**

	LPG	LNG	CNG
Total Taxable Gallons	43,053	0	426,099
Remitted	\$13,045	\$0	\$132,237

**REFUND SUMMARY****DOLLARS**

Number of Claims	Permit Type	Motor Fuel	Special Fuel	LPG & CNG	Interest Paid	Total
12	Agricultural	2,462	19,725	0	0	22,187
2	Federal Government	96,305	12,343	0	0	108,648
18	State Government	149,915	10,648	0	0	160,562
312	Other Political	428,121	140,226	11,437	1	579,785
0	Urban Transit	0	0	0	0	0
0	Regional Transit	0	0	0	0	0
0	Native American	0	0	0	0	0
2	Contract Carrier	1,073	1,817	0	0	2,890
0	Commercial Fisherman	0	0	0	0	0
0	Home Heating	0	0	0	0	0
1	Extract of Nat'l Deposits	0	19,585	0	0	19,585
39	Denaturing Alcohol	2,024,101	0	0	265	2,024,365
87	Commercial	85,339	305,056	0	111	390,506
0	Refund Agent	0	0	0	0	0
17	Transport Diversions	179,493	85,515	0	11	265,019
0	Casualty Losses	0	0	0	0	0
2	Special Fuel Blending	0	33,477	0	167	33,644
40	Excess Tax on Blended Fuel	488,076	1,224,447	0	2,236	1,714,759
532	<b>TOTALS</b>	\$3,454,884	\$1,852,839	\$11,437	\$2,791	\$5,321,951

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

Sales Tax \$75,630