



General Assembly

January Session, 2025

Raised Bill No. 1447

LCO No. 5607



Referred to Committee on TRANSPORTATION

Introduced by:
(TRA)

AN ACT CONCERNING ADDITIONAL REVENUE SOURCES FOR THE SPECIAL TRANSPORTATION FUND BY SUBJECTING PEER-TO-PEER CAR SHARING TO THE SALES AND USE TAX AND ESTABLISHING A FEE ON EACH RETAIL DELIVERY MADE IN THE STATE.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subdivision (1) of section 12-408 of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective July 1,*
3 *2025, and applicable to sales occurring on or after July 1, 2025*):

4 (1) (A) For the privilege of making any sales, as defined in
5 subdivision (2) of subsection (a) of section 12-407, at retail, in this state
6 for a consideration, a tax is hereby imposed on all retailers at the rate of
7 six and thirty-five-hundredths per cent of the gross receipts of any
8 retailer from the sale of all tangible personal property sold at retail or
9 from the rendering of any services constituting a sale in accordance with
10 subdivision (2) of subsection (a) of section 12-407, except, in lieu of said
11 rate, the rates provided in subparagraphs (B) to (I), inclusive, of this
12 subdivision;

13 (B) (i) At a rate of fifteen per cent with respect to each transfer of
14 occupancy, from the total amount of rent received by a hotel or lodging
15 house for the first period not exceeding thirty consecutive calendar
16 days;

17 (ii) At a rate of eleven per cent with respect to each transfer of
18 occupancy, from the total amount of rent received by a bed and
19 breakfast establishment for the first period not exceeding thirty
20 consecutive calendar days;

21 (C) With respect to the sale of a motor vehicle to any individual who
22 is a member of the armed forces of the United States and is on full-time
23 active duty in Connecticut and who is considered, under 50 App USC
24 574, a resident of another state, or to any such individual and the spouse
25 thereof, at a rate of four and one-half per cent of the gross receipts of any
26 retailer from such sales, provided such retailer requires and maintains a
27 declaration by such individual, prescribed as to form by the
28 commissioner and bearing notice to the effect that false statements made
29 in such declaration are punishable, or other evidence, satisfactory to the
30 commissioner, concerning the purchaser's state of residence under 50
31 App USC 574;

32 (D) (i) With respect to the sales of computer and data processing
33 services occurring on or after July 1, 2001, at the rate of one per cent, and
34 (ii) with respect to sales of Internet access services, on and after July 1,
35 2001, such services shall be exempt from such tax;

36 (E) (i) With respect to the sales of labor that is otherwise taxable under
37 subparagraph (C) or (G)(i) of subdivision (2) of subsection (a) of section
38 12-407 on existing vessels and repair or maintenance services on vessels
39 occurring on and after July 1, 1999, such services shall be exempt from
40 such tax;

41 (ii) With respect to the sale of a vessel, a motor for a vessel or a trailer
42 used for transporting a vessel, at the rate of two and ninety-nine-
43 hundredths per cent, except that the sale of a vessel shall be exempt from

44 such tax if such vessel is docked in this state for sixty or fewer days in a
45 calendar year;

46 (iii) With respect to the sale of dyed diesel fuel, as defined in
47 subsection (d) of section 12-487, sold by a marine fuel dock exclusively
48 for marine purposes, at the rate of two and ninety-nine-hundredths per
49 cent;

50 (F) With respect to patient care services for which payment is
51 received by the hospital on or after July 1, 1999, and prior to July 1, 2001,
52 at the rate of five and three-fourths per cent and on and after July 1, 2001,
53 such services shall be exempt from such tax;

54 (G) (i) With respect to the rental or leasing of a passenger motor
55 vehicle for a period of thirty consecutive calendar days or less, at a rate
56 of nine and thirty-five-hundredths per cent;

57 (ii) With respect to peer-to-peer car sharing, as defined in section 13b-
58 127, as amended by this act, for a period of thirty consecutive calendar
59 days or less, at a rate of nine and thirty-five-hundredths per cent;

