

NOTICE TO EXEMPT ENTITY FUEL SUPPLIERS

30 Del C., c.51, §5111 and §5133, allow certain entities to purchase taxable Motor Fuels and Special Fuels, for use in vehicles operated on Delaware roadways, free of excise tax. Specifically, this exemption is extended to (1) the United States or any governmental agencies thereof; (2) the State and every political subdivision thereof; (3) volunteer fire companies, for use in any of their official vehicles; and (4) veterans' or civic organizations in their ambulances when such ambulances are provided on a voluntary basis.

Sales to exempt entities must be reported on excise tax returns filed monthly with the Motor Fuel Tax Administration. Please be advised that sufficient information must be provided which will allow this office to efficiently verify the exemption status of those exempt customers identified. Any entries that are identified as transactions to exempt entities must include the name of the exempt entity, the Federal Employer Identification Number of that entity, the exemption number issued by this office, and the number of gallons sold to that entity. If a transaction is listed without the requested information, **the transaction will be disallowed**, and tax will be charged on the gallons reported as being sold to that entity.

To prevent such disallowances from occurring, please provide all requested information for all exempt entity transactions claimed on Disbursements Schedule 8 (bulk sales to U.S. Government), Schedule 9 (bulk sales to state, county and municipalities), Schedule 10 (bulk sales to volunteer fire companies or civic/veterans associations which maintain a volunteer ambulance service), and Schedule 11 (credit card sales to exempt entities). Please be certain to complete tax returns properly, and also provide all other requested information on supporting schedules. A up-to-date listing of exempt entities currently registered with this office can be obtained from this website.

If your company is distributing fuel to a qualified entity that does not appear on the listing, please have that entity contact this office at (302)744-2715, to obtain information and an exemption certificate application. Information on exempt entities, application forms, and instructions, can also be obtained from this website.