



Special Notice

**STATE BOARD
OF EQUALIZATION**

450 N STREET
SACRAMENTO, CA 95814

BOARD MEMBERS

SEN. GEORGE RUNNER (Ret.)
First District
Lancaster

FIONA MA, CPA
Second District
San Francisco

JEROME E. HORTON
Third District
Los Angeles County

DIANE L. HARKEY
Fourth District
Orange County

BETTY T.YEE
State Controller

EXECUTIVE DIRECTOR
DAVID J. GAU

BOE WEBSITE AND
BOARD MEMBER CONTACT
INFORMATION
www.boe.ca.gov

CUSTOMER SERVICE
CENTER
1-800-400-7115

TTY
711

Rate Change for International Fuel Tax Agreement (IFTA) and Interstate User Diesel Fuel Tax (DI) Licensees Effective July 1, 2016

Effective July 1, 2016, the tax rate you report and pay with your quarterly IFTA or DI tax return for diesel fuel purchased outside California and used in California will decrease from 45.0 cents (\$0.450) to 40.0 cents (\$0.400) per gallon.

This rate will be in effect until June 30, 2017. You should begin using this rate when you report and file your third quarter 2016 return.

You may claim a credit of 40.0 cents per gallon for tax-paid diesel fuel purchased in California on or after July 1, 2016, that you use both inside and outside California.

The 40.0 cents per gallon includes:

- 16.0 cents (\$0.160) per gallon of diesel fuel tax (adjusted annually, effective July 1 of each year); and
- an additional excise tax of 24.0 cents (\$0.240) per gallon (adjusted annually, effective July 1 of each year).

For more information, visit our website at www.boe.ca.gov. You may also call our Customer Service Center at 1-800-400-7115 (TTY:711), Monday through Friday, 8:00 a.m. to 5:00 p.m. (Pacific time), excluding state holidays. To reach the Motor Carrier Office staff, select the option for *Special Taxes and Fees* from the main menu, followed by the *Motor Carrier Office Programs* option.

Visit our website at www.boe.ca.gov/info/enotify.htm to subscribe to our email lists and receive the latest news, including newsletters, tax and fee updates, public meeting agendas, and other announcements.