

## **Instructions – PETROLEUM PRODUCTS GROSS RECEIPTS TAX – FLOOR STOCKS TAX RETURN**

### **Form, PPT-D1-FS**

New Jersey law requires non-exempt individuals and organizations that store diesel fuel and non-aviation-grade kerosene to complete a fuel inventory by the close of business on December 31, 2016. They must also file **Form PPT-D1-FS** and remit a floor stocks tax to the Division of Taxation no later than June 1, 2017. Companies that have a [Direct Payment Permit](#) and a tax-exempt inventory do not have to file. Covered fuels include diesel fuel, diesel blends, blends used as diesel fuel, and non-aviation grade kerosene.

### **Inventory**

Use the inventory amounts in **Form PPT-D1-INV** to complete Lines 1 and 2 of the tax return. Companies with stored fuel should have filed an inventory report (**Form PPT-D1-Inv**) before filing this tax return.

### **Tanks**

On Line 4, filers should list the number of storage tanks in inventory with a capacity less than 10,000 gallons. On Line 5, filers should list the number of tanks with a capacity equal to or greater than 10,000 gallons. This data will be used to calculate the amount allowed for your dead storage exemption.

### **Dead Storage**

The amount of fuel in dead storage in each storage tank may be excluded from the gallons of fuel reported. The amount of dead storage you are allowed to exempt is 200 gallons for each tank with a capacity of less than 10,000 gallons and 400 gallons for each tank with a capacity of 10,000 gallons or more. The exclusion for dead storage is reported on Lines 6 and 7.

### **Tax Rate**

The Petroleum Products Gross Receipts Tax Rate on diesel fuel and kerosene is 19.9 cents per gallon.

### **Tax Paid on Inventory**

The tax paid on inventory is the actual tax that was previously paid on the fuel inventory reported on Lines 1 and 2. The previous tax rate was 4 cents per gallon.

### **Net Tax Due**

The floor stocks tax due is the difference between the tax that was previously paid on the diesel fuel and non-aviation grade kerosene inventory reported on **Form PPT-D1-INV** and the tax that is due at the increased tax rate.

All forms will be available on our web site [www.state.nj.us/treasury/taxation/](http://www.state.nj.us/treasury/taxation/).

If you need assistance in completing the forms email us at [fuel.tax@treas.nj.gov](mailto:fuel.tax@treas.nj.gov)