

SENATE BILL NO. 362—SENATOR SCHNEIDER

MARCH 25, 2005

Referred to Committee on Taxation

SUMMARY—Provides for separate rate of tax on alternative renewable fuel. (BDR 32-1249)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: No.

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EXPLANATION – Matter in *bolded italics* is new; matter between brackets ~~omitted material~~ is material to be omitted.

AN ACT relating to the tax on special fuel; providing for a separate rate of tax on alternative renewable fuel; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 **Section 1.** Chapter 366 of NRS is hereby amended by adding
2 thereto a new section to read as follows:

3 *“Alternative renewable fuel” means:*

4 1. *Fuel that consists of at least 85 percent ethanol derived*
5 *from grain or other biomass resources;*

6 2. *Biodiesel derived from vegetable oils or recycled waste*
7 *grease; or*

8 3. *Hydrogen used as a fuel.*

9 **Sec. 2.** NRS 366.020 is hereby amended to read as follows:

10 366.020 As used in this chapter, unless the context otherwise
11 requires, the words and terms defined in NRS 366.025 to 366.100,
12 inclusive, *and section 1 of this act*, have the meanings ascribed to
13 them in those sections.

14 **Sec. 3.** NRS 366.190 is hereby amended to read as follows:

15 366.190 1. Except as otherwise provided in subsection 2, a
16 tax is hereby imposed at the rate of 27 cents per gallon on the sale or
17 use of special fuels.

18 2. A tax is hereby imposed at:



1 (a) The rate of 19 cents per gallon on the sale or use of an
2 emulsion of water-phased hydrocarbon fuel;

3 (b) The rate of 22 cents per gallon on the sale or use of liquefied
4 petroleum gas; ~~and~~

5 (c) The rate of 21 cents per gallon on the sale or use of
6 compressed natural gas ~~and~~; *and*

7 *(d) The rate of 6 cents per gallon on the sale or use of*
8 *alternative renewable fuel.*

9 **Sec. 4.** This act becomes effective on July 1, 2005.

