

**Subject** Removes requirement that licensed petroleum distributor furnish bonds for payment of tax and expands personal liability

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## Overview

This bill removes the requirement for licensed distributors of petroleum and other fuels to furnish a bond in the amount of \$3,000 to the commissioner of management and budget to ensure payment of taxes. This bill also places personal liability for paying those taxes on the owners, officers, or members of the businesses required to pay this tax.

## Summary

Section	Description
1	<p><b>Form of application; license fee.</b></p> <p>Allows the commissioner of management and budget to prescribe the application form for a distributor license for petroleum products.</p> <p>Effective July 1, 2019.</p>
2	<p><b>Personal liability for tax.</b></p> <p>Holds persons who have the control, supervision, or responsibility of filing tax returns on behalf of distributors of petroleum personally liable for the nonpayment of petroleum taxes. These persons include but are not limited to:</p> <ul style="list-style-type: none"><li>▪ directors and officers of corporations;</li><li>▪ governors, managers, or members of a member-managed LLC; and</li><li>▪ partners of partnerships.</li></ul> <p>Effective July 1, 2019.</p>
3	<p><b>Repealer.</b></p> <p>Repeals the requirement that licensed distributors of petroleum and other fuels furnish bonds in the amount of \$3,000 to the commissioner of management and budget to ensure payment of taxes.</p> <p>Effective July 1, 2019.</p>



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