



Commonwealth of Pennsylvania
Bureau of Motor Fuel Taxes
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CREDIT CARD SALES (Dealer Sales) TO EXEMPT ENTITIES

This bulletin replaces Bulletin #'s 77-1 and 87-2 entitled *Credit Card Sales to the Commonwealth of Pennsylvania*.

Effective October 1, 1997, distributors, registered pursuant to the Liquid Fuels and Fuels Tax Act (75 Pa. C.S. § 9001 et seq.), are required to include all dealer credit card sales (gasoline, clear diesel, etc ...) as follows on their monthly Liquid Fuels and Fuels Tax Report form (REV-1096A). Lines 11a, 11b, and 11c respectively should be used to report dealer sales to the U. S. Government, the Commonwealth of Pennsylvania and its political subdivisions, and other exempt entities.

Credit Card Sales to the United States Government

Credit card sales made to bearers of cards approved by the United States Government (such as Wright Express cards) for motor fuel purchases from an account (retailer) of the registered distributor, where the product previously has been taxed, shall be reported on Line 11a of the Liquid Fuels and Fuels Tax monthly report as dealer sales.

Credit Card Sales to the Commonwealth of Pennsylvania Agencies and Political Subdivisions of the Commonwealth

Credit card sales made to bearers of (1) Commonwealth of Pennsylvania Official Automobile Credit Cards (form number PSAB-19 or GSVM-19), (2) acceptable oil company credit cards issued to a Commonwealth of Pennsylvania agency or political subdivision of the Commonwealth, or (3) any other card approved by the Commonwealth of Pennsylvania, for an account (retailer) of a registered distributor, where the product previously has been taxed, shall be considered *dealer sales*, and reported on Line 11b of the Liquid Fuels and Fuels Tax monthly report. Billings to all such parties shall be free of all Pennsylvania tax which includes the Commonwealth's excise tax, and the Oil Company Franchise Tax component.

Credit Card Sales to Other Exempt Entities

Credit card sales made to other exempt entities, using an acceptable oil company credit card, by an account (retailer) of a registered distributor, where the product has been previously taxed, shall be considered *dealer sales*. Such sales shall be reported on Line 11c of the Liquid Fuels and Fuels Tax monthly report. All billings to other exempt entities shall be free of all Pennsylvania tax, which includes the Commonwealth's excise tax and the Oil Company Franchise Tax component.

The term other exempt entities is limited to the following:

- Pennsylvania Volunteer Fire Companies
- Pennsylvania Volunteer Ambulance Services
- Pennsylvania Rural Electric Cooperatives
- Pennsylvania Non-Profit, Non-Public Schools (Kindergarten through Grade 12)

Exempt Sales

A credit card sale to any exempt entity, from the inventory of a PA registered distributor, shall be reported as an "exempt sale" and reported on a Registered Distributor's Disbursement Schedule (REV- 1020) as follows:

- Schedule 8 Gallons Delivered Tax Exempt to U. S. Government
- Schedule 9 Gallons Delivered Tax Exempt to Pennsylvania and its political subdivisions
- Schedule 10 Gallons Delivered Tax Exempt to other Exempt Entities (i.e. Volunteer Fire Companies, Ambulance Associations, Rescue Squads; Nonprofit-Nonpublic Schools (K-12); and PA Rural Electric Cooperatives)

Questions regarding this bulletin should be forwarded to the Bureau of Motor Fuel Taxes, at the above address, or telephone (717) 783-0324.