

# STATE OF NEW YORK

339

2023-2024 Regular Sessions

## IN SENATE

(Prefiled)

January 4, 2023

Introduced by Sens. JACKSON, SALAZAR -- 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 the imposition of a commer-  
cial vacancy tax

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

1 Section 1. The tax law is amended by adding a new article 30-C to read  
2 as follows:

### ARTICLE 30-C

#### COMMERCIAL VACANCY TAX

##### Section 1350. Definitions.

1351. Imposition of tax.

1352. Returns and payment of tax.

1353. Deposit and disposition of revenue.

1354. General powers of the commissioner.

10 § 1350. Definitions. For purposes of this article the following terms  
11 shall have the following meanings:

12 1. "Commercial storefront" means area within a building that may be  
13 individually leased or rented for the purpose of carrying on or exercis-  
14 ing any trade, business, profession, vocation or commercial activity.

15 2. (a) "Vacant or abandoned" means a commercial storefront which  
16 either (i) is unoccupied and unsecured; or (ii) is unoccupied and  
17 secured by boarding or other similar means; or (iii) is unoccupied and  
18 unsafe as defined in the building code of the municipality where such  
19 commercial storefront is located; or (iv) is unoccupied and has multiple  
20 code violations of the building code of the municipality where such  
21 commercial storefront is located; or (v) has been unoccupied for over  
22 six months.

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

LBD00680-01-3

1 (b) Notwithstanding paragraph (a) of this subdivision, vacant or abandoned shall not include a commercial storefront where (i) there is a  
2 valid building permit for repair, rehabilitation, or construction of  
3 such commercial storefront and the owner completes the repair, rehabili-  
4 tation, or construction within one year from the date the initial permit  
5 was issued, unless the owner establishes that additional time is neces-  
6 sary to complete the repair, rehabilitation, or construction of the  
7 commercial storefront in a manner promulgated by the commissioner; or  
8

9 (ii) the owner or leaseholder has filed an application for, and is  
10 actively seeking to obtain, authorization, permits or a license required  
11 by state or local law permitting the lawful use and occupancy of the  
12 commercial storefront; or

13 (iii) such commercial storefront complies with all provisions of state  
14 and local law, is ready for occupancy, and the owner provides evidence  
15 satisfactory to the department that the commercial storefront is active-  
16 ly being offered for sale, lease, or rent. Satisfactory evidence shall  
17 include, but is not limited to, evidence that the owner has hired a real  
18 estate agent or other rental agent who advertises and promotes the  
19 commercial storefront for rent, lease or sale, or proof that such  
20 commercial storefront is offered for sale on the multiple listing  
21 service or any other comparable real estate listing service.

22 § 1351. Imposition of tax. Notwithstanding any other provision of this  
23 chapter, or of any other law, for taxable years beginning on and after  
24 January first, two thousand twenty-four, an annual tax is hereby imposed  
25 on every taxpayer who is the owner of a vacant or abandoned commercial  
26 storefront located in a city with a population of one million or more  
27 equal to one percent of the assessed value of the property which  
28 includes such vacant or abandoned commercial storefront.

29 § 1352. Returns and payment of tax. 1. Every taxpayer subject to tax  
30 under this section shall, on or before the fifteenth day of the fifth  
31 month following the close of each of its taxable years, make and file a  
32 return with the commissioner setting forth such information as the  
33 commissioner may prescribe. Every taxpayer which ceases to be subject to  
34 the tax imposed by this article shall make and file a return with the  
35 commissioner on the date of such cessation, or at such other time which  
36 the commissioner may require, covering each taxable year or period for  
37 which no return was theretofore filed, setting forth such information as  
38 the commissioner may require. Every taxpayer shall also file such other  
39 returns and furnish such other facts and information as the commissioner  
40 may require in the administration of this article.

41 2. The tax imposed by section thirteen hundred fifty-one of this arti-  
42 cle shall be payable to the commissioner in full at the time the return  
43 is required to be filed. Such tax imposed on any taxpayer which ceases  
44 to be subject to the tax imposed by this article shall be payable to the  
45 commissioner at the time the return is required to be filed and all  
46 other taxes of any such taxpayer, which pursuant to the provisions of  
47 this section would otherwise be payable subsequent to the time such  
48 return is required to be filed, shall nevertheless be payable at such  
49 time.

50 3. The commissioner may grant a reasonable extension of time for  
51 filing a return or for payment of a tax imposed by this article under  
52 such conditions as it deems just and proper.

53 § 1353. Deposit and disposition of revenue. All taxes, interest and  
54 penalties collected or received by the commissioner under this article  
55 shall be deposited and disposed of pursuant to the provisions of section  
56 one hundred seventy-one-a, as separately amended by chapter four hundred

1 eighty-one and four hundred eighty-four of the laws of nineteen eighty-  
2 one, of this chapter.

3 § 1354. General powers of the commissioner. The commissioner shall  
4 have the power to administer and enforce the tax imposed by this article  
5 and the commissioner is authorized to make such rules and regulations,  
6 and to require such facts and information to be reported, as the commis-  
7 sioner may deem necessary to enforce the provisions of this article.

8 § 2. This act shall take effect immediately.