

# STATE OF NEW YORK

3309

2017-2018 Regular Sessions

## IN ASSEMBLY

January 27, 2017

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

AN ACT to amend the tax law, in relation to making technical corrections to the conservation easement tax credit

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

1 Section 1. Paragraph 1 of subsection (kk) of section 606 of the tax  
2 law, as added by section 1 of part F of chapter 62 of the laws of 2006,  
3 is amended to read as follows:

4 (1) Credit allowed. In the case of a taxpayer who owns land that is  
5 subject to a conservation easement held by a public or private conserva-  
6 tion agency, there shall be allowed a credit for twenty-five percent of  
7 the [~~allowable school district, county and town~~] real property taxes  
8 paid on [~~such~~] the land, or portion of the land, subject to the  
9 easement. In no event shall the credit allowed under this subsection in  
10 combination with any other credit for [~~such school district, county and~~  
11 ~~town~~] real property taxes under this section exceed such taxes.

12 § 2. Subdivision 22 of section 210-B of the tax law, as added by  
13 section 17 of part A of chapter 59 of the laws of 2014, is renumbered  
14 subdivision 49 and is amended to read as follows:

15 49. Conservation easement tax credit. (a) Credit allowed. In the case  
16 of a taxpayer who owns land that is subject to a conservation easement  
17 held by a public or private conservation agency, there shall be allowed  
18 a credit for twenty-five percent of the [~~allowable school district,~~  
19 ~~county and town~~] real property taxes paid on [~~such~~] the land, or portion  
20 of the land, subject to the easement. In no such case shall the credit  
21 allowed under this subdivision in combination with any other credit for  
22 [~~such school district, county and town~~] real property taxes under this  
23 section exceed such taxes.

24 (b) Conservation easement. For purposes of this subdivision, the term  
25 "conservation easement" means a perpetual and permanent conservation

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

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1 easement as defined in article forty-nine of the environmental conserva-  
2 tion law that serves to protect open space, scenic, natural resources,  
3 biodiversity, agricultural, watershed and/or historic preservation  
4 resources. Any conservation easement for which a tax credit is claimed  
5 under this subdivision shall be filed with the department of environ-  
6 mental conservation, as provided for in article forty-nine of the envi-  
7 ronmental conservation law and such conservation easement shall comply  
8 with the provisions of title three of such article, and the provisions  
9 of subdivision (h) of section 170 of the internal revenue code. Dedi-  
10 cations of land for open space through the execution of conservation  
11 easements for the purpose of fulfilling density requirements to obtain  
12 subdivision or building permits shall not be considered a conservation  
13 easement under this subdivision.

14 (c) Land. For purposes of this subdivision, the term "land" means a  
15 fee simple title to real property located in this state, with or without  
16 improvements thereon; rights of way; water and riparian rights; ease-  
17 ments; privileges and all other rights or interests of any land or  
18 description in, relating to or connected with real property, excluding  
19 buildings, structures, or improvements.

20 (d) Public or private conservation agency. For purposes of this subdivi-  
21 sion, the term "public or private conservation agency" means any  
22 state, local, or federal governmental body; or any private not-for-pro-  
23 fit charitable corporation or trust which is authorized to do business  
24 in the state of New York, is organized and operated to protect land for  
25 natural resources, conservation or historic preservation purposes, is  
26 exempt from federal income taxation under section 501(c)(3) of the  
27 internal revenue code, and has the power to acquire, hold and maintain  
28 land and/or interests in land for such purposes.

29 (e) Credit limitation. The amount of the credit that may be claimed by  
30 a taxpayer pursuant to this subsection shall not exceed five thousand  
31 dollars in any given year.

32 (f) Application of the credit. The credit allowed under this subdivi-  
33 sion for any taxable year shall not reduce the tax due for such year to  
34 less than the fixed dollar minimum amount prescribed in paragraph (d) of  
35 subdivision one of section two hundred ten of this article. However, if  
36 the amount of the credit allowed under this subdivision for any taxable  
37 year reduces the tax to such amount or if the taxpayer otherwise pays  
38 tax based on the fixed dollar minimum amount, any amount of the credit  
39 thus not deductible in such taxable year shall be treated as an overpay-  
40 ment of tax to be credited or refunded in accordance with the provisions  
41 of subsection (c) of section one thousand eighty-eight of this chapter,  
42 except that, no interest shall be paid thereon.

43 § 3. Subparagraph (B) of paragraph 1 of subsection (i) of section 606  
44 of the tax law is amended by adding a new clause (xliii) to read as  
45 follows:

46 <u>(xliii) Conservation easement</u>	<u>Amount of credit under</u>
47 <u>tax credit under subsection (kk)</u>	<u>subdivision forty-nine of</u>
48	<u>section two hundred ten-B</u>

49 § 4. This act shall take effect immediately and shall be made applica-  
50 ble to taxable years commencing on and after January 1, 2018 and there-  
51 after.