

6262

2013-2014 Regular Sessions

I N   A S S E M B L Y

March 25, 2013

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

AN ACT to amend the tax law, in relation to providing a personal income  
tax credit for the purchase of a new home

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

1     Section 1. Section 606 of the tax law is amended by adding a new  
2     subsection (vv) to read as follows:  
3     (VV) REAL PROPERTY PURCHASE CREDIT. (1) A TAXPAYER SHALL BE ALLOWED A  
4     CREDIT AS PROVIDED IN THIS SUBSECTION AGAINST THE TAX IMPOSED BY THIS  
5     ARTICLE FOR THE PURCHASE OF ELIGIBLE REAL PROPERTY. THE AMOUNT OF THE  
6     CREDIT SHALL BE FIVE THOUSAND DOLLARS. ANY AMOUNT OF THE TAX CREDIT NOT  
7     USED IN THE TAXABLE YEAR IN WHICH THE RESIDENCE WAS PURCHASED MAY BE  
8     CARRIED FORWARD FOR THREE YEARS UNTIL THE FULL AMOUNT OF THE CREDIT HAS  
9     BEEN ALLOWED AND ANY AMOUNT NOT USED SHALL LAPSE.  
10    (2) IF BEFORE THE END OF A ONE YEAR PERIOD BEGINNING ON THE DATE OF  
11    PURCHASE OF SUCH ELIGIBLE REAL PROPERTY BY THE TAXPAYER:  
12    (I) THE TAXPAYER DISPOSES OF SUCH TAXPAYER'S INTEREST IN SUCH ELIGIBLE  
13    REAL PROPERTY, OR  
14    (II) SUCH ELIGIBLE REAL PROPERTY CEASES TO BE USED AS THE PRINCIPAL  
15    RESIDENCE OF THE TAXPAYER,  
16    THE TAXPAYER'S TAX IMPOSED BY THIS ARTICLE FOR THE TAXABLE YEAR IN WHICH  
17    SUCH DISPOSITION OR CESSATION OCCURS SHALL BE INCREASED BY THE RECAPTURE  
18    PERCENTAGE OF THE CREDIT AS DETERMINED BY REGULATION ADOPTED BY THE  
19    COMMISSIONER, FOR ALL PRIOR TAXABLE YEARS WITH RESPECT TO SUCH CREDIT.  
20    (3) IN THE CASE OF A HUSBAND AND WIFE WHO FILE A JOINT FEDERAL RETURN,  
21    BUT WHO ARE REQUIRED TO DETERMINE THEIR STATE TAXES SEPARATELY, THE  
22    CREDIT ALLOWED PURSUANT TO THIS SUBSECTION MAY BE APPLIED AGAINST THE  
23    TAX IMPOSED OF EITHER OR DIVIDED BETWEEN THEM AS THEY MAY ELECT.  
24    (4) FOR THE PURPOSES OF THIS SUBSECTION, THE TERM "ELIGIBLE REAL PROP-  
25    ERTY" SHALL MEAN A NEWLY CONSTRUCTED ONE OR TWO FAMILY RESIDENCE IN THIS

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

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1 STATE, WHICH HAS NOT BEEN PREVIOUSLY OCCUPIED, PURCHASED FOR ONE MILLION  
2 DOLLARS OR LESS AND THAT IS THE PRIMARY RESIDENCE OF THE TAXPAYER. TO  
3 QUALIFY AS ELIGIBLE REAL PROPERTY, THE TAXPAYER MUST RESIDE IN THE PROP-  
4 ERTY AS A PRINCIPAL RESIDENCE FOR AT LEAST ONE YEAR AFTER THE PURCHASE  
5 OF SUCH ELIGIBLE REAL PROPERTY.

6 S 2. This act shall take effect on the thirtieth day after it shall  
7 have become a law and shall apply to eligible real property purchased  
8 pursuant to contracts of sale executed after the effective date of this  
9 act.