60 (H) With respect to the sale of (i) a motor vehicle for a sales price
61 exceeding fifty thousand dollars, at a rate of seven and three-fourths per
62 cent on the entire sales price, (ii) jewelry, whether real or imitation, for
63 a sales price exceeding five thousand dollars, at a rate of seven and
64 three-fourths per cent on the entire sales price, and (iii) an article of
65 clothing or footwear intended to be worn on or about the human body,
66 a handbag, luggage, umbrella, wallet or watch for a sales price
67 exceeding one thousand dollars, at a rate of seven and three-fourths per
68 cent on the entire sales price. For purposes of this subparagraph, "motor
69 vehicle" has the meaning provided in section 14-1, but does not include
70 a motor vehicle subject to the provisions of subparagraph (C) of this
71 subdivision, a motor vehicle having a gross vehicle weight rating over
72 twelve thousand five hundred pounds, or a motor vehicle having a
73 gross vehicle weight rating of twelve thousand five hundred pounds or
74 less that is not used for private passenger purposes, but is designed or

75 used to transport merchandise, freight or persons in connection with
76 any business enterprise and issued a commercial registration or more
77 specific type of registration by the Department of Motor Vehicles;

78 (I) With respect to the sale of meals, as defined in subdivision (13) of
79 section 12-412, sold by an eating establishment, caterer or grocery store;
80 and spirituous, malt or vinous liquors, soft drinks, sodas or beverages
81 such as are ordinarily dispensed at bars and soda fountains, or in
82 connection therewith; in addition to the tax imposed under
83 subparagraph (A) of this subdivision, at the rate of one per cent;

84 (J) The rate of tax imposed by this chapter shall be applicable to all
85 retail sales upon the effective date of such rate, except that a new rate
86 that represents an increase in the rate applicable to the sale shall not
87 apply to any sales transaction wherein a binding sales contract without
88 an escalator clause has been entered into prior to the effective date of the
89 new rate and delivery is made within ninety days after the effective date
90 of the new rate. For the purposes of payment of the tax imposed under
91 this section, any retailer of services taxable under subdivision (37) of
92 subsection (a) of section 12-407, who computes taxable income, for
93 purposes of taxation under the Internal Revenue Code of 1986, or any
94 subsequent corresponding internal revenue code of the United States,
95 as amended from time to time, on an accounting basis that recognizes
96 only cash or other valuable consideration actually received as income
97 and who is liable for such tax only due to the rendering of such services
98 may make payments related to such tax for the period during which
99 such income is received, without penalty or interest, without regard to
100 when such service is rendered;

101 (K) (i) For calendar quarters ending on or after September 30, 2019,
102 the commissioner shall deposit into the regional planning incentive
103 account, established pursuant to section 4-66k, six and seven-tenths per
104 cent of the amounts received by the state from the tax imposed under
105 subparagraph (B) of this subdivision and ten and seven-tenths per cent
106 of the amounts received by the state from the tax imposed under

107 subparagraph (G)(i) of this subdivision;

108 (ii) For calendar quarters ending on or after September 30, 2018, the
109 commissioner shall deposit into the Tourism Fund established under
110 section 10-395b ten per cent of the amounts received by the state from
111 the tax imposed under subparagraph (B) of this subdivision;

112 (L) (i) For calendar months commencing on or after July 1, 2021, but
113 prior to July 1, 2023, the commissioner shall deposit into the municipal
114 revenue sharing account established pursuant to section 4-66l seven and
115 nine-tenths per cent of the amounts received by the state from the tax
116 imposed under subparagraph (A) of this subdivision, including such
117 amounts received on or after July 1, 2023, attributable to the fiscal year
118 ending June 30, 2023; and

119 (ii) For calendar months commencing on or after July 1, 2023, the
120 commissioner shall deposit into the Municipal Revenue Sharing Fund
121 established pursuant to section 4-66p seven and nine-tenths per cent of
122 the amounts received by the state from the tax imposed under
123 subparagraph (A) of this subdivision; [and]

