

NOTES TO STATE MOTOR FUEL EXCISE AND OTHER TAX RATES

3/13/2007

Changes from 10/1/06: The following states increased rates: Florida, New York and West Virginia.

State	Gasoline State Excise	Gasoline Other Taxes	Gasoline Total State Taxes	Gasoline Total State and Federal Taxes	Diesel State Excise Taxes	Diesel Other Taxes	Diesel Total State Taxes	Diesel Total State and Federal Taxes	Notes
Alabama	16.0	4.3	20.3	38.7	17.0	4.3	21.3	45.7	"Other Taxes" columns include a 2-cpg inspection fee. Counties can levy up to 5 cpg with approval of the state legislature. Cities and counties can levy additional tax—rates range from .5 cpg to 4 cpg. An additional 1 cpg UST/AST Trust Fund Environmental Transport Fee is levied at the wholesale level to cover remediation costs.
Alaska	8.0		8.0	26.4	8.0		8.0	32.4	There is a .06 per gallon tax credit for gasohol used during a mandated control period in a CO non-attainment area. However, there are currently no areas in non-attainment. The motor fuel tax rate for marine use is 5 cents/gallon; aviation gas is 4.7 cents/gallon; and jet fuel is 3.2 cents/gallon.
Arizona	18.0	1.0	19.0	37.4	18.0	10.0	28.0	52.4	"Other Taxes" columns include a 1 cpg UST tax. Use class vehicles pay an additional 9 cpg on diesel (with an exemption for vehicles under 26,000 gw).
Arkansas	21.5	0.3	21.8	40.2	22.5	0.3	22.8	47.2	Plus .3-cpg environmental assurance fee assessed at the wholesale level for underground storage tank fund.
California	18.0	22.2	40.2	58.6	18.0	25.3	43.3	67.7	"Other Taxes" columns include a 6% state sales tax and 1.25% county, plus additional local sales taxes and 1.2 cpg state UST fee.
Colorado	22.0		22.0	40.4	20.5		20.5	44.9	--
Connecticut*	25.0	12.0	37.0	55.4	26.0	13.5	39.5	63.9	"Other Taxes" columns include gross receipts earnings tax collected at wholesale. Pursuant to SB 2000 passed in 2005, the gross receipts earnings tax increased by .5 cpg, from 5.8% to 6.3% on 7/1/06. Future increases are as follows: from 6.3% to 7% on 7/1/07, from 7% to 7.5% on 7/1/08 and from 7.5% to 8.1% on 7/1/13.
Delaware	23.0		23.0	41.4	22.0		22.0	46.4	An additional .9% gross receipts tax for the state hazardous substance cleanup fund is also assessed at the wholesale level after yearly exclusions are met. (Title 7: 9114)
D.C.	20.0		20.0	38.4	20.0		20.0	44.4	--

