

Revenue, Department of

Mission Statement

The mission of the Iowa Department of Revenue is to serve Iowans through the responsible collection and generation of revenue to support the public good.

Description

Alcohol and Tax Operations Division:

The Operations Division functions as the central hub for both alcohol and tax-related processes and procedures. This division is responsible for administering the transportation and distribution of wholesale alcoholic liquor to more than 2,000 privately-owned retailers across Iowa, ensuring they are delivered on time and in good condition. Additionally, this division manages tax documents, payments and mail, as well as offering invaluable assistance to taxpayers for filing requirements and procedures.

Local Government Services Division:

The Local Government Services Division oversees the administration of property tax laws, assessors, and boards of review with a focus on ensuring that all property assessments adhere to Iowa laws in a manner that is fair, consistent, and compliant.

Lottery Division:

The Lottery Division provides responsible entertainment and prizes to the public, generating revenue for state programs, including support for veterans, economic development, law enforcement, education and agriculture.

Research and Policy Division:

The Research and Policy Division prepares legislative fiscal notes that affect revenue and analyzes legislative proposals impacting the Department, department data, and tax compliance.

Financial Summary

Object Category	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
State Appropriations	398,767,007	386,446,726	372,339,896	383,087,701
Taxes	1,618,087,156	1,620,564,544	1,630,130,408	1,630,130,408
Receipts from Other Entities	856,049,071	852,709,202	754,945,587	754,945,587
Interest, Dividends, Bonds & Loans	1,871,557	800,201	800,200	800,200
Fees, Licenses & Permits	18,734,509	18,042,510	18,042,510	18,042,510
Refunds & Reimbursements	275,644	827,357	828,357	828,357
Sales, Rents & Services	869,978,896	844,424,805	844,424,805	844,424,805
Miscellaneous	51,901,966	64,643,412	64,643,412	64,643,412
Beginning Balance and Adjustments	2,293,070,190	2,079,480,961	2,193,507,887	2,198,680,961
Total Resources	6,108,735,995	5,867,939,718	5,879,663,062	5,895,583,941
Expenditures				
Personal Services	54,811,802	58,224,577	58,224,577	58,224,577
Travel & Subsistence	1,329,192	2,020,601	1,957,801	1,957,801
Supplies & Materials	3,635,007	4,369,535	4,362,525	4,362,525
Contractual Services and Transfers	1,226,708,357	1,093,154,512	1,099,621,209	1,099,621,209
Equipment & Repairs	56,279,624	47,448,518	58,448,518	58,448,518
Claims & Miscellaneous	650,448,499	641,630,065	641,636,065	641,636,065

Financial Summary

Object Category	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Licenses, Permits, Refunds & Other	3,781,029,107	3,652,415,980	3,651,909,511	3,651,909,511
State Aid & Credits	214,544,578	347,719,194	347,719,194	358,466,999
Plant Improvements & Additions	478,362	2,500,000	2,500,000	2,500,000
Appropriation Transfer Out	6,460,755	—	—	—
Appropriations	1,337,856	1,375,775	1,375,775	1,375,775
Reversions	860,919	—	—	—
Balance Carry Forward	110,811,936	17,080,961	11,907,887	17,080,961
Total Expenditures	6,108,735,994	5,867,939,718	5,879,663,062	5,895,583,941
Full Time Equivalents	499	523	523	523

Appropriations from General Fund

Appropriations	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Ag Land Tax Credit	38,988,014	39,100,000	39,100,000	39,100,000
Commercial and Industrial Property	50,770,795	36,667,901	22,561,071	22,561,071
Two-Tier Assessment Limitation FKA	119,515,656	125,000,000	125,000,000	125,000,000
Printing Cigarette Stamps	98,550	124,652	124,652	124,652
Refund Cigarette Stamps	—	—	—	—
Refund Income Corp & Franchise	—	—	—	—
Homestead Tax Credit Aid	162,196,053	162,524,423	162,524,423	174,100,000
Tobacco Products Tax Refund	—	—	—	—
Inheritance Refund	—	—	—	—
Elderly & Disabled Property Tax	3,540,013	4,327,772	4,327,772	3,500,000
School Infrastructure Transfer	—	—	—	—
Barrel Tax Refunds	2,885,487	2,000,000	2,000,000	2,000,000
Military Service Tax Refunds	—	—	—	—
Revenue, Department of	15,378,678	15,378,678	15,378,678	15,378,678
Tobacco Reporting Requirements	17,525	17,525	17,525	17,525
Total Revenue, Department of	393,390,772	385,140,951	371,034,121	381,781,926

