

# STATE OF NEW YORK

7634

2025-2026 Regular Sessions

## IN ASSEMBLY

April 2, 2025

Introduced by M. of A. McDONALD, WOERNER -- read once and referred to the Committee on Ways and Means

AN ACT to amend the tax law, in relation to hotel and motel taxes in Saratoga county and the city of Saratoga Springs

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

1 Section 1. Section 1202-g of the tax law, as amended by chapter 372 of  
2 the laws of 1987, subdivisions 1-a and 1-b as amended and subdivision  
3 1-c as added by chapter 24 of the laws of 2003, paragraph a of subdivi-  
4 sion 6 as further amended by section 104 of part A of chapter 62 of the  
5 laws of 2011 and subdivision 9 as amended by chapter 262 of the laws of  
6 2015, is amended to read as follows:

7 § [~~1202-g. Tourist home, inn, hotel~~] 1202-g-1. Hotel or motel taxes in  
8 Saratoga county and the city of Saratoga Springs. (1) a. Notwithstanding  
9 any other provisions of law to the contrary, the county of Saratoga is  
10 hereby authorized and empowered to adopt and amend local laws imposing  
11 in such county a tax, in addition to any other tax authorized and  
12 imposed pursuant to this article, such as the legislature has or would  
13 have the power and authority to impose upon persons occupying [~~tourist~~  
14 ~~home, inn,~~] hotel or motel rooms in such county. The rates of such tax  
15 shall [~~be one~~] not exceed three percent of the per diem rental rate for  
16 each room provided, however, such tax shall not be applicable to a  
17 permanent resident of [~~such tourist home, inn,~~] a hotel or motel [~~or to~~  
18 ~~rooms in a tourist home having less than four rentable units~~].

19 b. For the purposes of this section [~~the term~~]:

20 (i) "hotel" or "motel" shall mean and include any facility consisting  
21 of rentable units and providing lodging on an overnight basis and shall  
22 include those facilities designated and commonly known as "bed and  
23 breakfast" and "tourist" facilities; and

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

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1 (ii) "permanent resident" shall mean a person occupying any room or  
2 rooms in a [~~tourist home, inn,~~] hotel or motel for at least ninety  
3 consecutive days.

4 (1-a) Notwithstanding any other provisions of law to the contrary, the  
5 city of Saratoga Springs, in the county of Saratoga, is hereby author-  
6 ized and empowered to adopt and amend local laws imposing in such city a  
7 tax, in addition to any other tax authorized and imposed pursuant to  
8 this article, such as the legislature has or would have the power and  
9 authority to impose upon persons occupying [~~tourist home, inn,~~] hotel or  
10 motel rooms in such city. The rates of such tax shall [~~be~~] not exceed  
11 one percent of the per diem rental rate for each room provided, however,  
12 such tax shall not be applicable to a permanent resident of such [~~tour-~~  
13 ~~ist home, inn,~~] hotel or motel [~~or to rooms in such lodging facilities~~  
14 ~~having less than four rentable units~~].

15 (1-b) Notwithstanding any other provisions of law to the contrary, the  
16 city of Saratoga Springs, in the county of Saratoga, is hereby author-  
17 ized and empowered to adopt and amend local laws imposing in such city a  
18 tax, in addition to any other tax authorized and imposed pursuant to  
19 this article, such as the legislature has or would have the power and  
20 authority to impose upon persons occupying [~~tourist home, inn,~~] hotel or  
21 motel rooms in such city. The rates of such additional tax shall not  
22 exceed two percent of the per diem rental rate for each room provided,  
23 however, such tax shall not be applicable to a permanent resident of  
24 such [~~tourist home, inn,~~] hotel or motel [~~or to rooms in such lodging~~  
25 ~~facilities having less than four rentable units~~].

