

## STATE TAX CHANGES – JULY 2018\*

### CALIFORNIA

The prepaid sales tax rates effective July 1, 2018 are \$0.06 per gallon for gasoline, \$0.31 per gallon for diesel and \$0.105 per gallon for jet fuel.

### CONNECTICUT

Effective July 1, 2017, Connecticut's tax on diesel will be unchanged at \$0.439 per gallon.

Effective July 1, 2018 sales of dyed diesel by registered distributors to owners or operators of marine docks for use in vessels is exempt from fuel tax provided (i) the fuel is delivered to a tank that is used to store fuel exclusively for marine purposes and (ii) the distributor obtains a statement from the owner or operator of the marine dock that the fuel will be used exclusively for marine purposes.

### FLORIDA

Effective July 1, 2018, a licensed terminal supplier may purchase fuel tax free from another licensed terminal supplier for export if all of the following conditions apply:

- The purchasing terminal supplier must sell the fuel to a licensed exporter for immediate export from Florida;
- The purchasing terminal supplier must designate the out-of-state destination to the selling terminal supplier;
- The purchasing terminal supplier must be licensed in the destination state and must provide the selling terminal supplier with his license number;
- The licensed exporter must not have been barred by the Florida Department of Revenue from making tax free exports; and
- The selling terminal supplier must collect and remit all applicable destination state taxes.

### GEORGIA

The average retail prices for the prepaid local tax for the period July 1, 2018 through December 31, 2018 have been set as follows:

\* This list contains key State updates taking effect in July 2018. This is not intended to be an exhaustive list. Please confirm all tax rates and license and reporting requirements with the particular State or your tax consultants.

[https://dor.georgia.gov/sites/dor.georgia.gov/files/related\\_files/document/LATP/Policy%20Bulletin/Bulletin%20-%20Prepaid%20Local%20Tax%20-%20July%202018.pdf](https://dor.georgia.gov/sites/dor.georgia.gov/files/related_files/document/LATP/Policy%20Bulletin/Bulletin%20-%20Prepaid%20Local%20Tax%20-%20July%202018.pdf)

Fuel Type	Average Retail Price
Gasoline	\$2.420 per gallon
Diesel	\$2.717 per gallon
Aviation Gasoline	\$3 per gallon
LPG	\$1.954 per gallon
Special Fuel (including CNG)	\$2.348 per gallon

### ILLINOIS

Illinois has set its prepaid sales tax on motor fuel at \$0.15 per gallon for gasoline and other motor fuels such as diesel and at \$0.12 per gallons for gasohol and biodiesel (blends between 1% and 10%). These rates are for the period July 1, 2018 – December 31, 2018.

### INDIANA

Effective July 1, 2018, Indiana's fuel tax on gasoline will increase to \$0.29 per gallon and on special fuel (diesel) will increase to \$0.48 per gallon. The large diesel increase reflects the elimination of the motor carrier surcharge.

The Gasoline Use Tax Rate for the month of July 2018 has been set at \$0.167 per gallon. This rate is adjusted monthly.

### IOWA

Iowa is changing its tax rates effective July 1, 2018 as follows:

Fuel Type	Tax Rate
Gasoline	\$0.307 per gallon
Alcohol & Ethanol Blended Gasoline (inc. E85)	\$0.290 per gallon
Diesel (inc. B1 – B10)	\$0.325 per gallon
B11 or Higher	\$0.295 per gallon
Aviation Fuel	\$0.05 per gallon
Aviation Gasoline	\$0.08 per gallon
Liquefied Petroleum Gas (LPG)	\$0.30 per gallon
Liquefied Natural Gas (LNG)	\$0.325 per gallon

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Compressed Natural Gas (CNG)	\$0.31 per gallon
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### MARYLAND

Maryland has announced that its fuel tax rates for the period July 1, 2018 – June 30, 2019 will be as follows (the rate below is the combined motor fuel and sales and use tax equivalent rates):

Fuel Type	Tax Rate
Gasoline	\$0.3530 per gallon
Diesel	\$0.3605 per gallon
Aviation Fuel	\$0.07 per gallon

The full list of tax rates can be found at:

[http://taxes.marylandtaxes.gov/Business\\_Taxes/Business\\_Tax\\_Types/Motor\\_Fuel\\_Tax/Tax\\_Information/Motor\\_Fuel\\_Tax\\_Rates/MFT\\_RatesPerGallon\\_7-1-2018.pdf](http://taxes.marylandtaxes.gov/Business_Taxes/Business_Tax_Types/Motor_Fuel_Tax/Tax_Information/Motor_Fuel_Tax_Rates/MFT_RatesPerGallon_7-1-2018.pdf)

### MASSACHUSETTS

Massachusetts has set its tax rates for the period July 1, 2018 – September 30, 2018 as follows:

Fuel Type	Tax Rate
Gasoline	\$0.24 per gallon
Diesel	\$0.24 per gallon
Aviation Gasoline	\$0.207 per gallon
LPG and Propane	\$0.218 per gallon
Jet Fuel	\$0.105 per gallon

### MICHIGAN

Michigan has set its prepaid sales tax on fuel for the month of July 2018 at \$0.154 per gallon for gasoline and \$0.168 per gallon for diesel. The rate is adjusted monthly.

