LC 0359/01

| 1  | SENATE BILL NO. 4  | 1  |            |
|----|--|----|------------|
| 2  | INTRODUCED BYHAGER   | 2  | <u>o</u> ; |
| 3  | BY REQUEST OF THE DEPARTMENT OF REVENUE                      | 3  | <u>£</u> 1 |
| 4  |  | 4  |            |
| 5  | A BILL FOR AN ACT ENTITLED: "AN ACT DEFINING "BULK STORAGE"  | 5  | i          |
| 6  | OF GASOLINE; AND AMENDING SECTION 15-70-301, MCA."           | 6  | u          |
| 7  |  | 7  | d          |
| 8  | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:    | 8  | đ          |
| 9  | Section 1. Section 15-70-301, MCA, is amended to read:       | 9  |            |
| 10 | "15-70-301. Definitions. As used in this part, the           | 10 |            |
| 11 | following definitions shall apply:                           | 11 | s          |
| 12 | (1) "Bond" means:  | 12 |            |
| 13 | (a) a bond duly executed by a special fuel dealer or         | 13 | a          |
| 14 | special fuel user as principal with a corporate surety       | 14 | с          |
| 15 | qualified under the laws of Montana, which bond shall be     | 15 | i          |
| 16 | payable to the state of Montana, conditioned upon faithful   | 16 | f          |
| 17 | performance of all requirements of this part, including the  | 17 | i          |
| 18 | payment of all taxes, penalties, and other obligations of    | 18 | j          |
| 19 | such special fuel dealer or special fuel user arising out of | 19 | t          |
| 20 | this part; or  | 20 |            |
| 21 | (b) a deposit with the department by the special fuel        | 21 | ĉ          |
| 22 | dealer or special fuel user, under such terms and conditions | 22 | Ł          |
| 23 | as the department of revenue may prescribe, of certificates  | 23 | f          |
| 24 | of deposit or irrevocable letters of credit issued by a bank | 24 | Ì          |
| 25 | and insured by the federal deposit insurance corporation.    | 25 | â          |
|    |  |    |            |

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or container used to store special fuel other than in the fuel supply tank of a motor vehicle.
4 (2)(3) "Cardtrol" or "keylock" means any unique device
5 intended to allow access to a special fuel dealer's
6 unattended pump or dispensing unit for the purpose of
7 delivery of special fuel to an authorized user of the unique
8 device.
9 (3)(4) "Department" means the department of revenue.
10 (4)(5) "Motor vehicle" means any vehicle which is
11 self-propelled upon the highways.
12 (5)(6) "Person" means and includes any person, firm,
13 association, joint-stock company, syndicate, partnership, or
14 corporation; whenever used in any clause prescribing and
15 imposing a fine or imprisonment, or both, as applied to a

(2) "Bulk storage" means storage in any tank, vessel,

includes the partners or members thereof and, as applied to
joint-stock companies and corporations, the officers
thereof.

20 (6)(7) "Public roads and highways of this state" means all streets, roads, highways, and related structures as have been or shall be built and maintained with appropriated funds of the United States and which have been or shall be built and maintained with funds of the state of Montana or any political subdivision thereof or which have been or

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shall be dedicated to public use or have been acquired by
 eminent domain or have been acquired by adverse use by the
 public, jurisdiction having been assumed by the state or any
 political subdivision thereof.

5 (7)(8) "Special fuel" means those combustible gases 6 and liquids commonly referred to as diesel fuel or any other 7 volatile liquid of less than 46 degrees A.P.I. (American 8 petroleum institute) gravity test, except liquid petroleum 9 gas, when actually sold for use in motor vehicles propelled 10 upon the public highways or streets within the state of 11 Montana. The term includes compressed natural gas.

12 (9) "Special fuel dealer" means any person in the 13 business of handling special fuel who delivers any part thereof into the fuel supply tank or tanks of a motor 14 vehicle not then owned or controlled by him or any person 15 who sells special fuel at a location unattended by the 16 dealer through an unattended pump by use of a cardtrol, 17 keylock, or similar device or who provides any facility, 18 19 with or without attended services, from which more than one special fuel user obtains special fuel for use in the fuel 20 supply tank of a motor vehicle not then controlled by such 21 dealer. For this purpose the term "fuel supply tank or 22 23 tanks" does not include cargo tanks even though fuel is withdrawn directly therefrom for propulsion of the vehicle. 24 25 (10) "Special fuel user" means any person other than a county, incorporated city or town, or school district of
 this state who consumes in this state special fuel for the
 propulsion of motor vehicles owned or controlled by him upon
 the highways of this state.

5 (10)(11) "Use" means either the receipt, delivery, or 6 placing of special fuels by a special fuel dealer into the 7 fuel supply tank or tanks of any motor vehicle not owned or 8 controlled by him while such vehicle is within this state or 9 the consumption by a special fuel user of special fuels in 10 propulsion of a motor vehicle on the highways of this 11 state."