124 (M) (i) For calendar months commencing on or after July 1, 2017, the
125 commissioner shall deposit into the Special Transportation Fund
126 established under section 13b-68 seven and nine-tenths per cent of the
127 amounts received by the state from the tax imposed under
128 subparagraph (A) of this subdivision;

129 (ii) For calendar months commencing on or after July 1, 2018, but
130 prior to July 1, 2019, the commissioner shall deposit into the Special
131 Transportation Fund established under section 13b-68 eight per cent of
132 the amounts received by the state from the tax imposed under
133 subparagraphs (A) and (H) of this subdivision on the sale of a motor
134 vehicle;

135 (iii) For calendar months commencing on or after July 1, 2019, but
136 prior to July 1, 2020, the commissioner shall deposit into the Special

137 Transportation Fund established under section 13b-68 seventeen per
138 cent of the amounts received by the state from the tax imposed under
139 subparagraphs (A) and (H) of this subdivision on the sale of a motor
140 vehicle;

141 (iv) For calendar months commencing on or after July 1, 2020, but
142 prior to July 1, 2021, the commissioner shall deposit into the Special
143 Transportation Fund established under section 13b-68 twenty-five per
144 cent of the amounts received by the state from the tax imposed under
145 subparagraphs (A) and (H) of this subdivision on the sale of a motor
146 vehicle;

147 (v) For calendar months commencing on or after July 1, 2021, but
148 prior to July 1, 2022, the commissioner shall deposit into the Special
149 Transportation Fund established under section 13b-68 seventy-five per
150 cent of the amounts received by the state from the tax imposed under
151 subparagraphs (A) and (H) of this subdivision on the sale of a motor
152 vehicle; and

153 (vi) For calendar months commencing on or after July 1, 2022, the
154 commissioner shall deposit into the Special Transportation Fund
155 established under section 13b-68 one hundred per cent of the amounts
156 received by the state from the tax imposed under subparagraphs (A)
157 and (H) of this subdivision on the sale of a motor vehicle; and

158 (N) For calendar quarters ending on or after September 30, 2025, with
159 respect to the amounts received by the state from the tax imposed under
160 subparagraph (G)(ii) of this subdivision, the commissioner shall deposit
161 (i) fifty-seven and three-tenths per cent of such amounts into the General
162 Fund, (ii) thirty-seven and four-tenths per cent of such amounts into the
163 Special Transportation Fund established under section 13b-68, and (iii)
164 five and three-tenths per cent of such amounts into the Municipal
165 Revenue Sharing Fund established pursuant to section 4-66p.

166 Sec. 2. Subdivision (1) of section 12-411 of the general statutes is
167 repealed and the following is substituted in lieu thereof (*Effective July 1,*

168 *2025, and applicable to sales occurring on or after July 1, 2025):*

169 (1) (A) An excise tax is hereby imposed on the storage, acceptance,
170 consumption or any other use in this state of tangible personal property
171 purchased from any retailer for storage, acceptance, consumption or any
172 other use in this state, the acceptance or receipt of any services
173 constituting a sale in accordance with subdivision (2) of subsection (a)
174 of section 12-407, purchased from any retailer for consumption or use in
175 this state, or the storage, acceptance, consumption or any other use in
176 this state of tangible personal property which has been manufactured,
177 fabricated, assembled or processed from materials by a person, either
178 within or without this state, for storage, acceptance, consumption or any
179 other use by such person in this state, to be measured by the sales price
180 of materials, at the rate of six and thirty-five-hundredths per cent of the
181 sales price of such property or services, except, in lieu of said rate:

182 (B) (i) At a rate of fifteen per cent of the rent paid to a hotel or lodging
183 house for the first period not exceeding thirty consecutive calendar
184 days;

185 (ii) At a rate of eleven per cent of the rent paid to a bed and breakfast
186 establishment for the first period not exceeding thirty consecutive
187 calendar days;

