# STATE OF NEW YORK

6770

2025-2026 Regular Sessions

# IN ASSEMBLY

March 13, 2025

Introduced by M. of A. GRIFFIN -- read once and referred to the Committee on Real Property Taxation

AN ACT to amend the real property tax law, in relation to the applicability of the residential redevelopment inhibited property exemption to all localities in the state

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

Section 1. The section heading of section 485-r of the real property tax law, as added by chapter 406 of the laws of 2015, is amended to read as follows:

Residential redevelopment inhibited property exemption[~~; certain cities~~].

§ 2. Subdivision 1 of section 485-r of the real property tax law, as added by chapter 406 of the laws of 2015 and paragraph (f) as amended by chapter 28 of the laws of 2016, is amended to read as follows:

1. As used in this section, the following terms shall have the following meanings:

(a) "Redevelopment inhibited property" shall mean a residential property that has been neglected or abandoned because of the local economic conditions and/or conditions on the property that inhibit such property from being redeveloped by the private sector **as described in subdivision three of this section**. Redevelopment inhibited property shall not include land that is undeveloped.

(b) "Gap financing costs" shall mean the total cost of the property's redevelopment as approved by the city**, town, or village** minus the increase in the full valuation of the property upon completion of the redevelopment.

(c) "Base assessment" shall mean the assessed value of the property on the day the city**, town, or village** designates the property as redevelopment inhibited.

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

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(d) "Increased assessment" shall mean the assessed value of the property as determined by the assessor upon completion of the redevelopment.

(e) "Incremental increase in annual property taxes" shall mean the taxes based on the increased assessment minus the taxes based on the base assessment.

[~~(f) "City" shall mean a city with a population of not less than fifteen thousand two hundred fifty and not more than fifteen thousand five hundred as determined by the latest federal decennial census.~~]

§ 3. Subdivision 2 of section 485-r of the real property tax law, as added by chapter 406 of the laws of 2015, is amended to read as follows:

2. A city**, town, or village** may, by local law, provide for the exemption of real property from taxation as provided in this section. Subsequent to the adoption of such local law, the county in which such city**, town, or village** is located may after a public hearing and by local law, and any school district, all or part of which is located in such city**, town, or village**, may, by resolution, exempt such property from its taxation in the same manner and to the same extent as the city**, town, or village** has done.

§ 4. Subdivision 3 of section 485-r of the real property tax law, as added by chapter 406 of the laws of 2015, is amended to read as follows:

3. A **local law adopted by a** city**, town, or village pursuant to subdivision two of this section** shall designate any property within [~~the~~] **such** city**, town, or village's** boundaries as a redevelopment inhibited property if one or more of the following are met:

(a) the city**, town, or village** has acquired title to the property pursuant to article nineteen-A of the real property actions and proceedings law; or

(b) the property has been continuously vacant for a period of at least three years; or

(c) the **county,** city**, town or village in which the property is located** has acquired title to the property via foreclosure for unpaid taxes pursuant to article eleven of this chapter; or

(d) the property has outstanding zoning, housing, or uniform code violations and the cost of remedying the violations exceeds the property's value.

§ 5. Subdivision 4 of section 485-r of the real property tax law, as added by chapter 406 of the laws of 2015, is amended to read as follows:

4. (a) Upon the adoption of such local law, redevelopment inhibited property shall be exempt from taxation and special ad valorem levies to the extent of any increase in value attributable to demolition, alteration, rehabilitation, or remediation pursuant to the following requirements:

(i) the demolition, alterations, rehabilitation, and/or remediation shall be permitted by the [~~city's~~] **applicable** bureau of inspection such that building or plumbing permits issued and said demolition, alterations, rehabilitation, and/or remediation shall have met all necessary approvals per the applicable New York state uniform fire prevention and building code, the [~~city's~~] **applicable** municipal code and the [~~city's~~] **applicable** bureau of inspection upon completion; and

(ii) the property for which the exemption is sought shall be [~~an owner-occupied one-family residence~~] **a one to four-unit residence and occupied as the primary residence of the owner or a tenant**; and

(iii) the owner of such property shall file annually an affidavit of residency with the assessor of the city**, town, or village** on or before the appropriate taxable status date [~~of such city~~], confirming continued

[~~owner-occupancy~~] **occupancy** of the property **by the owner or a tenant as their primary residence**; and

(iv) the redevelopment inhibited property is exempt from taxation and special ad valorem levies attributable to the increased assessment minus the taxes and special ad valorem levies imposed on the base assessment. Such exemption shall not apply to special assessments.

(b) In the event the property granted an exemption pursuant to this section ceases to be [~~owner-occupied~~] **occupied as the primary residence of the owner or tenant** and/or the affidavit of residency is not filed annually for the approved exemption period, the exemption granted pursuant to this section shall cease.

(c) In the event the property granted an exemption pursuant to this section ceases to be a [~~one-family~~] **one to four-unit** dwelling, the exemption granted pursuant to this section shall cease.

(d) In the event the owner of the property is convicted of a violation or misdemeanor pursuant to New York state uniform fire prevention and building code or the [~~city's~~] **applicable** municipal code, the exemption granted pursuant to this section shall cease.

§ 6. Subdivision 6 of section 485-r of the real property tax law, as added by chapter 406 of the laws of 2015, is amended to read as follows:

6. (a) Such exemption shall be granted only upon application by the owner of such building for the residential redevelopment inhibited property exemption, on a form prescribed by the city**, town, or village**. Such application must be filed with the assessor of the city**, town, or village** on or before the appropriate taxable status date [~~of such city~~]. The application must be filed with the assessor of the city**, town, or village** within three years from the date of completing the demolition, alterations, rehabilitation, and/or remediation.

(b) The owner filing for such exemption shall not be required to be the owner responsible for completing the demolition, alterations, rehabilitation, and/or remediation.

(c) If the assessor is satisfied that the applicant is entitled to an exemption pursuant to this section, [~~he or she~~] **such assessor** shall approve the application and such real property shall thereafter be exempt from taxation and special ad valorem levies by the city**, town, or village** commencing with the assessment roll prepared after the taxable status date referred to in this subdivision. The assessed value of any exemption granted pursuant to this section shall be entered by the assessor of the city**, town, or village** on the assessment roll with the taxable property, with the amount of the exemption shown in a separate column.

(d) Once granted, the residential redevelopment inhibited property exemption runs with the land for the exemption period pursuant to this section.

§ 7. This act shall take effect on the thirtieth day after it shall have become a law.