



**JULIE P. MAGEE**  
Commissioner

# State of Alabama Department of Revenue

(www.revenue.alabama.gov)  
50 North Ripley Street  
Montgomery, Alabama 36132

**MICHAEL E. MASON**  
Assistant Commissioner

**JOE W. GARRETT, JR.**  
Deputy Commissioner

**CURTIS E. STEWART**  
Deputy Commissioner

June 12, 2013

## **NOTICE** **ALABAMA TERMINAL EXCISE TAX ACT**

On May 23, 2013, Governor Robert Bentley signed Act 2013-372 which amended the statutes regarding the terminal excise tax and the wholesale oil/import license fee. The effective date of this Act is August 1, 2013. The changes made regarding the Alabama Terminal Excise Tax Act are summarized below.

An Associate Jobber who acquires motor fuel from a licensed distributor in Alabama for resale can submit an application for a distributor's license. The application fee for a distributor's license is \$50.00. Upon approval of the application, the applicant would be required to post a bond with the Department of Revenue prior to issuance of the license.

K-1 Kerosene or aviation jet fuel that is produced at a refinery in Alabama and is exported by the operator of the refinery or sold for immediate export by the operator to a licensed exporter shall be exempt from the state excise tax. Proof of export must be in the form of a terminal destination state shipping document and all relevant sales documents must reference the product as K-1 Kerosene or aviation jet fuel.

Importers importing motor fuel products from a bulk plant or from any other non-terminal storage facility and importers importing motor fuel from an out-of-state terminal from a supplier who did not collect the excise tax, shall remit payment on or before the 3<sup>rd</sup> business day following importation.

Effective August 1, 2013, transmix is taxable as a diesel fuel and is subject to the \$.19 per gallon excise tax.

Licensed suppliers can take a credit for the excise tax paid on the monthly terminal excise tax return for transmix not used as motor fuel or delivered to a refinery for further processing.

Transmix is not taxable for the Wholesale Oil License/Import Fee. Effective August 1, 2013, diesel fuel exported from this state for which proof of export is available in the form of a terminal issued shipping document shall not be subject to the Wholesale Oil/Import License Fee. All diesel fuel imported into Alabama is subject to the Wholesale Oil/Import License Fee effective August 1, 2013. The exemption for diesel fuel imported and sold to the ultimate consumer will end July 31, 2013.

If you have any questions pertaining to this notice, please contact this office at the address or telephone number shown below.

**ALABAMA DEPARTMENT OF REVENUE**  
**BUSINESS & LICENSE TAX DIVISION**  
**MOTOR FUELS SECTION**  
**P. O. BOX 327540**  
**MONTGOMERY, ALABAMA 36132-7540**  
**(334) 242-9608**  
**(334) 242-1199 (Fax)**