

S. 7623

A. 9719

S E N A T E - A S S E M B L Y

May 19, 2014

IN SENATE -- Introduced by Sen. BRESLIN -- read twice and ordered printed, and when printed to be committed to the Committee on Local Government

IN ASSEMBLY -- Introduced by M. of A. FAHY -- read once and referred to the Committee on Real Property Taxation

AN ACT to amend the real property tax law, in relation to conservation agreement exemptions in certain towns

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

1 Section 1. The real property tax law is amended by adding a new
2 section 491-b to read as follows:
3 S 491-B. CONSERVATION EASEMENT AGREEMENT EXEMPTION; CERTAIN TOWNS. 1.
4 APPLICABILITY. IN A TOWN HAVING A POPULATION OF NOT LESS THAN THIRTY-TWO
5 THOUSAND AND NOT MORE THAN THIRTY-FIVE THOUSAND, THAT IS LOCATED IN A
6 COUNTY HAVING A POPULATION OF NOT LESS THAN THREE HUNDRED THOUSAND AND
7 NOT MORE THAN THREE HUNDRED SEVEN THOUSAND, BASED UPON AND RECORDED BY
8 THE TWO THOUSAND TEN DECENNIAL FEDERAL CENSUS, IS HEREBY AUTHORIZED TO
9 ADOPT A LOCAL LAW TO PROVIDE THAT, REAL PROPERTY WHOSE INTERESTS OR
10 RIGHTS HAVE BEEN ACQUIRED FOR THE PURPOSE OF THE PRESERVATION OF AN OPEN
11 SPACE OR AN OPEN AREA, AS AUTHORIZED IN SECTION TWO HUNDRED FORTY-SEVEN
12 OF THE GENERAL MUNICIPAL LAW, MAY BE PARTIALLY EXEMPT FROM LOCAL REAL
13 PROPERTY TAXATION, PROVIDED THAT THE OWNER OR OWNERS OF SUCH REAL PROP-
14 ERTY ENTER INTO A CONSERVATION EASEMENT AGREEMENT WITH THE MUNICIPALITY
15 IN ACCORDANCE WITH THE PROCEDURES SPECIFIED IN SUBDIVISION THREE OF THIS
16 SECTION. A COUNTY HAVING A POPULATION OF NOT LESS THAN THREE HUNDRED
17 THOUSAND AND NOT MORE THAN THREE HUNDRED SEVEN THOUSAND BASED UPON AND
18 RECORDED IN THE TWO THOUSAND TEN DECENNIAL FEDERAL CENSUS MAY, BY LOCAL
19 LAW, AND ANY SCHOOL DISTRICT, ALL OR PART OF WHICH IS LOCATED IN A TOWN
20 HAVING A POPULATION OF NOT LESS THAN THIRTY-TWO THOUSAND AND NOT MORE
21 THAN THIRTY-FIVE THOUSAND THAT IS LOCATED IN A COUNTY HAVING A POPU-
22 LATION OF NOT LESS THAN THREE HUNDRED THOUSAND AND NOT MORE THAN THREE
23 HUNDRED SEVEN THOUSAND BASED UPON AND RECORDED BY THE TWO THOUSAND TEN
24 DECENNIAL FEDERAL CENSUS, MAY, BY RESOLUTION, EXEMPT SUCH PROPERTY FROM

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

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1 ITS TAXATION IN THE SAME MANNER AND TO THE SAME EXTENT AS SUCH TOWN HAS
2 DONE.

3 2. DEFINITIONS. FOR THE PURPOSE OF THIS SECTION, THE FOLLOWING TERMS
4 SHALL HAVE THE FOLLOWING MEANINGS: "OPEN SPACE" OR "OPEN AREA" MEANS ANY
5 SPACE OR AREA CHARACTERIZED BY NATURAL SCENIC BEAUTY OR WHOSE EXISTING
6 OPENNESS, NATURAL CONDITION OR PRESENT STATE OF USE, IF RETAINED, WOULD
7 ENHANCE THE PRESENT OR POTENTIAL VALUE OF ABUTTING OR SURROUNDING URBAN
8 DEVELOPMENT OR WOULD MAINTAIN OR ENHANCE THE CONSERVATION OF NATURAL OR
9 SCENIC RESOURCES. FOR THE PURPOSES OF THIS DEFINITION, "NATURAL OR
10 SCENIC RESOURCES" SHALL INCLUDE, BUT NOT BE LIMITED TO, AGRICULTURAL
11 LANDS DEFINED AS OPEN LANDS ACTUALLY USED IN BONA FIDE AGRICULTURAL
12 PRODUCTION.

