

# STATE OF NEW YORK

9725

## IN SENATE

May 23, 2024

Introduced by Sen. WEBER -- read twice and ordered printed, and when printed to be committed to the Committee on Investigations and Government Operations

AN ACT to amend the tax law, in relation to authorizing the town of Clarkstown to impose a hotel and motel tax; and providing for the repeal of such provisions upon expiration thereof

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

1 Section 1. The tax law is amended by adding a new section 1202-jj to  
2 read as follows:

3 § 1202-jj. Hotel or motel taxes in the town of Clarkstown. (1)  
4 Notwithstanding any other provisions of law to the contrary, the town of  
5 Clarkstown, in the county of Rockland, is hereby authorized and  
6 empowered to adopt and amend local laws imposing in such town a tax, in  
7 addition to any other tax authorized and imposed pursuant to this arti-  
8 cle such as the legislature has or would have the power and authority to  
9 impose upon persons occupying hotel or motel rooms in such town. For the  
10 purposes of this section, the term "hotel" or "motel" shall mean and  
11 include any facility consisting of rentable units and providing lodging  
12 on an overnight basis and shall include those facilities designated and  
13 commonly known as "bed and breakfast" and "tourist" facilities. The  
14 rates of such tax shall not exceed five percent of the per diem rental  
15 rate for each room, provided however, that such tax shall not be appli-  
16 cable to a permanent resident of a hotel or motel. For the purposes of  
17 this section the term "permanent resident" shall mean a person occupying  
18 any room or rooms in a hotel or motel for at least ninety consecutive  
19 days.

20 (2) Such tax may be collected and administered by the chief fiscal  
21 officer of the town of Clarkstown by such means and in such manner as  
22 other taxes which are now collected and administered by such officer or  
23 as otherwise may be provided by such local law.

24 (3) Such local laws may provide that any tax imposed shall be paid by  
25 the person liable therefor to the owner of the hotel or motel room occu-  
26 pied or to the person entitled to be paid the rent or charge for the

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

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1 hotel or motel room occupied for and on account of the town of Clarks-  
2 town imposing the tax and that such owner or person entitled to be paid  
3 the rent or charge shall be liable for the collection and payment of the  
4 tax; and that such owner or person entitled to be paid the rent or  
5 charge shall have the same right in respect to collecting the tax from  
6 the person occupying the hotel or motel room, or in respect to nonpay-  
7 ment of the tax by the person occupying the hotel or motel room, as if  
8 the tax were a part of the rent or charge and payable at the same time  
9 as the rent or charge; provided, however, that the chief fiscal officer  
10 of the town, specified in such local law, shall be joined as a party in  
11 any action or proceeding brought to collect the tax by the owner or by  
12 the person entitled to be paid the rent or charge.

13 (4) Such local laws may provide for the filing of returns and the  
14 payment of the tax on a monthly basis or on the basis of any longer or  
15 shorter period of time.

16 (5) This section shall not authorize the imposition of such tax upon  
17 any transaction, by or with any of the following in accordance with  
18 section twelve hundred thirty of this article:

19 a. The state of New York, or any public corporation (including a  
20 public corporation created pursuant to agreement or compact with another  
21 state or the Dominion of Canada), improvement district or other poli-  
22 tical subdivision of the state;

23 b. The United States of America, insofar as it is immune from taxa-  
24 tion;

25 c. Any corporation or association, or trust, or community chest, fund  
26 or foundation organized and operated exclusively for religious, charita-  
27 ble or educational purposes, or for the prevention of cruelty to chil-  
28 dren or animals, and no part of the net earnings of which inures to the  
29 benefit of any private shareholder or individual and no substantial part  
30 of the activities of which is carrying on propaganda, or otherwise  
31 attempting to influence legislation; provided, however, that nothing in  
32 this paragraph shall include an organization operated for the primary  
33 purpose of carrying on a trade or business for profit, whether or not  
34 all of its profits are payable to one or more organizations described in  
35 this paragraph.

36 (6) Any final determination of the amount of any tax payable hereunder  
37 shall be reviewable for error, illegality or unconstitutionality or any  
38 other reason whatsoever by a proceeding under article seventy-eight of  
39 the civil practice law and rules if application therefor is made to the  
40 supreme court within thirty days after the giving of the notice of such  
41 final determination, provided, however, that any such proceeding under  
42 article seventy-eight of the civil practice law and rules shall not be  
43 instituted unless:

44 a. The amount of any tax sought to be reviewed, with such interest and  
45 penalties thereon as may be provided for by local law shall be first  
46 deposited and there is filed an undertaking, issued by a surety company  
47 authorized to transact business in this state and approved by the super-  
48 intendent of financial services of this state as to solvency and respon-  
49 sibility, in such amount as a justice of the supreme court shall approve  
50 to the effect that if such proceeding be dismissed or the tax confirmed  
51 the petitioner will pay all costs and charges which may accrue in the  
52 prosecution of such proceeding; or

53 b. At the option of the petitioner such undertaking may be in a sum  
54 sufficient to cover the taxes, interests and penalties stated in such  
55 determination plus the costs and charges which may accrue against it in  
56 the prosecution of the proceeding, in which event the petitioner shall

1 not be required to pay such taxes, interest or penalties as a condition  
2 precedent to the application.

3 (7) Where any tax imposed hereunder shall have been erroneously, ille-  
4 gally or unconstitutionally collected and application for the refund  
5 thereof duly made to the proper fiscal officer or officers, and such  
6 officer or officers shall have made a determination denying such refund,  
7 such determination shall be reviewable by a proceeding under article  
8 seventy-eight of the civil practice law and rules, provided, however,  
9 that such proceeding is instituted within thirty days after the giving  
10 of the notice of such denial, that a final determination of tax due was  
11 not previously made, and that an undertaking is filed with the proper  
12 fiscal officer or officers in such amount and with such sureties as a  
13 justice of the supreme court shall approve to the effect that if such  
14 proceeding be dismissed or the tax confirmed, the petitioner will pay  
15 all costs and charges which may accrue in the prosecution of such  
16 proceeding.

17 (8) Except in the case of a wilfully false or fraudulent return with  
18 intent to evade the tax, no assessment of additional tax shall be made  
19 after the expiration of more than three years from the date of the  
20 filing of a return, provided, however, that where no return has been  
21 filed as provided by law the tax may be assessed at any time.

22 (9) All revenues resulting from the imposition of the tax under the  
23 local laws shall be paid into the treasury of the town of Clarkstown and  
24 shall be credited to and deposited in the general fund of the town. Such  
25 revenues may be used for any lawful purpose.

26 (10) If any provision of this section or the application thereof to  
27 any person or circumstance shall be held invalid, the remainder of this  
28 section and the application of such provision to other persons or  
29 circumstances shall not be affected thereby.

30 § 2. This act shall take effect immediately and shall expire and be  
31 deemed repealed 3 years after such date.