26 (1-c) Notwithstanding any other provisions of law to the contrary, the  
27 city of Saratoga Springs, in the county of Saratoga, is hereby author-  
28 ized and empowered to adopt and amend local laws imposing in such city a  
29 tax, in addition to any other tax authorized and imposed pursuant to  
30 this article, such as the legislature has or would have the power and  
31 authority to impose upon persons occupying [~~tourist home, inn,~~] hotel or  
32 motel rooms in such city. The rates of such additional tax shall not  
33 exceed two percent of the per diem rental rate for each room provided,  
34 however, such tax shall not be applicable to a permanent resident of  
35 such [~~tourist home, inn,~~] hotel or motel [~~or to rooms in such lodging~~  
36 ~~facilities having less than four rentable units~~].

37 (2) Such taxes may be collected and administered by the county treas-  
38 urer or other fiscal officers of Saratoga county by such means and in  
39 such manner as other taxes which are now collected and administered by  
40 such officers or as otherwise may be provided by such local law.

41 (3) Such local laws may provide that any taxes imposed shall be paid  
42 by the person liable therefor to the owner of the [~~tourist home, inn,~~]  
43 hotel or motel room occupied or to the person entitled to be paid the  
44 rent or charge for the [~~tourist home, inn,~~] hotel or motel room occupied  
45 for and on account of the county of Saratoga and the city of Saratoga  
46 Springs imposing the taxes and that such owner or person entitled to be  
47 paid the rent or charge shall be liable for the collection and payment  
48 of the taxes; and that such owner or person entitled to be paid the rent  
49 or charge shall have the same right in respect to collecting the taxes  
50 from the person occupying the [~~tourist home, inn,~~] hotel or motel room,  
51 or in respect to nonpayment of the taxes by the person occupying the  
52 [~~tourist home, inn,~~] hotel or motel room, as if the taxes were a part of  
53 the rent or charge and payable at the same time as the rent or charge;  
54 provided, however, that the county treasurer or other fiscal officers of  
55 the county and fiscal officer of the city, specified in such local laws,  
56 shall be joined as a party in any action or proceeding brought to

1 collect the taxes by the owner or by the person entitled to be paid the  
2 rent or charge.

3 (4) Such local laws may provide for the filing of returns and the  
4 payment of the taxes on a monthly basis or on the basis of any longer or  
5 shorter period of time.

6 (5) This section shall not authorize the imposition of such taxes upon  
7 any of the following:

8 a. The state of New York, or any public corporation (including a  
9 public corporation created pursuant to agreement or compact with another  
10 state or the dominion of Canada), improvement district or other poli-  
11 tical subdivision of the state;

12 b. The United States of America, insofar as it is immune from taxa-  
13 tion;

14 c. Any corporation or association, or trust, or community chest, fund  
15 or foundation organized and operated exclusively for religious, charita-  
16 ble or educational purposes, or for the prevention of cruelty to chil-  
17 dren or animals, and no part of the net earnings of which inures to the  
18 benefit of any private shareholder or individual and no substantial part  
19 of the activities of which is carrying on propaganda, or otherwise  
20 attempting to influence legislation; provided, however, that nothing in  
21 this paragraph shall include an organization operated for the primary  
22 purpose of carrying on a trade or business for profit, whether or not  
23 all of its profits are payable to one or more organizations described in  
24 this paragraph.

25 (6) Any final determination of the amount of any taxes payable here-  
26 under shall be reviewable for error, illegality or unconstitutionality  
27 or any other reason whatsoever by a proceeding under article seventy-  
28 eight of the civil practice law and rules if application therefor is  
29 made to the supreme court within thirty days after the giving of the  
30 notice of such final determination, provided, however, that any such  
31 proceeding under article seventy-eight of the civil practice law and  
32 rules shall not be instituted unless:

33 a. The amount of any taxes sought to be reviewed, with such interest  
34 and penalties thereon as may be provided for by local laws or regu-  
35 lations shall be first deposited and there is filed an undertaking,  
36 issued by a surety company authorized to transmit business in this state  
37 and approved by the superintendent of financial services of this state  
38 as to solvency and responsibility, in such amount as a justice of the  
39 supreme court shall approve to the effect that if such proceeding be  
40 dismissed or the taxes confirmed the petitioner will pay all costs and  
41 charges which may accrue in the prosecution of such proceeding, or[+]

42 b. At the option of the petitioner such undertaking may be in a sum  
43 sufficient to cover the taxes, interests and penalties stated in such  
44 determination plus the costs and charges which may accrue against it in  
45 the prosecution of the proceeding, in which event the petitioner shall  
46 not be required to pay such taxes, interest or penalties as a condition  
47 precedent to the application.

