DMF 40 (12-05)

BUREAU OF MOTOR FUEL TAXES PO BOX 280646 HARRISBURG, PA 17128-0646

COMMONWEALTH OF PENNSYLVANIA DEPARTMENT OF REVENUE



Fax No. (717) 787-6261 December 12, 2005

Liquid Fuels and Fuels Tax Bulletin No. 2005-1

Re: 2006 Tax Rates for Aviation Gasoline and Jet Fuel, 2006 Tax Rates for Liquid Fuels and Fuels

To: All PA Registered Distributors:

The PA Department of Revenue will publish motor fuel tax rates for 2006 in the December 2005 issue of the Pennsylvania Bulletin. Aviation fuel tax rates will change from 4.7 to 5.3 cents per gallon for aviation gasoline, and will remain at 2.0 cents per gallon for jet fuel.

The 2006 Oil Company Franchise Tax rates will change from current levels to 19.2 cents per gallon for liquid fuels, and 26.1 cents per gallon for fuels. Therefore, the combined 2006 Liquid Fuels and Fuels Tax and Oil Company Franchise Tax rates will be:

- \$.312 per gallon for liquid fuels (i.e. gasoline and gasohol), and
- \$.381 per gallon for fuels (i.e. undyed diesel and undyed kerosene).

Pennsylvania registered distributors filing Liquid Fuels and Fuels Tax reports electronically, using the Department's e-TIDES application, will automatically have the rates changed for 2006 tax periods beginning with the January period. Questions regarding e-TIDES should be directed to Ms. Carol Vogelsong at (717) 787-3644.

The above rates are effective January 1, 2006, and apply to tax periods in calendar year 2006. The new rates will be indicated on future Liquid Fuels and Fuels Tax Report forms issued by the Department.

Earl F. (Jack) Crago, III Director