

## MOTOR FUEL INFORMATION

Besides longer engine life and cleaner air, you'll save on motor fuel excise taxes—9.8 cents on every gallon. Here's how propane can lower your motor fuel tax bite:

MOTOR FUEL EXCISE TAX COMPARISONS			
	DIESEL	GASOLINE	PROPANE
<b>FEDERAL</b>	24.4¢*	18.4¢*	13.6¢
<b>STATE</b>	20.0¢	20.0¢	15.0¢
<b>TOTAL</b>	44.4¢	38.4¢	28.6¢
			<b>SAVINGS 9.8¢</b>

\* 0.1¢ per gallon Leaking Underground Storage Tank fund

Propane state motor fuel tax is not collected at the pump. Users buy an annual prepaid tax decal based on vehicle weight and miles traveled (see back). SCHOOL DISTRICTS and COUNTIES ARE EXEMPT FROM THE STATE PROPANE MOTOR FUEL TAX. Government agencies and non-profit educational organizations are exempt from the federal tax.

Call (800) 64-CLEAR for more information.

The National Energy Policy Act of 1992 provides tax deductions for the cost of clean-fuel vehicles and refueling facilities placed in service after January 1, 2002, as follows:

- Refueling facilities qualify for a tax deduction of up to \$100,000 per location.
- Alternative fuel vehicles qualify as follows:
- Up to \$37,500 for a truck or van with a GVW of more than 26,000 pounds or a bus with 20-adult seating capacity.
- Up to \$3,750 for a truck or van between 10,000 and 26,000 pounds GVW.
- Up to \$1,500 for other vehicles.
- Dual-fuel vehicles qualify, but only the incremental cost associated with the clean fuel will be taken into account.

To find out how to take these tax deductions, you may request Publication 535, "Business Expenses," from the Internal Revenue Service (IRS). To order a free copy of Publication 535, call the IRS at (800) 829-3676.