188 (C) With respect to the storage, acceptance, consumption or use in
189 this state of a motor vehicle purchased from any retailer for storage,
190 acceptance, consumption or use in this state by any individual who is a
191 member of the armed forces of the United States and is on full-time
192 active duty in Connecticut and who is considered, under 50 App USC
193 574, a resident of another state, or to any such individual and the spouse
194 of such individual at a rate of four and one-half per cent of the sales price
195 of such vehicle, provided such retailer requires and maintains a
196 declaration by such individual, prescribed as to form by the
197 commissioner and bearing notice to the effect that false statements made
198 in such declaration are punishable, or other evidence, satisfactory to the

199 commissioner, concerning the purchaser's state of residence under 50
200 App USC 574;

201 (D) (i) With respect to the acceptance or receipt in this state of labor
202 that is otherwise taxable under subparagraph (C) or (G)(i) of subdivision
203 (2) of subsection (a) of section 12-407 on existing vessels and repair or
204 maintenance services on vessels occurring on and after July 1, 1999, such
205 services shall be exempt from such tax;

206 (ii) (I) With respect to the storage, acceptance or other use of a vessel
207 in this state, at the rate of two and ninety-nine-hundredths per cent,
208 except that such storage, acceptance or other use shall be exempt from
209 such tax if such vessel is docked in this state for sixty or fewer days in a
210 calendar year;

211 (II) With respect to the storage, acceptance or other use of a motor for
212 a vessel or a trailer used for transporting a vessel in this state, at the rate
213 of two and ninety-nine-hundredths per cent;

214 (III) With respect to the storage, acceptance or other use of dyed diesel
215 fuel, as defined in subsection (d) of section 12-487, exclusively for
216 marine purposes, at the rate of two and ninety-nine-hundredths per
217 cent;

218 (E) (i) With respect to the acceptance or receipt in this state of
219 computer and data processing services purchased from any retailer for
220 consumption or use in this state occurring on or after July 1, 2001, at the
221 rate of one per cent of such services, and (ii) with respect to the
222 acceptance or receipt in this state of Internet access services, on and after
223 July 1, 2001, such services shall be exempt from such tax;

224 (F) With respect to the acceptance or receipt in this state of patient
225 care services purchased from any retailer for consumption or use in this
226 state for which payment is received by the hospital on or after July 1,
227 1999, and prior to July 1, 2001, at the rate of five and three-fourths per
228 cent and on and after July 1, 2001, such services shall be exempt from

229 such tax;

230 (G) (i) With respect to the rental or leasing of a passenger motor
231 vehicle for a period of thirty consecutive calendar days or less, at a rate
232 of nine and thirty-five-hundredths per cent;

233 (ii) With respect to peer-to-peer car sharing, as defined in section 13b-
234 127, as amended by this act, for a period of thirty consecutive calendar
235 days or less, at a rate of nine and thirty-five-hundredths per cent;

236 (H) With respect to the acceptance or receipt in this state of (i) a motor
237 vehicle for a sales price exceeding fifty thousand dollars, at a rate of
238 seven and three-fourths per cent on the entire sales price, (ii) jewelry,
239 whether real or imitation, for a sales price exceeding five thousand
240 dollars, at a rate of seven and three-fourths per cent on the entire sales
241 price, and (iii) an article of clothing or footwear intended to be worn on
242 or about the human body, a handbag, luggage, umbrella, wallet or
243 watch for a sales price exceeding one thousand dollars, at a rate of seven
244 and three-fourths per cent on the entire sales price. For purposes of this
245 subparagraph, "motor vehicle" has the meaning provided in section 14-
246 1, but does not include a motor vehicle subject to the provisions of
247 subparagraph (C) of this subdivision, a motor vehicle having a gross
248 vehicle weight rating over twelve thousand five hundred pounds, or a
249 motor vehicle having a gross vehicle weight rating of twelve thousand
250 five hundred pounds or less that is not used for private passenger
251 purposes, but is designed or used to transport merchandise, freight or
252 persons in connection with any business enterprise and issued a
253 commercial registration or more specific type of registration by the
254 Department of Motor Vehicles;

