

3853

2015-2016 Regular Sessions

I N S E N A T E

February 20, 2015

Introduced by Sen. LANZA -- read twice and ordered printed, and when printed to be committed to the Committee on Veterans, Homeland Security and Military Affairs

AN ACT to amend the real property tax law, in relation to real property tax exemptions for property in cities having a population of one million or more and owned by certain veterans or their family members

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

1 Section 1. Paragraphs 2 and 3 of subdivision 1 of section 458 of the
2 real property tax law, paragraph 2 as amended by chapter 425 of the laws
3 of 2014 and paragraph 3 as amended by chapter 733 of the laws of 1959,
4 are amended to read as follows:

5 (2) Except as provided in subdivision five of this section, no such
6 exemption on account of eligible funds paid on account of military or
7 naval services rendered by an individual shall be allowed in excess of
8 seven thousand five hundred dollars; PROVIDED, HOWEVER, IN A CITY WITH A
9 POPULATION OF ONE MILLION OR MORE, AN EXEMPTION ON ACCOUNT OF ELIGIBLE
10 FUNDS PAID ON ACCOUNT OF MILITARY OR NAVAL SERVICES RENDERED BY AN INDI-
11 VIDUAL SHALL EQUAL FORTY PERCENT OF ELIGIBLE FUNDS, BUT IN NO CASE SHALL
12 SUCH EXEMPTION BE ALLOWED IN EXCESS OF TWO THOUSAND DOLLARS. For the
13 purposes of this subdivision any established exemption, or newly claimed
14 exemption, or an aggregate thereof, as the case may be, in excess of any
15 multiple of fifty dollars shall be regarded as being the nearest multi-
16 ple of fifty dollars and allowed in such amount. If the amount of such
17 exemption has no nearest multiple of fifty dollars, it shall be regarded
18 as being the next higher multiple of fifty dollars and allowed in such
19 amount. The mingling of such eligible funds with other funds or their
20 retention by the United States for insurance premiums shall not bar the
21 granting of a claim for such exemption.

22 (3) If the assessors are satisfied that the applicant is entitled to
23 any exemption, they shall make appropriate entries upon the assessment-

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

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1 roll opposite the description of such property and subtract the total
2 amount of such exemption from the total amount assessed pursuant to the
3 provisions of paragraph one of this subdivision. Such entries shall be
4 made and continued in each assessment of the property so long as it is
5 exempt from taxation for any purpose. Such real property, to the extent
6 of the exemption entered by the assessors, shall be exempt from state,
7 county and general municipal taxation, but shall be taxable for local
8 school purposes; PROVIDED, HOWEVER, IN ANY CITY WITH A POPULATION OF ONE
9 MILLION OR MORE, SUCH REAL PROPERTY, TO THE EXTENT OF THE EXEMPTION
10 ENTERED BY THE ASSESSORS, SHALL BE EXEMPT FROM STATE, COUNTY AND GENERAL
11 MUNICIPAL TAXATION AND SHALL NOT BE TAXABLE FOR LOCAL SCHOOL PURPOSES.
12 The provisions herein, relating to the assessment and exemption of prop-
13 erty purchased with eligible funds apply and shall be enforced in each
14 municipal corporation authorized to levy taxes.

15 S 2. Subdivision 2 of section 458 of the real property tax law, as
16 amended by chapter 63 of the laws of 1976, is amended to read as
17 follows:

18 2. Real property purchased with moneys collected by popular
19 subscription in partial recognition of extraordinary services rendered
20 by any honorably discharged veteran of world war one, world war two, or
21 of the hostilities which commenced June twenty-seventh, nineteen hundred
22 fifty, who sustained permanent disability while on military duty, either
23 total or partial, and owned by the person who sustained such injuries,
24 or by his or her spouse or unremarried surviving spouse, or dependent
25 father or mother, is subject to taxation as herein provided. Such prop-
26 erty shall be assessed in the same manner as other real property in the
27 tax district. At the meeting of the assessors to hear complaints
28 concerning the assessments, a verified application for the exemption of
29 such real property from taxation may be presented to them by or on
30 behalf of the owner thereof, which application must show the facts on
31 which the exemption is claimed, including the amount of moneys so raised
32 and used in or toward the purchase of such property. No exemption on
33 account of any such gift shall be allowed in excess of five thousand
34 dollars; PROVIDED, HOWEVER, IN ANY CITY WITH A POPULATION OF ONE MILLION
35 OR MORE, NO EXEMPTION ON ACCOUNT OF ANY GIFT SHALL BE ALLOWED IN EXCESS
36 OF TWO THOUSAND DOLLARS. The application for exemption shall be
37 presented and action thereon taken in the manner provided by subdivision
38 one of this section. If no application for exemption be granted, the
39 property shall be subject to taxation for all purposes. The provisions
40 herein, relating to the assessment and exemption of property purchased
41 with moneys raised by popular subscription, apply and shall be enforced
42 in each municipal corporation authorized to levy taxes.

