

STATE OF NEW YORK

1489

2019-2020 Regular Sessions

IN SENATE

January 15, 2019

Introduced by Sens. HOYLMAN, SEPULVEDA -- read twice and ordered printed, and when printed to be committed to the Committee on Local Government

AN ACT to amend the real property tax law, in relation to allowable increases in property income for persons with disabilities and limited incomes for purposes of qualification for certain tax exemptions

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

Section 1. Paragraph (a) of subdivision 5 of section 459-c of the real property tax law, as amended by chapter 131 of the laws of 2017, is amended to read as follows:

(a) if the income of the owner or the combined income of the owners of the property for the income tax year immediately preceding the date of making application for exemption exceeds the sum of three thousand dollars, or such other sum not less than three thousand dollars [~~nor more than twenty-six thousand dollars beginning July first, two thousand six, twenty-seven thousand dollars beginning July first, two thousand seven, twenty-eight thousand dollars beginning July first, two thousand eight, twenty-nine~~] fifty thousand dollars beginning July first, two thousand [~~nine~~] nineteen and in a city with a population of one million or more fifty thousand dollars beginning July first, two thousand seven-teen, as may be provided by the local law or resolution adopted pursuant to this section ; provided, however, beginning July first, two thousand twenty-one and every two years thereafter, the maximum allowable income shall increase by the product of the average annual percentage changes in the consumer price index for all urban consumers (CPI-U) as published by the United States department of labor bureau of labor statistics for the two year period rounded to the nearest one thousand dollars. Income tax year shall mean the twelve month period for which the owner or owners filed a federal personal income tax return, or if no such return is filed, the calendar year. Where title is vested in either the husband

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

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1 or the wife, their combined income may not exceed such sum, except where
2 the husband or wife, or ex-husband or ex-wife is absent from the proper-
3 ty due to divorce, legal separation or abandonment, then only the income
4 of the spouse or ex-spouse residing on the property shall be considered
5 and may not exceed such sum. Such income shall include social security
6 and retirement benefits, interest, dividends, total gain from the sale
7 or exchange of a capital asset which may be offset by a loss from the
8 sale or exchange of a capital asset in the same income tax year, net
9 rental income, salary or earnings, and net income from self-employment,
10 but shall not include a return of capital, gifts, inheritances or monies
11 earned through employment in the federal foster grandparent program and
12 any such income shall be offset by all medical and prescription drug
13 expenses actually paid which were not reimbursed or paid for by insur-
14 ance, if the governing board of a municipality, after a public hearing,
15 adopts a local law or resolution providing therefor. In computing net
16 rental income and net income from self-employment no depreciation
17 deduction shall be allowed for the exhaustion, wear and tear of real or
18 personal property held for the production of income;
19 § 2. This act shall take effect immediately.