

**NCDOR**

**NORTH  
CAROLINA  
DEPARTMENT  
OF REVENUE**


**Pat McCrory**  
Governor

**Jeffrey M. Epstein**  
Secretary

December 15, 2016

**MEMORANDUM**

TO: Motor Fuels and Alternative Fuels Licensees

FROM: John D. Panza, Director   
Excise Tax Division

RE: Motor Fuels and Alternative Fuels Tax Rate  
January 1, 2017 through December 31, 2017

In accordance with North Carolina G.S. 105-449.80 as amended by Session Law 2015-2, the motor fuels and alternative fuels tax rate for the period January 1, 2017 through December 31, 2017 will increase from 34.0 cents to 34.3 cents per gallon.

During the 2015 legislative session, North Carolina Session Law 2015-2 was enacted which set the 2017 motor fuels tax rate at a flat rate of 34 cents per gallon multiplied by a percentage. The percentage is plus or minus the sum of the annual percentage change in State population for the applicable calendar year, multiplied by 75 percent and the annual energy index percentage change in the Consumer Price Index for All Urban Consumers, multiplied by 25 percent.

In addition, the inspection tax will remain at .0025 cents per gallon.

If you have any questions, please contact the Excise Tax Division at (919) 707-7500 or toll free (877) 308-9092.