



# *Informational*

## *Bulletin*

Brian Hamer / Director

## **Prepaid Sales Tax Rate Changes Beginning January 1, 2011**

### ***To All Distributors, Suppliers, Motor Fuel Retailers, and Other Resellers of Motor Fuel***

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This bulletin is written to inform you of recent changes; it does not replace statutes, rules and regulations, or court decisions.

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#### **For information or forms**

Visit our web site at:  
[tax.illinois.gov](http://tax.illinois.gov)

Call us at:  
217 782-7517

Call our 24-hour  
Forms Order Line at:  
1 800 356-6302

Write to us at:  
Illinois Department of Revenue  
P. O. Box 19477  
Springfield, IL 62794-9477

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Effective January 1, 2011,

- the applicable rates for prepaid sales tax will change. These rates are subject to change every six months.
- biodiesel blends that are at least 1 percent, but no more than 10 percent, will be subject to the gasohol prepaid sales tax rate.

Tax is due on a per gallon basis at the rate established by the department. The prepaid sales tax rates will be calculated as follows.

- For motor fuel, the rate will be calculated by multiplying the average of the previous six months selling price per gallon of motor fuel sold in Illinois by 6.25 percent.
- For gasohol and biodiesel blends with no less than 1 percent and no more than 10 percent biodiesel, the rate will be calculated by multiplying the established motor fuel rate by 80 percent.

We will publish these rates on our web site at [tax.illinois.gov](http://tax.illinois.gov) at least 20 days prior to January 1 and July 1 of each year.

If you are a registered prepaid sales tax filer, we will mail Form PST-1, Prepaid Sales Tax Return, to you with the applicable rates printed on Lines 5 and 6.

For all other prepaid sales tax forms, you must verify the applicable rates on our web site.