

# STATE OF NEW YORK

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2953

2019-2020 Regular Sessions

## IN SENATE

January 31, 2019

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Introduced by Sen. RANZENHOFER -- 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 school tax  
relief program (STAR) savings calculation

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

1 Section 1. Subdivision 2 of section 1306-a of the real property tax  
2 law, as amended by section 6 of part N of chapter 58 of the laws of  
3 2011, is amended to read as follows:

4 2. Tax savings. (a)(i) The tax savings for each parcel receiving the  
5 exemption authorized by section four hundred twenty-five of this chapter  
6 shall be computed by subtracting the amount actually levied against the  
7 parcel from the amount that would have been levied if not for the  
8 exemption, provided however, that beginning with the two thousand  
9 eleven-two thousand twelve school year, the tax savings applicable to  
10 any "portion" (which as used herein shall mean that part of an assessing  
11 unit located within a school district) shall not exceed the tax savings  
12 applicable to that portion in the prior school year multiplied by one  
13 hundred two percent, with the result rounded to the nearest dollar. The  
14 tax savings attributable to the basic and enhanced exemptions shall be  
15 calculated separately. It shall be the responsibility of the commission-  
16 er to calculate tax savings limitations for purposes of this subdivi-  
17 sion.

18 (ii) The tax savings applicable to a portion for the two thousand  
19 ten-two thousand eleven school year shall be determined by multiplying  
20 the exempt amount applicable to the portion for the two thousand ten-two  
21 thousand eleven school year by the tax rate applicable to the portion  
22 for the two thousand ten-two thousand eleven school year, with separate  
23 calculations for the basic and enhanced exemptions.

24 (iii) Where a school tax rate was changed in the midst of the prior  
25 school year, an annualized school tax rate shall be used for this

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

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1 purpose. The annualized tax rate for this purpose shall be determined by  
2 calculating the average of the tax rates in effect at various times  
3 during the school year, weighted according to the length of time during  
4 which they were respectively applicable.

5 (b) For purposes of this subdivision, tax savings shall be calculated  
6 to include any sales tax revenue shared by a county with a school  
7 district. Such sales tax revenue shall be added on a pro rata basis  
8 equal to the percentage that each parcel receiving an exemption is to  
9 the entire tax levy, as an additional tax levy, prior to calculating the  
10 savings.

11 (c) A statement shall then be placed on the tax bill for the parcel in  
12 substantially the following form: "Your tax savings this year resulting  
13 from the New York state school tax relief (STAR) program is \$\_\_\_\_\_."

14 § 2. This act shall take effect immediately and shall apply to real  
15 property taxes levied for fiscal years commencing on and after January  
16 first of the fiscal year next succeeding the date on which it shall have  
17 become a law.