

HB 2455 -- TAX CREDIT FOR ETHANOL-BLENDED FUEL SALES

SPONSOR: Rowden

Beginning January 1, 2017, this bill authorizes an income tax credit for every gallon of ethanol-blended fuel sold by a retail dealer. The amount of the credit is equal to \$0.03 per gallon sold after December 31 and before June 1 and after September 15 and before January 1. The amount of the credit is \$0.10 per gallon sold after May 31 and before September 16 unless the Environmental Protection Agency changes the gasoline Reid vapor pressure regulations so that a commercial gasoline volatility requirements are the same year-round and do not differentiate between months and the credit would be equal to \$0.03 per gallon.

The total amount of tax credits issued cannot exceed \$1 million per calendar year and will be issued on a first-come, first-served basis. The credit is refundable, but cannot be sold, transferred, or assigned.

The provisions of the bill will expire on December 31 six years after the effective date.