

Fuel Tax Refund Claim

Instructions

See form on page 3

If above address is not correct please call
(303) 205-8205

I. General Information

A refund of the Colorado fuel excise tax paid may be allowed on the fuel purchased and used in Colorado for tax exempt purposes listed below. A claim for refund must be submitted within 12 months after the date of purchase of the fuel. Only one claim may be filed in a calendar quarter.

A fuel tax refund may be claimed if the fuel has been used:

- A. To operate stationary engines, motor boats or vehicles on or over the rails.
- B. To operate tractors and other farm implements or machinery used for agricultural purposes only on farms and ranches.
- C. For cleaning and dyeing.
- D. To operate any machine owned or operated by the state, town, city, county, city and county, school district or other political subdivision of the state.
- E. For any other commercial use of equipment or machinery NOT used on the highways or public roads.
- F. For Crop Dusting (Aviation Fuel, 50% of fuel purchased), if using a private landing strip.
- G. For Commercial, scheduled air carriers or commuter airline operators (Aviation Fuel).

No refund shall be allowed to any person on any fuel:

- **for which excise tax was not paid (i.e. dyed diesel), or**
- **for propelling motor vehicles operated in whole or in part during the calendar year upon public roads, streets and highways, except those used by political subdivisions.**

For additional information, see publication FYI Excise 7 "Tax Refunds for Exempt Use of Fuel." This and other FYIs are available on the Web at www.TaxColorado.com

II. Refund Permit

A refund permit must be issued before any claim for refund can be paid. This can be obtained by filing an application for permit (form DR 7189). The first claim may accompany the application for permit. A permit is not transferable. The refund permit shall be canceled if there is no claim filed by the permit holder for a period of 24 months. Claimants are required to notify this office of any changes in the nature of business or address by secure messaging or in a written letter. Claimants are also required to notify this office and re-apply for a new permit if there is an ownership, name, DBA, FEIN, or business operation change. Refunds will not be made on claims for quantities of less than 20 gallons total.

III. Invoices

You will be required to retain all invoices along with a copy of each claim submitted for a period of three years in the event the department requests the invoices for review. Failure to comply with any of the requirements may result in the disallowance of your claim, cancellation of your fuel tax refund permit account and/or may subject you to penalties.

IV. Approved Refund Percentage Decimal

The pre-printed refund percentage decimal is based on historical data retrieved either from an individual permit/account or from a specific industry group (for example, Agriculture — Farm crops; Agriculture — Farm animals.)

V. Penalties

If any person or dealer:

- makes any false statement in an application for a permit or upon any claim for refund,
- submits or prepares an invoice which does not represent a bona fide purchase of gasoline or special fuel at the time and place and in the quantity indicated on the invoice,
- submits an invoice on which erasure, changes, alterations or additions have been made or are otherwise incorrect, or

- used the gasoline or special fuel other than as stated in the permit and application or on the public highways of this state, except as provided in subsection (2) of this section,

that person is guilty of a misdemeanor and, upon conviction thereof, shall be punished by a fine, imprisonment, or both.

The Department may suspend, cancel, revoke or deny a refund permit in accordance with the Colorado Administrative Procedures Act. A taxpayer cannot claim a refund of fuel taxes purchased during the time the refund permit was suspended, cancelled, revoked or denied unless the taxpayer's permit was cancelled for no refund claim submitted for twenty-four months or denied for clerical errors.

Applications for a permit or claims for a refund made in violation of statute shall be denied and, as a penalty, the amount so claimed shall also be deducted from any future claim for refund. For example, any applicant for refund who makes a false statement on an application for permit or credit for refund, or submits any invoices on which erasures, changes, alterations, or additions have been made, or that are otherwise incorrect shall be denied and the penalty described above shall be applied.

VI. Claim Form Instructions (DR 7118)

NOTE: Refund requests for special fuel types: compressed natural gas, liquefied natural gas and LPG are to be completed under the appropriate columns. DO NOT include refund request for these fuel types under the Special Fuel column.

Line 1—Enter number of gallons used for business purposes and drawn from bulk storage facilities or purchased from a dealer for exempt use. Colorado fuel excise tax must have been paid on the fuel reported on line one.

Line 3—For every fuel type, multiply line 1 by the approved percentage on line 2.

Line 4—The tax rate for Gasoline and Gasohol is 22 cents. The tax rate for Special Fuel is 20.5 cents. The tax rate for Aviation Gas is six cents. The tax rate for Aviation Jet Fuel is four cents. The tax rates for compressed natural gas, liquefied natural gas and LPG are shown below:

Year	CNG	LNG	LPG
2014	0.030	0.030	0.030
2015	0.060	0.050	0.050
2016	0.090	0.070	0.070
2017	0.120	0.080	0.090
2018	0.150	0.100	0.110
2019	0.183	0.120	0.135

Line 5—Amount of refund claim: multiply line 3 by Tax Rate line 4.

VII. IFTA Vehicles

Taxpayers receiving a separate refund claim form for IFTA must separately claim:

- fuel placed in the ordinary fuel tank of a vehicle whose miles are reported on an IFTA return, and
- must attach a copy of the corresponding IFTA return to each quarterly claim for refund.

VIII. Propane (LPG)

Taxpayers requesting a refund on exempt use of propane must attach copies of invoice(s) verifying tax paid.

Mail to:

Colorado Department of Revenue
Denver, CO 80261-0009

Fuel Tax Refund Claim



Audit Date (MM/DD/YY)	Time Limit Date (MM/DD/YY)	No. of Invoices	Earliest Date (MM/DD/YY)	Latest Date (MM/DD/YY)	7118-650
Last Name or Business Name			First Name		Middle Initial
Street Address			City		State Zip
Colorado Permit/Account Number		Refund Period (MM/YY - MM/YY)	FEIN		SSN

Whole Gallons Only — No Decimals

	A Gasoline	B Gasohol	C Special Fuel (Diesel, Etc.)	D Aviation Gas	E Aviation Fuel	F Compressed Natural Gas	G Liquefied Natural Gas	H LPG
● 1. Total number of gallons of qualifying fuel purchased in Colorado. See General Information I								
2. Approved refund percentage decimal								
3. Net number of gallons of fuel purchased in Colorado for which refund is being claimed. (Line 1 multiplied by line 2, for every fuel type)								
4. Colorado Fuel Excise Tax Rate per gallon.	Line 3 multiplied by	Line 3 multiplied by	Line 3 multiplied by	Line 3 multiplied by	Line 3 multiplied by	Line 3 multiplied by	Line 3 multiplied by	Line 3 multiplied by
5. Amount of Refund Claim (Multiply line 3 by Tax Rate line 4)								

Total amount of refund claim. **(Add together lines 5A thru 5H)** \$

I certify and declare that this application is true and correct and that it is made under the penalties of perjury in the second degree.

Name of Claimant, Corporation or Partnership	Signature of Claimant	
Signature of Witness	Date (MM/DD/YY)	Telephone Number ()