



October 26, 2005

ATTENTION: Dyed Fuel Waiver **Expires NOVEMBER 9, 2005**

Pennsylvania Dyed Diesel Fuel Penalty Waiver Set to Expire

In IR-2005-123, issued October 21, 2005, the Internal Revenue Service announced that the dyed diesel fuel penalty relief previously granted on account of Hurricane Katrina and extended through October 25, 2005 will not be extended further. The Pennsylvania Department of Revenue, as it has done with the previous IRS releases, will follow the federal lead and will not extend state dyed fuel penalty relief beyond October 25, 2005.

IR-2005-123 also permits dyed diesel fuel held by retailers or users on October 25, 2005 to be used on the highway after that date. Based upon the apparent availability of clear diesel fuel in Pennsylvania during the penalty relief period, the Department believes that affected retail dealers and users should be able to sell or consume any remaining inventory of dyed diesel fuel by November 9, 2005; therefore, the Department will suspend its on-road enforcement of the dyed diesel fuel civil and criminal penalties until November 9, 2005 to permit such inventories to be depleted.

Questions regarding this matter can be addressed by contacting a Departmental representative at 1-800-482-4382.