

L.D. 2468

(Filing No. H-718)

STATE OF MAINE HOUSE OF REPRESENTATIVES 111TH LEGISLATURE SECOND REGULAR SESSION

7 HOUSE AMENDMENT " \mathcal{A} " to H.P. 1864, L.D. 2468, 8 Bill, "AN ACT to Promote the Distillation of Ethanol 9 for Use as an Internal Combustion Engine Fuel."

10 Amend the bill in section 4 in that part desig-11 nated "<u>§2903.</u>" in subsection 2 by adding at the end a 12 new paragraph to read:

13 'The tax prescribed in this subsection shall not apply to internal combustion engine fuel sold in the State containing at least 10% ethanol if the ethanol has been distilled in a distillery owned, in whole or in part, directly or indirectly, by a gasoline franchisor, distributor or dealer, as defined in Title 10, section 1453.'

STATEMENT OF FACT

Because the tax subsidy is provided to all taxpayers, it is important to be sure that no single taxpayer derives an unfair advantage from this subsidy. If a large distributor of gasoline built an ethanol distillery, it could use this tax subsidy to unfairly compete against other gasoline distributors and dealers who help pay for the subsidy.

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HOUSE AMENDMENT "A" to H.P. 1864, L.D. 2468

1 This amendment will not detract from the policy 2 of providing an incentive for the sale of 3 ethanol-blended gasoline in Maine. 4 6837041284

Filed by Rep. Cashman of Old Town Reproduced and distributed under the direction of the Clerk of the House 4/12/84 (Filing No. H-718)