State	Gasoline State Excise	Gasoline Other Taxes	Gasoline Total State Taxes	Gasoline Total State and Federal Taxes	Diesel State Excise Taxes	Diesel Other Taxes	Diesel Total State Taxes	Diesel Total State and Federal Taxes	Notes
Florida*	4.0	28.6	32.6	51.0	4.0	24.5	28.5	52.9	Gasoline sales tax (11.3 cpg) increased 0.4 cpg based on CPI. Also 2.2 cpg tax/fee for environmental inspection purposes (5 cents per barrel tax for the Water Quality Assurance Trust Fund, 80 cents per barrel for the Inland Protection Trust Fund, 2 cents per barrel for the Coastal Protection Trust Fund, and 1/8 cpg for weights and measures inspection fee). County taxes, including State Comprehensive Enhanced Transportation System Tax (SCETS), which increased 0.2 cpg to 6.2 cpg (Franklin County is 5.2 cpg) based on CPI and county local option taxes ranging from minimum 10.2 to maximum 18.2 cpg. Depending on the county, state and federal gasoline taxes vary from 46.1 to 54.1 cpg. For diesel, sales tax 11.3 cpg, SCETS (6.2 cpg), and various local option taxes (7 cpg). Based on CPI, the diesel sales tax increased 0.4 cpg and SCETS 0.2 cpg.
Georgia	7.5	14.3	21.8	40.2	7.5	16.2	23.7	48.1	"Other Taxes" columns include 4% sales tax and local option sales taxes which range from 1% to 3%.
Hawaii	16.0	26.0	42.0	60.4	16.0	28.0	44.0	68.4	"Other Taxes" columns include 4% sales tax and additional county taxes and 0.1-cpg environmental response tax. Effective 4/2/06 state law requires 85% of gasoline sold in the state to contain 10% ethanol. Actual sales in 4/06 reflect 99% of gasoline sold in Hawaii contains 10% ethanol. Ethanol-blended gasoline tax exemption from the state's 4% excise tax on retail sales expired 1/1/07. City and county taxes are, for example, an additional 16.5 cents per gallon in the City of Honolulu.
Idaho	25.0		25.0	43.4	25.0		25.0	49.4	--
Illinois	19.0	14.6	33.6	52.0	21.5	22.3	43.8	68.2	"Other Taxes" columns include 6.25% sales tax and \$0.003 per gallon tax for underground storage tank fund, and other local sales and gasoline taxes. Diesel fuel taxes are 27.5 cpg for commercial highway users.
Indiana	18.0	10.0	28.0	46.4	16.0	23.7	39.7	64.1	"Other Taxes" columns include 6% sales tax and \$0.01 per gallon inspection fee. For diesel, there is an 11-cpg surcharge paid on a quarterly self-reporting basis.
Iowa	21.0	1.0	22.0	40.4	22.5	1.0	23.5	47.9	"Other Taxes" columns include 1 cpg UST fee. Iowa tax on gasoline is based on percentage of ethanol sales compared to total motor fuel [gasoline] sold. Tax on regular gasoline increased on 7/1/06 from 20.7 cpg to 21.0 cpg, until 6/30/07. Rate is based on the percentage of ethanol blended fuel sold during the previous calendar year. The tax on ethanol blend of 10 % is 19 cpg and the tax on E-85 is 17 cpg.
Kansas	24.0	1.0	25.0	43.4	26.0	1.0	27.0	51.4	"Other Taxes" columns include 1 cpg environmental fee.

State	Gasoline State Excise	Gasoline Other Taxes	Gasoline Total State Taxes	Gasoline Total State and Federal Taxes	Diesel State Excise Taxes	Diesel Other Taxes	Diesel Total State Taxes	Diesel Total State and Federal Taxes	Notes
Kentucky*	17.1	1.4	18.5	36.9	14.1	1.4	15.5	39.9	Ten cents of the excise tax is indexed to the Average Wholesale Price not to exceed 10% of the tax in any year. Excise tax includes 5 cpg supplemental highway user tax. "Other Taxes" columns include 1.4 cpg fee collected for the underground storage tank fund. Supplemental highway user tax is 2 cpg for special fuels. Commercial carriers pay surtax via a quarterly report of 2.2 cpg on gasoline and 5.2 cpg on special fuels.
Louisiana	20.0		20.0	38.4	20.0		20.0	44.4	--
Maine	26.8	1.5	28.3	46.7	27.9	0.7	28.6	53.0	"Other Taxes" columns include for gasoline: .07 cpg for Coastal and Inland Water fund, 1.38 cpg for Groundwater Fund and 40 cpg/10,000 gallons for Petroleum Market Share Act. "Other Taxes" columns include for diesel: .07 cpg for Coastal and Inland Water Fund and .6 cpg for Groundwater Fund. Governor signed legislation in 2002 to index gasoline tax beginning 7/03. Based on indexing, tax increased .9 cpg 7/1/06.
Maryland	23.5		23.5	41.9	24.3		24.3	48.7	--
Massachusetts	21.0	2.5	23.5	41.9	21.0	2.5	23.5	47.9	"Other Taxes" columns include 2.5 cpg UST fund tax. (UST tax increased from .5 cpg on 4/1/03).
Michigan	19.0	13.1	32.1	50.5	15.0	15.7	30.7	55.1	"Other Taxes" columns include 6% sales tax and 0.875 cpg for environmental regulation fee for refined petroleum fund.
Minnesota	20.0	2.0	22.0	40.4	20.0	2.0	22.0	46.4	"Other Taxes" columns include periodic 2 cpg UST cleanup fee at wholesale level which fluctuates depending on the fund balance. UST (Petro-fund) fee currently in effect from 10/1/06 to 1/31/07.
Mississippi	18.0	0.8	18.8	37.2	18.0	0.8	18.8	43.2	"Other Taxes" columns include 0.4 cpg Environmental Protection Fee. In Hancock, Harrison and Jackson counties there is an additional 3 cpg Seawall tax.
Missouri	17.0	0.6	17.6	36.0	17.0	0.6	17.6	42.0	Governor signed legislation in 2002 that included removal of the 2008 expiration date of the 6 cpg temporary tax increase adopted by voters in 1992. Does not include additional .05 cpg agriculture inspection fee and .5 cpg transportation load fee.
Montana	27.0	0.8	27.8	46.2	27.8	0.8	28.6	53.0	"Other Taxes" columns include 0.75-cpg fee assessed at the pump to go toward the state cleanup fund.

