



January 23, 2013

Glen Dickinson, Director
Legislative Services Agency
State Capitol
LOCAL

Dear Mr. Dickinson:

I am writing to update you on the centralized debt collection program for the quarter ending December 31, 2012. This report is required by Iowa Code Chapter 421.17(27)h.

This legislation authorizes the Department of Revenue to establish a centralized debt collection program for state agencies and requires quarterly reports concerning implementation of the program, the number of departmental collection programs initiated, the amount of debt collected and an estimate of future costs and benefits. The following pages provide information in these four areas.

Central Collections Program Implementation

The centralized debt collection program represents only the collection services provided to the Judicial Branch, the Department of Revenue, the Department of Human Services Child Support Recovery Unit and the Department of Natural Resources by the Department of Revenue's public-private partnership. Each agency participating in the partnership generates additional collections beyond those reflected in this report.

The Department also implemented new procedures found in Iowa Code Section 321.40 which allows County Treasurers to collect tax debt in order for debtors to obtain their vehicle registration.

Collections by Quarter

The attached tables show quarterly revenues that were generated by the CCU. Collections for this quarter totaled \$16.8 million, a slight increase of \$0.1 million compared to the same quarter last year. When compared to the same quarter of FY 2012, District Court collections had an increase of \$1.1 million, Tax collections had a decrease of \$0.9 million, Child Support had a slight decrease, and the Department of Natural Resources had a slight increase.

The attached tables reflect only the efforts of the Central Collection Unit.

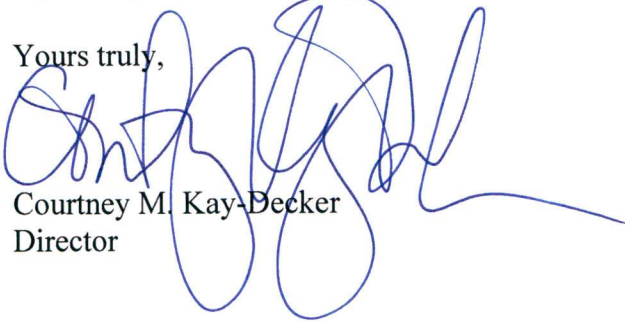
Cost/Benefit

The Central Collection Unit is self-supporting and charges for all direct and indirect costs that are properly allocable to CCU activities.

<u>Fiscal Year</u>	<u>Cost vs. Amount Collected</u>
FY 2009	8.28%
FY 2010	18.12%
FY 2011	14.11%
FY 2012	12.09%

If you or your staff has any questions regarding this information, please feel free to contact me.

Yours truly,

A handwritten signature in blue ink, appearing to read 'Courtney M. Kay-Decker', with a long horizontal flourish extending to the right.

Courtney M. Kay-Decker
Director

**Iowa Department of Revenue
Central Collection Unit Quarterly Report**

Collections for Quarter Ending	December 2012	
<u>Program</u>		
CCU - IDR Tax Receivables		\$9,066,038
CCU - Judicial		\$7,710,201
CCU – DHS Child Support		\$85,868
CCU - DNR		<u>\$3,339</u>
Total		\$16,865,446
Collections for Quarter Ending	September 2012	
<u>Program</u>		
CCU - IDR Tax Receivables		\$8,107,107
CCU - Judicial		\$7,338,009
CCU – DHS Child Support		\$119,701
CCU - DNR		<u>\$8,488</u>
Total		\$15,573,305
Collections for Quarter Ending	June 2012	
<u>Program</u>		
CCU - IDR Tax Receivables		\$6,622,104
CCU - Judicial		\$6,658,531
CCU – DHS Child Support		\$110,109
CCU - DNR		<u>\$14,195</u>
Total		\$13,404,939
Collections for Quarter Ending	March 2012	
<u>Program</u>		
CCU - IDR Tax Receivables		\$8,093,675
CCU - Judicial		\$7,538,264
CCU – DHS Child Support		\$165,696
CCU - DNR		<u>\$9,046</u>
Total		\$15,806,681

Collections for Quarter Ending	December 2011	
<u>Program</u>		
CCU - IDR Tax Receivables		\$9,941,426
CCU - Judicial		\$6,691,044
CCU – DHS Child Support		\$103,511
CCU - DNR		<u>\$3,130</u>
Total		\$16,739,110
Collections for Quarter Ending	September 2011	
<u>Program</u>		
CCU - IDR Tax Receivables		\$8,587,789
CCU - Judicial		\$7,465,178
CCU – DHS Child Support		\$181,000
CCU - DNR		<u>\$15,660</u>
Total		\$16,249,628
Collections for Quarter Ending	June 2011	
<u>Program</u>		
CCU - IDR Tax Receivables		\$6,360,075
CCU - Judicial		\$6,455,527
CCU – DHS Child Support		\$142,639
CCU - DNR		<u>\$11,631</u>
Total		\$12,969,871
Collections for Quarter Ending	March 2011	
<u>Program</u>		
CCU - IDR Tax Receivables		\$7,327,940
CCU - Judicial		\$7,148,458
CCU – DHS Child Support		\$156,301
CCU - DNR		<u>\$2,258</u>
Total		\$14,634,956

