

**Credit for Federal Tax Paid on Fuels**  
 (And Credit for Purchase of Diesel-Powered Highway Vehicles)  
 ▶ See the Instructions for Form 4136.

Department of the Treasury  
Internal Revenue Service (99)

▶ Attach this form to your income tax return.

Name (as shown on your income tax return)	Taxpayer identification number
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**Part I Diesel-Powered Highway Vehicle Credit**

	(a) Number of vehicles	(b) Credit per vehicle	(c) Credit (col. (a) × col. (b))	CRN
1 Diesel-powered cars . . . . .	1	\$102.00	\$	
2 Diesel-powered light trucks and vans . . . . .	2	198.00		
3 Total diesel-powered highway vehicle credit. Add lines 1 and 2, column (c) . . . ▶	3		\$	318

**Part II Fuel Tax Credit**      **Caution:** You cannot claim any amounts on Form 4136 that you claimed on Form 8849, Form 843, or Schedule C (Form 720).

**4 Nontaxable Use of Gasoline** (See instructions.)

	Type of use	Rate	Gallons	Amount of credit	CRN
a Off-highway business use		\$.184	}		301
b Use on a farm for farming purposes		.184			
c Other		.184			

**5 Nontaxable Use of Gasohol** (See instructions.)

	Type of use	Rate	Gallons	Amount of credit	CRN
a Gasohol containing at least 10% alcohol		\$.13	}		312
b Gasohol containing at least 7.7% alcohol but less than 10% alcohol		.1424			
c Gasohol containing at least 5.7% alcohol but less than 7.7% alcohol		.1532			

**6 Nontaxable Use of Undyed Diesel Fuel** (Lines 6a, b, and c)  
**Sales by Registered Ultimate Vendors of Undyed Diesel Fuel** (Line 6d) (See instructions.)

	Type of use	Rate	Gallons	Amount of credit	CRN
<p><b>Lines 6a, b, and c:</b> Purchaser bought undyed diesel fuel, certifies that the diesel fuel did not contain visible evidence of dye, and used that diesel fuel for a nontaxable use. <b>Caution:</b> No claim is allowed on lines 6a, b, or c for use on a farm for farming purposes or for use by a state or local government.</p>					
a Heating oil		\$.244	}		303
b Off-highway business use		.244			
c Other nontaxable use		.244			
d Claimant sold undyed diesel fuel (a) to a state or local government for its exclusive use or (b) for use by the buyer on a farm for farming purposes. Claimant is a registered ultimate vendor, sold the fuel at a tax-excluded price, certifies that the diesel fuel did not contain visible evidence of dye, and obtained the required certificate from the buyer and has no reason to believe any of the information in the certificate is false.		.244			

**7 Nontaxable Use of Special Fuels**

	Type of use	Rate	Gallons	Amount of credit	CRN
a	Special motor fuel (other than LPG)	\$.184	} MCF		304
b	Liquified petroleum gas (LPG)	.183			
c	LPG used in intercity or local buses	.109			
d	Compressed natural gas (credit rate per thousand cubic feet)	.4854			

**8 Nontaxable Use of Gasoline Used in Aviation** (See instructions.)

	Type of use	Rate	Gallons	Amount of credit	CRN
a	Used in foreign trade, on a farm, or in certain helicopters	\$.184	}		307
b	Used in commercial aviation (other than foreign trade)	.183/ .14*			

**9 Nontaxable Use of Aviation Fuel** (other than gasoline)

	Type of use	Rate	Gallons	Amount of credit	CRN
a	Used in foreign trade, on a farm, or in certain helicopters	\$.219	}		310
b	Used in commercial aviation (other than foreign trade)	.218/ .175*			

**10 Gasohol Blenders** (Caution: Do not claim for any gasohol sold or used after September 30, 1995. See instructions on page 4.)

Percentage of alcohol in the gasohol	Rate	Gallons of gasoline	Amount of credit	CRN
Claimant bought gasoline taxed at the full rate (\$.184) and blended it with alcohol to make gasohol. The gasohol was used or sold for use in a trade or business.				
a At least 10% alcohol	\$.0396	}		302
b At least 7.7% alcohol but less than 10% alcohol	.0298			
c At least 5.7% alcohol but less than 7.7% alcohol	.0216			

**11 Use of Undyed Diesel Fuel—Train and Intercity and Local Bus** (See instructions.)

Claimant bought undyed diesel fuel, certifies that the diesel fuel did not contain visible evidence of dye, and used the diesel fuel in an engine that propels a diesel-powered train or an automobile bus.	Rate	Gallons	Amount of credit	CRN
a Diesel-powered trains	\$.175/ .1875*	}		305
b Certain intercity and local buses	.17			

<b>12</b> Total fuel tax credit. Add lines 4–11 . . . . . ▶	<b>12</b>	\$		
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**Part III Total Income Tax Credit**

<b>13</b> Total income tax credit claimed (add lines 3 and 12). Enter here and on Form 1040, line 60 (also check box b on line 60); Form 1120, line 32g; Form 1120-A, line 28g; Form 1120S, line 23c; Form 1041, line 24g; or the proper line of other returns . . . . . ▶	<b>13</b>	\$		
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\* This rate is only for fuel purchased and used after September 30, 1995. However, pending legislation may change the rates for lines 8b and 9b. Get **Pub. 553**, Highlights of 1995 Tax Changes.

