



Budget 2022–23

Halving fuel excise

Impact on businesses that are not eligible to receive fuel tax credits for their fuel use

To provide temporary and targeted cost of living relief the Government halved the fuel excise rate for six months.

For petrol and diesel, the rates are reduced from 44.2 cents to 22.1 cents per litre of fuel. The Australian Competition and Consumer Commission is taking steps to ensure the excise reduction is passed through to consumers and businesses.

Impact on businesses

Businesses that operate light vehicles of 4.5 tonnes gross vehicle mass or less on public roads will continue to pay fuel excise, only now, at half the rate. This could include tradies, mobile mechanics, or small delivery van operators.

Prior to the Budget, these businesses paid the full excise rate of 44.2 cents per litre when purchasing fuel for their business.

As a result of the halving of fuel excise on Budget night, these businesses will now pay the reduced excise rate of 22.1 cents per litre of fuel.

Just as for other motorists, this benefit is delivered in the form of lower prices at the bowser.