STATE OF NEW YORK

10395

IN ASSEMBLY

March 3, 2026

Introduced by M. of A. CUNNINGHAM -- read once and referred to the Committee on Ways and Means

AN ACT to amend the tax law, in relation to sales of rental vehicles

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Subdivision (b) of section 1105 of the tax law is amended by adding a new paragraph 5 to read as follows:

(5) Notwithstanding any law, rule, regulation, letter, ruling, or policy to the contrary, the sale of a rental vehicle to a rental business for use in such business is subject to the taxes imposed under this section and shall not be considered a sale for resale.

§ 2. This act shall take effect on the thirtieth day after it shall have become a law and shall apply to sales of rental vehicles occurring on or after such date. Effective immediately, the addition, amendment and/or repeal of any rule or regulation necessary for the implementation of this act on its effective date are authorized to be made and completed on or before such effective date.

EXPLANATION--Matter in *italics* (underscored) is new; matter in brackets [-] is old law to be omitted.

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