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California's Gas Use Down 2.5%, Diesel Drops 8.4% *Three Year Decline in Consumption Continues*

The State Board of Equalization (BOE) today announced that California gasoline consumption declined 2.5 percent. The figures released today show that Californians consumed a total of 1.25 billion gallons of gasoline in April, compared with 1.28 billion gallons of gas in March.

In a year over year comparison, gas use fell 0.8 percent in April from the same month last year. Californians consumed 1.26 billion gallons of gas in April 2008 compared to 1.25 billion gallons of gasoline in April 2009. Californians consumed ten million gallons less in April 2009 compared to the same month last year.

The average California gasoline price at the pump in April was \$2.38 per gallon, a 38.2 percent decline from the average price the same month last year when it was \$3.85. Gasoline sold at the lower price in April 2009 generated approximately \$219 million in sales tax during that month, an estimated \$138 million less than was generated in April 2008.

California diesel consumption declined 8.4 percent in April from March. The figures released today show that Californians consumed a total of 220 million gallons of diesel in April 2009, compared with 240 million gallons in March 2009. In a year over year comparison, diesel use fell 4.4 percent in April from the same month last year. In April 2009 diesel fuel sales were 10 million gallons less than the 230 million gallons sold in April 2008.

With the effects of the recession, diesel consumption declined despite a steep decrease in prices. California diesel prices were \$2.34 per gallon in April 2009 down 45.2 percent compared to April 2008, when the average diesel price was \$4.27 per gallon.

The BOE is able to monitor gallons through tax receipts paid by fuel distributors. Figures for May 2009 are scheduled to be available at the end of August 2009. All monthly, quarterly, and annual figures can be viewed on the BOE website at: www.boe.ca.gov/sptaxprog/sptfrpts.htm.

Taxable Gasoline Gallons: www.boe.ca.gov/sptaxprog/reports/MVF_10_Year_Report.pdf

Taxable Diesel Gallons: www.boe.ca.gov/sptaxprog/reports/Diesel_10_Year_Report.pdf

The five-member California State Board of Equalization is a publicly elected tax board. The BOE collects more than \$53 billion annually in taxes and fees supporting state and local government services. It hears business tax appeals, acts as the appellate body for franchise and personal income tax appeals, and serves a significant role in the assessment and administration of property taxes. For more information on other taxes and fees in California, visit www.taxes.ca.gov.

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