

By: Bohac

H.B. No. 2147

A BILL TO BE ENTITLED

AN ACT

relating to exempting fuel ethanol blended with gasoline from the motor fuels tax.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 162.104, Tax Code, is amended by adding Subsection (g) to read as follows:

(g) The tax imposed by this subchapter does not apply to the volume of fuel ethanol blended together with taxable gasoline when the finished product sold or used is clearly identified on the sales invoice as a combination of gasoline and fuel ethanol.

SECTION 2. The change in law made by this Act does not affect taxes imposed before the effective date of this Act, and the law in effect before the effective date of this Act is continued in effect for purposes of the liability for and collection of those taxes.

SECTION 3. This Act takes effect September 1, 2007.