13 3. PROCEDURES FOR OBTAINING A CONSERVATION EASEMENT AGREEMENT. (A) ANY
14 OWNER OR OWNERS OF LAND MAY SUBMIT A PROPOSAL TO THE TOWN BOARD OF A
15 TOWN HAVING A POPULATION OF NOT LESS THAN THIRTY-TWO THOUSAND AND NOT
16 MORE THAN THIRTY-FIVE THOUSAND THAT IS LOCATED IN A COUNTY HAVING A
17 POPULATION OF NOT LESS THAN THREE HUNDRED THOUSAND AND NOT MORE THAN
18 THREE HUNDRED SEVEN THOUSAND, BASED UPON AND RECORDED BY THE TWO THOU-
19 SAND TEN DECENNIAL FEDERAL CENSUS, FOR THE GRANTING OF INTEREST OR
20 RIGHTS IN REAL PROPERTY FOR THE PRESERVATION OF OPEN SPACE OR AREAS.
21 SUCH PROPOSAL SHALL BE SUBMITTED IN SUCH A MANNER AND FORM AS MAY BE
22 PRESCRIBED BY THE CONSERVATION BOARD OF SUCH TOWN.

23 (B) UPON RECEIPT OF SUCH PROPOSAL, THE TOWN BOARD SHALL CONVEY THE
24 PROPOSAL TO THE CONSERVATION BOARD OF SUCH TOWN. SUCH CONSERVATION BOARD
25 SHALL INVESTIGATE THE AREA TO DETERMINE IF THE PROPOSAL WOULD BE OF
26 BENEFIT TO THE PEOPLE OF THE TOWN AND MAY NEGOTIATE THE TERMS AND CONDI-
27 TIONS OF THE OFFER. IF THE CONSERVATION BOARD DETERMINES THAT IT IS IN
28 THE PUBLIC INTEREST TO ACCEPT SUCH PROPOSAL, IT SHALL RECOMMEND TO THE
29 TOWN BOARD THAT IT HOLD A PUBLIC HEARING FOR THE PURPOSE OF DETERMINING
30 WHETHER OR NOT THE TOWN SHOULD ACCEPT SUCH PROPOSAL.

31 (C) THE TOWN BOARD SHALL, WITHIN THIRTY DAYS OF RECEIPT OF SUCH ADVI-
32 SORY OPINION, HOLD A PUBLIC HEARING CONCERNING SUCH PROPOSAL AT A PLACE
33 WITHIN THE TOWN. AT LEAST TEN DAYS NOTICE OF THE TIME AND PLACE OF SUCH
34 HEARING SHALL BE PUBLISHED IN A PAPER OF GENERAL CIRCULATION IN SUCH
35 TOWN, AND A WRITTEN NOTICE OF SUCH PROPOSAL SHALL BE GIVEN TO ALL ADJA-
36 CENT PROPERTY OWNERS AND TO ANY MUNICIPALITY WHOSE BOUNDARIES ARE WITHIN
37 FIVE HUNDRED FEET OF THE BOUNDARIES OF SAID PROPOSED AREA, AND TO THE
38 SCHOOL DISTRICT IN WHICH IT IS LOCATED.

39 (D) THE TOWN BOARD, AFTER RECEIVING THE REPORTS OF THE CONSERVATION
40 BOARD OF A TOWN HAVING A POPULATION OF NOT LESS THAN THIRTY-TWO THOUSAND
41 AND NOT MORE THAN THIRTY-FIVE THOUSAND THAT IS LOCATED IN A COUNTY
42 HAVING A POPULATION OF NOT LESS THAN THREE HUNDRED THOUSAND AND NOT MORE
43 THAN THREE HUNDRED SEVEN THOUSAND, BASED UPON AND RECORDED BY THE TWO
44 THOUSAND TEN DECENNIAL FEDERAL CENSUS, AND AFTER SUCH PUBLIC HEARING,
45 MAY ADOPT THE PROPOSAL OR ANY MODIFICATION THEREOF IT DEEMS APPROPRIATE
46 OR MAY REJECT IT IN ITS ENTIRETY.

47 (E) IF SUCH PROPOSAL IS ADOPTED BY THE TOWN BOARD, IT SHALL BE
48 EXECUTED BY THE OWNER OR OWNERS IN WRITTEN FORM AND IN A FORM SUITABLE
49 FOR RECORDING IN THE COUNTY CLERK'S OFFICE.

50 (F) SUCH AGREEMENT MAY NOT BE CANCELED BY EITHER PARTY. HOWEVER, THE
51 OWNER OR OWNERS THEREOF MAY PETITION THE TOWN BOARD FOR CANCELLATION
52 UPON GOOD CAUSE SHOWN, AND SUCH CANCELLATION MAY BE GRANTED ONLY UPON
53 PAYMENT OF THE PENALTIES PROVIDED IN THIS SECTION.

