



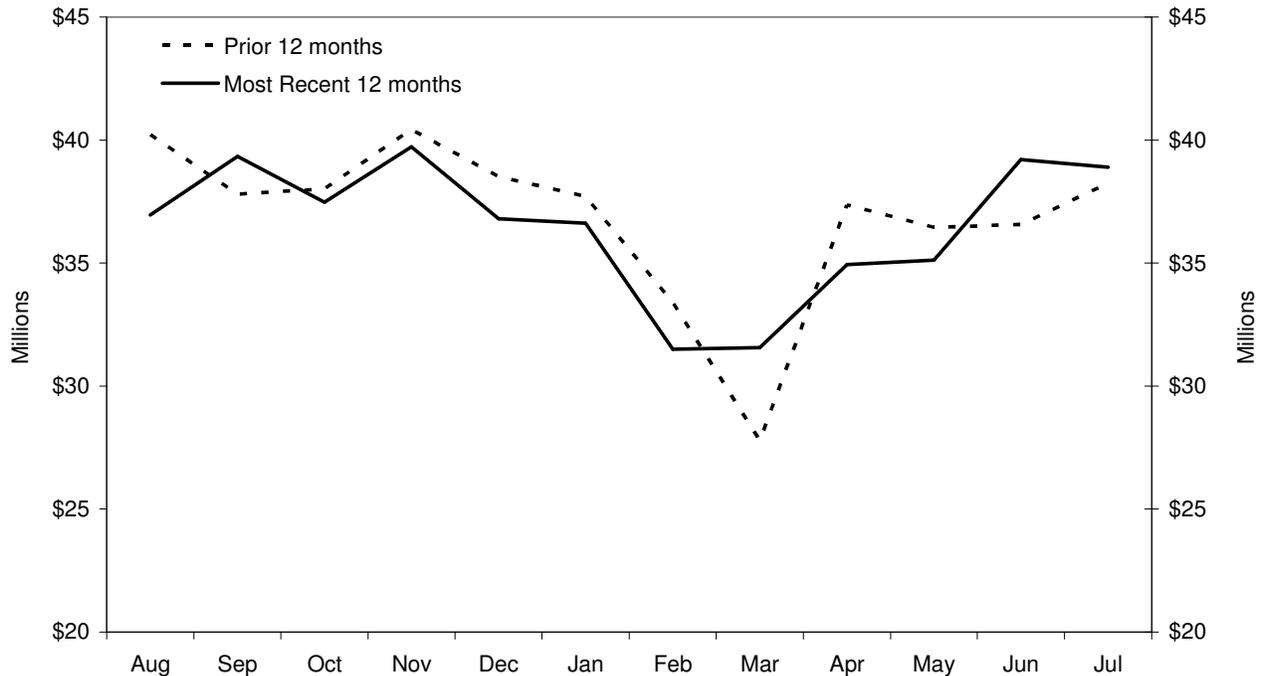
Fuel Tax Monthly Report

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 net collections have been down during eight of the most recent 12 months relative to the same month in the prior year.

