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Date: (Filing No. S- )

**TAXATION**

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**STATE OF MAINE  
SENATE  
125TH LEGISLATURE  
FIRST REGULAR SESSION**

COMMITTEE AMENDMENT “ ” to S.P. 191, L.D. 611, Bill, “An Act Relating to Sales Tax on Certain Rental Vehicles”

Amend the bill in section 1 in paragraph B by striking out all of subparagraph (3) (page 1, lines 9 to 15 in L.D.) and inserting the following:

'(3) The sale, to a person engaged in the business of renting automobiles, of automobiles, integral parts of automobiles or accessories to automobiles, for rental or for use in an automobile rented ~~on a short term basis~~ for a period of less than one year. For the purposes of this subparagraph, "automobile" includes a pickup truck or van with a gross vehicle weight of less than 26,000 pounds;'

Amend the bill by striking out all of section 3 and inserting the following:

**'Sec. 3. 36 MRSA §1760, sub-§92** is enacted to read:

**92. Certain vehicle rentals.** The rental for a period of less than one year of an automobile when the rental is to the service customer of a new vehicle dealer, as defined in Title 29-A, section 851, subsection 9, pursuant to a manufacturer's or new vehicle dealer's warranty and the rental fee is paid by that new vehicle dealer or warrantor.'

Amend the bill in section 4 in §1811 in the 3rd indented paragraph in the first to 3rd lines (page 3, lines 14 to 16 in L.D.) by striking out all of the following: ", or of a pickup truck or van with a gross vehicle weight of less than 26,000 pounds rented from a person primarily engaged in the business of renting automobiles."

Amend the bill by inserting after section 4 the following:

**'Sec. 5. Application.** This Act applies to transactions entered into on or after October 1, 2011.'

**SUMMARY**

This amendment clarifies the proposed exclusion from sales and use tax for pickup trucks and vans purchased for short-term rental and the exemption for the rental of certain

**COMMITTEE AMENDMENT**

1 vehicles to the service customer of a new vehicle dealer pursuant to a warranty. It deletes  
2 language that would have changed how long-term rentals of pickup trucks and vans are  
3 taxed and provides that the changes apply to transactions entered into on or after October  
4 1, 2011.

5 **FISCAL NOTE REQUIRED**

6 **(See attached)**