STATE OF NEW YORK

8411

IN SENATE

May 24, 2020

Introduced by Sen. JACKSON -- (at request of the NYC Finance) -- read twice and ordered printed, and when printed to be committed to the Committee on Finance

AN ACT to amend the administrative code of the city of New York, in relation to disallowing, for purposes of the unincorporated business corporation tax, the general corporation tax, the city banking tax, and the city business corporation tax, certain amendments, with respect to taxable years beginning before January 1, 2021, made to the internal revenue code by sections 2303, 2304 and 2306 of public law 116-136

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

Section 1. Paragraph 17 of subdivision (b) of section 11-506 of the administrative code of the city of New York, as added by section 5 of part WWW of chapter 58 of the laws of 2020, is amended to read as follows:

(17) For taxable years beginning in two thousand nineteen and two thousand twenty, the amount of the increase in the federal interest deduction allowed pursuant to section 163(j)(10)[~~(A)(i)~~] of the internal revenue code.

§ 2. Subdivision (b) of section 11-506 of the administrative code of the city of New York is amended by adding a new paragraph 18 to read as follows:

(18) Notwithstanding any other provision of this chapter to the contrary, for taxable years beginning before January first, two thousand twenty-one, the amount of increase in the federal deduction allowed pursuant to any amendment to section 461(l) of the internal revenue code made after March first, two thousand twenty.

§ 3. Subdivision 2 of section 11-507 of the administrative code of the city of New York is amended by adding a new paragraph (c) to read as follows:

(c) Notwithstanding any other provision of this chapter to the contrary, for taxable years beginning before January first, two thousand twenty-one, any amendment to section one hundred seventy-two of the internal

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

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revenue code made after March first, two thousand twenty shall not apply to this chapter.

§ 4. Subparagraph 21 of paragraph (b) of subdivision 8 of section 11-602 of the administrative code of the city of New York, as added by section 6 of part WWW of chapter 58 of the laws of 2020, is amended to read as follows:

(21) For taxable years beginning in two thousand nineteen and two thousand twenty, the amount of the increase in the federal interest deduction allowed pursuant to section 163(j)(10)[~~(A)(i)~~] of the internal revenue code.

§ 5. Paragraph (f) of subdivision 8 of section 11-602 of the administrative code of the city of New York is amended by adding a new subparagraph 6 to read as follows:

(6) Notwithstanding any other provision of this subchapter to the contrary, for taxable years beginning before January first, two thousand twenty-one, any amendment to section one hundred seventy-two of the internal revenue code made after March first, two thousand twenty shall not apply to this subchapter.

§ 6. Subdivision b of section 11-641 of the administrative code of the city of New York is amended by adding a new paragraph 17 to read as follows:

(17) For taxable years beginning in two thousand nineteen and two thousand twenty, the amount of the increase in the federal interest deduction allowed pursuant to section 163(j)(10) of the internal revenue code.

§ 7. Section 11-641 of the administrative code of the city of New York is amended by adding a new subdivision (k-2) to read as follows:

(k-2) Notwithstanding any other provision of this section to the contrary, for taxable years beginning before January first, two thousand twenty-one, any amendment to section one hundred seventy-two of the internal revenue code made after March first, two thousand twenty shall not apply to this part.

§ 8. Subparagraph 22 of paragraph (b) of subdivision 8 of section 11-652 of the administrative code of the city of New York, as added by section 4 of part WWW of chapter 58 of the laws of 2020, is amended to read as follows:

(22) For taxable years beginning in two thousand nineteen and two thousand twenty, the amount of the increase in the federal interest deduction allowed pursuant to section 163(j)(10)[~~(A)(i)~~] of the internal revenue code.

§ 9. This act shall take effect immediately.