



Iowa Ethanol Blended Gasoline Income Tax Credit

**This is not a motor fuel tax credit or refund form. It is an income tax form.
Attach a copy to your Iowa individual or corporation income tax return.**

Name(s) of Individual(s) or C Corporation	Social Security No.
Name of Partnership, S Corporation, LLC, Estate or Trust (if applicable)	Federal ID No.

Complete one form for each Retail Motor Fuel Site.

Name and Address of Retail Motor Fuel Site: _____	Use this column to calculate the credit for this retail motor fuel site only.	Use this column to enter the total of all qualifying retail motor fuel sites.
1. Total gasoline gallons, including ethanol blended gasoline, sold through motor fuel pumps during the tax year. (include all gasoline and ethanol blended gasoline)	1. _____	_____
2. Total ethanol blended gasoline gallons sold through motor fuel pumps during the tax year	2. _____	_____
3. Divide line 2 by line 1 and enter the percentage here	3. _____ %	_____ %
If line 3 is equal to or less than 60%, STOP. You are not eligible for the credit for this site. If line 3 exceeds 60%, continue to line 4.		
4. Enter 60% of line 1	4. _____	_____
5. Subtract line 4 from line 2	5. _____	_____
6. Total ethanol blended gasoline tax credit Multiply line 5 by .025 (two and one-half cents). Enter the result here and on the IA 148 Tax Credits Schedule.	6. _____	_____
	Amount to enter if only one site.	Amount to enter if more than one site.

INSTRUCTIONS

Beginning January 1, 2002, an ethanol blended gasoline tax credit is available to retail dealers of gasoline who operate motor fuel pumps at a retail motor fuel site. Tank wagons are considered retail motor fuel sites. To qualify for the credit, the dealer must operate at least one retail motor fuel site at which more than 60 percent of the total gallons of gasoline sold and dispensed through one or more motor fuel pumps during the tax year is ethanol blended gasoline.

This credit must be calculated separately for each retail motor fuel site operated by the taxpayer. The amount of credit for each eligible retail motor fuel site is two and one-half cents multiplied by the total number of gallons of ethanol blended gasoline sold through all motor fuel pumps at that retail motor fuel site during the tax year in excess of 60 percent of all gasoline sold through motor fuel pumps at that retail motor fuel site during the tax year. The credit can only be taken for those retail motor fuel sites where more than 60 percent of the gasoline sold was ethanol blended gasoline.

This form should be completed for each retail motor fuel site, and the total amount of credits for all eligible retail motor fuel sites can be claimed on the individual or corporation income tax return. This credit can be claimed even if the taxpayer also claims an E85 gasoline promotion tax credit for the same ethanol gallons.

Any credit in excess of the tax liability can be refunded. In lieu of the refund, taxpayer may elect to have the overpayment credited to the tax liability for the following year. In addition, if the taxpayer is a partnership, limited liability company, S corporation, estate or trust, the credit must be allocated to the individual owners in the ratio of each owner's share of the earnings of the entity to the entity's total earnings.

The IA 148 Tax Credits Schedule must be completed.