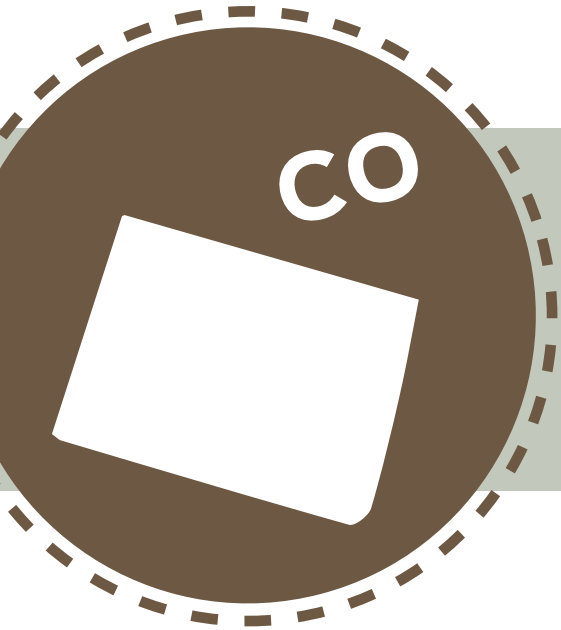


IS JET FUEL BURNING A HOLE IN YOUR STATE BUDGET?



estimated cost of tax breaks:

\$ **12.3**
MILLION

estimated # of gallons for which the airlines receive a tax break:

308
MILLION

Airlines are **EXEMPT** from the \$0.04 per gallon jet fuel excise tax.

COST: \$12.3 million

MOTOR FUEL vs. JET FUEL (Effective State Fuel Tax Rate)

Car drivers buying an average gallon of gasoline:

\$ **0.22**

Commercial airlines buying a \$3 gallon of jet fuel:

\$ **0.127**

SOURCES:

Excise Tax Break: http://www.coloradodot.info/programs/aeronautics/PDF_Files/WhitePaper_2012.pdf, Page 2: Colorado Aviation Taxes. CO rules current as of June 19, 2014.

Cost of Excise Tax Break and Number of gallons airlines get a tax break on:

<http://www.colorado.gov/cs/Satellite?blobcol=urldata&blobheader=application%2Fpdf&blobkey=id&blobtable=MungoBlobs&blobwhere=1251927473931&ssbinary=true>, Page 72: State Motor Fuel Gallons and Receipts. Gross jet fuel gallons: 395,722,132. The state provides a number for exempt jet fuel gallons, which could include exempt government and military use in addition to commercial airline use. This estimate instead applies the average commercial airline fuel use percentage to the total Colorado gross jet fuel gallons figure reported by the state. Estimate based on 2013 jet fuel prime supplier sales data from the Energy Information Administration and commercial airline fuel use data from the Bureau of Transportation Statistics.

Gasoline Tax Rate: Estimates from the American Petroleum Institute (API) based on average price earlier this year.