54 4. COMPUTATION. (A) AN EXEMPTION GRANTED PURSUANT TO THIS SECTION
55 SHALL COMMENCE AS OF THE EFFECTIVE DATE OF THE CONSERVATION EASEMENT

1 AGREEMENT, AND SHALL TERMINATE UPON THE EXPIRATION OR TERMINATION OF
2 SUCH CONSERVATION EASEMENT AGREEMENT.

3 (B) THE FOLLOWING TABLE SHALL ILLUSTRATE THE COMPUTATION OF THE
4 EXEMPTION:

5 COMMITMENT	6 PERCENTAGE OF EXEMPTION
7 15 TO 29 YEARS	8 50%
9 30 TO 49 YEARS	10 75%
11 50 TO 75 YEARS	12 85%
13 PERPETUAL	14 90%

15 SUCH EXEMPTION SHALL BE GRANTED ONLY UPON APPLICATION BY THE OWNER OR
16 OWNERS OF SUCH REAL PROPERTY ON A FORM PRESCRIBED BY THE COMMISSIONER.
17 SUCH APPLICATION SHALL BE FILED WITH THE ASSESSOR OF THE TOWN ON OR
18 BEFORE THE TAXABLE STATUS DATE OF SUCH TOWN.

19 (C) IF SATISFIED THAT THE APPLICANT IS ENTITLED TO AN EXEMPTION PURSU-
20 ANT TO THIS SECTION, THE ASSESSOR SHALL APPROVE THE APPLICATION AND SUCH
21 REAL PROPERTY SHALL THEREAFTER BE EXEMPT FROM TAXATION AND SPECIAL AD
22 VALOREM LEVIES AS PROVIDED IN THIS SECTION COMMENCING WITH THE ASSESS-
23 MENT ROLL PREPARED ON THE BASIS OF THE TAXABLE STATUS DATE. THE
24 ASSESSED VALUE OF ANY EXEMPTION GRANTED PURSUANT TO THIS SECTION SHALL
25 BE ENTERED BY THE ASSESSOR ON THE ASSESSMENT ROLL WITH THE TAXABLE PROP-
26 erty, WITH THE AMOUNT OF THE EXEMPTION SHOWN IN A SEPARATE COLUMN.

27 (D) WHENEVER A CONSERVATION EASEMENT ENCUMBERS ONLY A PORTION OF A
28 PARCEL, THE ASSESSOR SHALL HENCEFORTH ENTER THAT PORTION OF THE PARCEL
29 ENCUMBERED BY SUCH EASEMENT AS A SEPARATE PARCEL ON ALL SUBSEQUENT
30 ASSESSMENT ROLLS.

31 5. PENALTIES FOR OFFENSES. IF THERE IS A VIOLATION OF THE TERMS AND
32 CONDITIONS OF THE CONSERVATION EASEMENT AGREEMENT OR IF SUCH CONSERVA-
33 TION EASEMENT AGREEMENT IS CANCELED BY THE TOWN BOARD UPON PETITION,
34 THEN THE OWNER OR OWNERS OF SUCH PROPERTY MUST PAY TO THE TOWN THE
35 FOLLOWING AMOUNTS:

36 (A) ALL TAXES ABATED PURSUANT TO THE CONSERVATION EASEMENT AGREEMENT,
37 AS LIMITED BY THE REMAINDER OF THIS SECTION, INCLUDING, IF APPLICABLE,
38 THOSE TAXES IMPOSED BY THE COUNTY, TOWN, SCHOOL DISTRICTS AND ALL
39 SPECIAL IMPROVEMENT DISTRICTS AND OTHER TAXING UNITS TO WHICH THE PROP-
40 erty IS SUBJECT. REPAYMENT OF THE AFOREMENTIONED ABATED TAXES SHALL BE
41 EQUAL TO FIVE TIMES THE TAXES SAVED IN THE LAST YEAR IN WHICH THE LAND
42 BENEFITED FROM A CONSERVATION EASEMENT AGREEMENT EXEMPTION, PLUS INTER-
43 EST OF SIX PERCENT PER YEAR COMPOUNDED ANNUALLY FOR EACH YEAR IN WHICH
44 AN EXEMPTION WAS GRANTED, NOT EXCEEDING FIVE YEARS.

45 (B) PAYMENTS SHALL BE ADDED BY OR ON BEHALF OF EACH TAXING JURISDIC-
TION TO THE TAXES LEVIED ON THE ASSESSMENT ROLL PREPARED ON THE BASIS OF
THE FIRST TAXABLE STATUS DATE AFTER THERE IS A VIOLATION OF THE TERMS
AND CONDITIONS OF THE CONSERVATION EASEMENT OR SUCH CONSERVATION EASE-
MENT AGREEMENT IS CANCELED.

S 2. This act shall take effect immediately.