

2002

THE PARLIAMENTS OF THE COMMONWEALTH OF AUSTRALIA

HOUSE OF REPRESENTATIVES

EXCISE TARIFF PROPOSAL NO. 4 (2002)

(Motion moved by the Parliamentary Secretary to the Minister for Finance and Administration on 16 September 2002)

1 That the *Excise Tariff Act 1921*, as proposed to be altered by Excise Tariff Proposals, be further altered as set out in the Schedule to this Proposal and that the further alterations operate on and from 18 September 2002.

2 That in this Proposal, “Excise Tariff Proposals” means:

Excise Tariff Proposal No. 1 (2002) introduced into the House of Representatives on 21 February 2002.

Excise Tariff Proposal No. 2 (2002) introduced into the House of Representatives on 29 May 2002.

Excise Tariff Proposal No. 3 (2002) introduced into the House of Representatives on 26 June 2002.

Schedule 1—Alterations to the Excise Tariff Act 1921

1 Subsection 6G(2)

Omit the subsection, substitute:

(2) Duty payable under this Act on an ethanol blend, being a blend of:

(a) petroleum product classified to item 11 of the Schedule as a petroleum product:

(i) that is for use as fuel in an internal combustion engine, but not for use as fuel in aircraft; and

(ii) if it has a lead content—that does not have a lead content exceeding 13 milligrams per litre; and

(b) denatured ethanol classified to item 11 of the Schedule as denatured ethanol for use as fuel in an internal combustion engine;

with or without other substances, is worked out using the formula:

[Volume x Blending rate] — Previously paid duties

where:

volume means the volume of the ethanol blend.

blending rate, in relation to the ethanol blend, means:
the maximum rate applicable to gasoline having a lead content not exceeding 13 milligrams per litre.

previously paid duties means the sum of:

- (a) the excise duties (if any) that have already been paid on the goods that are constituent elements of the ethanol blend and that are classified to item 11, 12 or 15 of the Schedule; and
- (b) to the extent that Customs duties have been paid on imported goods that are constituent elements of the ethanol blend and that would have been classified to item 11 or 15 of the Schedule if produced in Australia—so much of the Customs duties paid on those imported goods as represents the application of the excise equivalent rate in relation to those imported goods:

worked out in accordance with subsection (4).

2 Subsection 6G(4)

After “excisable blended petroleum product” add “or of an ethanol blend”.

3 Subitem 2(R) of the Schedule

Omit the subitem.

4 Item 11 of the Schedule (at the end of description of goods covered by the item)

Add:

- (e) certain other non petroleum based substances for use as fuel

5 At the end of item 11 of the Schedule

Add:

- | | | |
|-----|--------------------------------------------------------------------|---------------------|
| (K) | Denatured ethanol for use as fuel in an internal combustion engine | \$0.38143 per litre |
|-----|--------------------------------------------------------------------|---------------------|