STATE OF NEW YORK

3401

2021-2022 Regular Sessions

IN ASSEMBLY

January 26, 2021

Introduced by M. of A. STIRPE, L. ROSENTHAL, MONTESANO, NORRIS, RAMOS, JACOBSON -- Multi-Sponsored by -- M. of A. ENGLEBRIGHT -- read once and referred to the Committee on Local Governments

AN ACT to amend the general municipal law, in relation to prohibiting compensation for service of auditing relating to any tax on a contingency basis

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

Section 1. The general municipal law is amended by adding a new section 39-a to read as follows:

§ 39-a. Prohibition on contingent compensation. Notwithstanding any inconsistent provision of law, a municipal corporation shall not compensate any person or entity for the service of auditing a return or report filed pursuant to, or in compliance with, any law in whole or in part on a contingent fee basis or on any other basis related to the amount of tax, interest, or penalty assessed against or collected.

§ 2. This act shall take effect immediately.

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

LBD07505-01-1