



# SENATE BILL 220: Motor Fuel Tax Refund for Joint Agency.

2017-2018 General Assembly

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<b>Committee:</b>	Senate Transportation. If favorable, re-refer to Finance. If favorable, re-refer to Rules and Operations of the Senate	<b>Date:</b>	April 4, 2017
<b>Introduced by:</b>	Sen. Sanderson	<b>Prepared by:</b>	Giles Perry Staff Attorney
<b>Analysis of:</b>	First Edition		

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**OVERVIEW:** *Senate Bill 220 authorizes quarterly refunds of motor fuels taxes paid by:*

- *a regional solid waste management authority created under Art. 22 of Chapter 153A of the General Statutes.*
- *a joint agency created by interlocal agreement for fire protection, emergency services, or police protection.*

**CURRENT LAW:**

**Motor Fuels Tax Exemption:** G.S. 105-449.88 exempts motor fuel sold to the following government and school entities from the motor fuels tax:

- Federal government for its use.
- State for its use.
- Local board of education for use in the public school system.
- Charter school for use for charter school purposes.
- Community college for use for community college purposes.
- County or a municipal corporation for its use.

**Motor Fuels Tax Refund:** G.S. 105-449.106 authorizes quarterly refunds of motor fuels tax, at a rate equal to the tax rate in effect, less one cent (1¢) per gallon, for fuel purchased by the following entities:

- A private, nonprofit organization that transports passengers for a unit of local government.
- A volunteer fire department.
- A volunteer rescue squad.
- A sheltered workshop recognized by DHHS.

**BILL ANALYSIS:** Senate Bill 220 authorizes the following entities to receive quarterly refunds of motor fuels tax:

- A regional solid waste management authority created pursuant to Article 22 of Chapter 153A of the General Statutes.
- A joint agency created by interlocal agreement pursuant to G.S. 160A-462 to provide fire protection, emergency services, or police protection.

**EFFECTIVE DATE:** This act becomes effective July 1, 2017, and applies to purchases made on or after that date.

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