



SPECIAL NOTICE

CALIFORNIA DEPARTMENT
OF TAX AND FEE
ADMINISTRATION
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CUSTOMER SERVICE CENTER
1-800-400-7115

CRS
711

Rate Change for International Fuel Tax Agreement and Interstate User Diesel Fuel Tax Licensees Effective July 1, 2021

Effective July 1, 2021, the tax rate you report and pay with your quarterly International Fuel Tax Agreement (IFTA) tax return or Interstate User Diesel Fuel tax return for diesel fuel purchased outside California and used in California will decrease from 79.5 cents (\$0.795) to 72.7 cents (\$0.727) per gallon.

What is included in the tax rate?

The 72.7 cents per gallon includes:

- 38.9 cents (\$0.389) per gallon of diesel fuel tax (adjusted on July 1 of each year); and
- An additional excise tax of 33.8 cents (\$0.338) per gallon.

When is this new tax rate in effect?

This new rate is in effect from July 1, 2021, through June 30, 2022. You must use this rate starting with your third quarter 2021 return (July 1, 2021, through September 30, 2021).

How do I report my tax-paid diesel fuel?

You must file your quarterly tax return and report the gallons of tax-paid diesel fuel you used in each state. Beginning July 1, 2021, you may claim a credit of 72.7 cents (\$0.727) per gallon for tax-paid diesel fuel that you purchased in California and used both inside and outside California.

For more information

For more information regarding IFTA, Diesel Fuel Interstate Users, or diesel fuel taxes, see our online *Tax Guide for International Fuel Tax Agreement (IFTA) and Diesel Fuel Interstate User* at www.cdtfa.ca.gov/taxes-and-fees/ifta-ciudft-di-license.htm.

You may also call our Customer Service Center at 1-800-400-7115 (CRS:711), Monday through Friday from 8:00 a.m. to 5:00 p.m. (Pacific time), except state holidays. To reach a Motor Carrier Office team member, from the main menu, select the option for *Special Taxes and Fees*, then select the *Motor Carrier Office Programs*.

Visit our website at www.cdtfa.ca.gov/subscribe/ to subscribe to our email lists and receive the latest news including newsletters, tax and fee updates, and other announcements.