# Instructions for Form 4136

**Paperwork Reduction Act Notice.**—We ask for the information on this form to carry out the Internal Revenue laws of the United States. You are required to give us the information. We need it to ensure that you are complying with these laws and to allow us to figure and collect the right amount of tax.

The time needed to complete and file this form will vary depending on individual circumstances. The estimated average time is:

**Recordkeeping** . . . . . 12 hr., 59 min.

**Preparing and sending the form to the IRS** . . . . . 13 min.

If you have comments concerning the accuracy of these time estimates or suggestions for making this form simpler, we would be happy to hear from you. You can write to the Internal Revenue Service at the address listed in the instructions of the tax return with which this form is filed.

## General Instructions

**Changes to note.**—The rates shown on Form 4136 for lines 8b, 9b, and 11a have changed. The second rate (\*) is effective for claims for fuel purchased and used after September 30, 1995.

Also, the refund provisions for gasohol blenders have expired for gasohol sold or used after September 30, 1995. See the line 10 instructions on page 4.

You must enter an item number from the **Type of Use Table** (see below) on lines 5, 7, 8a, and 9a, as well as on lines 4c and 6c.

**Purpose of form.**—Use Form 4136 to claim the credit for diesel-powered highway vehicles and to claim the credit for Federal excise tax paid on fuels. (Partnerships cannot file this form; instead, they must include a statement on **Schedule K-1 (Form 1065)**, Partner's Share of Income, Credits, Deductions, etc., showing the allocation of the credits to each partner specifying the number of gallons of fuel allocated to each partner and the applicable tax rates.)

**Requirements.**—To claim a fuel tax credit you must (1) buy taxed fuel, and (2) use it for a purpose listed in the **Type of Use Table** (see below).

**Recordkeeping.**—You must keep records to support any credits claimed on this return for at least 3 years from the date the return is due or filed, whichever is later.

**Reporting fuel tax credit in income.**—You must include the amount of the credit from line 12, Part II, in your gross income if you took a deduction on your tax return for the taxes paid and that deduction reduced your tax liability.

**Additional information.**—You can file **Form 8849**, Claim for Refund of Excise Taxes, to claim a refund of excise taxes instead of claiming credit on Form 4136. **Pub. 378**, Fuel Tax Credits and Refunds, includes definitions and additional excise tax rules. **Pub. 225**, Farmer's Tax Guide, and **Pub. 510**, Excise Taxes for 1996, also include information on the credit for Federal tax paid on fuels.

## Specific Instructions

### Part I—Diesel-Powered Highway Vehicle Credit

If you bought a diesel-powered highway vehicle during the year for a use other than resale and you are the first purchaser, you may claim a one-time credit of \$102 for an

automobile and \$198 for a light truck or van. The vehicle must be a diesel-powered highway vehicle that has at least four wheels, has a gross vehicle weight rating of 10,000 pounds or less, and is registered under the laws of any state for highway use in the United States. If you claim the credit for diesel-powered vehicles, you must reduce the depreciable basis of the vehicle by the credit claimed.

### Part II—Fuel Tax Credit

#### Type of Use Table

The table below lists the most common uses for which you may claim a credit for taxes paid on fuels. You must enter the item number from the table in the applicable boxes in the Type of Use column. See Pub. 378 for definitions of these uses.

#### Line 4

**4a. Off-highway business use.**—You must have used the gasoline for a business use other than in a highway vehicle registered (or required to be registered) for highway use. You cannot claim a credit for personal use of gasoline.

**4b. Use on a farm for farming purposes.**—You must have used the gasoline on a farm for farming purposes. You cannot claim a credit for personal use of gasoline.

**4c. Other nontaxable uses of gasoline.**—You may claim a credit for gasoline used for uses **3, 4, 6, 8, and 10** from the **Type of Use Table**. List the item number for the type of use on line 4c. To claim a credit for gasoline used in aviation, see line 8.

#### Line 5

You may claim a credit for the tax included in the price of gasohol used for uses **1, 2, 3, 4, 6, 8, and 10** from the **Type of Use Table**. The credit rate per gallon is based on the percentage of alcohol in the mixture. To claim a credit for gasoline blended to make gasohol, see line 10.

