

IS JET FUEL BURNING A HOLE IN YOUR STATE BUDGET?



estimated cost of tax breaks:

No
ESTIMATE

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

1.43
BILLION

Jet fuel is **NOT TAXED** at all.
COST: UNKNOWN

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

Car drivers buying an average gallon of gasoline:

\$0.20

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

\$0

SOURCES:
Jet Fuel Not Taxed At All: <http://www.statutes.legis.state.tx.us/Docs/TX/htm/TX.162.htm> Sec. 162.104 (6) and <http://www.statutes.legis.state.tx.us/Docs/TX/htm/TX.151.htm> Sec. 151.308. Jet fuel is exempt from motor fuel and sales taxes. TX rules current as of June 20, 2014.
Number of gallons airlines get a tax break on: Estimate based on 2013 jet fuel sales to end users 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.