



North Carolina Department of Revenue

Pat McCrory
Governor

Lyons Gray
Secretary

June 30, 2013

MEMORANDUM

TO: IFTA Licensees

FROM: Julian W. Fitzgerald, Sr. Director
Excise Tax Division

SUBJECT: IFTA Interest Rate Change

As an IFTA jurisdictional member, the North Carolina Department of Revenue participates in the International Fuel Tax Agreement (IFTA) pursuant to G.S. 105-449.57.

Effective July 1, 2013, the IFTA Articles of Agreement, Section R1230.100 will provide as follows:

R1230 INTEREST

.100 U.S. Jurisdiction Rate

For a fleet based in a U.S. jurisdiction, interest shall be set at an annual rate of two (2) percentage points above the underpayment rate established under Section 6621(a)(2) of the Internal Revenue Code, adjusted on an annual basis on January 1 of each year. **Interest shall accrue monthly at 1/12 of this annual rate.**

Effective July 1, 2013 the IFTA Annual Interest Rate has been established at 5%. The interest rate indicated in this memorandum reflects the IFTA interest rate to be applied to any underpayment or assessment of tax.

If you have any questions concerning this matter, please call our office at (919) 707-7500.