**WASHINGTON STATE DEPARTMENT OF LICENSING**

# Actual Sales Tax Deduction

**Location of fuel purchases:** _____

| | A<br>Cost | B<br>Gallons | C |
|---|---|---|---|
| **Cost of fuel computation** | | | |

1  Beginning physical inventory  $ _____   _____

2  Total purchases  $ _____   _____

3  Average cost per gallon  $ _____ ÷ _____ = $ _____   *Average actual cost per gallon*

4  Cost of refundable gallons  $ _____ x _____ = $ _____   *Total cost of refundable gallons*

## Net refund computation

| | | |
|---|---|---|
| 5 | Refundable gallons (line 4B) | |
| 6 | State fuel tax rate ($0.494) | |
| 7 | Gross fuel tax refund (line 5 x line 6) | |
| 8 | Total actual cost of refundable gallons (line 4C) | |
| 9 | State and federal taxes: gas (line 5 x $0.678) or diesel (line 5 x $0.738) | |
| 10 | Total fuel cost excluding state and federal fuel taxes (line 8 – line 9) | |
| 11 | Sales tax rate for this location | |
| 12 | Sales tax amount (line 10 x line 11) | |
| 13 | Refund amount (line 7 – line 12) | |

## Complete lines 14 through 16 if applicable

| | | |
|---|---|---|
| 14 | Coastal Protection Fund (multiply line 8 of the Fuel Tax Refund Claim by $0.01) | |
| 15 | Aviation fuel tax (multiply line 5 of the Fuel Tax Refund Claim by $0.18) | |
| 16 | Net refund amount (line 13 – lines 14 and 15) | |

## Signature required

| TYPE or PRINT Name of person signing | Contact name *(if different from person signing)* |
|---|---|
| Contact (area code) phone number | Contact (area code) fax number | Contact email address *(if available)* |

*I declare under penalty of perjury under the law of Washington that the foregoing and any supporting documents are true and correct.*

_____      **X** _____

Date and place signed          Signature

## Instructions

Unless exempted by law, we deduct use (sales) tax from your refund. This deduction is calculated using an average fuel cost per gallon and average sales tax rate. You may choose to compute the actual sales tax deduction by completing this form and submitting it with your refund claim. We will accept computer generated forms if the format is the same as ours. Use a separate form for each location of fuel purchases. Round gallons to whole numbers and use two decimals for costs.

## Completing the Form

Line 1:   If you have fuel inventory, fill in the ending physical inventory gallons and cost from your last claim.

Line 2:   Fill in the total cost and gallons from your purchase invoices.

Line 3:   Add lines 1 and 2 for column A; repeat for column B.
Divide the total of column A by the total of column B. Enter this total in column C. This is the average actual cost per gallon.

Line 4:   In column A, copy the average actual cost per gallon from line 3C.
In column B, copy the total of refundable gallons in Section B of the Fuel Tax Refund Claim form.
In column C, multiply the line 4A by line 4B. This is the total cost of refundable gallons.

Line 5:   Copy the number of refundable gallons from line 4B.

Line 6:   Fill in the state fuel tax rate.

Line 7:   Multiply line 5 by line 6.

Line 8:   Copy the total cost of refundable gallons from line 4C.

Line 9:   Multiply line 5 by the applicable state and federal tax rate.

Line 10:  Subtract line 9 from line 8.

Line 11:  Fill in the actual sales tax rate according to the location of your purchases.

Line 12:  Multiply line 10 by line 11. This is your sales tax deduction.

Line 13:  Subtract line 12 from line 7. This is your refund amount.

## For marine or aircraft use, complete lines 14 through 16.

### Marine
Line 14:  Multiply line 8 of the Fuel Tax Refund Claim by $ .01.

### Aircraft
Line 15:  Multiply line 5 of the Fuel Tax Refund Claim by $ .18.

### Net Refund Amount
Line 16:  Subtract lines 14 and 15 from line 13.

## Questions

Contact us at (360) 664-1838.