255 (I) With respect to the acceptance or receipt in this state of meals, as
256 defined in subdivision (13) of section 12-412, sold by an eating
257 establishment, caterer or grocery store; and spirituous, malt or vinous
258 liquors, soft drinks, sodas or beverages such as are ordinarily dispensed
259 at bars and soda fountains, or in connection therewith; in addition to the

260 tax imposed under subparagraph (A) of this subdivision, at the rate of
261 one per cent;

262 (J) (i) For calendar quarters ending on or after September 30, 2019, the
263 commissioner shall deposit into the regional planning incentive
264 account, established pursuant to section 4-66k, six and seven-tenths per
265 cent of the amounts received by the state from the tax imposed under
266 subparagraph (B) of this subdivision and ten and seven-tenths per cent
267 of the amounts received by the state from the tax imposed under
268 subparagraph (G)(i) of this subdivision;

269 (ii) For calendar quarters ending on or after September 30, 2018, the
270 commissioner shall deposit into the Tourism Fund established under
271 section 10-395b ten per cent of the amounts received by the state from
272 the tax imposed under subparagraph (B) of this subdivision;

273 (K) (i) For calendar months commencing on or after July 1, 2021, but
274 prior to July 1, 2023, the commissioner shall deposit into the municipal
275 revenue sharing account established pursuant to section 4-66l seven and
276 nine-tenths per cent of the amounts received by the state from the tax
277 imposed under subparagraph (A) of this subdivision, including such
278 amounts received on or after July 1, 2023, attributable to the fiscal year
279 ending June 30, 2023; and

280 (ii) For calendar months commencing on or after July 1, 2023, the
281 commissioner shall deposit into the Municipal Revenue Sharing Fund
282 established pursuant to section 4-66p seven and nine-tenths per cent of
283 the amounts received by the state from the tax imposed under
284 subparagraph (A) of this subdivision; [and]

285 (L) (i) For calendar months commencing on or after July 1, 2017, the
286 commissioner shall deposit into said Special Transportation Fund seven
287 and nine-tenths per cent of the amounts received by the state from the
288 tax imposed under subparagraph (A) of this subdivision;

289 (ii) For calendar months commencing on or after July 1, 2018, but

290 prior to July 1, 2019, the commissioner shall deposit into the Special
291 Transportation Fund established under section 13b-68 eight per cent of
292 the amounts received by the state from the tax imposed under
293 subparagraphs (A) and (H) of this subdivision on the acceptance or
294 receipt in this state of a motor vehicle;

295 (iii) For calendar months commencing on or after July 1, 2019, but
296 prior to July 1, 2020, the commissioner shall deposit into the Special
297 Transportation Fund established under section 13b-68 seventeen per
298 cent of the amounts received by the state from the tax imposed under
299 subparagraphs (A) and (H) of this subdivision on the acceptance or
300 receipt in this state of a motor vehicle;

301 (iv) For calendar months commencing on or after July 1, 2020, but
302 prior to July 1, 2021, the commissioner shall deposit into the Special
303 Transportation Fund established under section 13b-68 twenty-five per
304 cent of the amounts received by the state from the tax imposed under
305 subparagraphs (A) and (H) of this subdivision on the acceptance or
306 receipt in this state of a motor vehicle;

307 (v) For calendar months commencing on or after July 1, 2021, but
308 prior to July 1, 2022, the commissioner shall deposit into the Special
309 Transportation Fund established under section 13b-68 seventy-five per
310 cent of the amounts received by the state from the tax imposed under
311 subparagraphs (A) and (H) of this subdivision on the acceptance or
312 receipt in this state of a motor vehicle; and

313 (vi) For calendar months commencing on or after July 1, 2022, the
314 commissioner shall deposit into the Special Transportation Fund
315 established under section 13b-68 one hundred per cent of the amounts
316 received by the state from the tax imposed under subparagraphs (A)
317 and (H) of this subdivision on the acceptance or receipt in this state of a
318 motor vehicle; and

319 (M) For calendar quarters ending on or after September 30, 2025, with
320 respect to the amounts received by the state from the tax imposed under

321 subparagraph (G)(ii) of this subdivision, the commissioner shall deposit
322 (i) fifty-seven and three-tenths per cent of such amounts into the General
323 Fund, (ii) thirty-seven and four-tenths per cent of such amounts into the
324 Special Transportation Fund established under section 13b-68, and (iii)
325 five and three-tenths per cent of such amounts into the Municipal
326 Revenue Sharing Fund established pursuant to section 4-66p.

