

HOUSE BILL 2058

By Sargent

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 4, relative to refined liquid petroleum
pipeline taxation.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-4-2013(a), is amended by adding the following new subdivision:

(8) REFINED LIQUID PETROLEUM PIPELINES. The ratio obtained by taking the arithmetical average of the following two (2) ratios:

(A) The gross receipts from operations on business beginning and ending inside this state without entering or passing through any other state as compared with its entire gross receipts from such operations inside and outside the state; and

(B) The ratio of barrel miles inside the state to the total barrel miles inside and outside the state. For purposes of this ratio, a "barrel mile" means the movement of one (1) barrel of refined petroleum product a distance of one (1) mile.

SECTION 2. Tennessee Code Annotated, Section 67-4-2113, is amended by adding the following new subdivision:

(9) REFINED LIQUID PETROLEUM PIPELINES. The ratio obtained by taking the arithmetical average of the following two (2) ratios:

(A) The gross receipts from operations on business beginning and ending inside this state without entering or passing through any other state as

compared with its entire gross receipts from such operations inside and outside the state; and

(B) The ratio of barrel miles inside the state to the total barrel miles inside and outside the state. For purposes of this ratio, a "barrel mile" means the movement of one (1) barrel of refined petroleum product a distance of one (1) mile.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.