Appropriations from Other Funds

Appropriations	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Motor Veh Fuel Tx-Admin Approp	1,305,775	1,305,775	1,305,775	1,305,775
Tax System Modernization	4,070,460	—	—	—
Total Revenue, Department of	5,376,235	1,305,775	1,305,775	1,305,775

Appropriations Detail

Revenue, Department of General Fund

Appropriation Description

This appropriation funds the majority of the operations of the Department of Revenue. Additional funding is received from Motor Vehicle Fuel, collection receipts, tobacco settlement funds and miscellaneous smaller funds. The general fund appropriation accounts for 77% of the budget of the Department.

The Department of Revenue is responsible for tax compliance so the correct amounts of taxes are paid, but no more, through taxpayer services, examination, audit and policy development. The Department seeks to process incoming payments in an accurate and timely manner so questions and adjustments are resolved; and, to resolve outstanding debt owed to the Department and other contracting agencies. Through Property Tax programs, local property tax officials receive training, service and enforcement programs that result in fair and equitable assessment. The Department provides economic, research and statistical reporting support to the Department of Management, the Governor and the Legislative Service Agency. To support the core functions, the Department provides administrative and technology services to meet program goals and provide services to internal and external customers.

Revenue, Department of Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Balance Brought Forward (Approps)	214,113	363,452	214,113	363,452
Appropriation	15,378,678	15,378,678	15,378,678	15,378,678
Intra State Receipts	15,975,845	21,423,491	21,009,876	21,009,876
Reimbursement from Other Agencies	15,156	8,200	8,200	8,200
Gov Fund Type Transfers - Other Agencies	1,107,327	686,010	686,010	686,010
Fees, Licenses & Permits	—	10	10	10
Refunds & Reimbursements	4,619	4,110	4,110	4,110
Other	613,663	450,000	450,000	450,000
Total Resources	33,309,401	38,313,951	37,750,997	37,900,336
Expenditures				
Personal Services-Salaries	17,611,789	18,493,957	18,493,957	18,493,957
Personal Travel In State	47,955	59,717	57,717	57,717
State Vehicle Operation	6,216	4,340	4,340	4,340
Depreciation	49,125	55,343	55,343	55,343
Personal Travel Out of State	91,310	146,184	125,184	125,184
Office Supplies	141,138	208,845	206,835	206,835
Equipment Maintenance Supplies	4,949	4,000	4,000	4,000
Other Supplies	—	1	1	1
Printing & Binding	304,303	452,379	452,379	452,379
Postage	1,797,664	1,685,281	1,685,281	1,685,281
Communications	1,012,325	1,106,292	967,325	967,325
Rentals	187,630	213,060	213,060	213,060
Professional & Scientific Services	29,247	29,757	29,757	29,757

Revenue, Department of Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Outside Services	2,184,624	3,386,859	3,386,859	3,386,859
Advertising & Publicity	12,722	10,953	10,953	10,953
Outside Repairs/Service	20,870	23,511	23,511	23,511
Attorney General Reimbursements	—	740,344	740,344	740,344
Reimbursement to Other Agencies	412,856	419,303	419,303	419,303
ITS Reimbursements	2,797,036	3,768,837	3,768,837	3,768,837
IT Outside Services	3,978,424	5,340,964	5,340,964	5,340,964
Gov Fund Type Transfers - Attorney General Services	376,147	—	—	—
Gov Fund Type Transfers - Other Agencies Services	75,723	68,347	68,347	68,347
Equipment	—	2,473	2,473	2,473
Office Equipment	714	113	113	113
Equipment - Non-Inventory	44,327	49,867	49,867	49,867
IT Equipment	1,091,204	1,076,008	1,076,008	1,076,008
Other Expense & Obligations	3,546	3,387	3,387	3,387
Fees	300,000	599,638	350,000	350,000
Refunds-Other	653	739	739	739
Balance Carry Forward (Approps)	363,452	363,452	214,113	363,452
Reversions	363,452	—	—	—
Total Expenditures	33,309,401	38,313,951	37,750,997	37,900,336

Ag Land Tax Credit

General Fund

Appropriation Description

A standing limited appropriation to provide funds for the "Agricultural Land Tax Credit Fund" created under Section 426.1 of the Code. The fund was created to give credit against the tax on each tract of agricultural land within the several school districts of the state in which the levy for the general school funds exceeds five dollars and forty cents per thousand dollars of assessed value. The funds are prorated if the appropriation cannot cover all credits in full. Beginning in FY'94, an appropriation of \$39,100,000 was made. Section 425A stipulates that the first \$10,000,000 be transferred to the Family Farm Tax Credit Fund.

