# SAVE 55.1¢ A GALLON



# Convert Your Vehicle to Natural Gas or Propane.

Besides longer engine life and cleaner air, you'll save on motor fuel excise taxes—

# **55.1 CENTS ON EVERY GALLON.**

Here's how propane and natural gas can lower your motor fuel tax bite.

## **MOTOR FUEL EXCISE TAX COMPARISON**

GASOLINE PROPANE & DIFFERENCE

FEDERAL 18.4 cents\* 18.3 cents 0.1 cent
STATE 20.0 cents 15.0 cents 50.0 cents

Federal Motor Fuel Excise Tax Credit 50.0 cents

# **SAVINGS 55.1 cents**

\* 0.1 cents per gallon Leaking Underground Storage Tank fund

Propane and natural gas state motor fuel tax is not collected at the pump.

Users buy an annual prepaid tax decal based on vehicle weight and miles traveled (see back).

SCHOOL DISTRICTS, COUNTIES, and NON-PROFIT TELEPHONE and ELECTRIC COOPERATIVES ARE EXEMPT FROM THE STATE PROPANE/NATURAL GAS MOTOR FUEL TAX.

Government agencies and non-profit educational organizations are exempt from the federal tax.

Call 1-800-64-CLEAR for more information.

# PREPAID LIQUIFIED GAS FEES

Vehicle Weight	Class	Less than 5,000 miles	5000 to 9,999 miles	10,000 to 14,999	15,000 miles and over
				miles	
Less than 4,000 lbs	Α	\$30.00	\$60.00	\$90.00	\$120.00
4,000 to 10,000 lbs	В	42.00	84.00	126.00	168.00
10,001 to 15,000 lbs	С	48.00	96.00	144.00	192.00
15,001 to 27,500 lbs	D	84.00	168.00	252.00	336.00
27,501 to 43,500 lbs	Е	126.00	252.00	378.00	504.00
43,501 lbs and over F	F	186.00	372.00	558.00	744.00
Transit co. motor bus*	Т	\$440.00			
Motor vehicle dealer*		Must pay tax to permitted liquefied gas dealer upon fueling			
* RATE NOT BASED ON WEIGHT					

#### **FEDERAL HIGHWAY TAX**

Propane or natural gas suppliers are required to collect federal tax when they deliver fuel into the motor fuel tank of vehicle. Propane and natural gas may be delivered to you in bulk quantities by your gas supplier, tax free. Then you, as the user, report and pay the federal tax direct, as you fill your vehicle(s) from your own bulk storage tank. Internal Revenue Service Form 720, "Quarterly Federal Excise Tax Return" is used for this tax reporting.

#### STATE TAX DECAL

Tax decals are available at the State Comptroller of Public Accounts. Capitol Station, Austin, Texas, 78774 or call 1-800-252-1383 for more information.



### **TEXAS RAILROAD COMMISSION**

Alternative Fuels Research & Education Division PO Box 12967 Austin, TX 78711-2967

> 1-800-64-CLEAR www.rrc.state.tx.us