

**Revenue Information Bulletin No. 21-014**  
**May 13, 2021**  
**Excise Taxes**

**Waiver of Dyed Diesel Fuel Penalty**  
**Due to Disruptions of the Fuel Supply Chain**

Following the issuance by the Internal Revenue Service of IR-2021-108 on May 13, 2021, the Louisiana Department of Revenue will also waive the diesel fuel penalty for dyed diesel fuel when sold for use or used on the highway. This relief period will coincide with that of the Internal Revenue Service, which, for Louisiana, commenced May 7, 2021, and will remain in effect through May 21, 2021.

This penalty relief is available to any person that sells or uses dyed diesel fuel for highway use. In the case of the operator of the vehicle in which the dyed diesel fuel is used, the relief is available only if the operator or the person selling the dyed diesel fuel pays the Louisiana excise tax of 20 cents per gallon. Ordinarily, dyed diesel fuel is not taxed, because it is sold for uses exempt from the excise tax, such as for off-road use or to farmers for farming purposes.

Questions concerning the dyed diesel fuel penalty should be directed by email to [Policy.Publications@la.gov](mailto:Policy.Publications@la.gov).

**Kimberly J. Lewis**  
**Secretary**