

March 30, 1999

S 623. CLEAN BURNING FUEL RATE. TO PROVIDE MOTOR FUEL TAX EQUITY TO FACILITATE THE USE OF CLEAN BURNING FUELS. Amends GS 105-449.130 to define clean burning fuel as natural gas, liquefied petroleum gas, or any liquid consisting of at least 85% methanol, and define equivalent energy rate as motor fuel rate per BTU generated by motor fuel (rather than as per-gallon rate). Amends GS 105-449.136 to impose tax at equivalent energy rate on clean burning fuel used to operate motor vehicle; requires Sec'y of Revenue to calculate applicable equivalent energy rate for each clean burning fuel. Effective Jan. 1, 2000. Sec'y to provide transitional measures to refund the part of tax paid at higher rate with respect to fuel on hand as of that date, and adjust any applicable credits or refunds to reflect the change.

Intro. by Kerr.

Ref. to Finance

GS 105