

By: Ashby, Darby, King of Hemphill, Paddie,  
Guillen

H.B. No. 2318

A BILL TO BE ENTITLED

1 AN ACT  
2 relating to a credit or refund for diesel fuel taxes paid on diesel  
3 fuel used in this state by auxiliary power units or power take-off  
4 equipment.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Section 162.227, Tax Code, is amended by adding  
7 Subsection (d-1) to read as follows:

8 (d-1) A license holder may take a credit on a return for the  
9 period in which the purchase occurred, and a person who does not  
10 hold a license may file a refund claim with the comptroller, if the  
11 license holder or person paid tax on diesel fuel and the diesel fuel  
12 is used in this state by auxiliary power units or power take-off  
13 equipment on any motor vehicle. If the quantity of that diesel fuel  
14 can be accurately measured while the motor vehicle is stationary by  
15 any metering or other measuring device or method designed to  
16 measure the fuel separately from fuel used to propel the motor  
17 vehicle, the comptroller may approve and adopt the use of the device  
18 as a basis for determining the quantity of diesel fuel consumed in  
19 those operations for a tax credit or tax refund. If there is no  
20 separate metering device or other approved measuring method, the  
21 license holder may take the credit and the person who does not hold  
22 a license may claim the refund on a percentage of the diesel fuel  
23 consumed by each motor vehicle equipped with an auxiliary power  
24 unit or power take-off equipment. The comptroller shall determine

1 the percentage of the credit or refund. The climate-control air  
2 conditioning or heating system of a motor vehicle that has a primary  
3 purpose of providing for the convenience or comfort of the operator  
4 or passengers is not a power take-off system, and a credit or refund  
5 may not be allowed for the tax paid on any portion of the diesel fuel  
6 that is used for that purpose. A credit or refund may not be allowed  
7 for the diesel fuel tax paid on that portion of the diesel fuel that  
8 is used for idling.

9 SECTION 2. This Act takes effect September 1, 2015.