



**FINANCE AND ADMINISTRATION CABINET
DEPARTMENT OF REVENUE
OFFICE OF SALES AND EXCISE TAXES**

Andy Beshear
GOVERNOR

State Office Building
501 High Street, Station 50
Frankfort, Kentucky 40601-3462
Phone: (502) 564-5523
Fax: (502) 564-9565

Holly M. Johnson
SECRETARY

Thomas B. Miller
COMMISSIONER

Richard Dobson
EXECUTIVE DIRECTOR

MEMORANDUM

TO: Thomas B. Miller, Commissioner *Thomas B. Miller*
Department of Revenue

VIA: Richard Dobson, Executive Director *RD*
Office of Sales and Excise Taxes

FROM: Kimberly Hensley, Director
Division of Miscellaneous Taxes

SUBJECT: Annual Calculation for the Motor Fuels
Excise Tax Rate for the Fiscal Year Commencing July 1, 2023

DATE: May 22, 2023

Based upon the annual survey process required by KRS 138.228, the Division of Miscellaneous Taxes has determined the average wholesale price (AWP) of gasoline is \$2.635 for the fiscal year beginning July 1, 2023 and ending June 30, 2024. Under the statutory guidelines, the AWP cannot be greater than 110% or less than 90% of the current \$2.395 AWP. During the current fiscal year, the annual survey resulted in an average AWP of \$2.670; however, the maximum 10% increase adjusts the AWP down to \$2.635*. The annual survey value is based on quarterly AWP calculations as follows:

July 2022	\$3.021
October 2022	\$2.750
January 2023	\$2.385
April 2023	\$2.525
Calculated annual AWP	\$2.670
Maximum annual AWP	\$2.635

Therefore, the gasoline excise tax rate (9% of AWP) will increase to twenty-three and seven tenths cents (\$0.237) per gallon for the fiscal year beginning July 1, 2023 and ending June 30, 2024. Please contact us if you have any questions concerning this communication.

Copy:	Holly M. Johnson	Robin Brewer	Matthew Watts	Tim Miller
	Brian Beaven	Mary Cook	Toni Fields	Greg Harkenrider
	Jennifer Hays	Rachil Malhotra	Tom McDaniel	Perry Nutt
	Justin Perry	John Snyder	Kinsey Morrison	Gene Zaparanick-Brown

