

INSTRUCTIONS: Dealer's Liquefied Petroleum Gas Tax Return

A dealer who delivers liquefied petroleum gas into a vehicle is required by Tenn. Code Ann. § 67-3-1104 and Tenn. Code Ann. § 67-3-1110 to obtain a dealers permit and to file a quarterly report and remit the taxes on or before the twenty-fifth day of the month following the end of each calendar quarter.

Taxpayers should submit online their fully completed return, along with the amount from Line 8, by visiting the Department's website at <https://tntap.tn.gov/eservices>. Alternatively, they may mail the return and payment to the address below. Checks should be made out to the Tennessee Department of Revenue.

Tennessee Department of Revenue
Andrew Jackson State Office Building
500 Deaderick Street
Nashville, TN 37242

A diesel gallon equivalent of six and six one-hundredths pounds (6.06 lbs.) per gallon should be used. Gallons should be rounded to the nearest gallon.

Calculation of Tax

- Line 1: Total gallons of product available. Enter the total of prior quarter's ending inventory and all receipts of liquefied petroleum gas during the reporting period.
- Line 2: Total gallons sold and placed into vehicles on which the Tennessee liquefied petroleum gas tax must be collected and remitted. Enter the total number of gallons delivered into a licensed vehicle during the reporting period.
- Line 3: Total gallons sold for purposes other than listed above. Enter the total gallons sold that were not delivered into a licensed vehicle.
- Line 4: Tax due. Multiply Line 2 by the liquefied petroleum gas tax rate (see tax rate table below.)
- Line 5: Credit memo balance. If your account has a credit balance from an overpayment on a prior return, enter the amount on this line.
- Line 6: Penalty. If filed late, compute penalty at **5%** of the tax due (Line 4 minus Line 5) for each 30 day period or portion thereof for which the tax is delinquent, up to a maximum of **25%** of the delinquent amount. The minimum penalty is **\$15** for the delinquent filing of a return.
- Line 7: Interest. Interest is due on any amount of tax that is paid after the statutory due date of the return. The interest rate is determined in accordance with Tenn. Code Ann. § 67-1-801. The current interest rate can be found at www.tn.gov/revenue. If the payment is late, apply the interest rate to the total tax due (Line 4 minus Line 5).
- Line 8: Total amount due. Add Lines 4, 6, and 7; subtract Line 5.

Tax Rate Table	Tax Rate Prior to 07/01/17	Rate 07/01/17 - 06/30/18	Rate 07/01/18 - 06/30/19	Rate after 06/30/19
Liquefied Petroleum Gas Tax Rate	\$0.14	\$0.17	\$0.19	\$0.22