



State of New Jersey

DEPARTMENT OF THE TREASURY
DIVISION OF TAXATION
P. O. Box 189
TRENTON, NEW JERSEY 08695-0189

CHRIS CHRISTIE
Governor

FORD M. SCUDDER
State Treasurer

KIM GUADAGNO
Lt. Governor

JOHN J. FICARA
Acting Director

PETROLEUM PRODUCTS GROSS RECEIPTS TAX – FLOOR STOCKS TAX

Public Law 2016, c. 57 amended the Petroleum Products Gross Receipts Tax Act (N.J.S.A. 54:15B-1 et seq.) on October 14, 2016. The changes increase the tax on diesel fuel, blended fuel that contains diesel fuel, blended fuel intended for use as diesel fuel, and kerosene that is not aviation grade. Holders of these fuels are required to report and pay a floor stocks tax on their inventory in storage.

Floor stocks tax calculations require holders of fuel to take an inventory of diesel fuel and kerosene held in storage, report that inventory, and remit payment of any tax due. The tax due is the difference between the tax previously paid and the tax calculated at the increased tax rates now in effect.

The rate increase on diesel fuel and kerosene will be phased in with the first increase occurring on January 1, 2017, and the second on July 1, 2017. The Division of Taxation will require filing of Floor Stocks Tax returns as each rate increase takes effect.

Floor Stocks Tax returns as well as Forms PPT-D1-INV and PPT-D1-FS, a worksheet, and instructions are enclosed for your convenience. They are for reporting only the inventory and tax due for the rate increase that takes effect on January 1, 2017. Forms for the second rate increase on July 1, 2017, will be provided later. Additional forms may be obtained by visiting www.state.nj.us/treasury/taxation/petroleum/index.shtml

Please note the filing deadlines for each form. The amount of diesel fuel and kerosene inventory you have on hand as of the close of the business day on December 31, 2016, should be reported on Form PPT-D-INV and filed no later than January 31, 2017. Form PPT-D1-FS and the tax remittance must be filed with the State of New Jersey no later than June 1, 2017.

Please refer to the New Jersey Division of Taxation website at www.njtaxation.org as we will continue to update the site when additional information becomes available.

If you need assistance or clarification with any part of the legislative changes to the Petroleum Products Gross Receipts Tax Act, please email your questions to fuel.tax@treas.nj.gov