Ag Land Tax Credit Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Appropriation	39,100,000	39,100,000	39,100,000	39,100,000
Estimated Revisions	(111,986)	—	—	—
Total Resources	38,988,014	39,100,000	39,100,000	39,100,000
Expenditures				
Intra-State Transfers	(33,867)	21,000	21,000	21,000
State Aid	39,021,881	39,079,000	39,079,000	39,079,000
Total Expenditures	38,988,014	39,100,000	39,100,000	39,100,000

Commercial and Industrial Property Tax Replacement

General Fund

Appropriation Description

Standing unlimited appropriation to pay for the Commercial/Industrial Property Tax Replacement claims (Iowa Code 441.21A). The amount appropriated becomes limited starting in FY2018 to the amount of moneys appropriated in FY2017.

Commercial and Industrial Property Tax Replacement Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Appropriation	50,770,846	36,667,901	22,561,071	22,561,071
Estimated Revisions	(51)	—	—	—
Total Resources	50,770,795	36,667,901	22,561,071	22,561,071
Expenditures				
Refunds-Other	50,770,795	36,667,901	22,561,071	22,561,071
Total Expenditures	50,770,795	36,667,901	22,561,071	22,561,071

Two-Tier Assessment Limitation FKA Business Property Tax Cre

General Fund

Appropriation Description

Standing Limited appropriation from the General Fund. Iowa Code section 441.21(5)(e)(1) Two-Tier Assessment Limitation replaced Iowa Code 426C Business property Tax Credit beginning FY24. Distribution to local governments.

Two-Tier Assessment Limitation FKA Business Property Tax Cre Financial

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Appropriation	122,350,000	122,350,000	125,000,000	125,000,000
Change	2,650,000	2,650,000	—	—
Estimated Revisions	(5,484,344)	—	—	—
Intra State Receipts	5,078,936	—	—	—
Total Resources	124,594,592	125,000,000	125,000,000	125,000,000
Expenditures				
Intra-State Transfers	124,594,592	—	—	—
State Aid	—	125,000,000	125,000,000	125,000,000
Total Expenditures	124,594,592	125,000,000	125,000,000	125,000,000

Printing Cigarette Stamps

General Fund

Appropriation Description

This is a standing "limited" appropriation for the purpose of printing cigarette stamps.

Printing Cigarette Stamps Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Appropriation	124,652	124,652	124,652	124,652
Estimated Revisions	(26,102)	—	—	—
Total Resources	98,550	124,652	124,652	124,652
Expenditures				
Printing & Binding	98,550	124,652	124,652	124,652
Total Expenditures	98,550	124,652	124,652	124,652

Homestead Tax Credit Aid

General Fund

Appropriation Description

A standing limited appropriation that every six months the Department of Revenue remits to each County Treasurer in the state the total money apportioned to that county for a credit against property tax on eligible homesteads in the county.

Homestead Tax Credit Aid Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Appropriation	154,176,435	162,524,423	162,524,423	174,100,000
Estimated Revisions	8,019,618	—	—	—
Total Resources	162,196,053	162,524,423	162,524,423	174,100,000
Expenditures				
Intra-State Transfers	(173,524)	1	1	1
Appropriation Transfer Out Authorized per 8.39	6,460,755	—	—	—
State Aid	155,908,823	162,524,422	162,524,422	174,099,999
Total Expenditures	162,196,053	162,524,423	162,524,423	174,100,000

Elderly & Disabled Property Tax Credit

General Fund

Appropriation Description

A standing limited appropriation to provide for refunds of property taxes to those individuals who meet age and disability requirements and submit a proper claim.

Elderly & Disabled Property Tax Credit Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Appropriation	4,327,772	4,327,772	4,327,772	3,500,000
Estimated Revisions	(787,759)	—	—	—
Refunds & Reimbursements	—	100	100	100
Total Resources	3,540,013	4,327,872	4,327,872	3,500,100
Expenditures				
Refunds-Other	—	100	100	100
State Aid	3,540,013	4,327,772	4,327,772	3,500,000
Total Expenditures	3,540,013	4,327,872	4,327,872	3,500,100

Barrel Tax Refunds

General Fund

Appropriation Description

A standing limited appropriation to provide for refunds to distributors who pay the barrel tax.