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#### APPROVED BY COMM. ON BUSINESS & INDUSTRY

| 1  | SENATE BILL NO. 4  |  |  |  |  |
|----|--|--|--|--|--|
| 2  | INTRODUCED BY HAGER  |  |  |  |  |
| 3  | BY REQUEST OF THE DEPARTMENT OF REVENUE                      |  |  |  |  |
| 4  |  |  |  |  |  |
| 5  | A BILL FOR AN ACT ENTITLED: "AN ACT DEFINING "BULK STORAGE"  |  |  |  |  |
| 6  | OF GASOBINE SPECIAL FUEL; AND AMENDING SECTION 15-70-301,    |  |  |  |  |
| 7  | MCA."  |  |  |  |  |
| 8  |  |  |  |  |  |
| 9  | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:    |  |  |  |  |
| 10 | Section 1. Section 15-70-301, MCA, is amended to read:       |  |  |  |  |
| 11 | <b>"15-70-301. Definitions. As</b> used in this part, the    |  |  |  |  |
| 12 | following definitions shall apply:                           |  |  |  |  |
| 13 | (1) "Bond" means:  |  |  |  |  |
| 14 | (a) a bond duly executed by a special fuel dealer or         |  |  |  |  |
| 15 | special fuel user as principal with a corporate surety       |  |  |  |  |
| 16 | qualified under the laws of Montana, which bond shall be     |  |  |  |  |
| 17 | payable to the state of Montana, conditioned upon faithful   |  |  |  |  |
| 18 | performance of all requirements of this part, including the  |  |  |  |  |
| 19 | payment of all taxes, penalties, and other obligations of    |  |  |  |  |
| 20 | such special fuel dealer or special fuel user arising out of |  |  |  |  |
| 21 | this part; or  |  |  |  |  |
| 22 | (b) a deposit with the department by the special fuel        |  |  |  |  |
| 23 | dealer or special fuel user, under such terms and conditions |  |  |  |  |

as the department of revenue may prescribe, of certificates
of deposit or irrevocable letters of credit issued by a bank

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and insured by the federal deposit insurance corporation.
 (2) "Bulk storage" means storage OF AT LEAST 50
 GALLONS OF SPECIAL FUEL in any tank, vessel, or container
 used to store special fuel other than in the fuel supply
 tank of a motor vehicle.

6 (2)(3) "Cardtrol" or "keylock" means any unique device
7 intended to allow access to a special fuel dealer's
8 unattended pump or dispensing unit for the purpose of
9 delivery of special fuel to an authorized user of the unique
10 device.

11 (3)(4) "Department" means the department of revenue.
12 (4)(5) "Motor vehicle" means any vehicle which is
13 self-propelled upon the highways.

14 (6) "Person" means and includes any person, firm, 15 association, joint-stock company, syndicate, partnership, or 16 corporation; whenever used in any clause prescribing and 17 imposing a fine or imprisonment, or both, as applied to a 18 firm, association, syndicate, or partnership, means and 19 includes the partners or members thereof and, as applied to 20 joint-stock companies and corporations, the officers 21 thereof.

22 (6)(7) "Public roads and highways of this state" means
23 all streets, roads, highways, and related structures as have
24 been or shall be built and maintained with appropriated
25 funds of the United States and which have been or shall be

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built and maintained with funds of the state of Montana or any political subdivision thereof or which have been or shall be dedicated to public use or have been acquired by eminent domain or have been acquired by adverse use by the public, jurisdiction having been assumed by the state or any political subdivision thereof.

7 (7)(8) "Special fuel" means those combustible gases
8 and liquids commonly referred to as diesel fuel or any other
9 volatile liquid of less than 46 degrees A.P.I. (American
10 petroleum institute) gravity test, except liquid petroleum
11 gas, when actually sold for use in motor vehicles propelled
12 upon the public highways or streets within the state of
13 Montana. The term includes compressed natural gas.

14 (9) "Special fuel dealer" means any person in the 15 business of handling special fuel who delivers any part thereof into the fuel supply tank or tanks of a motor 16 vehicle not then owned or controlled by him or any person 17 18 who sells special fuel at a location unattended by the dealer through an unattended pump by use of a cardtrol, 19 20 keylock, or similar device or who provides any facility, 21 with or without attended services, from which more than one 22 special fuel user obtains special fuel for use in the fuel 23 supply tank of a motor vehicle not then controlled by such dealer. For this purpose the term "fuel supply tank or 24 25 tanks" does not include cargo tanks even though fuel is

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withdrawn directly therefrom for propulsion of the vehicle.
(9)(10) "Special fuel user" means any person other than
a county, incorporated city or town, or school district of
this state who consumes in this state special fuel for the
propulsion of motor vehicles owned or controlled by him upon
the highways of this state.

7 (i0)(11) "Use" means either the receipt, delivery, or 8 placing of special fuels by a special fuel dealer into the 9 fuel supply tank or tanks of any motor vehicle not owned or 10 controlled by him while such vehicle is within this state or 11 the consumption by a special fuel user of special fuels in 12 propulsion of a motor vehicle on the highways of this 13 state."