327 Sec. 3. (NEW) (*Effective July 1, 2025*) (a) As used in this section:

328 (1) "Peer-to-peer car sharing facilitator" means any peer-to-peer car
329 sharing company that (A) facilitates retail sales in an amount at least
330 equal to the amount specified in subparagraph (A) of subdivision (1) of
331 subsection (a) of section 12-408e of the general statutes during the prior
332 twelve-month period by shared vehicle owners by providing a car
333 sharing platform; (B) directly or indirectly through agreements or
334 arrangements with third parties, collects payment for peer-to-peer car
335 sharing and remits payments to the shared vehicle owners; and (C)
336 receives compensation or other consideration for such services; and

337 (2) "Peer-to-peer car sharing company", "shared vehicle owner", "car
338 sharing platform" and "peer-to-peer car sharing" have the same
339 meanings as provided in section 13b-127 of the general statutes, as
340 amended by this act.

341 (b) A peer-to-peer car sharing facilitator shall be required to obtain a
342 permit to collect the tax set forth in subparagraph (G)(ii) of subdivision
343 (1) of section 12-408 of the general statutes, as amended by this act, and
344 shall be considered the retailer for each retail sale of peer-to-peer car
345 sharing for a period of thirty consecutive calendar days or less that such
346 facilitator facilitates on its car sharing platform for a shared vehicle
347 owner. Each peer-to-peer car sharing facilitator shall (1) be required to
348 collect and remit for each such sale any tax imposed under section 12-
349 408 of the general statutes, as amended by this act, (2) be responsible for
350 all obligations imposed under chapter 219 of the general statutes as if
351 such facilitator was the owner of the shared vehicle and retailer for such

352 sale, and (3) keep such records and information as may be required by
353 the Commissioner of Revenue Services to ensure proper collection and
354 remittance of such tax.

355 (c) A shared vehicle owner shall not be liable for the collection of the
356 tax set forth in subparagraph (G)(ii) of subdivision (1) of section 12-408
357 of the general statutes, as amended by this act, to the extent the peer-to-
358 peer car sharing facilitator collected the tax due on such sale.

359 Sec. 4. Section 13b-127 of the general statutes is repealed and the
360 following is substituted in lieu thereof (*Effective July 1, 2025*):

361 For the purposes of this [section and sections 13b-127a to 13b-127l,
362 inclusive] chapter:

363 (1) "Peer-to-peer car sharing" means the authorized use of a shared
364 vehicle for financial consideration by a person other than the vehicle's
365 owner through a peer-to-peer car sharing platform.

366 (2) "Peer-to-peer car sharing company" or "company" means [a car
367 sharing platform that connects vehicle owners with drivers] any person,
368 corporation, limited partnership or other legal entity that is engaged in
369 the business of operating a car sharing platform to enable [the sharing
370 of vehicles for financial consideration] peer-to-peer car sharing in this
371 state. "Peer-to-peer car sharing company" does not include any person
372 licensed pursuant to section 14-15.

373 (3) "Car sharing platform" means a physical or electronic place,
374 including, but not limited to, a store, a booth, an Internet web site, a
375 catalog or a dedicated software application that allows a shared vehicle
376 owner to make a shared vehicle available for peer-to-peer car sharing
377 and connect a shared vehicle owner with a shared vehicle driver.

378 (4) "Car sharing agreement" means the terms and conditions
379 applicable to a shared vehicle owner and a shared vehicle driver that
380 govern the use of a shared vehicle through a peer-to-peer sharing

381 platform. "Car sharing agreement" does not include [any] a motor
382 vehicle rental [contracts] contract.

