

March 21, 2007

**S 1278. ETHANOL TAX EXEMPTION.** Filed 3/21/07. *TO PROVIDE AN EXEMPTION FROM THE MOTOR FUELS EXCISE TAX FOR ETHANOL PRODUCED BY INDIVIDUAL PRODUCER-USERS.*

Amends GS 105-449.88 to exempt from the motor fuels tax fuel grade ethanol produced by individual producer-users who have received permits from the state and federal governments for the production of fuel grade ethanol. The exemption does not apply to blended fuels. Exempts the same ethanol from the fuel inspection tax in GS Chapter 119. Amends GS 18B-203 to provide that the Alcoholic Beverage Control Commission has no authority over the licensing of ethanol made for the purpose of being burned in a motor vehicle. Effective July 1, 2007.

**Intro. by Snow.**

GS 18B, 105, 119