

New Jersey Gasoline, C-Store, Automotive Association (NJGCA) (Formerly New Jersey Gasoline Retailers Association) 4900 Route 33 West, Suite 100 Wall Township, NJ 07753

FOR IMMEDIATE RELEASE

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August 30, 2018

New Jersey Gasoline, C-Store, Automotive Association Deeply Disappointed and Concerned by Decision to Drastically Increase the Gas Tax

New York Cheers Administration Decision to Raise NJ Gas Tax Again!

"Increasing the tax on gas and diesel by 4.3¢ a gallon is simply too much, too fast. While we understand and are accepting of the need for some type of increase in order to keep the Transportation Trust Fund solvent, this dramatic of a tax increase will hurt small businesses, families, and ultimately drive fuel sales even lower, creating the need for further excessive tax increases over the next several years" said NJGCA Executive Director Sal Risalvato.

Risalvato continued, "The reason why there has been such a dramatic drop in the number of gallons sold in the last two years is due almost entirely to the large increase from the November 2016 gas tax increase. Station owners near the borders and in the corridor counties have seen dramatic decreases in business as out-of-state motorists who used to make a point of stopping at NJ stations now no longer bother. This increase will virtually wipe out our advantage. The gap between NJ and NY is cut in half to just 4¢ a gallon. The tax situation with diesel is even worse. Our rate will now be higher than New York and Connecticut, and trucks fueling up in Delaware will now save a whopping 26.5¢ a gallon. Furthermore, stations in other states are not mandated to pay someone to pump all the gas they sell; a cost which NJ station owners are forced by law to pass on to their customers. New Jersey is now unable to compete with New York."

NJGCA Associate Director Eric Blomgren stated "We feel confident that the State could have fully met its funding plan and eliminated this shortfall with a more reasonable, phased-in increase of about one cent per year for the next six years. Doing so would have better protected our competitive position and been easier for business and motorists to absorb. While we met with Treasury officials to provide them this option, and while we are still confident that the Treasurer has the legal discretion to phase-in this increase, we are disappointed they have decided to go in a different direction."

The New Jersey Gasoline, Convenience Store, Automotive Association (NJGCA) is an eighty year old nonprofit trade association which represents nearly one thousand independent small businesses across the state.

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