

107TH CONGRESS
1ST SESSION

H. R. 2025

To amend the Internal Revenue Code of 1986 to allow all individuals a deduction for Federal, State, and local highway motor fuel sales taxes.

IN THE HOUSE OF REPRESENTATIVES

MAY 25, 2001

Mr. MANZULLO introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to allow all individuals a deduction for Federal, State, and local highway motor fuel sales taxes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Gasoline Price Relief
5 Act of 2001”.

6 **SEC. 2. DEDUCTION FOR FEDERAL, STATE, AND LOCAL**
7 **HIGHWAY MOTOR FUEL SALES TAXES.**

8 (a) IN GENERAL.—Section 164 of the Internal Rev-
9 enue Code of 1986 (relating to taxes) is amended by red-

1 ignating subsection (g) as subsection (h) and by inserting
2 after subsection (f) the following new subsection:

3 “(g) HIGHWAY MOTOR FUEL TAXES.—In the case
4 of an individual, in addition to the taxes otherwise allow-
5 able as a deduction under this section, there shall be al-
6 lowed as a deduction for the taxable year an amount equal
7 to the sum of—

8 “(1) the State and local excise and sales taxes
9 paid by the taxpayer on gasoline (other than avia-
10 tion gasoline), diesel fuel, and any other fuel used in
11 a motor vehicle, and

12 “(2) with respect to each gallon of such gaso-
13 line, diesel fuel, and other fuel, an amount equal to
14 the portion of the price of such fuel which is equal
15 to the rate of tax imposed on such fuel under chap-
16 ter 31 or 32.

17 An amount shall be allowed as a deduction under the pre-
18 ceding sentence only if verified in such manner as the Sec-
19 retary shall prescribe.”

20 (b) DEDUCTION ALLOWED WHETHER OR NOT TAX-
21 PAYER ITEMIZES OTHER DEDUCTIONS.—Subsection (a)
22 of section 62 of such Code is amended by inserting after
23 paragraph (17) the following new paragraph:

24 “(18) HIGHWAY MOTOR FUEL TAXES.—The de-
25 duction allowed by section 163(g).”

1 (c) EFFECTIVE DATE.—The amendments made by
2 this section shall apply to amounts paid after December
3 31, 2000.

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