

**UPDATED SUMMARY  
HOUSE BILL 15-1012**

**First Regular Session - Seventieth Colorado General Assembly**

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*This summary applies to the reengrossed version of this bill as introduced in the second house. It does not reflect any amendments that may be subsequently adopted. This summary reflects only the main points of the legislation.*

Under current law, dyed diesel fuel (dyed diesel) is exempt from the state sales and use tax if it is:

- ! Subject to the state special fuel excise tax;
- ! Used to operate a farm vehicle on a farm or ranch; or
- ! Used for an industrial purpose.

So, dyed diesel that is exempt from the state special fuel excise because it is not used to power a motor vehicle on the state highways, but not used to operate a farm vehicle or used for an industrial purpose, is subject to the state sales and use tax. **Section 1** of the bill exempts these remaining sales and uses of dyed diesel from the state sales and use tax. This exemption automatically applies to statutory municipalities and counties. **Section 2** specifies ~~that the sale, storage, use, or consumption of dyed diesel is exempt from the sales and use tax imposed by a home rule municipality or county.~~

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Italicized words indicate new material added to the original summary; dashes through words indicate deletions from the original summary.  
Prepared by the Office of Legislative Legal Services.