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NOTICE TO BLENDERS REGARDING TAX EXEMPT SALES TO FEDERAL, STATE, AND LOCAL GOVERNMENT ENTITIES AND PAROCHIAL SCHOOLS

This notice provides instructions on when to report exempt sales of blended motor fuels to government entities and parochial schools on the Blender Monthly Tax Return (form 3791) and when to submit a Claim for Refund of Motor Fuel Tax (form 680-3) for blended fuel sold to governmental entities and parochial schools.

Form 3791- Monthly Blender Tax Return

- Blenders should report sales to governmental entities and parochial schools on the Blender Monthly Tax Return (form 3791) **when the fuel is blended for the customer the same day it is delivered.**
- Reporting requirements on Form 3791 require the blender to show the two separate products being blended and the result of the two blended products (i.e. 160 is blended with B00 and B20 is produced) in addition to the entity to whom it is being sold.

Form 680-3 – Claim for Refund of Motor Fuel Tax

- Blenders should submit a Claim for Refund of Motor Fuel Tax (form 680-3) for sales to governmental entities **when the fuel is previously blended and not reported on the Monthly Blender Tax Return as sold to a government entity or parochial school .**
- Blenders should submit Form 680-3 for sales to governmental entities and parochial schools **for fuel that was previously blended and purchased by the Blender as the blended product.** For example when you purchase the product as B20 and then sell it as the same product, this sale would be reported on a statutory refund claim form 680-3 and not on the Blender return.

Contact Treasury at (517) 636-4600 for questions on the proper way to obtain credit for exempt sales of blended motor fuels to government entities and parochial schools.