



Special Notice

CALIFORNIA DEPARTMENT
OF TAX AND FEE
ADMINISTRATION
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SACRAMENTO, CA 95814

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Governor

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Secretary
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Director

CDTFA WEBSITE
www.cdtfa.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 November 1, 2017

The excise tax rate on diesel fuel increases by 20.0 cents (\$0.200) per gallon to 36.0 cents (\$0.360) per gallon, effective November 1, 2017, according to Senate Bill 1 (Stats. 2017, Ch. 5), *The Road Repair and Accountability Act of 2017*, signed by Governor Brown.

You received notification in June that the tax you report and pay with your quarterly fuel tax return for diesel fuel purchased outside California and used in the state, decreased from 40.0 cents (\$0.400) to 37.0 cents (\$0.370) per gallon for the period July 1, 2017, through June 30, 2018. However, this rate changes with the enactment of Senate Bill (SB) 1 and results in a total IFTA and DI tax rate of 57.0 cents (\$0.570) per gallon for the period November 1, 2017, through June 30, 2018.

This rate will be in effect until June 30, 2018. You should begin using this rate when you report and file your fourth quarter 2017 return.

You may claim a credit of 57.0 cents per gallon for tax-paid diesel fuel purchased in California on or after November 1, 2017, that you use both inside and outside California.

The 57.0 cents (\$0.570) per gallon includes:

- diesel fuel tax of 36.0 cents (\$0.360) per gallon; and
- an additional excise tax of 21.0 cents (\$0.210) per gallon of diesel fuel.

For more information, visit our website at www.cdtfa.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), except 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.cdtfa.ca.gov/subscribe/ to subscribe to our email lists and receive the latest news, including newsletters, tax and fee updates, public meeting agendas, and other announcements.