48 (7) Where any taxes imposed hereunder shall have been erroneously,  
49 illegally or unconstitutionally collected and application for the refund  
50 thereof duly made to the proper fiscal officer or officers, and such  
51 officer or officers shall have made a determination denying such refund,  
52 such determination shall be reviewable by a proceeding under article  
53 seventy-eight of the civil practice law and rules, provided, however,  
54 that such proceeding is instituted within thirty days after the giving  
55 of the notice of such denial, that a final determination of taxes due  
56 was not previously made, and that an undertaking is filed with the prop-

1 er fiscal officer or officers in such amount and with such sureties as a  
2 justice of the supreme court shall approve to the effect that if such  
3 proceeding be dismissed or the taxes confirmed, the petitioner will pay  
4 all costs and charges which may accrue in the prosecution of such  
5 proceeding.

6 (8) Except in the case of a [~~wilfully~~] **willfully** false or fraudulent  
7 return with intent to evade the taxes, no assessment of additional taxes  
8 shall be made after the expiration of more than three years from the  
9 date of the filing of a return, provided, however, that where no return  
10 has been filed as provided by law the taxes may be assessed at any time.

11 (9) Revenues resulting from the imposition of tax authorized by this  
12 section shall be paid into the treasury of the county of Saratoga and  
13 shall be credited to and deposited in the general fund of the county;  
14 the net collections therefrom shall thereafter be allocated by the board  
15 of supervisors of Saratoga county [~~fifty percent~~] for the promotion of  
16 tourism and [~~conventions and fifty percent to the Saratoga County Pros-~~  
17 ~~perity Partnership, Inc. for the promotion of tourism and~~] other econom-  
18 ic development-related purposes provided, however, that the net  
19 collections pursuant to subdivision one-a of this section shall be paid  
20 to the general fund of the city of Saratoga Springs, the net collections  
21 pursuant to subdivision one-b of this section shall be paid to the city  
22 of Saratoga Springs convention and tourism bureau for use in marketing  
23 the city of Saratoga Springs as a destination for conventions and group  
24 tours and the net collections pursuant to subdivision one-c of this  
25 section shall be placed in an interest bearing capital reserve account  
26 to fund the expansion and renovation of the City Center until such time  
27 as the expansion and renovation has been completed, and thereafter shall  
28 be placed in a special account which may be drawn upon to offset any  
29 operating deficit maintained by the City Center. [~~A committee of nine~~  
30 ~~persons to advise the board on expenditures made by the county for the~~  
31 ~~promotion of tourism and conventions shall be appointed by such board of~~  
32 ~~supervisors, four of whom shall be members of such body who shall~~  
33 ~~include the chair of the board of supervisors, the chair of the board's~~  
34 ~~economic development committee, the chair of the board's law and finance~~  
35 ~~committee, and one member of the board of supervisors who also serves as~~  
36 ~~a director of the Saratoga County Prosperity Partnership, Inc. and five~~  
37 ~~additional members who shall include a representative from the Saratoga~~  
38 ~~county chamber of commerce, a representative from the chamber of south-~~  
39 ~~ern Saratoga county, a representative from the Saratoga convention and~~  
40 ~~tourism bureau, a representative from the Saratoga Springs city center~~  
41 ~~authority and the Saratoga county treasurer.]~~

42 (10) [~~Such local laws as may be enacted pursuant to this section shall~~  
43 ~~remain in full force and effect only so long as the board of supervisors~~  
44 ~~of Saratoga county shall continue to expend for industrial and tourist~~  
45 ~~promotion at least fifty thousand dollars per annum of funds other than~~  
46 ~~those revenues collected pursuant to this section and the local laws~~  
47 ~~passed hereunder.~~

48 ~~(11)~~] If any provision of this section or the application thereof to  
49 any person or circumstance shall be held invalid, the remainder of this  
50 section and the application of such provision to other persons or  
51 circumstances shall not be affected thereby.

52 § 2. This act shall take effect immediately.