Barrel Tax Refunds Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Appropriation	2,000,000	2,000,000	2,000,000	2,000,000
Estimated Revisions	885,487	—	—	—
Total Resources	2,885,487	2,000,000	2,000,000	2,000,000
Expenditures				
Refunds-Other	2,885,487	2,000,000	2,000,000	2,000,000
Total Expenditures	2,885,487	2,000,000	2,000,000	2,000,000

Tobacco Reporting Requirements

General Fund

Appropriation Description

This is a standing appropriation to fund additional duties required of the Department of Revenue for enforcement of cigarette issues related to the national tobacco settlement agreement and the Model Statute (Iowa Chapter 453C).

Tobacco Reporting Requirements Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Appropriation	17,525	17,525	17,525	17,525
Total Resources	17,525	17,525	17,525	17,525
Expenditures				
Personal Services-Salaries	—	5,000	5,000	5,000
Personal Travel In State	2,075	1,000	1,000	1,000
Personal Travel Out of State	15,450	11,525	11,525	11,525
Total Expenditures	17,525	17,525	17,525	17,525

Refund Cigarette Stamps

General Fund

Appropriation Description

A standing unlimited appropriation to provide refunds to cigarette stamp purchasers for unused stamps either returned or destroyed. (453A.8)

Refund Cigarette Stamps Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Estimated Revisions	—	—	—	—
Income Offsets	1,188,707	800,000	1,200,000	1,200,000
Total Resources	1,188,707	800,000	1,200,000	1,200,000
Expenditures				
Refunds-Other	1,188,707	800,000	1,200,000	1,200,000
Total Expenditures	1,188,707	800,000	1,200,000	1,200,000

Refund Income Corp & Franchise Sale

General Fund

Appropriation Description

A standing unlimited appropriation to cover refunds for overpayment of taxes for which valid claim or credit is filed within statutory periods. (422.73)

Refund Income Corp & Franchise Sale Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Estimated Revisions	—	—	—	—
Intra State Receipts	242,511	300,000	300,000	300,000
Income Offsets	1,476,106,746	1,385,200,000	1,481,000,000	1,481,000,000
Total Resources	1,476,349,258	1,385,500,000	1,481,300,000	1,481,300,000
Expenditures				
Refunds-Income Tax	1,103,053,567	1,100,000,000	1,104,000,000	1,104,000,000
Refunds-Sales Tax	68,429,337	55,000,000	69,000,000	69,000,000
Refunds-Other	7,880,411	10,000,000	8,300,000	8,300,000
Refunds-Income Tax Corporation	212,066,786	155,000,000	213,000,000	213,000,000
Refunds-Use Tax	16,530,931	15,000,000	17,000,000	17,000,000
Refunds-Franchise Tax Refunds	13,321,352	5,500,000	14,000,000	14,000,000
Refunds-Composite Tax	9,641,043	10,000,000	10,000,000	10,000,000

Refund Income Corp & Franchise Sale Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Refunds - Pass Through Entity Tax	45,425,831	35,000,000	46,000,000	46,000,000
Total Expenditures	1,476,349,258	1,385,500,000	1,481,300,000	1,481,300,000

Tobacco Products Tax Refund

General Fund

Appropriation Description

A standing unlimited appropriation to cover refunds for overpayment of tobacco products tax. (453A.47)

Tobacco Products Tax Refund Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Estimated Revisions	—	—	—	—
Income Offsets	1,762	400,000	400,000	400,000
Total Resources	1,762	400,000	400,000	400,000
Expenditures				
Refunds-Other	1,762	400,000	400,000	400,000
Total Expenditures	1,762	400,000	400,000	400,000

Inheritance Refund

General Fund

Appropriation Description

A standing unlimited appropriation to cover refunds for overpayments of inheritance tax. (450.94(3) and 450.96)

Inheritance Refund Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Estimated Revisions	—	—	—	—
Income Offsets	3,778,281	4,000,000	4,000,000	4,000,000
Total Resources	3,778,281	4,000,000	4,000,000	4,000,000
Expenditures				
Refunds-Other	3,778,281	4,000,000	4,000,000	4,000,000
Total Expenditures	3,778,281	4,000,000	4,000,000	4,000,000

School Infrastructure Transfer

General Fund

Appropriation Description

A standing unlimited appropriation is established to transfer one-sixth of sales and use tax from the General Fund to the SAVE Fund for school infrastructure. Per Chapter 423.2 section 11.b, Chapter 425.43 section 1.b

School Infrastructure Transfer Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Estimated Revisions	—	—	—	—
Income Offsets	694,062,710	672,000,000	695,000,000	695,000,000
Total Resources	694,062,710	672,000,000	695,000,000	695,000,000
Expenditures				
Intra-State Transfers	49,278,452	42,000,000	50,000,000	50,000,000
Refunds-Local Option	644,784,258	630,000,000	645,000,000	645,000,000
Total Expenditures	694,062,710	672,000,000	695,000,000	695,000,000

Military Service Tax Refunds

General Fund

Appropriation Description

This standing limited appropriation is to reimburse the taxing districts for revenue lost due to prescribed exemptions from or credits against property tax because of military service by the property owner.

