



Iowa Department of Revenue

Director: Courtney M. Kay-Decker
Hoover State Office Building
Des Moines, Iowa 50319
www.iowa.gov/tax

February 3, 2016

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, 2015. 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.

As of July 01, 2015, the Judicial Branch quit placing accounts with the CCU. Since that time the CCU has continued to collect existing accounts and return non-paying accounts to the Courts. We expect that Court collections will cease by the end of Fiscal Year 2016.

Collections by Quarter

The attached tables show quarterly revenues that were generated by the CCU. Collections for this quarter totaled \$15.11 million. Court collections decreased 22 percent year over year, from \$7.8 million to \$6.0 million. Tax collections increased from \$7.7 million to \$9.0 million in the same period. The attached tables reflect only the efforts of the Central Collection Unit.

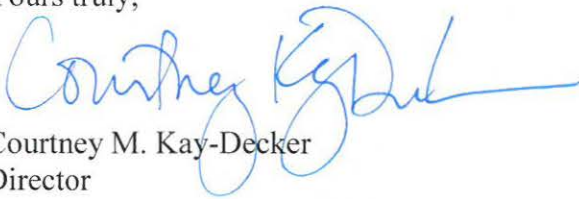
Cost/Benefit

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

Collections for Quarter Ending	December 2015
<u>Program</u>	
CCU - IDR Tax Receivables	\$8,956,359
CCU - Judicial	\$6,035,467
CCU – DHS Child Support	\$114,393
CCU - DNR	<u>\$1,628</u>
Total	\$15,107,847

Collections for Quarter Ending	September 2015
<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>
Total	\$14,112,840

Collections for Quarter Ending	June 2015
<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>
Total	\$15,093,897

Collections for Quarter Ending	March 2015
<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>
Total	\$16,628,121

Collections for Quarter Ending	December 2014
<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>
Total	\$15,623,626

Collections for Quarter Ending	September 2014
<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>
Total	\$15,327,600

Collections for Quarter Ending	June 2014
<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>
Total	\$14,734,606

Collections for Quarter Ending	March 2014
<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>
Total	\$16,869,895

Collections for Quarter Ending	December 2013
<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>
Total	\$17,070,526

