



Legislation Text

File #: Res 0293-2014, **Version:** *

Preconsidered Res. No. 293

Resolution to establish that the interest rate be 9% per annum for Fiscal Year 2015 for non-payment of taxes on properties with an assessed value of not more than \$250,000, or not more than \$250,000 per residential unit for cooperative apartments.

By Council Member Ferreras

Whereas, Pursuant to Section 11-224.1 of the Administrative Code of the City of New York, as amended by Local Law No. 66 of 2008, the Banking Commission is required to recommend to the City Council, not later than the 25th of May of each year, the proposed interest rate to be charged for non-payment of taxes on properties with an assessed value of not more than two hundred fifty thousand dollars (\$250,000), or not more than two hundred fifty thousand dollars (\$250,000) per residential unit for cooperative apartments; and

Whereas, The Banking Commission is required to propose a rate at least equal to the prevailing interest rate charged for commercial loans extended to prime borrowers by commercial banks operating in the City (the “Prime Rate”); and

Whereas, The Banking Commission notes that as of May 20, 2014, the Prime Rate stands at three and one-quarter percent (3.25%) as published by the Board of Governors of the Federal Reserve System; and

By letter dated May 20, 2014, the Banking Commission recommended to the Council an interest rate of 9% per annum for Fiscal Year 2015 to be charged for the non-payment of taxes on properties where the assessed value on a parcel is not more than two hundred fifty thousand dollars (\$250,000), or not more than two hundred fifty thousand dollars (\$250,000) per residential unit for cooperative apartments; now, therefore, be it Resolved, That the Council of the City of New York establishes that the interest rate be 9% per annum for Fiscal Year 2015 for non-payment of taxes on properties with an assessed value of not more than \$250,000,

or not more than \$250,000 per residential unit for cooperative apartments.

RC LS#2022
6-18-14