43 S 3. Paragraph (a) of subdivision 1 of section 458-a of the real
44 property tax law, as amended by chapter 179 of the laws of 2006, is
45 amended to read as follows:

46 (a) "Period of war" means the Spanish-American war; the Mexican border
47 period; World War I; World War II; the hostilities, known as the Korean
48 war, which commenced June twenty-seventh, nineteen hundred fifty and
49 terminated on January thirty-first, nineteen hundred fifty-five; the
50 hostilities, known as the Vietnam war, which commenced February twenty-
51 eighth, nineteen hundred sixty-one and terminated on May seventh, nine-
52 teen hundred seventy-five; [and] the hostilities, known as the Persian
53 Gulf conflict, which commenced August second, nineteen hundred ninety;
54 IN ANY CITY WITH A POPULATION OF ONE MILLION OR MORE, THE HOSTILITIES,
55 KNOWN AS THE IRAQ WAR, WHICH COMMENCED MARCH, TWO THOUSAND THREE; AND IN
56 ANY CITY WITH A POPULATION OF ONE MILLION OR MORE, THE HOSTILITIES,

1 KNOWN AS THE AFGHANISTAN WAR, WHICH COMMENCED OCTOBER SEVENTH, TWO THOU-
2 SAND ONE.

3 S 4. Subdivision 2 of section 458-a of the real property tax law, as
4 added by chapter 525 of the laws of 1984, paragraph (a) as amended by
5 chapter 899 of the laws of 1985, paragraph (b) as amended by chapter 473
6 of the laws of 2004, paragraph (c) as amended by chapter 100 of the laws
7 of 1988, subparagraph (i) of paragraph (d) as amended by chapter 430 of
8 the laws of 2014 and subparagraph (ii) of paragraph (d) as amended by
9 chapter 518 of the laws of 2013, is amended to read as follows:

10 2. (a) Qualifying residential real property shall be exempt from taxa-
11 tion to the extent of fifteen percent of the assessed value of such
12 property; provided, however, that such exemption shall not exceed twelve
13 thousand dollars or the product of twelve thousand dollars multiplied by
14 the latest state equalization rate for the assessing unit, or in the
15 case of a special assessing unit, the latest class ratio, whichever is
16 less; PROVIDED, HOWEVER, IN ANY CITY WITH A POPULATION OF ONE MILLION OR
17 MORE, QUALIFYING RESIDENTIAL REAL PROPERTY SHALL BE EXEMPT FROM TAXATION
18 TO THE EXTENT OF SIX PERCENT OF THE ASSESSED VALUE OF SUCH PROPERTY;
19 PROVIDED, FURTHER, THAT SUCH EXEMPTION SHALL NOT EXCEED FOUR THOUSAND
20 EIGHT HUNDRED DOLLARS OR THE PRODUCT OF FOUR THOUSAND EIGHT HUNDRED
21 DOLLARS MULTIPLIED BY THE LATEST CLASS RATIO, WHICHEVER IS LESS.

22 (b) In addition to the exemption provided by paragraph (a) of this
23 subdivision, where the veteran served in a combat theatre or combat zone
24 of operations, as documented by the award of a United States campaign
25 ribbon or service medal, or the armed forces expeditionary medal, navy
26 expeditionary medal, marine corps expeditionary medal, or global war on
27 terrorism expeditionary medal, qualifying residential real property also
28 shall be exempt from taxation to the extent of ten percent of the
29 assessed value of such property; provided, however, that such exemption
30 shall not exceed eight thousand dollars or the product of eight thousand
31 dollars multiplied by the latest state equalization rate for the assess-
32 ing unit, or in the case of a special assessing unit, the class ratio,
33 whichever is less; PROVIDED FURTHER, THAT, IN ANY CITY WITH A POPULATION
34 OF ONE MILLION OR MORE, WHERE THE VETERAN SERVED IN A COMBAT THEATRE OR
35 COMBAT ZONE OF OPERATIONS, AS DOCUMENTED BY THE AWARD OF A UNITED STATES
36 CAMPAIGN RIBBON OR SERVICE MEDAL, OR THE ARMED FORCES EXPEDITIONARY
37 MEDAL, NAVY EXPEDITIONARY MEDAL, MARINE CORPS EXPEDITIONARY MEDAL, OR
38 GLOBAL WAR ON TERRORISM EXPEDITIONARY MEDAL, QUALIFYING RESIDENTIAL REAL
39 PROPERTY ALSO SHALL BE EXEMPT FROM TAXATION TO THE EXTENT OF FOUR
40 PERCENT OF THE ASSESSED VALUE OF SUCH PROPERTY; PROVIDED FURTHER, THAT
41 SUCH EXEMPTION SHALL NOT EXCEED THREE THOUSAND TWO HUNDRED DOLLARS OR
42 THE PRODUCT OF THREE THOUSAND TWO HUNDRED DOLLARS MULTIPLIED BY THE
43 CLASS RATIO, WHICHEVER IS LESS.

