



State Tax Commission

## FT-2 Retail or Bulk Sales of Gasoline and Diesel Fuel

Note: Fuel distributors are responsible for paying Idaho fuel taxes *when they receive the fuel*.

Types of fuel users	<div style="border: 1px solid black; padding: 5px; text-align: center;"> <i>Gasoline, Jet Fuel, Aviation Gasoline, Ethanol Blends</i> </div>		UNDYED		DYED	
			<div style="border: 1px solid black; padding: 5px; text-align: center;"> <i>Low Sulfur, Ultra Low Sulfur, Diesel, Biodiesel, Biodiesel Blends, #2 Diesel, #1 Diesel, Fuel Oil, Stove Oil, Kerosene</i> </div>		Taxable*	Can be used in motor vehicles**
School bus, contractors	Yes	Yes	Yes	Yes	No	No
School bus, government operated	Yes	Yes	Yes (1)	Yes	No	Yes (4)
Qualified local bus company	Yes	Yes	Yes	Yes	No	No
Intercity bus company	Yes	Yes	Yes	Yes	No	No
State & local government	Yes	Yes	Yes (1)	Yes	No	Yes (4)
Federal government	Yes	Yes	Yes (1)	Yes	No	No
Idaho National Guard	Yes (2)	Yes	Yes (2)	Yes	No	Yes (4)
Loggers	Yes	Yes	Yes (3)	Yes	No	No
Farmers	Yes	Yes	Yes (3)	Yes	No	No
Miners	Yes	Yes	Yes (3)	Yes	No	No
Contractors	Yes	Yes	Yes (3)	Yes	No	No

**Notes:**

- \* **Taxable** - Sellers include the Idaho fuels tax in the price of fuel.
- \*\* **Can be used in motor vehicles** - Fuel type can be used in a consumer’s registered motor vehicle when operated on a highway.
  - (1) Federal, state, and local governments can complete a Form 75 to get a fuels tax refund for tax-paid diesel fuel consumed in motor vehicles they own and operate or lease and operate.
  - (2) Gasoline, aircraft engine fuel, or undyed diesel sold to the Idaho National Guard for use in an aircraft or in a vehicle used off public highways is exempt from the fuels tax. The exemption must be certified by a signed statement from an authorized officer of the Idaho National Guard.
  - (3) Consumers can claim a fuels tax refund on Form 75 for tax-paid undyed diesel used for a nontaxable purpose in a registered motor vehicle or unregistered equipment. Visit our website [tax.idaho.gov](http://tax.idaho.gov) and choose “Fuels / Motor Fuels” under the “Tax Types” menu for more information.
  - (4) See Internal Revenue Service *Publication 510 - Excise Taxes*.

**Dyed low sulfur and ultra low sulfur** diesel fuel can’t be used in the supply tank of a registered *or required to be registered* motor vehicle except for use in certain government motor vehicles. Dyed diesel fuel includes: diesel #2, diesel #1, biodiesel, biodiesel blends, fuel oil, stove oil, and kerosene. Both types of dyed diesel fuel are exempt from the special fuels tax, but may be subject to sales tax.

**Propane, natural gas, and hydrogen** are exempt from the special fuels tax unless delivered into the supply tank of a registered motor vehicle.

If you have questions about this chart, call:

Don Williams, Tax Policy Specialist	(208) 334-7855
Daniel Reines, Tax Audit Manager	(208) 332-4081
Kevin Davis, Tax Audit Manager	(208) 334-7601