

INSTRUCTIONS FOR COMPLETION OF BLENDER RETURN - GAS 1260

Complete all information at top of Gas-1260 including legal name (first 30 characters), trade name, physical location of the business, mailing address, county, contact person, telephone number, fax number, account number, and the month and year of the return. Please type or print clearly all information.

GENERAL INFORMATION

Each blender is required to complete a tax return to report all blended fuels subject to road and inspection taxes. Blended fuels include but are not limited to kerosene, ethanol, methanol, used motor oil, and winter blends. This return is due the 22nd day of each month.

This monthly return consists of the summary of taxable gallons and computation of road and inspection taxes due.

SUMMARY OF TAXABLE GALLONS

Line 1. Total gallons of product blended with gasoline

Show total gallons of all untaxed product blended with gasoline. This figure should be entered on Gas-1260, Line 1, Gasoline column.

Line 2. Total gallons of kerosene blended with diesel fuel

Show total gallons of kerosene blended with diesel fuel. This figure should be entered on Gas-1260, Line 2, Diesel Fuel column.

Line 3. Total gallons of other products blended with diesel fuel

Show total gallons of other products blended with diesel fuel. Include used motor oil and winter blends that are blended with diesel. This figure should be entered on Gas-1260, Line 3, Diesel Fuel column.

Line 4. Total gallons subject to tax before tare

Add Lines 1, 2, and 3.

Line 5. Tare Allowance

Multiply Line 1 by 1% (.01).

Line 6. Total gallons subject to road tax

Subtract Line 5 from Line 4.

Line 7. Total gallons subject to inspection tax

Add Lines 1 and 3, then subtract Line 5.

Line 8. Motor fuels road tax

Multiply Line 6 by the road tax rate.

Line 9. Motor fuels inspection tax

Multiply Line 7 by \$0.0025.

Line 10 Adjustments

Report total adjustments to your account from previous reports or credits authorized by the North Carolina Department of Revenue, Motor Fuels Tax Division. Attach a written explanation of the adjustments. Please indicate credits due with a minus (-) sign.

Line 11 Total road and inspection taxes due

Add Lines 8, 9, and 10.

Line 12 Penalty

(1) G.S. 105-236(3) - Failure to file a return when due. Add a penalty of 5% per month, not to exceed 25% of tax due, or \$5.00, whichever is greater. Any part of a month is computed as a whole month.

(2) G.S. 105-236(4) - Failure to pay tax when due. Reports filed without remittance, underpayment of remittance, or tax paid after the due date, add a penalty of 10% or \$5.00, whichever is greater.

Line 13 Interest

Payment of interest is required when payment on any return, with tax due, is late. The interest rate is subject to change every six months; therefore, you should verify the rate on the Department's website at www.dornc.com.

Line 14 Total Amount Due

Add Lines 11, 12, and 13. Make check payable to: **North Carolina Department of Revenue**