

**i** *informational**Bulletin*

David Harris, Director

Change in the Motor Fuel Use Tax Rate, Effective July 1, 2019, through December 31, 2019

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

Call us at:
217 785-1397

Call our TDD
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1 800 544-5304

To: All Licensed Interstate Motor Carriers

This bulletin supersedes in part FY 2019-15, Change in the Motor Fuel Use Tax Rate (N-12/18).

The Illinois Department of Revenue is implementing rate changes to the Motor Fuel Use Tax for diesel fuel, gasoline, gasohol, liquefied petroleum gas (LPG), compressed natural gas (CNG), and liquefied natural gas (LNG) resulting from the passage of P.A. 101-32. Motor Fuel Use Tax is comprised of two parts, "Part A" and "Part B." The rates listed here are effective **July 1, 2019, through December 31, 2019**. See FY 2019-15-A, Change in the Motor Fuel Use Tax Rate, available on the Department of Revenue's website at tax.illinois.gov, for the rates effective January 1, 2019, through June 30, 2019.

Note that LPG is commonly known as propane.

What is the Illinois "Part A" rate?

The "Part A" rate is established by Section 2 of the Motor Fuel Tax Law, which imposes the tax per gallon on all motor fuel used in motor vehicles operating on Illinois public highways and in recreational type watercraft operating on Illinois waters. 35 ILCS 505/2. P.A. 101-32 increases the rates of tax imposed on motor fuel, beginning July 1, 2019.

What are the Illinois "Part A" motor fuel rates, beginning July 1, 2019?

The "Part A" rates (in cents per gallon, DGE¹, or GGE²) are as follows:

Diesel ³	45.5¢ per gallon
Gasoline ⁴	38.0¢ per gallon
LPG	45.5¢ per DGE ⁵
LNG	45.5¢ per DGE ⁶
CNG	38.0¢ per GGE ⁷

What is the Illinois "Part B" rate?

The "Part B" rate is equal to 6.25 percent of the average selling price per gallon of motor fuel sold in Illinois. 35 ILCS 505/13a. This average is an official figure that is computed annually.

What are the Illinois “Part B” motor fuel rates for 2019?

The “Part B” rates (in cents per gallon, DGE¹, or GGE²) are as follows:

Diesel ³	16.1¢ per gallon
Gasoline ⁴	15.2¢ per gallon
LPG	15.0¢ per DGE ⁵
LNG	15.1¢ per DGE ⁶
CNG	10.6¢ per GGE ⁷

How do I figure my combined Motor Fuel Use Tax rate?

From July 1, 2019, through December 31, 2019, the combined tax rates are as follows:

	Part “A”	Part “B”	Combined
Diesel	45.5¢	16.1¢	61.6¢ per gallon
Gasoline	38.0¢	15.2¢	53.2¢ per gallon
LPG	45.5¢	15.0¢	60.5¢ per DGE
LNG	45.5¢	15.1¢	60.6¢ per DGE
CNG	38.0¢	10.6¢	48.6¢ per GGE

Rate information is available at tax.illinois.gov. Use MyTax Illinois at mytax.illinois.gov to renew your IFTA license, order decals, and file and pay quarterly returns.

¹ “DGE” means diesel gallon equivalent.

² “GGE” means gasoline gallon equivalent.

³ Diesel fuel is defined as any product intended for use or offered for sale as a fuel for engines in which the fuel is injected into the combustion chamber and ignited by pressure without electric spark (includes biodiesel).

⁴ Gasoline includes gasohol.

⁵ A DGE of LPG = 6.41 pounds of LPG. The conversion ratio used to calculate the LPG rate is one gallon = 0.651 DGEs of LPG.

⁶ A DGE of LNG = 6.06 pounds of LNG. The conversion ratio used to calculate the LNG rate is one gallon = 0.5776 DGEs of LNG.

⁷ A GGE of CNG = 5.66 pounds of CNG.