

4633

2015-2016 Regular Sessions

I N   S E N A T E

April 1, 2015

---

Introduced by Sen. MARCHIONE -- 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 sales tax on transportation services; and to repeal certain provisions of such law relating thereto

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

1     Section 1. Paragraph 34 of subdivision (b) of section 1101 of the tax  
2 law is REPEALED.  
3     S 2. Paragraph 10 of subdivision (c) of section 1105 of the tax law is  
4 REPEALED.  
5     S 3. Subdivision (1) of section 1106 of the tax law is REPEALED.  
6     S 4. Subdivision (o) of section 1111 of the tax law is REPEALED.  
7     S 5. Section 1213 of the tax law, as amended by section 2 of part WW  
8 of chapter 57 of the laws of 2010, is amended to read as follows:  
9     S 1213. Deliveries outside the jurisdiction where sale is made. Where  
10 a sale of tangible personal property or services, including prepaid  
11 telephone calling services, but not including other services described  
12 in subdivision (b) of section eleven hundred five of this chapter,  
13 including an agreement therefor, is made in any city, county or school  
14 district, but the property sold, the property upon which the services  
15 were performed or prepaid telephone calling or other service is or will  
16 be delivered to the purchaser elsewhere, such sale shall not be subject  
17 to tax by such city, county or school district. However, if delivery  
18 occurs or will occur in a city, county or school district imposing a tax  
19 on the sale or use of such property, prepaid telephone calling or other  
20 services, the vendor shall be required to collect from the purchaser, as  
21 provided in section twelve hundred fifty-four of this article, the  
22 aggregate sales or compensating use taxes imposed by the city, if any,  
23 county and school district in which delivery occurs or will occur, for

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

LBD02819-01-5

1 distribution by the commissioner to such taxing jurisdiction or juris-  
2 dictions. For the purposes of this section delivery shall be deemed to  
3 include transfer of possession to the purchaser and the receiving of the  
4 property or of the service, including prepaid telephone calling service,  
5 by the purchaser. [Notwithstanding the foregoing, where a transportation  
6 service described in paragraph ten of subdivision (c) of section eleven  
7 hundred five of this chapter begins in one jurisdiction but ends in  
8 another jurisdiction, any tax imposed pursuant to the authority of this  
9 article shall be due the jurisdiction or jurisdictions where the service  
10 commenced.]

11 S 6. This act shall take effect immediately and shall apply to the  
12 quarterly period, as described in subdivision (b) of section 1136 of the  
13 tax law, next commencing September 1, 2017 and shall apply in accordance  
14 with the applicable transitional provisions in sections 1106 and 1217 of  
15 the tax law.