



Special Notice

STATE BOARD
OF EQUALIZATION

Change in Allocating Local Tax on Jet Fuel Sales Effective January 1, 2008

450 N Street
Sacramento
California 95814

BOARD MEMBERS

BETTY T. YEE
First District
San Francisco

BILL LEONARD
Second District
Ontario/Sacramento

MICHELLE STEEL
Third District
Rolling Hills Estates

JUDY CHU, Ph.D.
Fourth District
Los Angeles

JOHN CHIANG
State Controller

EXECUTIVE DIRECTOR
RAMON J. HIRSIG

Board website and
Member contact
Information:
www.boe.ca.gov

Taxpayers' Rights
Advocate
888-324-2798

Taxpayer Information Section
800-400-7115
TDD/TTY: 800-735-2929



Due to a change in California law, the way local tax on jet fuel sales is allocated has changed for retailers of jet fuel who:

- Have only one place of business in California, or
- Negotiate their sales out of state.

Under the Bradley-Burns Uniform Local Sales and Use Tax Law, local tax is allocated to the "place of sale." **For sales of jet fuel on or after January 1, 2008**, the "place of sale" of jet fuel is the point of delivery of the fuel into the aircraft, regardless of how many places of business you have in California or where you negotiate your sales. The local tax collected under the Bradley-Burns Uniform Local Sales and Use Tax Law should be reported to the local jurisdiction (or multi-jurisdictional airport) where the jet fuel is delivered into the aircraft.

Does this change affect your sales and use tax return?

In February of this year, letters were sent to retailers of jet fuel with information regarding whether or not this change in the law resulted in a change to each retailer's reporting requirements, depending on the number of locations where the retailer delivers jet fuel into aircraft. If a change in allocating local tax was necessary, details about the change were included in the letter.

For more information:

Call our Taxpayer Information Section at 800-400-7115 (TDD/TTY, 800-735-2929). Staff is available weekdays from 8:00 a.m. to 5:00 p.m. (Pacific time), except state holidays.