

Diesel – status in FY-13 before changes

Levy	Amount
Diesel Tax	25 cents-per-gallon
Petroleum Clean-Up Fee	1 cent-per-gallon
TIB Assessment	3 cents-per-gallon
Total State levies	29 cents-per-gallon
Federal diesel tax	24.4 cents-per-gallon
Total State & Federal levies	53.4 cents-per-gallon

Diesel in FY14 & FY15

Raised 2 cents per gallon in FY14 and another 1 cent in FY15

Diesel now

Levy	Amount
Diesel Tax	28 cents-per-gallon
Petroleum Clean-Up Fee	1 cent-per-gallon
TIB Assessment	3 cents-per-gallon
Total State levies	32 cents-per-gallon
Federal diesel tax	24.4 cents-per-gallon
Total State & Federal levies	56.4 cents-per-gallon

Gas – status in FY-13 before changes

Levy	Amount
Gasoline Tax	19 cents-per-gallon
Petroleum Clean-Up Fee	1 cent-per-gallon
TIB Assessment	2% of the retail price of regular gasoline in the prior fiscal quarter excluding all state and federal levies
Total State levies	20 cents-per-gallon + the 2% quarterly TIB assessment
Federal gasoline tax	18.4 cents-per-gallon
Total State & Federal levies	38.4 cents-per-gallon + the 2% quarterly TIB assessment

Gas in FY14

- ▶ Lowered the 19 cents-per-gallon gasoline tax by 0.8 cents to 18.2 cents-per-gallon
- ▶ Levied the new 2% assessment but with a floor (minimum) of 6.7 cents-per-gallon and a ceiling (maximum) of 9 cents-per-gallon, and
- ▶ Left unchanged the existing 2% TIB assessment and 1 cent Petroleum Clean-Up fee.

Gas in FY15

- ▶ Lowered the the fixed cents-per-gallon gasoline tax by an additional 6.1 cents to 12.1 cents-per-gallon (total reduction 6.9 cents from current 19 cents-per-gallon). Including the 1 cent petroleum clean-up fee, fixed levies total 13.1 cents-per-gallon versus 20 cents-per-gallon prior to changes
- ▶ Increased the assessment from 2% to 4% with a floor (minimum) of 13.4 cents-per-gallon and a ceiling (maximum) of 18 cents-per-gallon, and
- ▶ Left unchanged the existing 2% TIB assessment and 1 cent Petroleum Clean-Up fee.

Gas now

Levy	Amount
Gasoline Tax	12.1 cents-per-gallon
Petroleum Clean-Up Fee	1 cent-per-gallon
New TFund Assessment	4% of the retail price excluding all state and federal levies with floor 13.4 CPG and ceiling of 18 CPG
TIB Assessment	2% of the retail price excluding all state and federal levies
Total State levies	13.1 cents-per-gallon + the 4% TFund assessment + the 2% TIB assessment
Federal gasoline tax	18.4 cents-per-gallon
Total State & Federal levies	31.5 cents-per-gallon + the 4% TFund assessment + the 2% TIB assessment

The gas tax floor kicks in at a retail price of **\$3.87** per gallon – well below current levels.

The difference between the gas tax now compared to the gas tax prior to all the changes:

- (1) is a fixed 6.5 cents-per-gallon when retail gasoline prices are at or below \$3.87 (new 13.4 cent minimum – 6.9 cent reduction in the fixed gas tax = 6.5 cents-per-gallon),
- (2) increases from 6.5 cents-per-gallon to a 11.1 cents-per-gallon as prices move from \$3.87 to \$5.09 and
- (3) is a fixed 11.1 cents-per-gallon for prices above \$5.09 (new 18.0 cent maximum – 6.9 cent reduction in the fixed gas tax = 11.1 cents-per-gallon).

With retail gas below \$3.00 a gallon, total state levies are 6.5 cents per gallon higher now than they would be if no changes had been made (#1 above)