

5522

2011-2012 Regular Sessions

I N A S S E M B L Y

February 23, 2011

Introduced by M. of A. ENGLEBRIGHT, BOYLAND, COOK, JAFFEE, COLTON, REILLY, MAISEL, CASTRO, GUNTHER, PHEFFER, McENENY -- Multi-Sponsored by -- M. of A. BOYLE, CASTELLI, GLICK, MAYERSOHN, SCHIMEL, TITONE -- read once and referred to the Committee on Ways and Means

AN ACT to amend the tax law, in relation to exempting the sale and installation of commercial solar energy systems equipment from state sales and compensating use taxes and granting municipalities the option to grant such exemption

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

1 Section 1. Section 1115 of the tax law is amended by adding a new
2 subdivision (gg) to read as follows:
3 (GG) RECEIPTS FROM THE RETAIL SALE OF COMMERCIAL SOLAR ENERGY SYSTEMS
4 EQUIPMENT AND OF THE SERVICE OF INSTALLING SUCH SYSTEMS, PROVIDED BY A
5 RETAILER THAT HAS CERTIFIED TO THE DEPARTMENT THAT SUCH SYSTEMS ARE
6 INSTALLED BY WORKERS WHO ARE RESIDENTS OF THIS STATE, SHALL BE EXEMPT
7 FROM TAXES IMPOSED BY SECTIONS ELEVEN HUNDRED FIVE AND ELEVEN HUNDRED
8 ELEVEN OF THIS ARTICLE. FOR THE PURPOSES OF THIS SUBDIVISION, "COMMER-
9 CIAL SOLAR ENERGY SYSTEMS EQUIPMENT" SHALL MEAN AN ARRANGEMENT OR COMBI-
10 NATION OF COMPONENTS INSTALLED UPON NON-RESIDENTIAL PREMISES THAT
11 UTILIZE SOLAR RADIATION TO PRODUCE ENERGY DESIGNED TO PROVIDE HEATING,
12 COOLING, HOT WATER AND/OR ELECTRICITY. SUCH ARRANGEMENT OR COMPONENTS
13 SHALL NOT INCLUDE EQUIPMENT THAT IS PART OF A NON-SOLAR ENERGY SYSTEM.
14 S 2. Paragraph 1 of subdivision (a) of section 1210 of the tax law, as
15 amended by section 3 of part GG of chapter 57 of the laws of 2010, is
16 amended to read as follows:
17 (1) Either, all of the taxes described in article twenty-eight of this
18 chapter, at the same uniform rate, as to which taxes all provisions of
19 the local laws, ordinances or resolutions imposing such taxes shall be
20 identical, except as to rate and except as otherwise provided, with the
21 corresponding provisions in such article twenty-eight, including the

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

LBD08775-01-1

1 definition and exemption provisions of such article, so far as the
2 provisions of such article twenty-eight can be made applicable to the
3 taxes imposed by such city or county and with such limitations and
4 special provisions as are set forth in this article. The taxes author-
5 ized under this subdivision may not be imposed by a city or county
6 unless the local law, ordinance or resolution imposes such taxes so as
7 to include all portions and all types of receipts, charges or rents,
8 subject to state tax under sections eleven hundred five and eleven
9 hundred ten of this chapter, except as otherwise provided. (i) Any local
10 law, ordinance or resolution enacted by any city of less than one
11 million or by any county or school district, imposing the taxes author-
12 ized by this subdivision, shall, notwithstanding any provision of law to
13 the contrary, exclude from the operation of such local taxes all sales
14 of tangible personal property for use or consumption directly and
15 predominantly in the production of tangible personal property, gas,
16 electricity, refrigeration or steam, for sale, by manufacturing, proc-
17 essing, generating, assembly, refining, mining or extracting; and all
18 sales of tangible personal property for use or consumption predominantly
19 either in the production of tangible personal property, for sale, by
20 farming or in a commercial horse boarding operation, or in both; and,
21 unless such city, county or school district elects otherwise, shall omit
22 the provision for credit or refund contained in clause six of subdivi-
23 sion (a) or subdivision (d) of section eleven hundred nineteen of this
24 chapter. (ii) Any local law, ordinance or resolution enacted by any
25 city, county or school district, imposing the taxes authorized by this
26 subdivision, shall omit the residential solar energy systems equipment
27 exemption provided for in subdivision (ee), THE COMMERCIAL SOLAR ENERGY
28 SYSTEMS EQUIPMENT EXEMPTION PROVIDED FOR IN SUBDIVISION (GG) OF SUCH
29 SECTION and the clothing and footwear exemption provided for in para-
30 graph thirty of subdivision (a) of section eleven hundred fifteen of
31 this chapter, unless such city, county or school district elects other-
32 wise as to either such residential solar energy systems equipment
33 exemption, SUCH COMMERCIAL SOLAR ENERGY SYSTEMS EQUIPMENT EXEMPTION or
34 such clothing and footwear exemption.