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



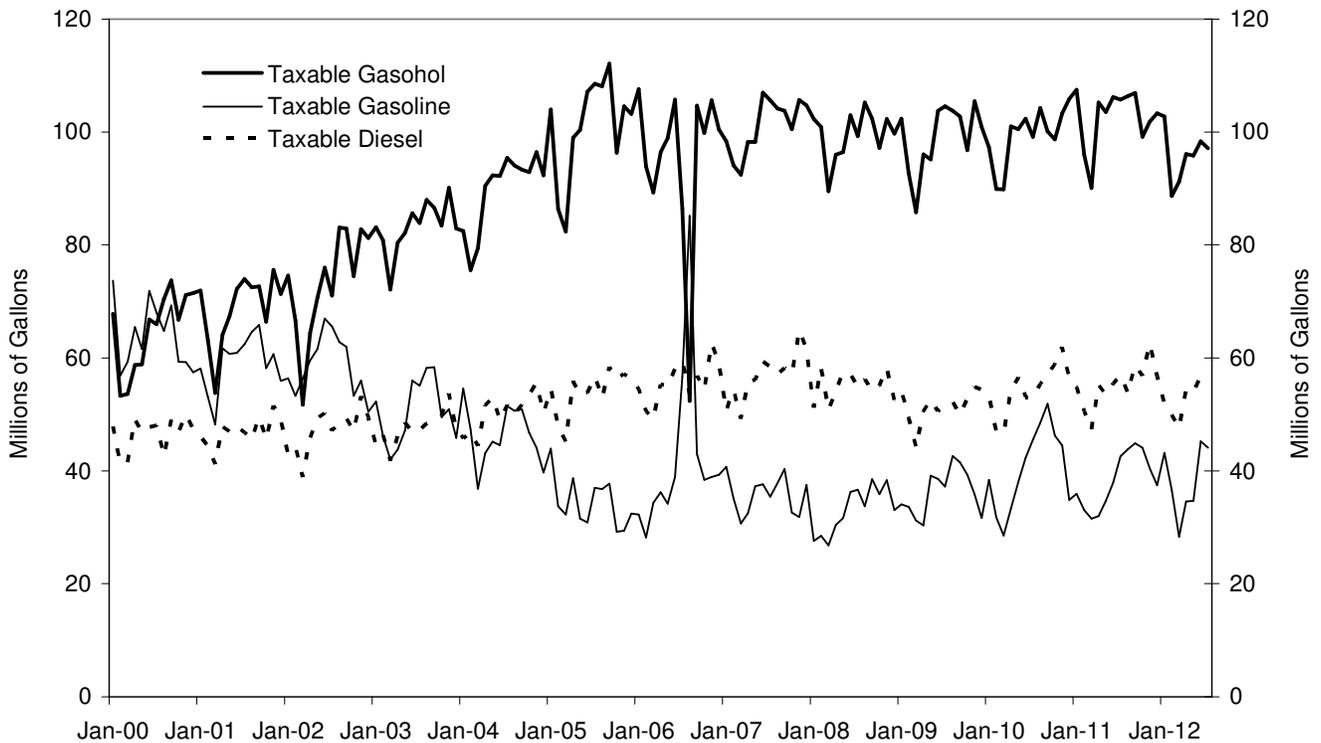
Source: Iowa Department of Revenue

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 distribution of gallons between gasoline and gasohol has remained roughly similar since 2007. 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-July 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 July 2012

MOTOR FUEL

Detailed Collections	Gasoline	Gasohol	E85	Aviation Gasoline	
	\$9,310,817	\$18,550,337	\$26,800	\$18,244	
Collections	Total Remitted	\$27,906,198			
Permit Refunds	Total Refunded	\$1,744,263			
		Current Month	Fiscal YTD	Prior FYTD	Change
Collections Less Permit Refunds		\$26,161,935	\$26,161,935	\$25,588,552	2.24%

SPECIAL FUEL

Detailed Collections	Aviation Jet	Diesel			
	\$102,436	\$12,859,186			
Collections	Total Remitted	\$12,961,622			
Permit Refunds	Total Refunded	\$178,737			
		Current Month	Fiscal YTD	Prior FYTD	Change
Collections Less Permit Refunds		\$12,782,885	\$12,782,885	\$12,702,638	0.63%

LPG and CNG

Detailed Collections	Liquid Petroleum Gas	Compressed Natural Gas			
	\$16,504	\$237			
Collections	Total Remitted	\$16,741			
Permit Refunds	Total Refunded	\$16			
		Current Month	Fiscal YTD	Prior FYTD	Change
Collections Less Permit Refunds		\$16,726	\$16,726	\$13,906	20.28%

MISC. & ACCOUNTS RECEIVABLE

Detailed Collections	Miscellaneous	Accounts Receivable			
	\$0	\$5,353			
Collections	Total Remitted	\$5,353			
		Current Month	Fiscal YTD	Prior FYTD	Change
Misc. & Account Receivable		\$5,353	\$5,353	\$1,000	435.30%

TOTAL

Collections	Current Month	Fiscal YTD	Prior FYTD	Change
	\$40,889,914	\$40,889,914	\$42,121,200	-2.92%
Refunds				
Permit Refunds Including Interest	\$1,923,017			
Motor Fuel Individual/Corporate Credits	\$76,396			
Total Refunds and Credits	\$1,999,413	\$1,999,413	\$3,873,352	-48.38%
Collections Less Permit Refunds and Credits	\$38,890,501	\$38,890,501	\$38,247,848	1.68%

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MOTOR FUEL GALLONS SUMMARY

	Gasoline	Gasohol	E85*	Aviation Gas	Motor Fuel Total
Gross Gallons Received	55,321,872	237,024,889	151,530	229,620	292,727,911
Exported Gallons	10,529,951	138,384,236	9,100	0	148,923,287
Distribution Allowance	707,170	1,563,330	2,163	2,829	2,275,492
Total Taxable Gallons	44,084,751	97,077,323	140,267	226,791	141,529,132
Remitted	\$9,310,817	\$18,550,337	\$26,800	\$18,244	\$27,906,198

*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	3,851,308	77,499,999	81,351,307
Exported Gallons	437,178	20,295,818	20,732,996
Distribution Allowance	18,979	377,631	396,610
Total Taxable Gallons	3,395,151	56,826,550	60,221,701
Remitted	\$102,436	\$12,859,186	\$12,961,622

LPG & CNG GALLONS SUMMARY

	Liquid Petroleum Gas	Compressed Natural Gas	LPG & CNG Total
Total Taxable Gallons	81,696	1,491	83,187
Remitted	\$16,504	\$237	\$16,741

REFUND SUMMARY

DOLLARS

Number of Claims	Permit Type	Motor Fuel	Special Fuel	LPG & CNG	Interest Paid	Total
48	Agricultural	6,836	2,270	0	0	9,106
1	Federal Government	156	0	0	0	156
18	State Government	138,525	8,685	0	0	147,210
341	Other Political	339,849	76,095	16	0	415,960
1	Native American	3,083	14	0	0	3,096
1	Contract Carrier	397	1,304	0	0	1,702
0	Commercial Fisherman	0	0	0	0	0
0	Home Heating	0	0	0	0	0
1	Extract of Nat'l Deposits	0	146	0	0	146
28	Denaturing Alcohol	1,006,091	0	0	0	1,006,091
87	Commercial	74,180	89,569	0	1	163,750
0	Refund Agent	0	0	0	0	0
1	Transport Diversions	1,436	0	0	0	1,436
0	Casualty Losses	0	0	0	0	0
3	Special Fuel Blending	425	655	0	0	1,080
7	Excess Tax on Gasohol	172,535	0	0	0	172,535
1	Excess Tax on E85	751	0	0	0	751
538	TOTALS	\$1,744,263	\$178,737	\$16	\$1	\$1,923,017

GALLONS USED IN A MANNER EXEMPT FROM FUEL TAX

Sales Tax \$195,070