

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

**Act 690 of the Regular Session**

1 State of Arkansas  
2 86th General Assembly  
3 Regular Session, 2007  
4

*As Engrossed: H3/8/07*

**A Bill**

HOUSE BILL 2706

5 By: Representative Dickinson  
6 By: Senator Glover  
7  
8

**For An Act To Be Entitled**

10 AN ACT TO CLARIFY THAT ALTERNATIVE MOTOR FUELS  
11 DERIVED FROM NONPETROLEUM SOURCES ARE NOT MOTOR  
12 FUEL, DISTILLATE SPECIAL FUEL, OR LIQUEFIED GAS  
13 SPECIAL FUEL UNDER ARKANSAS TAX LAW; AND FOR  
14 OTHER PURPOSES.

**Subtitle**

16 AN ACT TO CLARIFY THE NATURE OF  
17 ALTERNATIVE MOTOR FUELS UNDER ARKANSAS  
18 TAX LAW.  
19  
20  
21

22 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
23

24 SECTION 1. Arkansas Code § 26-55-202(7), concerning definitions for  
25 the Motor Fuels Tax Law, is amended to read as follows:

26 (7)(A) "Motor fuel" means all products commonly or commercially  
27 known or sold as gasoline regardless of their classification or uses.

28 (B) "Motor fuel" includes casinghead, absorption, and  
29 natural gasoline and condensate when used without blending as a motor fuel or  
30 sold for use in motors directly or sold to those who blend for their own use.

31 (C) However, "motor fuel" does not include:

32 (i) Casinghead, absorption, and natural gasoline and  
33 condensate when sold to be blended or compounded with other less volatile  
34 liquids in the manufacture of commercial gasoline for motor fuel; ~~or~~

35 (ii) Leaded gasoline with an octane rating one



1 hundred ten (110) or higher used solely for off-highway testing;

2 (iii) Oil that is:

3 (a) Derived solely from plants or animals or  
4 any mixture of plants or animals;

5 (b) Free from any petroleum products; and

6 (c) Not chemically altered by distillation,  
7 transestrification or other similar chemical process; or

8 (iv) Oil that is:

9 (a) Normally sold for cooking purposes and  
10 purchased from retail outlets; or

11 (b) Used cooking oil recycled and gathered  
12 from restaurants and commercial food processors;

13  
14 SECTION 2. Arkansas Code § 26-56-102(9), concerning definitions for  
15 the special motor fuels tax law, is amended to read as follows:

16 (9)(A) "Distillate special fuel" means and includes all liquids  
17 or combination of liquids used or suitable for use in an internal combustion  
18 engine or motor for the generation of power for motor vehicles, except fuels  
19 subject to the tax levied by the Motor Fuel Tax Law, § 26-55-201 et seq., or  
20 liquefied gas special fuels as defined herein. "Distillate special fuel"  
21 shall include products commonly referred to as diesel, kerosene, jet fuel,  
22 heating oil or fuel oil, cutter stock, and light cycle oil.

23 (B) "Distillate special fuel" does not include:

24 (i) Oil that is:

25 (a) Derived solely from plants or animals or  
26 any mixture of plants or animals;

27 (b) Free from any petroleum products; and

28 (c) Not chemically altered by distillation,  
29 transestrification or other similar chemical process; or

30 (ii) Oil that is:

31 (a) Normally sold for cooking purposes and  
32 purchased from retail outlets; or

33 (b) Used cooking oil recycled and gathered  
34 from restaurants and commercial food processors;

35  
36 /s/ Dickinson

APPROVED: 3/29/2007