

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1427

Page 1, line 3, remove "and" and after "appropriation" insert "; to provide for application; and to declare an emergency"

Page 6, line 5, replace "2 and 3" with "1 through 5"

Page 6, after line 5, insert:

**"SECTION 8. TRANSFER.** The office of management and budget shall transfer \$500,000 from the highway tax distribution fund to the agricultural research fund on May 1, 1997, in lieu of ethanol incentive funding that is not anticipated to be claimed, for the biennium beginning July 1, 1995, and ending June 30, 1997."

Page 6, line 7, replace "\$1,000,000, or so much of the amount as is necessary," with "\$500,000"

Page 6, line 8, after "fund" insert "on September 1, 1997, in lieu of ethanol incentive funding that is not anticipated to be claimed,"

Page 6, line 11, replace "consultation board" with "products utilization commission"

Page 6, after line 13, insert:

**"SECTION 11. APPLICATION.** Section 6 of this Act applies to refund claims for motor vehicle fuel taxes paid after December 31, 1996.

**SECTION 12. EMERGENCY.** This Act is declared to be an emergency measure."

Re-number accordingly

**STATEMENT OF PURPOSE OF AMENDMENT:**

DEPARTMENT 612 - AGRICULTURAL PRODUCTS UTILIZATION COMMISSION

HOUSE - This amendment makes the following changes:

- Reduces the 1997-99 transfer from the agricultural fuel tax fund to the agricultural research fund by \$500,000, from \$1,000,000 to \$500,000. The transfer of funds results from anticipated unclaimed ethanol production incentive payments during the 1997-99 biennium.
- Provides for a \$500,000 transfer from the highway tax distribution fund to the agricultural research fund on May 1, 1997, in lieu of anticipated unclaimed ethanol production incentive payments, resulting from the Archer Daniels Midland (ADM) ethanol plant discontinuing operations during the 1995-97 biennium.
- Provides that the increased motor vehicle fuel tax refund withholding for the agricultural research fund applies to fuel purchases beginning in calendar year 1997.
- Adds an emergency clause to the bill.