35 S 3. Section 1210 of the tax law is amended by adding a new subdivi-
36 sion (p) to read as follows:

37 (P) NOTWITHSTANDING ANY OTHER PROVISION OF STATE OR LOCAL LAW, ORDI-
38 NANCE OR RESOLUTION TO THE CONTRARY:

39 (1) ANY CITY HAVING A POPULATION OF ONE MILLION OR MORE IN WHICH THE
40 TAXES IMPOSED BY SECTION ELEVEN HUNDRED SEVEN OF THIS CHAPTER ARE IN
41 EFFECT, ACTING THROUGH ITS LOCAL LEGISLATIVE BODY, IS HEREBY AUTHORIZED
42 AND EMPOWERED TO ELECT TO PROVIDE THE SAME EXEMPTIONS FROM SUCH TAXES AS
43 THE COMMERCIAL SOLAR ENERGY SYSTEMS EQUIPMENT EXEMPTION FROM STATE SALES
44 AND COMPENSATING USE TAXES DESCRIBED IN SUBDIVISION (GG) OF SECTION
45 ELEVEN HUNDRED FIFTEEN OF THIS CHAPTER BY ENACTING A RESOLUTION IN THE
46 FORM SET FORTH IN PARAGRAPH TWO OF THIS SUBDIVISION; WHEREUPON, UPON
47 COMPLIANCE WITH THE PROVISIONS OF SUBDIVISIONS (D) AND (E) OF THIS
48 SECTION, SUCH ENACTMENT OF SUCH RESOLUTION SHALL BE DEEMED TO BE AN
49 AMENDMENT TO SUCH SECTION ELEVEN HUNDRED SEVEN AND SUCH SECTION ELEVEN
50 HUNDRED SEVEN SHALL BE DEEMED TO INCORPORATE SUCH EXEMPTIONS AS IF THEY
51 HAD BEEN DULY ENACTED BY THE STATE LEGISLATURE AND APPROVED BY THE
52 GOVERNOR.

53 (2) FORM OF RESOLUTION: BE IT ENACTED BY THE (INSERT PROPER TITLE OF
54 LOCAL LEGISLATIVE BODY) AS FOLLOWS:

55 SECTION ONE. RECEIPTS FROM SALES OF AND CONSIDERATION GIVEN OR
56 CONTRACTED TO BE GIVEN FOR, OR FOR THE USE OF, PROPERTY AND SERVICES

1 EXEMPT FROM STATE SALES AND COMPENSATING USE TAXES PURSUANT TO SUBDIVI-
2 SION (GG) OF SECTION 1115 OF THE TAX LAW SHALL ALSO BE EXEMPT FROM SALES
3 AND COMPENSATING USE TAXES IMPOSED IN THIS JURISDICTION.
4 SECTION TWO. THIS RESOLUTION SHALL TAKE EFFECT JANUARY 1, (INSERT THE
5 YEAR, BUT NOT EARLIER THAN THE YEAR 2012) AND SHALL APPLY TO SALES MADE,
6 SERVICES RENDERED AND USES OCCURRING ON AND AFTER THAT DATE IN ACCORD-
7 ANCE WITH THE APPLICABLE TRANSITIONAL PROVISIONS IN SECTIONS 1106, 1216
8 AND 1217 OF THE NEW YORK TAX LAW.
9 S 4. This act shall take effect immediately, provided that section one
10 of this act shall take effect on the first of January next succeeding
11 the date on which this act shall have become a law.