

4774

2013-2014 Regular Sessions

I N S E N A T E

April 23, 2013

Introduced by Sen. MAZIARZ -- read twice and ordered printed, and when printed to be committed to the Committee on Investigations and Government Operations

AN ACT to amend the tax law, in relation to creating a local food and products sourcing tax credit

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

1 Section 1. Section 210 of the tax law is amended by adding a new
2 subdivision 47 to read as follows:
3 47. LOCAL FOOD AND PRODUCTS SOURCING TAX CREDIT. 1. BUSINESSES SUBJECT
4 TO TAX LIABILITY UNDER ARTICLE NINE OR NINE-A OF THIS CHAPTER MAY CLAIM
5 THE LOCAL FOODS AND PRODUCTS SOURCING TAX CREDIT AGAINST ANY SUCH
6 LIABILITY AT THE CLOSE OF THE TAX YEAR PROVIDED, HOWEVER, THAT THE
7 UNUSED PORTION OF ANY TAX CREDIT CLAIMED SHALL NOT BE CARRIED FORWARD
8 AND APPLIED IN ANOTHER TAX YEAR.
9 2. FOR THE PURPOSES OF THIS SECTION THE FOLLOWING TERMS SHALL HAVE THE
10 FOLLOWING MEANINGS:
11 (A) "LOCAL PRODUCTS", ARE ANY PRODUCTS GROWN, RAISED, PRODUCED, OR
12 MANUFACTURED BY A PRODUCER WITHIN THE STATE OF NEW YORK, FROM SEED OR
13 CONCEPTION THROUGH FINAL PRODUCT;
14 (B) "PRODUCER", IS AN INDIVIDUAL (WHETHER ACTING INDIVIDUALLY OR
15 THROUGH A COOPERATIVE, CORPORATION, PARTNERSHIP, BUSINESS ASSOCIATION,
16 OR EDUCATIONAL INSTITUTION) WHO IS A FARMER, STUDENT FARMER, OR MANUFAC-
17 Turer OF FOODS OR GOODS IN NEW YORK STATE, IT SHALL NOT HOWEVER INCLUDE
18 A WHOLESALER OR DISTRIBUTOR;
19 (C) "NET SALES", ARE THE TOTAL SALES OF THE BUSINESS SUBJECT TO TAX.
20 3. THE AMOUNT OF THE CREDIT SHALL BE PROSCRIBED ACCORDING TO THE
21 FOLLOWING SCHEDULE:
22 (A) TWENTY PERCENT OF NET SALES ARE ATTRIBUTED TO LOCAL PRODUCTS THE
23 CREDIT SHALL BE ONE THOUSAND FIVE HUNDRED DOLLARS.

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

LBD00192-03-3

1 (B) FORTY PERCENT OF NET SALES ARE ATTRIBUTED TO LOCAL PRODUCTS THE
2 CREDIT SHALL BE THREE THOUSAND DOLLARS.
3 (C) SIXTY PERCENT OF NET SALES ARE ATTRIBUTED TO LOCAL PRODUCTS THE
4 CREDIT SHALL BE SIX THOUSAND DOLLARS.
5 (D) EIGHTY PERCENT OF NET SALES ARE ATTRIBUTED TO LOCAL PRODUCTS THE
6 CREDIT SHALL BE TWELVE THOUSAND DOLLARS.
7 (E) ONE HUNDRED PERCENT OF NET SALES ARE ATTRIBUTED TO LOCAL PRODUCTS
8 THE CREDIT SHALL BE TWENTY-FIVE THOUSAND DOLLARS.
9 4.(A) BUSINESSES CLAIMING THE LOCAL FOOD AND PRODUCTS SOURCING TAX
10 CREDIT SHALL SUBMIT A COMPUTER-GENERATED REPORT WITH TAX RETURNS THAT
11 CLAIM A TAX CREDIT.
12 (B) SUCH REPORT SHALL INCLUDE THE NAME OF THE PRODUCER AND THE PHYS-
13 ICAL PLACE OF THE BUSINESS WHERE THE PRODUCTS ARE PRODUCED.
14 (C) THE AMOUNT PAID BY GROCER OR BUSINESS TO THE PRODUCER AND THE
15 AMOUNT OF UNITS PURCHASED.
16 S 2. This act shall take effect immediately.