

## Instructions For Form B&amp;L: MFT-SR

## Supplier / Permissive Supplier Monthly Return

## General Information

This return is to be completed by suppliers and permissive suppliers licensed in Alabama for the collection and remittance of Alabama motor fuels excise taxes.

This return and payment are due on or before the 20th day of the month following the period covered.

If the due date for the return or payment falls on a weekend or state holiday, then the return and payment are due on the next business day.

## Instructions

Complete Page 2, Lines 16 through 34 first.

Report the motor fuels in the appropriate columns based on product type. Please enter whole gallon amounts.

## Summary

Line 1 – In the appropriate column, report the taxable net gallons subject to the motor fuels taxes as shown on page 2, line 34.

Line 2 – Tax rates by fuel type.

Line 3 – Multiply line 1 by line 2 and enter the tax amount in the appropriate columns.

Line 4 – Multiply line 3 by .005 and enter the discount in the appropriate columns.

Line 5 – Multiply line 3 by .001, not to exceed \$2,000 of total discount for columns A through E. The discount will need to be prorated against the taxes due so the total discount for all columns does not exceed the \$2,000 cap.

Line 6 – Subtract lines 4 and 5 from line 3 to calculate net tax due.

Line 7 – Report the approved credit by tax type and list in the appropriate column. In order to list a credit amount, a credit letter must have been issued by the department to the supplier. Credits are issued to be applied to a specific tax type and cannot be used against another tax type.

Line 8 – Enter the amount of repayment of previous bad debt that was reported as a bad debt credit on a previous month in which the debt was paid to the supplier by the licensed distributor or importer.

Line 9 – Report the approved bad debt credit by tax type and list in the appropriate column. In order to list a bad debt

credit amount, a credit letter must have been issued by the department to the supplier. Credits are issued to be applied to a specific tax type and cannot be used against another tax type.

Line 10 – Subtract lines 7 and 9 from line 6 and add line 8 to calculate the total tax due.

Line 11 – If the return is not filed on or before the 20th of the month following the period covered, then calculate the late file penalty at the rate of 10% of the tax due (Line 10) or \$50, whichever is greater. If the total tax due for all taxes is over \$500, then use the 10% penalty rate for the tax due in each column. If the total tax due is under \$500, then add the \$50 penalty in Column A only.

Line 12 – If the payment is not submitted on or before the 20th of the month following the period covered, then calculate the late payment penalty at the rate of 10% of the tax due for each column.

Line 13 – Add the applicable interest based on the tax due.

Line 14 – Add lines 10, 11, 12, and 13 to calculate the tax due for each column.

Line 15 – Add the totals for each column from line 14 to calculate the total amount due for all the tax types. Pay this amount. Payments over \$750 must be paid electronically.

## Reportable Gallons

Line 16 – In the appropriate column, enter the net gallons sold/removed at the terminal rack for unlicensed customers which is from Schedule 5A. If aviation gasoline is sold to a customer not licensed as an aviation fuel purchaser, then report the gallons as aviation gasoline but the gasoline excise tax must be charged and the gallons will be included in Column A (Gasoline). If jet fuel is sold to a customer not licensed as an aviation fuel purchaser, then report the gallons as jet fuel but the diesel fuel excise tax must be charged and the gallons will be included in Column B (Undyed Diesel).

Line 17 – In the appropriate column, enter the net gallons sold/removed at the terminal rack for licensed customers which is from Schedule 5C.

Line 18 – In the appropriate column, enter the net gallons imported/purchased with no Alabama tax paid which is from Schedule 2.

Line 19 – In the appropriate column, enter the net gallons removed for own use which is from Schedule 5Q.

Line 20 – In the appropriate column, enter the net gallons of diversions into Alabama with no Alabama excise tax paid which is from Schedule 11B.

Line 21 – In the appropriate column, enter the net gallons of aviation gasoline sold to a licensed aviation fuel purchaser which is from Schedule 10B. The aviation fuel rates will be charged on this product.

Line 22 – In the appropriate column, enter the net gallons received tax-unpaid of blendable stock which is from Schedule 2B.

Line 23 – Add lines 16 through 22 and enter the totals in the appropriate columns.

## Nontaxable Removals

Line 24 – In the appropriate column, enter the net gallons removed for export with the applicable destination state tax collected which is from Schedule 7A.

Line 25 – In the appropriate column, enter the net gallons sold to a licensed exempt entity which is from Schedules 8, 9C, 9E, and 10A.

Line 26 – Other.

Line 27 – In the appropriate column, enter the net gallons of gasoline blendstocks sold to a licensed supplier/permisive supplier or to a person not using the blendstocks in the manufacture of motor fuel which is from Schedule 10Z.

Line 28 – In the appropriate column, enter the net gallons of diversions of motor fuel out of Alabama which is from Schedule 11A.

Line 29 – Add lines 24 through 28 to calculate total nontaxable removals.

## Calculations of Taxable Gallons

Line 30 – In the appropriate column, enter the amount of total reportable net gallons from line 23.

Line 31 – In the appropriate column, enter the amount of net gallons of total non-taxable removals from line 29.

Line 32 – Subtract line 31 from line 30 to calculate net reportable gallons.

Line 33 – In the appropriate column, enter the amount of tax paid purchases which is from Schedule 1.

Line 34 – Subtract line 33 from line 32 to calculate net gallons subject to the motor fuels excise tax. Enter the totals in the appropriate column on page 1, line 1.