Military Service Tax Refunds Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Appropriation	1,580,000	—	—	—
Estimated Revisions	(1,580,000)	—	—	—
Total Resources	—	—	—	—
Expenditures				
Total Expenditures				

Tax Gap Collections

General Fund

Appropriation Description

421.17(22A) An appropriation from the amount of tax, penalty, interest and fees actually collected not to exceed the amount collected, which is sufficient to pay for services, reimbursement, or other remuneration pursuant to this subsection.

Tax Gap Collections Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Multi Suspense	33,187,715	37,984,769	36,551,633	36,551,633
Intra State Receipts	886	—	—	—
Gov Fund Type Transfers - Other Agencies	6,000	6,000	6,000	6,000
Total Resources	33,194,601	37,990,769	36,557,633	36,557,633
Expenditures				
Personal Services-Salaries	20,440,874	21,579,042	21,579,042	21,579,042
Personal Travel In State	17,413	14,500	14,500	14,500
State Vehicle Operation	10	100	100	100
Personal Travel Out of State	35,109	40,020	35,020	35,020
Office Supplies	48,879	53,467	53,467	53,467
Printing & Binding	296,080	291,486	291,486	291,486
Postage	784,159	859,358	859,358	859,358
Communications	136,112	677,136	200,000	200,000
Professional & Scientific Services	406,130	468,046	468,046	468,046
Attorney General Reimbursements	—	1,487,258	1,487,258	1,487,258
Reimbursement to Other Agencies	492,732	582,961	582,961	582,961
ITS Reimbursements	1,913,081	2,070,000	2,070,000	2,070,000
IT Outside Services	5,484,790	7,751,000	6,800,000	6,800,000
Gov Fund Type Transfers - Attorney General Services	1,506,402	—	—	—
Gov Fund Type Transfers - Other Agencies Services	1,800	2,074	2,074	2,074
Equipment - Non-Inventory	2,460	1,356	1,356	1,356
IT Equipment	1,628,570	2,112,915	2,112,915	2,112,915
Other Expense & Obligations	—	50	50	50
Total Expenditures	33,194,601	37,990,769	36,557,633	36,557,633

Motor Veh Fuel Tx-Admin Approp

MVFT-Unapportioned

Appropriation Description

This fund receives taxes collected from all licensees on the sale of motor vehicle fuel including aviation fuel. There is an appropriation made from this fund to the Department of Revenue operating appropriation T01 for administrative expenses of collecting the taxes and administering the motor vehicle fuel tax law.

Motor Veh Fuel Tx-Admin Approp Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Appropriation	1,305,775	1,305,775	1,305,775	1,305,775
Total Resources	1,305,775	1,305,775	1,305,775	1,305,775
Expenditures				
Intra-State Transfers	808,308	1,305,775	1,305,775	1,305,775
Reversions	497,467	—	—	—
Total Expenditures	1,305,775	1,305,775	1,305,775	1,305,775

Tax System Modernization

Technology Reinvestment Fund

Appropriation Description

To fund the Tax System Modernization.

Tax System Modernization Financial Summary

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Appropriation	4,070,460	—	—	—
Total Resources	4,070,460	—	—	—
Expenditures				
IT Outside Services	4,070,460	—	—	—
Total Expenditures	4,070,460	—	—	—

