

By: Van de Putte

S.B. No. 1936

A BILL TO BE ENTITLED

1 AN ACT

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

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

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

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

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

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