

# STATE OF COLORADO

**TAXPAYER SERVICE DIVISION**  
**Department of Revenue**  
1375 Sherman Street, Room 200  
Denver, Colorado 80261  
Phone (303) 205-8205



JUNE 2011

John Hickenlooper  
Governor

TO: Colorado IFTA Licensees  
FROM: Taxpayer Service  
SUBJECT: 2nd QUARTER 2011 IFTA Tax Return

Roxanne Huber  
Executive Director

Richard Giardini  
Director

Enclosed is your IFTA fuel tax return and fuel tax rate schedule for the quarter ending June 30, 2011; the tax return due date is August 1, 2011. A separate sheet of instructions for completing the IFTA tax return is also enclosed with your tax return. You are required to report all IFTA jurisdictions where you have traveled, even if the jurisdiction(s) are not printed on the return. Failure to file the return may result in an assessment of \$100 per jurisdiction, plus penalty and interest.

## ***IFTA FILL-IN FORM***

- ✓ A fill-in form for the IFTA return is available on our website at [www.taxcolorado.com](http://www.taxcolorado.com). The form will perform most of the calculations with minimal input by the carrier. The form will help the carrier complete the return more quickly and eliminate any mathematical errors. Once the form is completed, the carrier will simply print the form and mail it to the Department.

## ***INCOMPLETE OR INCORRECT RETURNS***

- ✓ Incomplete or incorrect IFTA returns will be sent back to the carrier to complete and/or correct. **Returns sent back for completion or corrections may be subject to late penalty and interest.**

## **IFTA REMINDERS**

Three states have a surcharge on fuel: *Indiana, Kentucky, and Virginia*. When reporting for these states, you must complete both the fuel tax line, and the surcharge line, on the tax return. Fuel purchased at the pump is not allowed on the surcharge line; the surcharge is not included in the price paid at the pump.

- ✓ Many jurisdictions have tax rate changes for 2nd Quarter 2011: all the Canadian jurisdictions, and the states of Arizona, Georgia, Massachusetts, Michigan, and New York. **Georgia changed its tax rate May 1, 2011. You will need to use the GA1 line to report any mileage traveled in Georgia in April at the tax rate of 0.1600 per gallon (diesel) and the GA2 line to report any mileage during May and June at the rate of 0.1830 per gallon.**

The U.S./Canada exchange rate for the 1st Quarter 2011 is U.S. \$1.00 = Can \$1.0233

U.S./Metric conversions:      One Liter = 0.2642 gallons      One Mile = 1.6093 kilometers  
   One Gallon = 3.785 liters      One Kilometer = 0.62137 miles

These conversions can also be found on the IFTA web site at [www.iftach.org](http://www.iftach.org).

You are required to file a quarterly IFTA report even if you have zero (0) miles. If you have zero (0) miles to report for a quarter, write "0" on lines A through C, columns 4 – 12 (only on the CO1 line), and lines 13 and 18 of the IFTA tax report. A penalty of \$50.00 still will be due if the report is submitted late. Be sure to sign and date the report.

- ✓ If you travel in the state of Oregon, you are required to report only the total miles and total taxable miles. No other information is required for Oregon.
- ✓ Be sure to mail the IFTA return to the address listed on the reverse side of the return. Failure to do so could delay processing of the return, and result in a delinquency notice for late filing.

Please read the jurisdictional footnotes on the reverse side of this letter.

June 8, 2011

## IFTA Tax Rate Footnotes

**# 1 - CALIFORNIA** CNG to be reported for each 100 cubic feet at standard pressure and temperature. A blend of Alcohol when containing not more than 15% Gasoline or Diesel should be reported as E-85 or M-85.

**# 2 - MISSISSIPPI** Natural Gas - LNG and CNG 100 cubic feet

**# 3 - MISSOURI** Reporting is not required for propane &/or natural gas in the event that proper fuel decals have been obtained. If fuel decals have not been obtained, a fuel tax return must be completed using the \$0.17 fuel tax rate.