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| ı  | SENATE BILL NO. 4  | 1  | and insured by the federal deposit insurance corporation.         |
|----|--|----|---|
| 2  | INTRODUCED BY HAGER  | 2  | (2) "Bulk storage" means storage OF AT LEAST 50                   |
| 3  | BY REQUEST OF THE DEPARTMENT OF REVENUE                      | 3  | GALLONS OF SPECIAL FUEL in any tank, vessel, or container         |
| 4  |  | 4  | used to store special fuel other than in the fuel supply          |
| 5  | A BILL FOR AN ACT ENTITLED: "AN ACT DEFINING "BULK STORAGE"  | 5  | tank of a motor vehicle.  |
| 6  | OF GASOBINE SPECIAL FUEL; AND AMENDING SECTION 15-70-301,    | 6  | <pre>f2f(3) "Cardtrol" or "keylock" means any unique device</pre> |
| 7  | MCA."  | 7  | intended to allow access to a special fuel dealer's               |
| 8  |  | 8  | unattended pump or dispensing unit for the purpose of             |
| 9  | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:    | 9  | delivery of special fuel to an authorized user of the unique      |
| 10 | Section 1. Section 15-70-301, MCA, is amended to read:       | 10 | device.   |
| 11 | "15-70-301. Definitions. As used in this part, the           | 11 | <pre>(3)(4) "Department" means the department of revenue.</pre>   |
| 12 | following definitions shall apply:                           | 12 | <pre>(4)(5) "Motor vehicle" means any vehicle which is</pre>      |
| 13 | (1) "Bond" means:  | 13 | self-propelled upon the highways.                                 |
| 14 | (a) a bond duly executed by a special fuel dealer or         | 14 | <pre>+5+(6) "Person" means and includes any person, firm,</pre>   |
| 15 | special fuel user as principal with a corporate surety       | 15 | association, joint-stock company, syndicate, partnership, or      |
| 16 | qualified under the laws of Montana, which bond shall be     | 16 | corporation; whenever used in any clause prescribing and          |
| 17 | payable to the state of Montana, conditioned upon faithful   | 17 | imposing a fine or imprisonment, or both, as applied to a         |
| 18 | performance of all requirements of this part, including the  | 18 | firm, association, syndicate, or partnership, means and           |
| 19 | payment of all taxes, penalties, and other obligations of    | 19 | includes the partners or members thereof and, as applied to       |
| 20 | such special fuel dealer or special fuel user arising out of | 20 | joint-stock companies and corporations, the officers              |
| 21 | this part; or  | 21 | thereof.  |
| 22 | (b) a deposit with the department by the special fuel        | 22 | <pre>(6)(7) "Public roads and highways of this state" means</pre> |
| 23 | dealer or special fuel user, under such terms and conditions | 23 | all streets, roads, highways, and related structures as have      |
| 24 | as the department of revenue may prescribe, of certificates  | 24 | been or shall be built and maintained with appropriated           |
| 25 | of deposit or irrevocable letters of credit issued by a bank | 25 | funds of the United States and which have been or shall be        |
|    | -  |    |   |

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# THIRD READING

built and maintained with funds of the state of Montana or any political subdivision thereof or which have been or shall be dedicated to public use or have been acquired by eminent domain or have been acquired by adverse use by the public, jurisdiction having been assumed by the state or any political subdivision thereof.

7 (7)(8) "Special fuel" means those combustible gases 8 and liquids commonly referred to as diesel fuel or any other 9 volatile liquid of less than 46 degrees A.P.I. (American 10 petroleum institute) gravity test, except liquid petroleum 11 gas, when actually sold for use in motor vehicles propelled 12 upon the public highways or streets within the state of 13 Montana. The term includes compressed natural gas.

14 (8)(9) "Special fuel dealer" means any person in the 15 business of handling special fuel who delivers any part 16 thereof into the fuel supply tank or tanks of a motor 17 vehicle not then owned or controlled by him or any person 18 who sells special fuel at a location unattended by the 19 dealer through an unattended pump by use of a cardtrol, 20 keylock, or similar device or who provides any facility, 21 with or without attended services, from which more than one 22 special fuel user obtains special fuel for use in the fuel 23 supply tank of a motor vehicle not then controlled by such 24 dealer. For this purpose the term "fuel supply tank or 25 tanks" does not include cargo tanks even though fuel is withdrawn directly therefrom for propulsion of the vehicle.
(9)(10) "Special fuel user" means any person other than
a county, incorporated city or town, or school district of
this state who consumes in this state special fuel for the
propulsion of motor vehicles owned or controlled by him upon
the highways of this state.

7 (10)(11) "Use" means either the receipt, delivery, or 8 placing of special fuels by a special fuel dealer into the 9 fuel supply tank or tanks of any motor vehicle not owned or 10 controlled by him while such vehicle is within this state or 11 the consumption by a special fuel user of special fuels in 12 propulsion of a motor vehicle on the highways of this 13 state."

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