Q & A – Tonnage Reports and Inspection Fees.

1. Who is required to report tonnage and pay the inspection fee?
   a. All licensees and registrants are required to report tonnage, regardless of the amount of fertilizer/lime distributed (even if zero) or whether inspection fees are owed.
   b. The last registrant or licensee to distribute to the end user is required to pay the inspection fee unless the fee has already been paid by a prior distributor.

2. I manufacture fertilizer using other commercial fertilizers. What do I have to report and how do I determine what fees I owe?
   a. You must report the total amount of fertilizer you distributed during the reporting period.
   b. You must pay an inspection fee for the total amount distributed minus the amount of any fertilizer used in the customer formula fertilizer for which fees have already been paid by your supplier. You will be required to list the amount exempted and the suppliers name.

3. One of the components in my liquid fertilizer is water, do I have to report and pay tonnage on that portion of my product?
   a. Yes. Tonnage must be reported, and fees paid, based on the complete product, including all non-fertilizer components.

4. Are tonnage reports and inspection fees subject to audit?
   a. Yes, every person required to have a licensee or register may be audited at anytime. Ensure you always have adequate records to support the quantities of fertilizer reported, inspection fees paid, and any exemption you have claimed.

5. I have a small company that distributes about 100 pounds of fertilizer each year in 1 pound bags. Do I need to report tonnage and pay fees?
   a. Yes, you are required to report tonnage and pay fees, regardless of the amount. If you distribute less than 100 tons in a 6 month period you can report annually by filling out the forms 4330 series. You must sign the affidavit on the form 4330.