

California Aviation User Taxes

California
Department of Transportation
Division of Aeronautics
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California Aviation User Taxes

1. General Aviation (GA) Fuel “Excise” Taxes
2. Sales and Use Taxes
3. Property Taxes and Possessory Interests



1. GA Fuel “Excise” Tax: Revenue Distribution

Total Revenues:

\$7.4 million

- Avgas “Excise” Tax (18¢/gal): \$3.8 million
- Jet Fuel “Excise” Tax (2¢/gal): \$3.6 million

Aeronautics Account

Expenditures (FY 2007-08):

- State Operations: \$2.8 million
- Airport Credits and Grants: \$2.7 million



2. Sales and Use Taxes:

Estimated Sales Tax: Jet Fuel and Aircraft

- Aircraft jet fuel sold to general aviation (GA)
- Aircraft jet fuel sold to airlines
- GA aircraft sold by dealers



Sales and Use Taxes on Jet Fuel: Estimated Distribution

Total Aircraft Jet Fuel Revenues:

\$201.4 million

- General Aviation:
\$33.6 million
- Airlines:
\$167.8 million

• **State General Fund:**
\$126.3 million

• **Local Funds (General,
Public Safety, and
Transportation):**
\$74.7 million



Sales and Use Taxes: Estimated Distribution

- **GA Aircraft Sold
by Dealers:**
– \$17.2 million

- **State General Fund:**
\$10.8 million

- **Local Funds (General,
Public Safety, and
Transportation):**
\$6.4 million



Sales and Use Taxes: Estimated Distribution

- **Total Jet Fuel and GA Aircraft Sales Tax Revenues:**
\$218.6 million

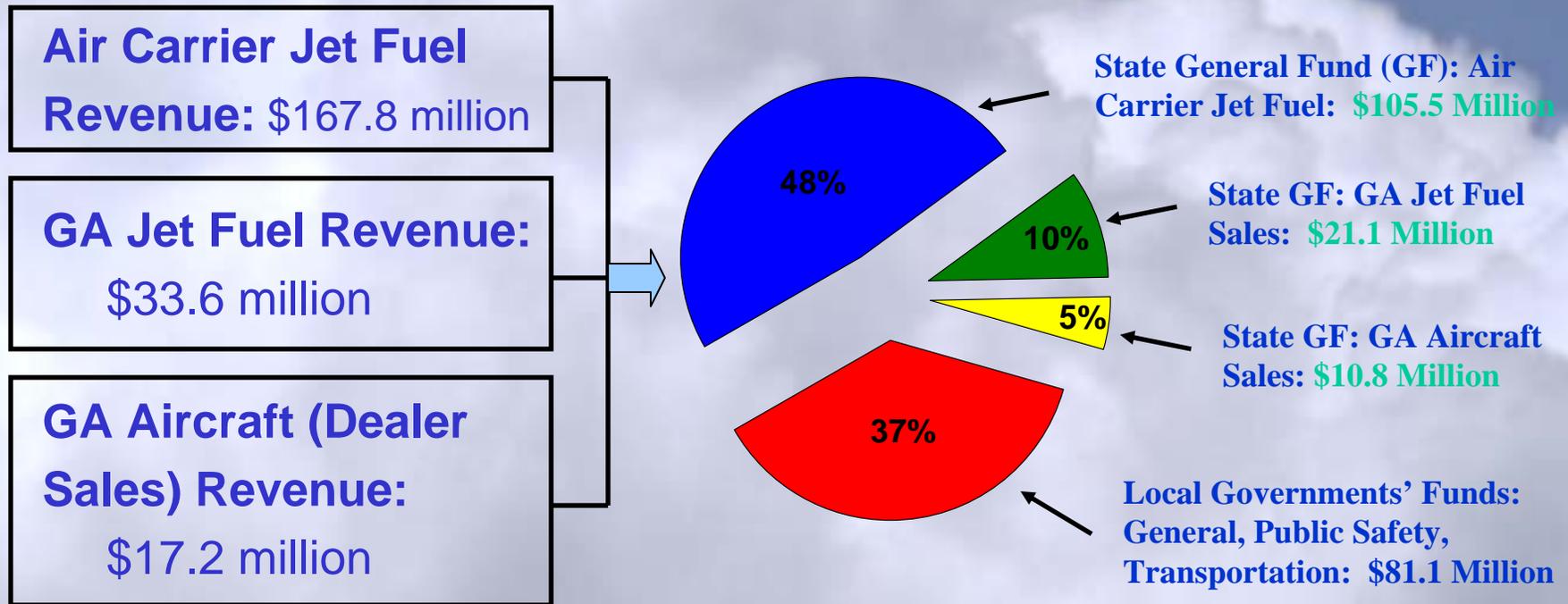
- **State General Fund:** \$137.1 million

- **Local Funds** (General, Public Safety, and Transportation):
\$81.1 million



Estimated California Sales and Use Taxes:

Jet Fuel and General Aviation (GA) Aircraft: \$218.6 million



Note: 7.95 percent is the effective sales tax rate For FY 2007-08 (California Board of Equalization).



3. Property Taxes and Possessory Interests

Total Revenue: \$139.3 million

- **GA Aircraft:**
\$108.6 million
- **Air Carrier Aircraft:**
\$25.4 million
- **Possessory Interests**
(airport property leased to private businesses):
\$5.3 million

Distribution of Revenues:

- Education (School Districts)
- Local Governments' General Funds



California Aviation User Taxes:

Total: \$366.1 million

- Fuel "Excise" Tax Revenue:
\$8.2 million

- Sales and Use Tax Revenue:
\$218.6 million

- Property Tax and Possessory
Interest Revenue:
\$139.3 million

Distribution of Revenues:

- State Aeronautics Account:
\$8.2 million
- State General Fund:
137.5\$ million
- School Districts' and Local
Governments' Funds:
\$220.4 million



California Aviation User Taxes:

Total: \$366.1 million

