



SM

NEW ENGLAND FUEL INSTITUTE

LEGISLATIVE & REGULATORY ACTION CENTER

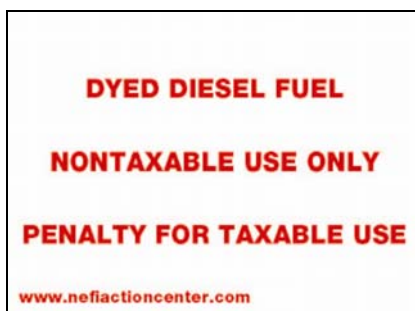
20 Summer Street • P.O. Box 9137 • Watertown, MA • 02471-9137

Tel (617) 924-1000 • Fax (617) 924-5962 • www.nefiactioncenter.com • LRAC@nefi.com

IRS IS STEPPING-UP ENFORCEMENT OF PUMP DECALS REQUIRED FOR ALL DIESEL & KERO SOLD TAX-FREE

- **WHO THIS APPLIES TO:** Fuel dealers and end-user locations dispensing dyed diesel and/or dyed kerosene. Also applies to clear kerosene dispensed tax-free at “blocked” or “barricaded” pumps.
- **REGULATORY COMPLIANCE:** The Internal Revenue Service (IRS) requires all dyed diesel and dyed kerosene to have a specific decal indicating that the fuel is dyed and for non-taxable use only (26 CFR 48.4082.2). The labeling requirement has been in place for dyed diesel dispensers since 1993 and dyed kerosene dispensers since 1998. Clear kerosene sold tax-free at blocked pumps also requires a decal. **The IRS has recently stepped-up enforcement of this requirement across the country.**
- **HOW NEFI CAN HELP:** NEFI is offering the required decals (shown below) which fully comply with IRS requirements. **NOTE: These decals may not replace or obstruct any other pump labels/decals required by law (e.g., EPA sulfur decals, FTC biodiesel pump decals, etc).** They must be placed in a *clear and conspicuous* location that is easily visible to the person dispensing the fuel. This may be on the face of the dispenser (on both sides) or on the side of the dispenser just above the nozzle housing.
- **PENALTY:** Any seller that fails to post the required decal on any retail dispenser that sells dyed fuel is presumed to know that the fuel will be used for taxable purposes and may be responsible for paying 24.4 cpg federal excise tax on the fuel and assessed a \$10 fine for every gallon of fuel in the tank at the time of violation or \$10 per gallon based on the gallon capacity of the tank.

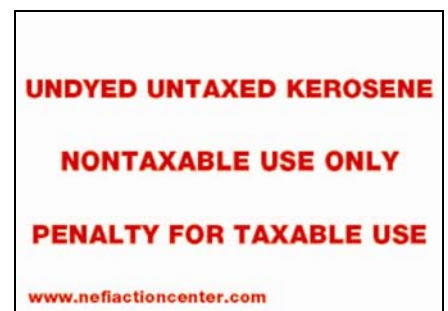
DECALS SHOWN BELOW: NOT ACTUAL SIZE



For Dyed Diesel
(#IRS-DD)



For Dyed Kerosene
(#IRS-DK)



For Undyed (Clear) Kerosene
sold tax-free at blocked pumps
(#IRS-UK)



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IRS PUMP DECALS ORDER FORM

FUEL TYPE	DECAL READS	COST	QTY	TOTAL
DYED DIESEL FUEL (#IRS-DD)	DYED DIESEL FUEL, NONTAXABLE USE ONLY, PENALTY FOR TAXABLE USE	\$2.50 each	_____	\$ _____
DYED KEROSENE (#IRS-DK)	DYED KEROSENE, NONTAXABLE USE ONLY, PENALTY FOR TAXABLE USE	\$2.50 each	_____	\$ _____
UNDYED UNTAXED KEROSENE AT BLOCKED PUMPS (#IRS-UK)	UNDYED UNTAXED KEROSENE, NONTAXABLE USE ONLY, PENALTY FOR TAXABLE USE	\$2.50 each	_____	\$ _____
PLEASE SEND ME NEFI MEMBERSHIP INFORMATION!		Yes	_____	
			Subtotal	\$ _____
			<i>Massachusetts Only</i> Add 5% sales tax	\$ _____
			Shipping & Handling add 10% (free if order is over \$100)	\$ _____
			DONATION Over \$100 receive special recognition –thank you!	\$ _____
			<u>TOTAL</u>	\$ _____

2. Provide information and return entire form to NEFI with payment

Name & Title _____ Date _____/_____/_____

Company _____

Mailing Address _____

City _____ State _____ Zip _____ - _____

Phone _____ Fax _____

Email _____

CHECK: Payable to “New England Fuel Institute” and mail to:
[New England Fuel Institute, P.O. Box 9137 Watertown, MA 02471-9137](mailto:NewEnglandFuelInstitute@nefi.com)

CREDIT CARD: Complete the credit card information below and mail to the above address
[or fax to \(617\) 924-5962](tel:6179245962)

MC VISA AMEX Card # _____ Exp. Date: _____

Name on Card: _____ Authorized Signature _____

[OR ORDER ONLINE AT
WWW.NEFIACTIONCENTER.COM](http://WWW.NEFIACTIONCENTER.COM)