



# SPECIAL NOTICE

CALIFORNIA DEPARTMENT OF TAX AND FEE ADMINISTRATION  
450 N Street  
Sacramento, CA 95814

**GAVIN NEWSOM**  
Governor

**AMY TONG**  
Secretary  
Government Operations Agency

**NICOLAS MADUROS**  
Director

CDTFA WEBSITE  
[www.cdtfa.ca.gov](http://www.cdtfa.ca.gov)

CUSTOMER SERVICE CENTER  
1-800-400-7115

CRS  
711

## Tax Rates for Motor Vehicle and Diesel Fuels

Rates in Effect from July 1, 2023, through June 30, 2024

Sales and Use Tax Rates		
Type of Fuel	Prepayment per Gallon	Sales and Use Tax Rates*
Gasoline (motor vehicle fuel)	8 cents (\$0.080)	2.25%
Aircraft jet fuel	18.5 cents (\$0.185)	7.25%
Aviation gasoline	Not Applicable	Not Applicable

Sales and Use Tax Rates				
Type of Fuel	Prepayment per Gallon		Sales and Use Tax Rate*	
	July 1, 2023, through September 30, 2023	October 1, 2023, through June 30, 2024	Current through September 30, 2023	October 1, 2023, through June 30, 2024
Diesel fuel	34.5 cents (\$0.345)	50 cents (\$0.500)	9.0625%	13.00%

\* You must add district taxes where applicable. District taxes continue to apply to sales and purchases of diesel fuel and are not included in the AB 194 partial sales and use tax exemption. District tax rates for your area are available on our website at [www.cdtfa.ca.gov/formspubs/cdtfa105.pdf](http://www.cdtfa.ca.gov/formspubs/cdtfa105.pdf).

Excise Tax Rates per Gallon		
Type of Fuel	Through June 30, 2023	Effective July 1, 2023
Gasoline (motor vehicle fuel)	53.9 cents (\$0.539)	57.9 cents (\$0.579)
Aircraft jet fuel <sup>1</sup>	2 cents (\$0.020)	2 cents (\$0.020)
Diesel fuel	41.0 cents (\$0.410)	44.1 cents (\$0.441)
Aviation gasoline <sup>1</sup>	18 cents (\$0.180)	18 cents (\$0.180)

<sup>1</sup> Excise taxes on aircraft jet fuel and aviation gasoline are not subject to an annual adjustment.

### How are the sales tax prepayment rates determined?

The prepayment rate for each gallon of gasoline, aircraft jet fuel, and diesel fuel is calculated at 80 percent of the combined state and local sales tax on the average selling price of the fuel, excluding sales tax, as reported by industry publications. We are required to establish the sales tax prepayment rates by March 1 of each year. The sales tax prepayment rate for diesel fuel is scheduled to change on October 1, 2023, as the partial exemption for the sale of diesel fuel is set to expire on September 30, 2023. We may continue to adjust these rates during the year if changes in fuel prices cause fuel retailers to prepay too much or too little tax.

### How are the excise tax rates determined?

We are required to adjust the motor vehicle fuel and diesel fuel excise tax rates on July 1 of each year, based on the percentage change in the California Consumer Price Index, as calculated by the Department of Finance.

### For more information

If you have questions regarding this notice, you may visit our website at [www.cdtfa.ca.gov](http://www.cdtfa.ca.gov), or call our Customer Service Center at 1-800-400-7115 (CRS:711). Customer service representatives are available Monday through Friday from 7:30 a.m. to 5:00 p.m. (Pacific time), except state holidays.

For additional information about fuel taxes, please see our *Tax Guide for Gas Station Operators* at [www.cdtfa.ca.gov/industry/gas-stations.htm](http://www.cdtfa.ca.gov/industry/gas-stations.htm). You may also view current and previous prepayment rates at [www.cdtfa.ca.gov/taxes-and-fees/prepayment-rates-fuels.htm](http://www.cdtfa.ca.gov/taxes-and-fees/prepayment-rates-fuels.htm).