Fund Detail

Revenue, Department of Fund Detail

Funds	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
IDR - Alcoholic Beverages	—	—	—	—
Tobacco Compliance Employee Tr	—	—	—	—
Liquor Control Act Fund	—	—	—	—
Revenue, Department of	3,038,434,289	2,915,487,254	2,827,021,762	2,829,137,253
Security Deposit	27,000	35,000	58,000	35,000
Sales Tax Increment Fund	29,991,016	30,500,000	30,500,000	30,500,000
Business Property Tax Credit Fund	132,500,190	122,350,001	—	—
Tobacco Compliance Employee Tr	1,167,524	1,524,367	1,289,745	1,524,367
Raceway Facilities Tax Rebate Fund	238,969	300,000	300,000	300,000
Baseball and Softball Complex Tax Rebates	478,039	400,000	400,000	400,000
Litigation Fund	101,999	100,002	100,002	100,002
Liquor Control Act Fund	466,651,168	441,318,224	439,445,791	441,318,224
Local Income Surtax Fund	565,366	628,605	300,000	628,605
Local Transit Guest Tax	79,570,696	75,000,000	80,000,000	80,000,000
Local Sales and Services Tax	1,264,540,654	1,262,017,621	1,293,053,000	1,293,017,621
County Endowment Fund	12,932,789	13,745,984	13,398,000	13,745,984
Revenue Department Clearing	52,533,747	44,658,449	44,625,500	44,658,449
MVFT-Unapportioned	738,649,834	725,285,526	725,611,550	725,285,526
Motor Vehicle Fuel Tax-Refund	52,639,653	48,123,475	48,440,174	48,123,475
School District Income Surtax	196,578,050	128,000,000	128,000,000	128,000,000
State Reinvestment District Fund	4,870,171	4,000,000	4,000,000	4,000,000
Income Offset Clearing Account	326,965	17,500,000	17,500,000	17,500,000
Technology Reinvestment Fund	4,070,460	—	—	—
IDR - Iowa Lottery	445,325,958	443,685,371	440,777,127	443,685,371
Lottery Fund	445,124,640	443,482,902	440,598,776	443,482,902
Lottery Jackpot Winners	201,318	202,469	178,351	202,469

Sales Tax Increment Fund

Fund Description

Sales Tax Increment Fund

Sales Tax Increment Fund Detail

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Sales Tax Quarterly	29,991,016	30,500,000	30,500,000	30,500,000
Total Resources	29,991,016	30,500,000	30,500,000	30,500,000
Expenditures				
Refunds-Sales Tax	29,991,016	30,500,000	30,500,000	30,500,000
Total Expenditures	29,991,016	30,500,000	30,500,000	30,500,000

Business Property Tax Credit Fund

Fund Description

Business Property Tax Credit Fund

Business Property Tax Credit Fund Detail

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Balance Brought Forward (Funds)	7,500,191	—	—	—
Intra State Receipts	124,594,592	122,350,000	—	—
Interest	405,408	1	—	—
Total Resources	132,500,190	122,350,001	—	—
Expenditures				
Intra-State Transfers	7,500,191	—	—	—
Refunds-Other	124,999,999	122,350,001	—	—
Total Expenditures	132,500,190	122,350,001	—	—

Tobacco Compliance Employee Tr

Fund Description

The fund will receive revenue from the civil penalties assessed by the Iowa Department of Public Health against retailers that sell tobacco products to persons under the age of 18.

Tobacco Compliance Employee Tr Detail

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Balance Brought Forward (Funds)	446,012	234,722	100	234,722
Adjustment to Balance Forward	1,200	—	—	—
Intra State Receipts	478,440	482,500	482,500	482,500
Refunds & Reimbursements	181,572	777,145	777,145	777,145
Other	60,300	30,000	30,000	30,000
Total Resources	1,167,524	1,524,367	1,289,745	1,524,367
Expenditures				
Personal Services-Salaries	546,820	558,845	558,845	558,845
State Vehicle Operation	—	40,000	40,000	40,000
Depreciation	—	10,000	10,000	10,000
Office Supplies	110	2,000	2,000	2,000
Other Supplies	1,344	1,311	1,311	1,311
Postage	4,631	5,000	5,000	5,000
Communications	4,143	5,000	5,000	5,000
Outside Services	261,377	243,447	263,447	263,447
Attorney General Reimbursements	57,139	58,000	58,000	58,000
Reimbursement to Other Agencies	191	406	406	406
IT Outside Services	10,000	12,150	12,150	12,150
Gov Fund Type Transfers - Other Agencies Services	893	20,000	—	—
IT Equipment	1,063	100	100	100
Other Expense & Obligations	45,089	333,386	333,386	333,386
Balance Carry Forward (Funds)	234,722	234,722	100	234,722
Total Expenditures	1,167,524	1,524,367	1,289,745	1,524,367

Raceway Facilities Tax Rebate Fund

Fund Description

This fund (established in Iowa Code 423.4.11e) is authorized to provide rebates of state sales tax to raceway facilities. State sales tax revenues transferred pursuant to section 423.2, subsection 11, paragraph b, subparagraph (7).

