



Petroleum Transportation & Storage Association

REGULATORY ALERT

April 7, 2006

IRS ERROR ON PREPRINTED FORM 720 QUARTERLY EXCISE TAX RETURNS

ISSUE: Printing error on IRS Form 720 Quarterly Excise Tax Return.

BACKGROUND: Petroleum marketers use these forms to make claims against existing excise tax liability and to apply for the federal credit on alcohol fuel mixtures as well as bio-diesel fuel mixtures.

IRS ERROR: The IRS announced this week that preprinted Forms 720, Quarterly Excise Tax Return, for the first quarter of 2006 were mailed to 720 filers with an error. The preprinted form packages were mailed out to all 720 filers the week of March 20. The IRS said that many of the taxpayers' name and address information preprinted on the forms may be incorrect.

CORRECTIVE ACTION: The IRS is urging filers to read each Form 720 in the package to ensure that the preprinted taxpayer name and address at the top of the form is correct. If this information is incorrect the preprinted Form 720 should be discarded and replaced with a blank Form 720 which can be downloaded from the IRS web site. The IRS says that all other information in the Form 720 package is correct and may be used. According to the IRS, corrected preprinted Form 720 packages are being mailed to all filers beginning the week of April 10.

DOWNLOADING CORRECT FORMS: Filers who cannot wait for the corrected packages to arrive, may download Form 720 from the IRS website as follows:

- Go to <http://www.irs.gov>
- Click on "More Forms and Publications"
- Click on "Form and Instruction Number"
- Go to "List of PDF Files"
- Scroll down to and click on "0106 Form 720 Quarterly Federal Excise Tax Return"
- Click on the "Review Selected Files" box
- Click on "0106 Form 720 (PDF) Quarterly Federal Excise Tax Return"
- Form 720 will appear, then print.

WARNING! YOUR 720 CLAIM MAY BE LOST OR PROCESSING DELAYED IF AN INCORRECT PREPRINTED FORM IS USED.

Got Questions? Contact Mark S. Morgan, Esq. mmorganptsa@cox.net or (202) 364-6767