

HB 1874 -- Sales Tax on Gasoline

Sponsor: Long

Beginning January 1, 2013, this bill establishes a 0.7% sales tax on gasoline and increases the current sales tax on other goods by 0.7% to be deposited into the State Highways and Transportation Department Fund to be appropriated solely for transportation purposes.

The bill increases the excise tax on diesel fuel from 17 cents to 27 cents per gallon and eliminates the excise tax on all other motor fuel.

The bill contains a referendum clause and will be submitted to qualified voters in November 2012.