44 (c) In addition to the exemptions provided by paragraphs (a) and (b)
45 of this subdivision, where the veteran received a compensation rating
46 from the United States veteran's administration or from the United
47 States department of defense because of a service connected disability,
48 qualifying residential real property shall be exempt from taxation to
49 the extent of the product of the assessed value of such property multi-
50 plied by fifty percent of the veteran's disability rating; provided,
51 however, that such exemption shall not exceed forty thousand dollars or
52 the product of forty thousand dollars multiplied by the latest state
53 equalization rate for the assessing unit, or in the case of a special
54 assessing unit, the latest class ratio, whichever is less. For purposes
55 of this paragraph, where a person who served in the active military,
56 naval or air service during a period of war died in service of a service

1 connected disability, such person shall be deemed to have been assigned
2 a compensation rating of one hundred percent; PROVIDED, HOWEVER, IN ANY
3 CITY WITH A POPULATION OF ONE MILLION OR MORE, IN ADDITION TO THE
4 EXEMPTIONS PROVIDED BY PARAGRAPHS (A) AND (B) OF THIS SUBDIVISION, WHERE
5 THE VETERAN RECEIVED A COMPENSATION RATING FROM THE UNITED STATES VETER-
6 AN'S ADMINISTRATION OR FROM THE UNITED STATES DEPARTMENT OF DEFENSE
7 BECAUSE OF A SERVICE CONNECTED DISABILITY, QUALIFYING RESIDENTIAL REAL
8 PROPERTY SHALL BE EXEMPT FROM TAXATION TO THE EXTENT OF THE PRODUCT OF
9 THE ASSESSED VALUE OF SUCH PROPERTY MULTIPLIED BY TWENTY PERCENT OF THE
10 VETERAN'S DISABILITY RATING; PROVIDED FURTHER, THAT SUCH EXEMPTION SHALL
11 NOT EXCEED SIXTEEN THOUSAND DOLLARS OR THE PRODUCT OF SIXTEEN THOUSAND
12 DOLLARS MULTIPLIED BY THE LATEST CLASS RATIO, WHICHEVER IS LESS.

13 (d) Limitations. (i) The exemption from taxation provided by this
14 subdivision shall be applicable to county, city, town, village and
15 school district taxation if the governing body of the school district in
16 which the property is located, after public hearings, adopts a resol-
17 ution providing such exemption, the procedure for such hearing and
18 resolution shall be conducted separately from the procedure for any
19 hearing and local law or resolution conducted pursuant to subparagraph
20 (ii) of this paragraph, paragraph (b) of subdivision four, paragraph (d)
21 of subdivision six and paragraph (b) of subdivision seven of this
22 section; PROVIDED, HOWEVER, THAT IN ANY CITY WITH A POPULATION OF ONE
23 MILLION OR MORE, THE EXEMPTION FROM TAXATION PROVIDED BY THIS SUBDIVI-
24 SION SHALL BE APPLICABLE TO CITY TAXES AND TAXES LEVIED FOR LOCAL SCHOOL
25 PURPOSES.

