

Diesel Ratio Report

Below is an altered portion of a new report we call the Diesel Ratio Report:

RUN: 07/31/05 11:58 bills 12 month >500g CLR + >500g DYED		DIESEL RATIO REPORT OIL PETROLEUM COMPANY												TP091A				
CODE	CUSTOMER	WH	SM	12M CLR	12M DYED	*** percentage of diesel volume that is dyed ***												
						Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	ALL
22290	HONEST ABE'S 22290	1	1	3,164	4,793	62	74	64	60	61	80	32	49	53	54	52	48	60
22920	HONEST ABE'S 22920	1	1	1,905	3,382	0	93	85	76	92	88	85	0	0	0	0	0	63
9700	HONEST ABE'S 9700	1	1	5,220	3,180	0	0	0	0	0	83	73	0	0	0	0	0	37
19835	HONEST ABE'S 19835	1	1	888	22,499	100	100	100	0	100	0	0	100	100	92	0	0	96
27525	HONEST ABE'S 27525	10	1	4,584	20,027	0	0	0	0	0	0	0	0	78	84	90	74	81
19235	HONEST ABE'S 19235	1	1	93,018	33,896	27	17	37	23	33	17	27	29	29	25	29	20	26
23995	HONEST ABE'S 23995	1	1	1,843	2,430	0	79	0	0	0	75	84	53	64	0	0	0	56
28135	HONEST ABE'S 28135	1	1	78,906	697	0	0	3	0	0	0	0	3	0	3	0	0	0
28345	HONEST ABE'S 28345	1	1	4,491	32,323	87	88	88	87	88	0	85	84	89	86	86	88	87
21690	HONEST ABE'S 21690	1	1	109,777	25,114	13	3	0	0	0	0	0	0	0	38	23	42	18
22900	HONEST ABE'S 22900	1	1	21,650	1,413	20	16	0	0	0	12	0	3	0	0	11	0	6
26265	HONEST ABE'S 26265	1	1	50,147	1,954	2	38	2	2	2	1	34	33	29	21	37	0	3

What we are showing is diesel volume over the past 12 months and the percentage of that volume that comes from dyed diesel. Only accounts with at least 500 gallons of both clear and dyed diesel will appear on this report. The “Aug” column is 12 months ago (August 2004), while more recent months roll to the right, ending with the current month (July 2005) and a column for ALL, which is the dyed percentage over the whole 12 months.

The *obvious* rationale for the report is to help spot accounts where the percentage of dyed diesel in the overall volume of diesel is on the rise, a pattern that *might* signal that an account is abusing their access to tax-exempt fuel. Note that this sample has farmers in it, including one in the last line shown. The dyed percentage plummets in the winter and surges in the spring, which is normal.

But if one has, say a fleet account whose percentage climbs from 5% to 50%, well, then that’s an odd sign.

The *unofficial* rationale for the report is to bolster the jobber’s case that they are not complicit in such tax violations that authorities inevitably find and that, in fact, the jobber has established procedures to at least *try* to ward off fraud.

We are running this from 3, 30, 21, 8.

Cost for the report: 1.5 hours.