State	Gasoline State Excise	Gasoline Other Taxes	Gasoline Total State Taxes	Gasoline Total State and Federal Taxes	Diesel State Excise Taxes	Diesel Other Taxes	Diesel Total State Taxes	Diesel Total State and Federal Taxes	Notes
Nebraska*	27.1	0.9	28.0	46.4	27.1	0.3	27.4	51.8	Variable -- 12.5-cent base plus 14.6 cpg variable rate. "Other Taxes" columns include 0.9-cpg release prevention fee for gasoline and 0.3-cpg release prevention fee for diesel and other fuels. Variable rate increased 7/1/06 and will remain in effect through 6/30/07.
Nevada	23.0	9.5	32.5	50.9	27.0	1.6	28.6	53.0	"Other Taxes" columns include up to 10-cpg county tax on gasoline, 0.75-cpg-cleanup fee, and .055 cpg inspection fee.
New Hampshire	18.0	2.6	20.6	39.0	18.0	2.6	20.6	45.0	"Other Taxes" columns include 0.1 cpg for oil pollution control fund, 1.5 cpg for UST cleanup fund, 1 cpg for AST and bulk storage fund.
New Jersey	10.5	4.0	14.5	32.9	13.5	4.0	17.5	41.9	"Other Taxes" columns include 4 cpg Petroleum Products Gross Receipts Tax.
New Mexico	17.0	1.0	18.0	36.4	18.0	1.0	19.0	43.4	"Other Taxes" columns include 1 cpg loading fee.
New York	8.0	34.4	42.4	60.8	8.0	33.6	41.6	66.0	"Other Taxes" columns include Petroleum Business Tax of 16.6 cpg for gasoline and 14.85 cpg for diesel (rate increased .7 cpg 1/1/07), a spill tax of 0.3 cent per gallon collected on gasoline and diesel and a petroleum-testing fee of 0.05 cent per gallon levied on gasoline (only). Effective 6/1/06, the state sales tax on gasoline and diesel was replaced with a new 8 cpg tax (8.75 in the downstate Metropolitan Commuter Transportation District). "Other Taxes" columns include a local county sales tax of between 3.125% to 4.75%. As of 3/1/07, 10 counties and some cities have also opted to cap local sales taxes on a cpg basis ranging from 6-10 cpg. The volume-weighted average local sales tax reflected in the chart is 8.9 cpg for gasoline, and 9.9 cpg for diesel.
North Carolina*	29.9	0.3	30.2	48.6	29.9	0.3	30.2	54.6	"Other Taxes" columns include 0.25-cpg inspection tax. Excise tax rate increased 2.8 cpg 1/1/06. It consists of a 17.5 cpg flat rate plus a variable rate of 12.4 cpg wholesale price component. Pursuant to SB 1741 passed in 2006, the variable portion of the excise tax was capped at 12.4 cpg until 6/30/07.
North Dakota	23.0		23.0	41.4	23.0		23.0	47.4	Legislation passed in 2005 (HB 2012) increased state gasoline tax by 2 cpg effective 7/1/05. Also, effective 7/1/05, E85 blends taxed at 1 cent per gallon until \$250,000 grant allocated for ethanol was depleted in 2006 and is now taxed at 23 cpg. The E85 subsidy ended 5/1/06. Effective 5/1/06 the E85 tax rate is the same as for gasoline and ethanol.

