

114TH CONGRESS
2D SESSION

S. _____

To amend the Internal Revenue Code of 1986 to provide for a partial exclusion from the excise tax imposed on heavy trucks sold at retail for alternative fuel trucks.

IN THE SENATE OF THE UNITED STATES

Mr. CASSIDY introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

To amend the Internal Revenue Code of 1986 to provide for a partial exclusion from the excise tax imposed on heavy trucks sold at retail for alternative fuel trucks.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Natural Gas Truck
5 Tax Parity Act of 2016”.

1 **SEC. 2. PARTIAL EXCLUSION FROM EXCISE TAX IMPOSED**
2 **ON HEAVY TRUCKS SOLD AT RETAIL FOR AL-**
3 **TERNATIVE FUEL TRUCKS.**

4 (a) **IN GENERAL.**—Section 4051(a) of the Internal
5 Revenue Code of 1986 is amended by redesignating para-
6 graph (5) as paragraph (6) and by inserting after para-
7 graph (4) the following new paragraph:

8 “(5) **PARTIAL EXCLUSION FOR ALTERNATIVE**
9 **FUEL TRUCKS.**—

10 “(A) **IN GENERAL.**—In the case of any
11 automobile truck chassis, automobile truck
12 body, or tractor subject to tax under paragraph
13 (1) which is fueled wholly or partially by an al-
14 ternative fuel, the rate of tax shall be reduced
15 by 35 percent.

16 “(B) **ALTERNATIVE FUEL.**—For purposes
17 of subparagraph (A), the term ‘alternative fuel’
18 means compressed natural gas, liquefied natural
19 gas, liquefied petroleum gas, renewable natural
20 gas, hydrogen, and any liquid at least 85 per-
21 cent of the volume of which consists of meth-
22 anol.”.

23 (b) **EFFECTIVE DATE.**—The amendment made by
24 subsection (a) shall apply to sales after the date of the
25 enactment of this Act.