383 (5) "Shared vehicle" means a vehicle that is available for sharing
384 through a peer-to-peer car sharing platform. "Shared vehicle" does not
385 include a passenger motor vehicle used for rental purposes by any
386 person licensed pursuant to section 14-15.

387 (6) "Shared vehicle driver" means a person authorized by the shared
388 vehicle owner to drive the shared vehicle under a car sharing
389 agreement. "Shared vehicle driver" does not include a lessee, as that
390 term is used in section 14-15.

391 (7) "Shared vehicle owner" means the registered owner, or a person
392 or entity designated by the registered owner, of a vehicle made available
393 on a peer-to-peer car sharing platform. "Shared vehicle owner" does not
394 include a person licensed or required to be licensed pursuant to section
395 14-15.

396 (8) "Car sharing delivery period" means the period of time during
397 which a shared vehicle is being delivered to the location of the car
398 sharing start time, if applicable, as documented by the car sharing
399 agreement.

400 (9) "Car sharing period" means the period of time that begins at the
401 start of the car sharing delivery period or, if there is no car sharing
402 delivery period, that begins at the car sharing start time, and ends at the
403 car sharing termination time.

404 (10) "Car sharing start time" means the time when a shared vehicle
405 driver takes possession and control of the shared vehicle at or after the
406 time the reservation of a shared vehicle is scheduled to begin as
407 documented in the records of the peer-to-peer car sharing platform.

408 (11) "Car sharing termination time" means the earliest of the
409 following events:

410 (A) The expiration of the agreed upon period of time established for
411 the use of a shared vehicle according to the terms of the car sharing
412 agreement if the shared vehicle is delivered to the location agreed upon
413 in such agreement;

414 (B) When the shared vehicle is returned to a location as alternatively
415 agreed upon by the shared vehicle owner and shared vehicle driver as
416 communicated through a car sharing platform and incorporated into the
417 car sharing agreement; or

418 (C) When the shared vehicle owner or the shared vehicle owner's
419 authorized designee takes possession and control of the shared vehicle.

420 Sec. 5. (NEW) (*Effective October 1, 2025, and applicable to sales occurring*
421 *on and after October 1, 2025*) (a) For the purposes of this section:

422 (1) "Retail delivery" means a retail sale of tangible personal property
423 by a retailer for delivery by a motor vehicle to the purchaser at a location
424 in this state, which sale includes at least one item of tangible personal
425 property that is subject to tax under chapter 219 of the general statutes;

426 (2) "Motor vehicle" has the same meaning as provided in section 14-1
427 of the general statutes; and

428 (3) "Retail sale", "retailer" and "tangible personal property" have the
429 same meanings as provided in section 12-407 of the general statutes.

430 (b) (1) Except as provided in subdivisions (2) and (3) of this
431 subsection, each retailer shall pay a fee of twenty-eight cents on each
432 retail delivery made in the state. The Commissioner of Revenue Services
433 shall annually adjust the amount of such fee in accordance with the
434 provisions of subsection (c) of this section. Such fee shall not be subject
435 to the sales or use tax under chapter 219 of the general statutes.

436 (2) Each retail sale of tangible personal property is a single retail
437 delivery for the purposes of this section regardless of the number of
438 deliveries by a motor vehicle to deliver the purchased items of tangible

439 personal property.

440 (3) A retail delivery that includes only tangible personal property, the
441 sale of which is exempt from sales tax under chapter 219 of the general
442 statutes, is exempt from the fee described in subdivision (1) of this
443 subsection.

444 (c) On or before June 1, 2026, and on or before June first thereafter,
445 the Commissioner of Revenue Services shall (1) adjust the amount of the
446 fee described in subsection (b) of this section in accordance with any
447 change in the consumer price index for all urban consumers for the
448 preceding calendar year, less food and energy, as published by the
449 United States Department of Labor, Bureau of Labor Statistics for each
450 retail delivery made in the state during the twelve-month period
451 beginning on the next succeeding July first, and (2) publish the adjusted
452 fee on the Department of Revenue Services' Internet web site.

