

SPECIAL NOTICE

CALIFORNIA DEPARTMENT OF TAX AND FEE ADMINISTRATION

651 Bannon Street, Suite 100 Sacramento, CA 95811

GAVIN NEWSOM

Governor

NICOLAS MADUROS

Secretary
Government Operations Agency

TRISTA GONZALEZ

Director

CDTFA WEBSITE www.cdtfa.ca.gov

CUSTOMER SERVICE CENTER 1-800-400-7115

TTY **711**

Rate Change for International Fuel Tax Agreement and Interstate User Diesel Fuel Tax Licensees Effective July 1, 2025

The tax rate you report and pay with your quarterly International Fuel Tax Agreement (IFTA) or Interstate User Diesel Fuel tax return for diesel fuel purchased outside California and used in California will decrease from 1.023 dollars (\$1.023) to 97.1 cents (\$0.971) per gallon.

What is included in the tax rate?

The tax rate includes both diesel fuel tax and excise tax.

Rates Effective July 1, 2025, through June 30, 2026	
Diesel Fuel Tax*	46.6 cents (\$0.466)
Excise Tax	50.5 cents (\$0.505)
Total	97.1 cents (\$0.971)

^{*}Diesel Fuel tax rate is adjusted on July 1 of each year.

How do I report my tax-paid diesel fuel?

You must file your quarterly tax return and report the gallons of tax-paid diesel fuel you used in each state. Beginning with your third quarter 2025 return (July 1, 2025, through September 30, 2025), you may claim a credit of 97.1 cents (\$0.971) per gallon for tax-paid diesel fuel that you purchased in California and used both inside and outside California.

For more information

For more information regarding IFTA, Interstate User Diesel Fuel, diesel fuel taxes or preparing your returns, see our online *Tax Guide for International Fuel Tax Agreement (IFTA)* and Interstate User Diesel Fuel at www.cdtfa.ca.gov/taxes-and-fees/fuel-tax-and-fee-guides/IFTA-and-interstate-user-diesel-fuel-tax or our Video Resources and Tutorials webpage at www.cdtfa.ca.gov/video-resources.htm. You may also call our Customer Service Center at 1-800-400-7115 (TTY:711), Monday through Friday from 7:30 a.m. to 5:00 p.m. (Pacific time), except state holidays. Select the option for Special Taxes and Fees from the main menu, then select Motor Carrier Office Programs.

Visit our website at www.cdtfa.ca.gov/subscribe/ to subscribe to our email lists and receive the latest news including newsletters, tax and fee updates, and other announcements.