



Iowa Department of Revenue

Director: Courtney M. Kay-Decker  
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[www.iowa.gov/tax](http://www.iowa.gov/tax)

December 4, 2015

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 September 30, 2015. This report is required quarterly 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.

Senate File 510 repealed the requirement that the Judicial Branch utilize the services of the CCU. Court collections are being phased out and no new accounts have been placed with the CCU since July 1. Court collections by the CCU for FY16 are estimated to total \$13 million compared to \$32 million the year before.

The Judicial Branch has other collection resources besides the CCU. Those resources, which include county attorneys, a collection agency, and the state offset program, will help to make up for reduced CCU collections.

**Collections by Quarter**

The attached tables show quarterly revenues that were generated by the CCU. Collections for this quarter totaled \$14.11 million. The attached tables reflect only the efforts of the Central Collection Unit. Court collections in the first quarter decreased from \$8.85 million to \$5.03 million.

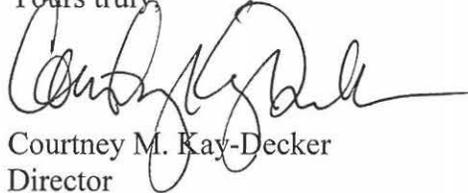
**Cost/Benefit**

The Central Collection Unit is self-supporting and charges for all direct and indirect costs that are properly allocable to CCU activities. No new positions were added this quarter.

<u>Fiscal Year</u>	<u>Cost vs. Amount Collected</u>
FY 2013	14.50%
FY 2014	7.08%
FY 2015	7.44%

If you have any questions regarding this information, please let me know.

Yours truly,



Courtney M. Kay-Decker  
Director

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

<b>Collections for Quarter Ending</b>	<b>September 2015</b>	
<u>Program</u>		
CCU - IDR Tax Receivables		\$8,957,198
CCU - Judicial		\$5,031,483
CCU – DHS Child Support		\$122,570
CCU - DNR		<u>\$1,589</u>
<b>Total</b>		<b>\$14,112,840</b>

<b>Collections for Quarter Ending</b>	<b>June 2015</b>	
<u>Program</u>		
CCU - IDR Tax Receivables		\$7,689,791
CCU - Judicial		\$7,242,924
CCU – DHS Child Support		\$157,774
CCU - DNR		<u>\$3,408</u>
<b>Total</b>		<b>\$15,093,897</b>

<b>Collections for Quarter Ending</b>	<b>March 2015</b>	
<u>Program</u>		
CCU - IDR Tax Receivables		\$8,324,393
CCU - Judicial		\$8,161,439
CCU – DHS Child Support		\$131,688
CCU - DNR		<u>\$10,601</u>
<b>Total</b>		<b>\$16,628,121</b>

<b>Collections for Quarter Ending</b>	<b>December 2014</b>	
<u>Program</u>		
CCU - IDR Tax Receivables		\$7,734,553
CCU - Judicial		\$7,782,107
CCU – DHS Child Support		\$104,694
CCU - DNR		<u>\$2,273</u>
<b>Total</b>		<b>\$15,623,626</b>

<b>Collections for Quarter Ending</b>	<b>September 2014</b>	
<u>Program</u>		
CCU - IDR Tax Receivables		\$6,382,680
CCU - Judicial		\$8,850,356
CCU – DHS Child Support		\$91,943
CCU - DNR		<u>\$2,622</u>
<b>Total</b>		<b>\$15,327,600</b>

<b>Collections for Quarter Ending</b>	<b>June 2014</b>	
<u>Program</u>		
CCU - IDR Tax Receivables		\$6,893,261
CCU - Judicial		\$7,699,797
CCU – DHS Child Support		\$136,269
CCU - DNR		<u>\$5,280</u>
<b>Total</b>		<b>\$14,734,606</b>

<b>Collections for Quarter Ending</b>	<b>March 2014</b>	
<u>Program</u>		
CCU - IDR Tax Receivables		\$7,805,354
CCU - Judicial		\$8,913,378
CCU – DHS Child Support		\$142,246
CCU - DNR		<u>\$8,917</u>
<b>Total</b>		<b>\$16,869,895</b>

<b>Collections for Quarter Ending</b>	<b>December 2013</b>	
<u>Program</u>		
CCU - IDR Tax Receivables		\$8,609,231
CCU - Judicial		\$8,294,260
CCU – DHS Child Support		\$159,773
CCU - DNR		<u>\$7,262</u>
<b>Total</b>		<b>\$17,070,526</b>

<b>Collections for Quarter Ending</b>	<b>September 2013</b>	
<u>Program</u>		
CCU - IDR Tax Receivables		\$7,720,132
CCU - Judicial		\$8,583,592
CCU – DHS Child Support		\$122,527
CCU - DNR		<u>\$18,027</u>
<b>Total</b>		<b>\$16,444,278</b>
CCU - Judicial		\$8,695,116
CCU – DHS Child Support		\$118,264
CCU - DNR		<u>\$4,541</u>
<b>Total</b>		<b>\$16,197,678</b>

