

1445

2015-2016 Regular Sessions

I N   S E N A T E

January 12, 2015

---

Introduced by Sen. O'MARA -- read twice and ordered printed, and when printed to be committed to the Committee on Investigations and Government Operations

AN ACT to amend the tax law, in relation to eliminating the residential restriction for heating exemptions

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1     Section 1. Subdivision (d) of section 301-b of the tax law, as amended  
2     by section 21 of part K of chapter 61 of the laws of 2011, is amended to  
3     read as follows:  
4     (d) Sales to consumers for heating purposes. [(1) Total residential  
5     heating] HEATING exemption. Non-highway diesel motor fuel sold by a  
6     petroleum business registered under article twelve-A of this chapter as  
7     a distributor of diesel motor fuel or residual petroleum product sold by  
8     a petroleum business registered under this article as a residual petro-  
9     leum product business to the consumer exclusively for [residential]  
10    heating purposes only if such non-highway diesel motor fuel is delivered  
11    into a storage tank which is not equipped with a hose or other apparatus  
12    by which such fuel can be dispensed into the fuel tank of a motor vehi-  
13    cle and such storage tank is attached to the heating unit burning such  
14    fuel.  
15    [(2) Partial non-residential heating exemption. (A) Non-highway diesel  
16    motor fuel sold by a petroleum business registered under article  
17    twelve-A of this chapter as a distributor of diesel motor fuel or resi-  
18    dual petroleum product sold by a petroleum business registered under  
19    this article as a residual petroleum product business to the consumer  
20    exclusively for heating, other than residential heating purposes only if  
21    such non-highway diesel motor fuel is delivered into a storage tank  
22    which is not equipped with a hose or other apparatus by which such fuel  
23    can be dispensed into the fuel tank of a motor vehicle and such storage  
24    tank is attached to the heating unit burning such fuel (B) Calculation  
25    of partial exemption. The partial exemption under this paragraph shall  
26    be determined by multiplying the quantity of non-highway diesel motor  
27    fuel and residual petroleum product eligible for the exemption times the

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

LBD07419-01-5

1 sum of the then current rate of the supplemental tax imposed by section  
2 three hundred one-j of this article and forty-six percent of the then  
3 current rate of the tax imposed by section three hundred one-a of this  
4 article, with respect to the specific non-highway diesel motor fuel or  
5 residual petroleum product rate, as the case may be.]

6 S 2. Subdivision (a) of section 301-c of the tax law, as amended by  
7 section 23 of part K of chapter 61 of the laws of 2011, is amended to  
8 read as follows:

9 (a) Non-highway Diesel motor fuel used for heating purposes. [(1)  
10 Total residential heating] HEATING reimbursement. Non-highway Diesel  
11 motor fuel purchased in this state and sold by such purchaser to a  
12 consumer for use exclusively for [residential] heating purposes but only  
13 where (i) such non-highway diesel motor fuel is delivered into a storage  
14 tank which is not equipped with a hose or other apparatus by which such  
15 non-highway Diesel motor fuel can be dispensed into the fuel tank of a  
16 motor vehicle and such storage tank is attached to the heating unit  
17 burning such non-highway Diesel motor fuel, (ii) the tax imposed pursu-  
18 ant to this article has been paid with respect to such non-highway  
19 diesel motor fuel and the entire amount of such tax has been absorbed by  
20 such purchaser, and (iii) such purchaser possesses documentary proof  
21 satisfactory to the commissioner evidencing the absorption by it of the  
22 entire amount of the tax imposed pursuant to this article. Provided,  
23 however, that the commissioner is authorized, in the event that the  
24 commissioner determines that it would not threaten the integrity of the  
25 administration and enforcement of the tax imposed by this article, to  
26 provide a reimbursement with respect to a retail sale to a consumer for  
27 residential heating purposes of less than ten gallons of non-highway  
28 diesel motor fuel provided such fuel is not dispensed into the tank of a  
29 motor vehicle.

30 [(2) Partial non-residential heating reimbursement. (A) Non-highway  
31 Diesel motor fuel purchased in this state and sold by such purchaser to  
32 a consumer for use exclusively for heating, other than for residential  
33 heating purposes, but only where (i) such non-highway diesel motor fuel  
34 is delivered into a storage tank which is not equipped with a hose or  
35 other apparatus by which such non-highway Diesel motor fuel can be  
36 dispensed into the fuel tank of a motor vehicle and such storage tank is  
37 attached to the heating unit burning such non-highway Diesel motor fuel,  
38 (ii) the tax imposed pursuant to this article has been paid with respect  
39 to such non-highway diesel motor fuel and the entire amount of such tax  
40 has been absorbed by such purchaser, and (iii) such purchaser possesses  
41 documentary proof satisfactory to the commissioner evidencing the  
42 absorption by it of the entire amount of the tax imposed pursuant to  
43 this article.

44 (B) Calculation of partial reimbursement. Notwithstanding any other  
45 provision of this article, the amount of the reimbursement under this  
46 paragraph shall be determined by multiplying the quantity of non-highway  
47 diesel motor fuel eligible for the reimbursement times the sum of the  
48 then current rate of the supplemental tax imposed by section three  
49 hundred one-j of this article and forty-six percent of the then current  
50 rate of the tax imposed by section three hundred one-a of this article,  
51 with respect to the non-highway diesel motor fuel rate, as the case may  
52 be.]

53 S 3. This act shall take effect on the one hundred eightieth day after  
54 it shall have become a law.