#### Type of Use Table (See instructions above.)

Item No.	Type of Use
1	On a farm for farming purposes
2	For business other than in a highway vehicle registered (or required to be registered) for highway use
3	Export
4	In a boat used in the business of commercial fishing
5	For diesel fuel in a boat in <ul style="list-style-type: none"> <li>• the business of transporting persons or property for compensation or hire, or</li> <li>• any other trade or business, except an activity generally considered entertainment, amusement, or recreation</li> </ul>
6	In an intercity or local bus
7	For diesel fuel in a qualified local bus that <ul style="list-style-type: none"> <li>• can seat at least 20 adults (excluding the driver) and</li> <li>• is under contract by a state or local government to furnish (for compensation) intracity passenger land transportation that is available to the general public and is scheduled and along regular routes</li> </ul>
8	In a bus that transports students and school employees
9	For diesel fuel other than as a fuel in the propulsion engine of a diesel-powered highway vehicle, train, or boat, including use as home heating oil
10	In foreign trade
11	In commercial aviation
12	In certain helicopters

**Line 6**

**Note:** You cannot claim a credit for any use of dyed diesel fuel.

**6a. Heating oil.**—You may claim a credit for undyed diesel fuel that is used as heating oil.

**6b. Off-highway business use of undyed diesel fuel.**—You must have used the diesel fuel for a business use other than in a highway vehicle registered (or required to be registered) for highway use.

**6c. Other nontaxable use of undyed diesel fuel.**—You may claim a credit for undyed diesel fuel used for uses **3, 4, 5, 7, 8, and 9** from the **Type of Use Table**. List the item number from the type of use table on line 6c. To claim a credit for undyed diesel fuel used in certain intercity or local buses or diesel-powered trains, see line 11.

You must attach the following information for lines 6a through 6c:

1. The name, address, telephone number, and taxpayer identification number (TIN) of the person(s) who sold diesel fuel to the claimant and the dates of purchase;
2. A copy of the seller's statement that the diesel fuel did not contain visible evidence of dye; and
3. A statement that the claimant has proof of exportation if the fuel was exported.

**6d. Sales by registered ultimate vendors.**—You must attach the following information:

1. A copy of the claimant's registration letter;
2. The name, address, telephone number, and employer identification number (EIN) of each person who sold diesel fuel to the claimant and the date of purchase; and
3. The name, address, telephone number, and TIN of each farmer, custom harvester, or governmental unit who bought undyed diesel fuel and the number of gallons that the claimant sold to each.

**Line 7**

**7a, b, and c. Special motor fuel.**—Special motor fuel generally may be bought for nontaxable purposes at a price that does not include the excise tax. However, if you bought taxed special motor fuel, you may claim a credit for the tax included in the price of special motor fuel used for uses **1, 2, 3, 4, 6, 8, and 10** from the **Type of Use Table**. Use the credit rate shown on lines 7a through 7c for the above uses.

**7d. Compressed natural gas.**—Compressed natural gas generally may be bought for nontaxable purposes at a price that does not include the excise tax. However, if you bought compressed natural gas at a price that included the tax, you may claim a credit for the tax included in the price of compressed natural gas used for uses **1, 2, 3, 4, 6, 8, and 10** from the **Type of Use Table**. The rate shown on line 7d is per thousand cubic feet (MCF).

**Line 8**

**8a. Used in foreign trade, on a farm, or in certain helicopters.**—You may claim a credit for the tax included in the price of gasoline used in aviation for uses **1, 10, and 12** from the **Type of Use Table**. If you bought gasoline for use in aviation at a rate other than 18.4 cents a gallon, **attach an explanation** of the amount of credit you are claiming.

**8b. Used in commercial aviation.**—You may claim a credit for the tax included in the price of gasoline used in domestic commercial aviation.

**Line 9**

**9a. Used in foreign trade, on a farm, or in certain helicopters.**—Aviation fuel generally may be bought for nontaxable purposes at a price that does not include the excise tax. However, if you bought taxed aviation fuel, you may claim a credit for the tax included in the price of aviation fuel used for uses **1, 10, and 12** from the **Type of Use Table**.

**9b. Used in commercial aviation (other than foreign trade).**—If you bought aviation fuel taxed at the full rate, you may claim a credit for the tax included in the price of aviation fuel used for domestic commercial aviation.

**Line 10**

**Caution:** You **cannot** include on line 10 any claim for gasohol sold or used after September 30, 1995.

If you bought gasoline taxed at the full rate, have not claimed a refund, and used that gasoline to make gasohol, you may claim a credit for each gallon of gasoline used to make gasohol. The credit rate per gallon is based on the percentage of alcohol in the mixture.

You must attach the following information for **each batch** of gasohol:

1. The name, address, and employer identification number of the supplier(s) of the gasoline and alcohol,
2. The dates of purchase of the gasoline and alcohol,
3. The number of gallons of gasoline and alcohol purchased, and
4. The number of gallons and the type of gasohol produced.

**Line 11**

You must have used the undyed diesel fuel for train or certain intercity or local bus use. For bus uses that qualify for a full refund of the tax, see line 6.

You must attach the following information:

1. The name, address, telephone number, and TIN of the person(s) who sold diesel fuel to the claimant and the dates of purchase; and
2. The seller's statement that the diesel fuel did not contain visible evidence of dye.