State	Gasoline State Excise	Gasoline Other Taxes	Gasoline Total State Taxes	Gasoline Total State and Federal Taxes	Diesel State Excise Taxes	Diesel Other Taxes	Diesel Total State Taxes	Diesel Total State and Federal Taxes	Notes
Ohio	28.0		28.0	46.4	28.0		28.0	52.4	Per 2003 legislation, rate increases 6 cpg in 2-year increments. First increase took effect 6/30/03. 7/1/04 rate increased another 2 cpg (to 26 cpg) and 7/1/05, rate increased an additional 2 cpg (to 28 cpg). Surcharge of 3 cpg for commercial vehicles.
Oklahoma	16.0	1.0	17.0	35.4	13.0	1.0	14.0	38.4	"Other Taxes" columns include 1 cpg per gallon UST fee.
Oregon	24.0	0.9	24.9	43.3	24.0	0.3	24.3	48.7	"Other Taxes" columns include additional optional county gasoline (ranging from 1 to 3 cpg) and city gasoline and diesel taxes (ranging from 1 to 5 cpg).
Pennsylvania	12.0	20.3	32.3	50.7	12.0	27.2	39.2	63.6	"Other Taxes" columns include 19.2 cent per gallon oil company franchise tax on liquid fuels (primarily gasoline) and 26.1 cpg oil company franchise tax on fuels (primarily diesel). Also includes 1.1 cpg UST fee paid by retailers on gasoline and diesel. Franchise tax based on the average wholesale price of gasoline during a 1-year period and revised on 1/1 annually. Oil franchise tax increased 1.2 cpg for gasoline and 1.7 cpg for diesel on 1/1/06.
Rhode Island	27.0	4.0	31.0	49.4	27.0	4.0	31.0	55.4	"Other Taxes" columns include 3-cpg wholesale distributor tax and 1 cent per gallon environmental protection regulatory fee for UST program. Tax increased 2 cpg on 7/1/02.
South Carolina	16.0	0.8	16.8	35.2	16.0	0.8	16.8	41.2	"Other Taxes" columns include a 0.25 cpg inspection fee for inspection program and 0.50-cpg environmental fee for UST cleanup. Assessed on all petroleum products at the wholesale level.
South Dakota	22.0	2.0	24.0	42.4	22.0	2.0	24.0	48.4	"Other Taxes" columns include 2 cpg Tank Inspection Fee. Ethanol is taxed at 20 cents per gallon, E85 and M85 are taxed at 10 cpg.
Tennessee	20.0	1.4	21.4	39.8	18.0	0.4	18.4	42.8	"Other Taxes" columns include 1-cent special petroleum tax for gasoline and .4 cpg environmental assurance fee.
Texas	20.0		20.0	38.4	20.0		20.0	44.4	--
Utah	24.5		24.5	42.9	24.5		24.5	48.9	--
Vermont	19.0	1.0	20.0	38.4	25.0	1.0	26.0	50.4	"Other Taxes" columns include 1 cpg license fee for UST fund.

State	Gasoline State Excise	Gasoline Other Taxes	Gasoline Total State Taxes	Gasoline Total State and Federal Taxes	Diesel State Excise Taxes	Diesel Other Taxes	Diesel Total State Taxes	Diesel Total State and Federal Taxes	Notes
Virginia	17.5	1.8	19.3	37.7	16.0	1.9	17.9	42.3	"Other Taxes" columns include 0.6-cpg petroleum storage tank fee and 2% sales tax on motor fuels in localities that are part of the Northern Virginia Transportation District or localities in a transportation district contiguous to that district.
Washington	34.0		34.0	52.4	34.0		34.0	58.4	Per 2005 legislation (SB 6103) rate increased 3 cpg 7/1/05, another 3 cpg on 7/1/06, 2/cpg on 7/1/07 and 1.5 cpg on 7/1/08. Per legislation passed in 2003, rate increased 5 cpg effective 7/1/03.
West Virginia	20.5	11.0	31.5	49.9	20.5	11.0	31.5	55.9	5% variable wholesale tax increased from 6.5 cpg to 11 cpg effective 1/1/07. Rate based on statewide average wholesale price of gasoline with a minimum price of \$2.206 cents per gallon. The tax rate will remain in effective through 12/31/07.
Wisconsin*	30.9	2.0	32.9	51.3	30.9	2.0	32.9	57.3	Effective 4/1/06, rate permanently changed to 30.9 cpg. "Other Taxes" columns include 2-cpg UST fee on gasoline and diesel. Gasoline tax indexing scheduled to end on 4/1/07.
Wyoming	13.0	1.0	14.0	32.4	13.0	1.0	14.0	38.4	"Other Taxes" columns include 1 cpg to the environmental cleanup costs.
United States Averages	18.2	9.2	27.4	45.8	18.2	10.1	28.3	52.7	

* = Variable Tax

cpg = cents per gallon

Note: Federal excise taxes are 18.4 cpg for gasoline and 24.4 cpg for diesel.