

+ CHANGES IN THE MOTOR FUEL USE TAX RATE

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 |TO:| ALL LICENSED
 +---+ INTERSTATE
 MOTOR CARRIERS

CHANGES IN THE MOTOR FUEL USAGE TAX RATE FOR JULY AND AUGUST 1989

Effective July 1, 1989, the "Part B" rate increased .4> per gallon. The new rate is 4.1> per gallon. This is equal to 5 percent of the average price of special fuel used in Illinois.

The "average price per gallon of special fuel" is an official figure computed and adjusted annually by the Department of Revenue. The Department uses this figure to calculate a cents-per-gallon rate - or "Part B rate" - which is equivalent to 5 percent of the official price.

The part "A" motor fuel tax rate for diesel fuel remains at 15.5> per gallon until August 1, when it will increase to 18.5> per gallon.

The new combined rate is 19.6> per gallon for lines 6 and 7b on Form IDR-280, and on August 1 increases to 22.6> per gallon.

CHANGES IN MOTOR FUEL USE TAX RATE FOR JANUARY 1990

Effective January 1, 1990 the "Part A" rate will increase 3> for a new combined rate of 25.6> per gallon.

FILING YOUR RETURNS (FORM IDR-280)

+ Quarterly Filers

We will send you a special worksheet (an IDR-280-W) to use with your third quarter return. On this worksheet, you must report the total tax you owe at 19.6> per gallon for July 1989, and at 22.6> per gallon for August and September 1989.

Beginning with the fourth quarter of 1989, you will receive revised forms indicating the new combined Motor Fuel Use Tax rate.

+ Annual Filers

We will send you a special worksheet (an IDR-280-W) to use with your annual FY 1990 return. On this worksheet, you must report the total tax you owe at 19.6> per gallon for July 1989, at 22.6> per gallon for August through December 1989, and at 25.6> for January through June 1990.

QUESTIONS?

If you have any questions or need additional information, please call or write. Our phone numbers and address are provided at the bottom of this bulletin.

FOR
INFORMATION

CALL: 1 800 732-8866 or
1 217 782-3336

WRITE: Illinois Department of Revenue
101 W. Jefferson St., P.O. Box 19044
Springfield, IL 62794-9044
