



*i*nformational Bulletin

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Changes to the Motor Fuel Tax Law for Sales of Dyed Diesel

To: All Motor Fuel Distributors and Suppliers

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

For information
Visit our website at:
tax.illinois.gov

Email us at:
REV.MF@illinois.gov

July 1
Effective ~~May~~ *July 1* 27, 2022, Public Act 102-1019 amends the Motor Fuel Tax Law to provide that, to be eligible to make a sale of dyed diesel fuel for non-highway purposes free from Motor Fuel Tax, the sale must be made by a licensed distributor or supplier and the sale must be made directly to the end user of that dyed diesel fuel. To be free from Motor Fuel Tax, the end user must be making the purchase of the dyed diesel fuel for non-highway purposes, and the fuel must be dispensed or delivered as follows:

- The fuel must be delivered from a vehicle designed for the specific purpose of such sales and delivered directly:
 - into a stationary bulk storage tank that displays the notice required by Section 4f of the Motor Fuel Tax Act (35 ILCS 505/4f), or
 - into the fuel supply tanks of non-highway vehicles that are not required to be registered for highway use; or
- The fuel must be dispensed from a dyed diesel dispensing facility that has withdrawal facilities that are not readily accessible to and are not capable of dispensing dyed diesel fuel into the fuel supply tank of a motor vehicle. 35 ILCS 505/6 and 505/6a.

As a licensed distributor or supplier, you can only make a sale of dyed diesel fuel to another licensed distributor or supplier or to the end user of fuel. You cannot sell dyed diesel fuel to an unlicensed person for resale.

Where can I get additional information?

For more information, visit our website at tax.illinois.gov or email us at REV.MF@illinois.gov.