Raceway Facilities Tax Rebate Fund Detail

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Sales Tax Quarterly	238,969	300,000	300,000	300,000
Total Resources	238,969	300,000	300,000	300,000
Expenditures				
Refunds-Sales Tax	238,969	300,000	300,000	300,000
Total Expenditures	238,969	300,000	300,000	300,000

Baseball and Softball Complex Tax Rebates

Fund Description

This fund (established in Iowa Code 423.4.10e) is authorized to provide rebates of state sales tax to awarded baseball and softball complexes. State sales tax revenues transferred pursuant to section 423.2A, subsection 2, paragraph d. Fund is closed when amount of rebates reach \$5M.

Baseball and Softball Complex Tax Rebates Detail

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Sales Tax Quarterly	478,039	400,000	400,000	400,000
Total Resources	478,039	400,000	400,000	400,000
Expenditures				
Refunds-Sales Tax	478,039	400,000	400,000	400,000
Total Expenditures	478,039	400,000	400,000	400,000

Liquor Control Act Fund

Fund Description

Direct receipts generated from the sale of beverages, licenses, and taxes are deposited in this account.

Liquor Control Act Fund Detail

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Balance Brought Forward (Funds)	544,666	1,872,433	—	1,872,433
Adjustment to Balance Forward	14,899	—	—	—
Beer Tax	—	1,000	—	—
Liquor Tax	7,013,108	7,000,000	7,000,000	7,000,000
Intra State Receipts	28,239	28,000	28,000	28,000
Reimbursement from Other Agencies	165,719	124,999	124,999	124,999
Fees, Licenses & Permits	17,996,019	17,490,000	17,490,000	17,490,000
Refunds & Reimbursements	16,901	22,002	23,002	23,002
Rents & Leases	5,223	2,030	2,030	2,030
Liquor	434,938,128	409,304,000	409,304,000	409,304,000
Other Sales & Services	57,420	47,000	47,000	47,000
Unearned Receipts	5,769,921	5,426,000	5,426,000	5,426,000
Other	100,925	760	760	760
Total Resources	466,651,168	441,318,224	439,445,791	441,318,224
Expenditures				
Personal Services-Salaries	5418568.04	6064456	6064456	6064456
Personal Travel In State	7287.28	7535	7535	7535
State Vehicle Operation	457,226	555,719	555,719	555,719
Depreciation	14,724	15,000	15,000	15,000
Personal Travel Out of State	41,732	64,386	58,386	58,386
Office Supplies	18,521	24,000	19,000	19,000
Facility Maintenance Supplies	4,360	1,500	1,500	1,500
Equipment Maintenance Supplies	1,297	1,500	1,500	1,500
Professional & Scientific Supplies	2,215	2,450	2,450	2,450
Other Supplies	22,022	20,500	20,500	20,500
Printing & Binding	2,977	112,794	112,794	112,794
Uniforms & Related Items	1,733	2,000	2,000	2,000
Postage	6,871	311,010	311,010	311,010
Communications	83,798	84,400	84,400	84,400
Rentals	14,492	16,247	16,247	16,247
Utilities	203,461	225,000	225,000	225,000
Professional & Scientific Services	—	1	1	1
Outside Services	9,273,567	9,716,600	9,721,600	9,721,600
Intra-State Transfers	143,403,905	127,000,000	129,000,000	129,000,000
Outside Repairs/Service	134,397	135,000	135,000	135,000
Attorney General Reimbursements	160,681	296,032	296,032	296,032
Reimbursement to Other Agencies	(355,762)	46,600	36,600	36,600
ITS Reimbursements	1,590,450	2,190,319	2,200,319	2,200,319
IT Outside Services	5,598,760	8,232,740	6,232,740	6,232,740

Liquor Control Act Fund Detail

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Gov Fund Type Transfers - Other Agencies Services	5,608	49,000	49,000	49,000
Equipment	3,839,066	4,240,176	4,240,176	4,240,176
Equipment - Non-Inventory	277	350	350	350
IT Equipment	2,038,615	2,305,375	2,305,375	2,305,375
Other Expense & Obligations	284,201	264,361	270,361	270,361
Inventory	287,486,399	270,490,640	270,490,640	270,490,640
Licenses	65	100	100	100
Refunds-Other	977,721	970,000	970,000	970,000
State Aid	3,561,138	3,500,000	3,500,000	3,500,000
Capitals	478,362	2,500,000	2,500,000	2,500,000
Balance Carry Forward (Funds)	1,872,433	1,872,433	—	1,872,433
Total Expenditures	466,651,168	441,318,224	439,445,791	441,318,224

Lottery Fund

Fund Description

This account receives proceeds from lottery sales to provide for non- appropriated lottery expenses.

