# STATE OF NEW YORK

9673--B

# IN ASSEMBLY

April 3, 2024

Introduced by M. of A. BORES -- read once and referred to the Committee on Real Property Taxation -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee -- again reported from said committee with amendments, ordered reprinted as amended and recommitted to said committee

AN ACT to direct the department of taxation and finance to establish a pilot program for implementation of local land value taxation

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

Section 1. 1. The department of taxation and finance shall conduct a study to determine the positive and negative impacts associated with the implementation land value taxation as a method of real property taxation. "Land value taxation" shall mean a method of assessing and taxing real property in a manner that (a) classifies real estate included in a municipality's assessment roll as either: (i) land or land exclusive of buildings, or (ii) buildings on land; and (b) establishes a different local property tax rate for each such class, provided the higher local property tax rate shall apply to land or land exclusive of buildings. Such study shall include, but not be limited to, recommendations of municipalities that could most benefit from land value taxation and how land value taxation might impact housing development across the state. The department of taxation and finance shall provide a report on such study to the governor and legislature no later than one year after this act becomes law.

2. The department of taxation and finance shall establish an application procedure and any other criteria for the pilot program established under subdivision one of this section, under which municipalities may apply to participate in such pilot program. If a municipality having a population greater than 50,000 applies for participation in such pilot program, such municipality shall designate a specific neighborhood or area within such municipality that would participate in such program, if selected. The department of taxation and finance shall send a notice of selection for such pilot program to the chief executive officer of the

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

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municipality and to the temporary president of the senate and the speaker of the assembly.

3. In order to apply to participate in the pilot program established under subdivision one of this section, the legislative body of the applicable municipality shall pass a local law, and a school district shall pass a resolution, affirmatively authorizing the application established under subdivision two of this section.

§ 2. This act shall take effect immediately.