

1st Quarter 2022 IFTA Newsletter

Tax Relief Notes

Maryland and George have implemented Motor Fuel Tax - Tax-Free periods to help with the high cost of motor fuel. Maryland has made **March 18th**, **2022 through April 16th**, **2022**; a Gas Tax Holiday for IFTA carriers. Georgia has made IFTA carriers exempt from the Georgia motor fuel tax **March 18th**, **2022 through May 31st**, **2022**.

For paper return filers traveling through Maryland and Georgia, miles traveled during these tax free periods will be reported as **Non IFTA Miles**. Revenue Online filers should submit your return without including the miles traveled in the jurisdiction detail portion of your return for Maryland or Georgia during this time. When your return is submitted, send us a web message with the number of exempt miles that were traveled between March 18th and March 31, 2022 for Georgia and March 18th through April 16th, 2022 for Maryland. The Department will adjust your return accordingly.

For carriers purchasing fuel in Maryland and Georgia, fuel purchased during these tax free periods will be reported in your summary gallons, block **1B** for paper filers and **Total Gallons Consumed in all Jurisdictions** for Revenue Online filers. This information is required to calculate an accurate MPG for the period. Do not include the tax free gallons in the Tax-Paid Gallons detail per jurisdiction.

Tax Rate Update

Due to the passage of Senate Bill 21-260, effective July 1, 2022, the price of fuel will include two new fees in addition to the fuel tax. The road usage fee is expected to start at \$0.02 per gallon. The bridge and tunnel impact fee will also start at \$0.02 per gallon. Both fees will increase annually. For more information go to tax.colorado.gov. You do not need to do anything; starting with the 3Q2022 period, these fees will be included in the tax rate. The road usage fee applies to gasoline, gasohol ethanol, methanol, E-85, M-85, A55, diesel and biodiesel. The bridge and tunnel impact fee applies to diesel and biodiesel.

1Q22 IFTA Tax Returns are due May 2, 2022

- To file by paper: Go to <u>Tax.Colorado.gov/IFTA-forms</u> to download the <u>current DR 0122 form</u> and the <u>1Q22 tax</u> <u>rates</u>. Tax rates are updated each quarter, so please select the appropriate return and rates.
 - The Department highly recommends using Revenue Online; tax rates are updated automatically, it performs many of the calculations for you, and eliminates the possibility of returns getting lost.
- Or use Revenue Online:

New to Revenue Online: Visit <u>Colorado.gov/RevenueOnline</u> and choose "Sign Up". Information to set up your online account is on your IFTA license.

Communication

The best way to reach the Department is through web messages through Revenue Online because it is linked to your account. Please allow us 24 hours to respond, before calling or emailing. Multiple inquiries reduce our ability to respond to you quickly.

Decals or Other Requests

- Send us a web message through Revenue Online. These are usually worked within 24 hours. Attach a copy of the vehicle registration and any required form to the web message.
- Call us at 303-205-8205 option 1. Phone calls are usually answered within a few rings. If you have to leave a message, messages are usually checked and returned twice a day. Mail is sent out once a week. If you need overnight delivery, provide a pre-printed FedEx label with a physical location (not a P.O. box).

Frequently Asked Questions:

Please visit https://tax.colorado.gov/IFTA-FAQ