

119TH CONGRESS
2D SESSION

S. 4485

To amend the Internal Revenue Code of 1986 to provide a tax holiday
for gasoline and diesel fuel.

IN THE SENATE OF THE UNITED STATES

MAY 11, 2026

Mr. HAWLEY introduced the following bill; which was read twice and referred
to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to provide
a tax holiday for gasoline and diesel fuel.

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 “Gas Tax Suspension
5 Act”.

6 **SEC. 2. 2026 TAX HOLIDAY FOR TAXABLE FUELS.**

7 (a) IN GENERAL.—In the case of taxable fuel (as de-
8 fined in section 4083(a)(1) of the Internal Revenue Code
9 of 1986) removed, entered, or sold on or after the date

1 of the enactment of this Act and before the applicable
2 date—

3 (1) the rate of tax under clauses (i) and (iii) of
4 section 4081(a)(2)(A) of the Internal Revenue Code
5 of 1986 shall be zero, and

6 (2) the Leaking Underground Storage Tank
7 Trust Fund financing rate under section
8 4081(a)(2)(B) of such Code shall not apply to tax-
9 able fuel to which the rate under paragraph (1) ap-
10 plies.

11 (b) TRANSFERS TO TRUST FUND.—

12 (1) IN GENERAL.—The Secretary of the Treas-
13 ury shall transfer from the general fund to the
14 Highway Trust Fund established under section
15 9503(a) of the Internal Revenue Code of 1986 and
16 the Leaking Underground Storage Tank Trust Fund
17 established under section 9508(a) of such Code
18 amounts equal to the reduction in amounts credited
19 (but for this subsection) to each such Trust Fund by
20 reason of subsection (a).

21 (2) COORDINATION RULES.—

22 (A) LEAKING UNDERGROUND STORAGE
23 TANK TRUST FUND.—Amounts transferred to
24 the Leaking Underground Storage Tank Trust
25 Fund under paragraph (1) shall be treated for

1 purposes of sections 9503(b)(1) and 9508(b)(2)
2 of such Code as taxes received in the Treasury
3 under section 4081 of such Code attributable to
4 the Leaking Underground Storage Tank Trust
5 Fund financing rate.

6 (B) HIGHWAY TRUST FUND.—Amounts
7 transferred to the Highway Trust Fund under
8 paragraph (1) shall be treated for purposes of
9 section 9503(b)(1) of such Code as taxes re-
10 ceived in the Treasury under section 4081 of
11 such Code which are not attributable to the
12 Leaking Underground Storage Tank Trust
13 Fund financing rate.

14 (c) APPLICABLE DATE.—For purposes of this sec-
15 tion, the term “applicable date” means—

16 (1) the date which is 90 days after the date of
17 enactment of this Act, or

18 (2) if the President determines, in the Presi-
19 dent’s sole discretion, that economic conditions merit
20 an additional suspension of the tax on taxable fuels
21 described in subsection (a), the date which is 180
22 days after the date of enactment of this Act.

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