
DEPARTMENT OF STATE REVENUE
Departmental Notice #29
September 2008
Sales Tax Deduction Limit for E-85 Fuel

This document does not meet the definition of a statement required to be published in the Indiana Register under [IC 4-22-7-7](#). The purpose of this document is to inform taxpayers of the limitation on the amount of the sales tax deduction that may be claimed for E-85 fuel during the fiscal year beginning on July 1, 2008, and ending on June 30, 2009.

SUBJECT: Limitation on Sales Tax Deductions Claimed for E-85 Fuel for Fiscal Year 2009

EFFECTIVE DATE: July 1, 2008

REFERENCE: [IC 6-2.5-7-5](#); [IC 6-2.5-7-5.5](#); [IC 15-4-10-24.5](#)

INTRODUCTION

[IC 6-2.5-7-5.5](#) requires the Department to annually publish in the Indiana Register a notice of the amount of funds available for the reimbursement required under [IC 15-4-10-24.5](#) (corn market development account).

LIMITATION

[IC 6-2.5-7-5](#) provides a sales tax deduction of \$0.18 per gallon of E-85 fuel sold at retail by the retail merchant. The amount of the deduction is limited to the amount of money available from the corn market development account.

The amount of sales tax deductions that may be claimed during FY 2009 for all taxpayers in the order in which they are received is limited to \$500,000. If additional funds do become available from the corn market development account, additional deductions will be granted in the order in which they are received by the Department. If the amount of deductions claimed exceeds the limitation, the deduction will be denied.

John Eckart
Commissioner

Posted: 09/17/2008 by Legislative Services Agency
An [html](#) version of this document.