**# 4 - PENNSYLVANIA** To convert CNG (scf) to gallons, multiply units by .0314. To convert CNG (lbs) to gallons, multiply units by .7087. Dyed diesel fuel or dyed kerosene consumed in PA operations, by qualified motor vehicles authorized by the IRS to use dyed fuel on highway, is not taxable.

**# 5 - ONTARIO** Where biodiesel is blended with fuel, only the biodiesel portion of the blend is exempt from tax. Licensees may apply for a tax refund directly to Ontario for the biodiesel portion and other tax exempt products such as methanol.

**# 6 - UTAH** Propane and Natural Gas are considered clean fuels for Utah and tax is paid via the purchase of a Clean Special Fuel Certificate (Form TC-596). The certificate must be kept in the vehicle while the vehicle is in Utah. The annual fee for the Clean Special Fuel Certificate is \$82 for vehicles with two axles and a registered gross vehicle weight of 26,000 pounds or less and \$126 for vehicles with three axles or with a registered gross vehicle weight over 26,000 pounds. The Tax Commission will impose a penalty for using dyed fuel on the highways in addition to any Federal penalties.

**# 7 - MAINE** CNG rate is per 100 standard cubic feet

**# 8 - IDAHO** FUEL PURCHASED ON IDAHO INDIAN RESERVATIONS – As of November 1, 2007, diesel purchased from retail outlets on the Shoshone-Bannock Indian Reservation is Idaho tax-paid diesel for IFTA reporting and Idaho fuels tax refund purposes. However, diesel purchased from tribal-owned retail outlets on the Coeur d'Alene and Nez Perce Indian Reservations is not Idaho tax-paid diesel for IFTA reporting and refund purposes. Also, as of March 1, 2005 all gasoline purchased from tribal owned retail outlets on all Idaho Indian reservations is not Idaho tax paid gasoline and is not eligible for fuels tax refunds. If you have questions, please call toll free 800-972-7660 ext 7601 or 7702.

**# 9 - ARIZONA** Biodiesel fuel does not meet the Arizona statutory definition of an alternative fuel.

**# 10 - TENNESSEE** CNG is 5.66 lbs per gallon.

**# 11 - MONTANA** Montana no longer requires gasoline, gasohol and ethanol to be reported on the IFTA tax return.

**# 12 - WASHINGTON** The state of Washington has entered into fuel tax agreements with several Washington Tribes regarding the taxation of motor vehicle fuel and special fuel sold at tribal fuel stations located on reservations or trust lands within Washington. Please see the "Exemptions" section for Washington located on the IFTA, Inc. website for further information.

**# 13 - NEW YORK** If your total gallons of B20 fuel purchased in New York exceed the taxable gallons of Diesel used in New York, an adjustment is required on your IFTA return. For details, see TSB-M-06(4)M, IFTA Reporting Requirements for the Consumption of B20 in New York State, on our Web site at [www.tax.ny.gov](http://www.tax.ny.gov)

**# 14 - TEXAS** Biodiesel, renewable diesel and blends containing biodiesel or renewable diesel purchased in Texas must be reported under the fuel type "DIESEL". Instructions for reporting biodiesel, renewable diesel and blends are online at <http://window.state.tx.us/taxinfo/fuels/ifta.html> or call toll free 1-800-252-1383.

**# 15 - BRITISH COLUMBIA** Effective January 1, 2010, ethanol and ethanol blends of gasoline must be reported as Gasoline and biodiesel and biodiesel blends must be reported as Diesel.

**# 16 - ALBERTA** Effective April 1, 2007, tax rates for gasohol, ethanol, and E-85 are changed to 9 cents per litre as a result of the discontinuance of the ethanol tax exemption program. The new Alberta Fuel Tax Act and new Fuel Tax Regulation which became effective April 1, 2007, also include a definition of biodiesel. Fuel that meets the definition of biodiesel will be taxed at 9 cents a litre.

**# 17 - CONNECTICUT** See Policy Statement 92(10.1), Tables and Equivalents for Natural Gas and Propane for Motor Vehicle Fuels Tax Purposes, for more information on computing the tax on motor vehicle fuels in gaseous form.

June 8, 2011