

STATE OF NEW YORK

393

2025-2026 Regular Sessions

IN SENATE

(Prefiled)

January 8, 2025

Introduced by Sen. PALUMBO -- read twice and ordered printed, and when printed to be committed to the Committee on Budget and Revenue

AN ACT to amend the tax law, in relation to computing sales and compensating use tax on retail sales of motor fuel and diesel motor fuel at a rate of cents per gallon

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

1 Section 1. Subdivision (m) of section 1111 of the tax law is amended
2 by adding a new paragraph 8 to read as follows:

3 (8) The sales and compensating use taxes imposed by subpart B of part
4 one of article twenty-nine of this chapter in regard to retail sales of
5 motor fuel and diesel motor fuel shall be computed, as determined quar-
6 terly by the commissioner, at a rate of cents per gallon, rounded to the
7 nearest cent, multiplied by the cost of the fuel.

8 § 2. Paragraph 2 of subdivision (e) of section 1111 of the tax law is
9 amended by adding a new subparagraph (iv) to read as follows:

10 (iv) Where motor fuel is imported, manufactured or sold in, or diesel
11 motor fuel is sold or used in this state, the sales and compensating use
12 taxes imposed by subpart B of part one of article twenty-nine of this
13 chapter as computed pursuant to subdivision (m) of this section shall be
14 prepaid pursuant to section eleven hundred two of this article on each
15 gallon of fuel.

16 § 3. This act shall take effect on the first day of a sales tax quar-
17 terly period, as described in subdivision (b) of section 1136 of the tax
18 law, next commencing at least ninety days after the date this act shall
19 have become a law and shall apply in accordance with the applicable
20 transitional provisions of sections 1106 and 1217 of the tax law.

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

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