

**Iowa Fuel Tax Credit**

Name(s) _____ SSN or FEIN _____

Pass-Through Entity (if applicable) _____

Pass-Through FEIN _____ Tax Period Ending Date _____

Check appropriate box(es):
Fuel used for: 1) Farming ☐ 2) Commercial ☐ 3) Commercial Fishing ☐ 4) Other ☐
 (specify) _____
1. Gasoline

	Invoice Date	Invoice Gallons	Highway Gallons	Claimed Gallons	Tax Rate	Fuel Tax Paid	Sales Tax	Fuel Tax Credit
1a.	01/01/2015 to 02/28/2015				\$0.21	\$	\$	\$
1b.	03/01/2015 to 06/30/2015				\$0.31	\$	\$	\$
1c.	07/01/2015 to end of tax year				\$0.308	\$	\$	\$

2. Ethanol - Blended Gasoline

	Invoice Date	Invoice Gallons	Highway Gallons	Claimed Gallons	Tax Rate	Fuel Tax Paid	Sales Tax	Fuel Tax Credit
2a.	01/01/2015 to 02/28/2015				\$0.19	\$	\$	\$
2b.	03/01/2015 to 06/30/2015				\$0.29	\$	\$	\$
2c.	07/01/2015 to end of tax year				\$0.293	\$	\$	\$

3. Undyed Diesel Fuel - B0 to B10

	Invoice Date	Invoice Gallons	Highway Gallons	Claimed Gallons	Tax Rate	Fuel Tax Paid	Sales Tax	Fuel Tax Credit
3a.	01/01/2015 to 02/28/2015				\$0.225	\$	\$	\$
3b.	03/01/2015 to end of tax year				\$0.325	\$	\$	\$



4. Undyed Biodiesel Fuel - Blends B11 or Higher

	Invoice Date	Invoice Gallons	Highway Gallons	Claimed Gallons	Tax Rate	Fuel Tax Paid	Sales Tax	Fuel Tax Credit
4a.	01/01/2015 to 02/28/2015				\$0.225	\$	\$	\$
4b.	03/01/2015 to 06/30/2015				\$0.325	\$	\$	\$
4c.	07/01/2015 to end of tax year				\$0.295	\$	\$	\$

5. Special Fuel - LPG

	Invoice Date	Invoice Gallons	Highway Gallons	Claimed Gallons	Tax Rate	Fuel Tax Paid	Sales Tax	Fuel Tax Credit
5a.	01/01/2015 to 02/28/2015				\$0.20	\$	\$	\$
5b.	03/01/2015 to end of tax year				\$0.30	\$	\$	\$

6. Total Fuel Tax Credit

Add Fuel Tax Credit column for all fuel types..... \$_____



2015 IA 4136 Fuel Tax Credit Instructions

Iowa fuel tax rates changed effective March 1, 2015 and July 1, 2015 (B11 or higher). Additionally, effective July 1, 2015, fuel tax rates for Gasoline and Ethanol-Blended Gasoline changed as a result of a calculated change to the fuel distribution percentage.

Resident and nonresident individuals, fiduciaries of estates and trusts, and C corporations may claim a tax credit on their income tax returns for fuel that was or will be used in unlicensed vehicles for non-highway purposes in the tax period.

A partnership, LLC, S corporation, estate, or trust with fuel used in unlicensed vehicles for non-highway purposes during its tax period is eligible for a tax credit that is apportioned to the members. The pass-through entity must file the IA 4136 with its return. On Schedule K-1 or on an attachment to Schedule K-1, report the tax credit for each member and instruct the members to report the apportioned tax credit on line 6 of form IA 4136 and include it with their tax returns.

Include a copy of the IA 4136 and federal Form 4136 with your return.

If the taxpayer has filed a fuel tax refund claim during the tax year, the Fuel Tax Credit cannot be claimed, and the refund permit will become invalid if the tax credit is claimed. However, the Fuel Tax Credit is not available for casualty losses, transport diversions, pumping credits, off-loading procedures, blending errors, idle time, power takeoffs, reefer units, export by distributors, or tax overpaid on blended fuel. A refund can be claimed for those reasons alongside the Fuel Tax Credit.

Dyed diesel fuel is always sold free of Iowa fuel tax. No Fuel Tax Credit may be claimed for dyed diesel fuel.

All undyed special fuel used in watercrafts is eligible for the Fuel Tax Credit; however, gasoline used in a watercraft does not qualify for the tax credit unless the watercraft was used by a commercial fisher licensed and operating under an owner's certificate for commercial fishing gear issued pursuant to Iowa Code section 482.7.

Members of a partnership, LLC, S corporation, estate, or trust may claim this tax credit for fuel tax paid by the pass-through entity on fuel that was or will be used in unlicensed vehicles for non-highway purposes. Each member's share of the

credit is found in Part III of the IA Schedule K-1. Members must report the pass-through entity name, pass-through entity FEIN on the top of the form and the member's tax credit amount in line 6. Include a separate list with this information if claiming this credit from multiple pass-through entities but complete only one IA 4136.

SSN or FEIN: Enter Social Security Number or Federal Employer Identification Number (for businesses) in this space. Do not enter your canceled fuel tax refund permit number.

Fuel Used For: Mark the proper box(es) to indicate how the fuel was used. Review your invoices to verify that Iowa fuel tax was paid before claiming a tax credit. This area must be completed.

Invoice Gallons: Based on the invoice date, enter total number of gallons of fuel purchased on which Iowa fuel tax was paid during your tax year. Invoices must be issued in the name of the taxpayer or entity claiming the tax credit. Retain invoices for three years after your return is filed.

Highway Gallons: Enter the number of gallons included in invoice gallons that were used on the highway.

Claimed Gallons: Subtract highway gallons from invoice gallons to calculate claimed gallons.

Fuel Tax Paid: Multiply the claimed gallons by the appropriate tax rate per gallon in each row.

Sales Tax: Iowa sales tax is owed on all fuel claimed for tax credit except that used in exempt activities such as farming and processing. To compute sales tax, within each row, calculate the average cost per gallon of fuel purchased minus the relevant per gallon Iowa fuel tax. Multiply the result by the claimed gallons. Multiply this amount by the Iowa sales tax rate of 6% to calculate the sales tax owed.

Fuel Tax Credit: Subtract sales tax from the fuel tax paid. Any Fuel Tax Credit claimed must be net of sales tax owed.

Total Fuel Tax Credit: Add the Fuel Tax Credit calculated in each row to determine the total Fuel Tax Credit in line 6, or report a pass-through tax credit amount. Enter that amount on line 59 of the IA 1040, or line 29 of the IA 1041, or line 1 on Schedule C1 of the IA 1120.