Lottery Fund Detail

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Balance Brought Forward (Funds)	8,975,268	7,884,126	5,000,000	7,884,126
Adjustment to Balance Forward	178	—	—	—
Intra State Receipts	98	—	—	—
Interest	1,093,778	500,000	500,000	500,000
Fees, Licenses & Permits	5,625	5,000	5,000	5,000
Refunds & Reimbursements	69,305	20,000	20,000	20,000
Other Sales & Services	434,978,125	435,071,775	435,071,775	435,071,775
Other	2,262	2,001	2,001	2,001
Total Resources	445,124,640	443,482,902	440,598,776	443,482,902
Expenditures				
Personal Services-Salaries	10,793,751	11,523,277	11,523,277	11,523,277
Personal Travel In State	11,713	74,700	74,700	74,700
State Vehicle Operation	257,275	252,100	252,100	252,100
Depreciation	242,443	594,632	594,632	594,632
Personal Travel Out of State	32,129	73,800	45,000	45,000
Office Supplies	61,373	82,000	82,000	82,000
Facility Maintenance Supplies	4,106	16,000	16,000	16,000
Other Supplies	14,907	64,001	64,001	64,001
Printing & Binding	4,410	23,000	23,000	23,000
Food	573	1,000	1,000	1,000

Lottery Fund Detail

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Postage	7,834	20,000	20,000	20,000
Communications	201,887	205,100	205,100	205,100
Rentals	311,962	668,983	668,983	668,983
Utilities	101,976	120,500	120,500	120,500
Professional & Scientific Services	7,797,275	8,714,773	8,714,773	8,714,773
Outside Services	2,111,387	2,086,357	2,086,357	2,086,357
Intra-State Transfers	86,146,699	75,216,846	84,268,457	84,268,457
Advertising & Publicity	8,957,123	17,407,811	9,205,000	9,205,000
Outside Repairs/Service	140,738	133,720	133,720	133,720
Attorney General Reimbursements	193,200	250,000	250,000	250,000
ITS Reimbursements	124,193	150,000	150,000	150,000
IT Outside Services	513,000	1,020,000	200,000	200,000
Equipment	1,489,280	1,039,368	1,039,368	1,039,368
Equipment - Non-Inventory	69,965	270,000	270,000	270,000
IT Equipment	648,252	1,350,417	1,350,417	1,350,417
Claims	284,809,000	280,545,678	280,545,678	280,545,678
Other Expense & Obligations	28,770,807	29,629,711	29,629,711	29,629,711
Inventory	3,162,065	3,750,001	3,750,001	3,750,001
Interest Expense/Princ/Securities	—	35,000	35,000	35,000
Licenses	204	501	501	501
Fees	—	2,500	2,500	2,500
Refunds-Other	—	1,000	1,000	1,000
Balance Carry Forward (Funds)	7,884,126	7,884,126	5,000,000	7,884,126
Total Expenditures	445,124,640	443,482,902	440,598,776	443,482,902

Lottery Jackpot Winners

Fund Description

This account receives payments from invested annuities and is used to make payments to lottery winners.

Lottery Jackpot Winners Detail

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Balance Brought Forward (Funds)	24,107	24,618	500	24,618
Interest	211	200	200	200
Other	177,000	177,651	177,651	177,651
Total Resources	201,318	202,469	178,351	202,469
Expenditures				
Claims	176,700	177,851	177,851	177,851
Balance Carry Forward (Funds)	24,618	24,618	500	24,618
Total Expenditures	201,318	202,469	178,351	202,469

County Endowment Fund

Fund Description

To establish the county endowment fund to receive resources to be distributed to counties that do not have a casino, race track or casino.

County Endowment Fund Detail

Object Class	FY 2025	FY 2026	FY 2027	FY 2027
	Actuals	Current Year Budget Estimate	Total Department Request	Total Governor's Recommended
Resources				
Balance Brought Forward (Funds)	—	387,984	40,000	387,984
Pari-Mutuel Receipts	12,560,629	13,058,000	13,058,000	13,058,000
Interest	372,160	300,000	300,000	300,000
Total Resources	12,932,789	13,745,984	13,398,000	13,745,984
Expenditures				
State Aid	12512724	13,288,000	13,288,000	13,288,000
Appropriation	32,081	70,000	70,000	70,000
Balance Carry Forward (Funds)	387,984	387,984	40,000	387,984
Total Expenditures	12,932,788	13745984	13398000	13745984