26 (ii) Each county, city, town, village or school district may adopt a
27 local law to reduce the maximum exemption allowable in paragraphs (a),
28 (b) and (c) of this subdivision to nine thousand dollars, six thousand
29 dollars and thirty thousand dollars, respectively, or six thousand
30 dollars, four thousand dollars and twenty thousand dollars, respective-
31 ly. Each county, city, town, village or school district is also author-
32 ized to adopt a local law to increase the maximum exemption allowable in
33 paragraphs (a), (b) and (c) of this subdivision to fifteen thousand
34 dollars, ten thousand dollars and fifty thousand dollars, respectively;
35 eighteen thousand dollars, twelve thousand dollars and sixty thousand
36 dollars, respectively; twenty-one thousand dollars, fourteen thousand
37 dollars, and seventy thousand dollars, respectively; twenty-four thou-
38 sand dollars, sixteen thousand dollars, and eighty thousand dollars,
39 respectively; twenty-seven thousand dollars, eighteen thousand dollars,
40 and ninety thousand dollars, respectively; thirty thousand dollars,
41 twenty thousand dollars, and one hundred thousand dollars, respectively;
42 thirty-three thousand dollars, twenty-two thousand dollars, and one
43 hundred ten thousand dollars, respectively; thirty-six thousand dollars,
44 twenty-four thousand dollars, and one hundred twenty thousand dollars,
45 respectively. In addition, a county, city, town, village or school
46 district which is a "high-appreciation municipality" as defined in this
47 subparagraph is authorized to adopt a local law to increase the maximum
48 exemption allowable in paragraphs (a), (b) and (c) of this subdivision
49 to thirty-nine thousand dollars, twenty-six thousand dollars, and one
50 hundred thirty thousand dollars, respectively; forty-two thousand
51 dollars, twenty-eight thousand dollars, and one hundred forty thousand
52 dollars, respectively; forty-five thousand dollars, thirty thousand
53 dollars and one hundred fifty thousand dollars, respectively; forty-
54 eight thousand dollars, thirty-two thousand dollars and one hundred
55 sixty thousand dollars, respectively; fifty-one thousand dollars, thir-
56 ty-four thousand dollars and one hundred seventy thousand dollars,

1 respectively; fifty-four thousand dollars, thirty-six thousand dollars
2 and one hundred eighty thousand dollars, respectively; PROVIDED, HOWEV-
3 ER, A HIGH APPRECIATION MUNICIPALITY THAT IS A SPECIAL ASSESSING UNIT
4 THAT IS A CITY WITH A POPULATION OF ONE MILLION OR MORE, IS AUTHORIZED
5 TO ADOPT A LOCAL LAW TO INCREASE THE MAXIMUM EXEMPTION ALLOWABLE IN
6 PARAGRAPHS (A), (B) AND (C) OF THIS SUBDIVISION TO FIFTEEN THOUSAND SIX
7 HUNDRED DOLLARS, TEN THOUSAND FOUR HUNDRED DOLLARS, AND FIFTY-TWO THOU-
8 SAND DOLLARS, RESPECTIVELY; SIXTEEN THOUSAND EIGHT HUNDRED DOLLARS,
9 ELEVEN THOUSAND TWO HUNDRED DOLLARS, AND FIFTY-SIX THOUSAND DOLLARS,
10 RESPECTIVELY; EIGHTEEN THOUSAND DOLLARS, TWELVE THOUSAND DOLLARS, AND
11 SIXTY THOUSAND DOLLARS, RESPECTIVELY; NINETEEN THOUSAND TWO HUNDRED
12 DOLLARS, TWELVE THOUSAND EIGHT HUNDRED DOLLARS, AND SIXTY-FOUR THOUSAND
13 DOLLARS, RESPECTIVELY; TWENTY THOUSAND FOUR HUNDRED DOLLARS, THIRTEEN
14 THOUSAND SIX HUNDRED DOLLARS, AND SIXTY-EIGHT THOUSAND DOLLARS, RESPEC-
15 TIVELY; TWENTY-ONE THOUSAND SIX HUNDRED DOLLARS, FOURTEEN THOUSAND FOUR
16 HUNDRED DOLLARS, AND SEVENTY-TWO THOUSAND DOLLARS, RESPECTIVELY. For
17 purposes of this subparagraph, a "high-appreciation municipality" means:
18 (A) a special assessing unit that is a city, (B) a county for which the
19 commissioner has established a sales price differential factor for
20 purposes of the STAR exemption authorized by section four hundred twen-
21 ty-five of this title in three consecutive years, and (C) a city, town,
22 village or school district which is wholly or partly located within such
23 a county.

24 S 5. An exemption granted pursuant to section 458 or 458-a of the real
25 property tax law that precedes the effective date of this act shall be
26 calculated on subsequent assessment rolls as if the original exemption
27 had been granted pursuant to the provisions of such section, as amended
28 by this act.

29 S 6. This act shall take effect immediately and apply to assessment
30 rolls based upon the taxable status date occurring on or after the fifth
31 day of January next succeeding the date on which it shall have become a
32 law. Except that the amendments to paragraph 2 of subdivision 1 of
33 section 458, made by section one of this act, shall take effect on the
34 same date and in the same manner as chapter 425 of the laws of 2014
35 takes effect.