### MONTANA

Effective July 1, 2018, Montana's fuel tax on gasoline is unchanged at \$0.315 per gallon and the fuel tax on special fuel is also unchanged at \$0.2925 per gallon. These rates are adjusted annually through 2022.

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## NEBRASKA

Effective July 1, 2018 Nebraska's motor fuel tax will decrease from \$0.284 per gallon to \$0.28 per gallon.

## NEW JERSEY

New Jersey's petroleum products gross receipts tax rates for the period July 1, 2018 – September 30, 2018 have been set at \$0.266 per gallon for gasoline and LPG, \$0.307 per gallon for diesel, \$0.124 per gallon for fuel oil and \$0.04 per gallon for aviation fuel. Full details can be found at: [http://www.state.nj.us/treasury/taxation/pdf/other\\_forms/petroleum/Petroleumgrosstax.pdf](http://www.state.nj.us/treasury/taxation/pdf/other_forms/petroleum/Petroleumgrosstax.pdf)

## OHIO

The Ohio Department of Taxation has issued the average wholesale price of fuel to be used when determining the gross receipts of a supplier subject to the petroleum activity tax ("PAT") for the period July 1, 2018 – September 30, 2018. The average wholesale prices are \$1.695 per gallon for gasoline, \$1.990 per gallon for diesel and \$0.902 per gallon for propane. With the PAT rate set at \$0.0065, this makes the PAT for the third quarter of 2018 \$0.0110175 per gallon for gasoline, \$0.012935 per gallon for diesel and \$0.005863 per gallon for propane.

## OKLAHOMA

Effective July 1, 2018 Oklahoma will levy an additional tax on gasoline of \$0.03 per gallon and an additional tax on diesel of \$0.06 per gallon. These are added to the existing tax of \$0.16 per gallon on gasoline and \$0.13 per gallon on diesel.

## SOUTH CAROLINA

Effective July 1, 2018 South Carolina's fuel tax will increase to \$0.20 per gallon. The rate will be adjusted annually through 2022.

## TENNESSEE

Effective July 1, 2018, Tennessee's fuel tax rates will increase as follows:

Fuel Type	Tax Rate
Gasoline	\$0.25 per gallon
Diesel	\$0.24 per gallon
CNG	\$0.18 per gallon
Liquefied Gas	\$0.19 per gallon

These rates will be adjusted annually through 2019.

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## UTAH

Effective July 1, 2018 the fuel tax rates for Compressed Natural Gas (CNG), Liquefied Natural Gas (LNG) and hydrogen used to power motor vehicles will be as follows: The tax rate will increase to:

\$0.165 per Gasoline Gallon Equivalent (GGE) for CNG,  
\$0.165 per diesel gallon equivalent for LNG, and  
\$0.165 cents per GGE for hydrogen used to power motor vehicles.

## VERMONT

Vermont has set the Motor Fuel Transportation Infrastructure Assessment (MFTIA) for the third quarter at \$0.0472 per gallon and the Gasoline and Motor Fuel Tax Assessment (MFTA) for the third quarter at \$0.134 per gallon.

## VIRGINIA

Virginia has announced that its tax rates will be unchanged for the period July 1, 2018 – December 31, 2018 and will be as follows:

Fuel Type	Tax Rate
Gasoline	\$0.162 per gallon
Diesel	\$0.202 per gallon
Blended Fuels (Gasoline)	\$0.162 per gallon
Blended Fuels (Diesel)	\$0.202 per gallon
Aviation Fuel	\$0.05 per gallon (reduced to \$0.005 per gallon after the first 100,000 gallons)
Alternative Fuel	\$0.162 gasoline gallon equivalent

Effective July 1, 2018, the motor vehicle fuel sales tax – a tax on every distributor who sells fuel at wholesale to retail dealers for retail sale in certain localities – will be a per gallon rate imposed on each gallon of fuel sold by a distributor to a retail dealer. The tax rate for the period July 1, 2018 – December 31, 2018 is \$0.076 per gallon for gasoline and alternative fuels and \$0.077 per gallon for diesel.

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