## HOUSE RESEARCH

## - Bill Summary -

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**Subject:** Motor fuels tax

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This bill increases the motor fuels tax, raising the rate for gasoline and diesel by 10 cents per gallon, with proportional increases for other types of motor fuels used in motor vehicles on public roads. The various rates for different kinds of motor fuel, such as compressed natural gas, reflect differences in energy content of each fuel. The rate changes would go into effect October 1, 2017.

Currently, the state tax rate for gasoline and diesel is a total of 28.5 cents per gallon (which includes a 3.5 cents per gallon surcharge that is tied to debt service on bonds originally authorized in 2008).