453 (d) On or before the last day of the month next succeeding each
454 calendar quarter, each retailer shall: (1) File a return electronically for
455 the preceding period with the Commissioner of Revenue Services on
456 such forms as the commissioner may prescribe; and (2) make payment
457 of the fees required under subsection (b) of this section by electronic
458 funds transfer in the manner provided by chapter 228g of the general
459 statutes. Any document received and maintained by the commissioner
460 with respect to a retailer shall be return information, as defined in
461 section 12-15 of the general statutes, and shall not be subject to
462 disclosure under the Freedom of Information Act, as defined in section
463 1-200 of the general statutes.

464 (e) Reimbursement for the fee imposed pursuant to subsection (b) of
465 this section shall be collected by the retailer from the purchaser. Each
466 retailer shall add such fee to the price or charge for the retail delivery,
467 identify the fee as the "retail delivery fee" and list the fee separately and
468 distinct from the price or charge and any other taxes or fees imposed on
469 the retail delivery. Such fee when added to the amount charged shall be

470 debt from the purchaser to the retailer and shall be recoverable at law.

471 (f) Any fees due and unpaid under this section shall be subject to the
472 penalties and interest established in section 12-547 of the general
473 statutes and the amount of such fee, penalty or interest, due and unpaid,
474 may be collected under the provisions of section 12-35 of the general
475 statutes as if they were taxes due to the state.

476 (g) The provisions of sections 12-548, 12-550 to 12-554, inclusive, and
477 12-555b of the general statutes shall apply to the provisions of this
478 section in the same manner and with the same force and effect as if the
479 language of said sections had been incorporated in full into this section
480 and had expressly referred to the fee imposed under this section, except
481 to the extent that any such provision is inconsistent with a provision of
482 this section.

483 (h) Any fees received under this section shall be deposited into the
484 Special Transportation Fund established under section 13b-68 of the
485 general statutes.

486 (i) The Commissioner of Revenue Services may adopt regulations in
487 accordance with the provisions of chapter 54 of the general statutes to
488 carry out the provisions of this section.

489 Sec. 6. Subsection (b) of section 12-408e of the general statutes is
490 repealed and the following is substituted in lieu thereof (*Effective October*
491 *1, 2025*):

492 (b) (1) A marketplace facilitator shall be considered the retailer of
493 each sale such facilitator facilitates on its forum for a marketplace seller.
494 Each marketplace facilitator shall (A) be required to collect and remit for
495 each such sale any tax imposed under section 12-408, as amended by
496 this act, and the fee imposed under section 5 of this act, (B) be
497 responsible for all obligations imposed under this chapter as if such
498 marketplace facilitator was the retailer of such sale, and (C) in
499 accordance with the provisions of subdivision (3) of section 12-426, keep

500 such records and information as may be required by the Commissioner
501 of Revenue Services to ensure proper collection and remittance of such
502 tax.

503 (2) The provisions of subdivision (1) of this subsection shall not apply
504 to the facilitation by a marketplace facilitator of the rental of a passenger
505 motor vehicle or rental truck on behalf of a rental company, as those
506 terms are defined in section 12-692.

507 Sec. 7. Section 13b-14b of the general statutes is repealed. (*Effective*
508 *from passage*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2025, and applicable to sales occurring on or after July 1, 2025</i>	12-408(1)
Sec. 2	<i>July 1, 2025, and applicable to sales occurring on or after July 1, 2025</i>	12-411(1)
Sec. 3	<i>July 1, 2025</i>	New section
Sec. 4	<i>July 1, 2025</i>	13b-127
Sec. 5	<i>October 1, 2025, and applicable to sales occurring on and after October 1, 2025</i>	New section
Sec. 6	<i>October 1, 2025</i>	12-408e(b)
Sec. 7	<i>from passage</i>	Repealer section

Statement of Purpose:

To (1) subject peer-to-peer car sharing for thirty days or less to a nine and thirty-five-hundredths sales and use tax, (2) establish a fee on each retail delivery made in the state, and (3) repeal the statute requiring legislative approval for the Department of Transportation to use state money to study a mileage-based user fee on state roads.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]