Legislation Details (With Text)

File #:	Int 1262-2018	**Version:**	*	**Name:**	Interest rates applicable to installment agreements for the payment of property tax arrears, and to repeal subdivision c of section 11-312 and subdivision e of subdivision 313, relating to the interest rates recommended by the banking commission for the n
Type:	Introduction			**Status:**	Filed (End of Session)
				In control:	Committee on Finance
On agenda:	11/28/2018				
Enactment date:				**Enactment #:**	

Title: A Local Law to amend the administrative code of the city of New York, in relation to interest rates applicable to installment agreements for the payment of property tax arrears, and to repeal subdivision c of section 11-312 and subdivision e of subdivision 313, relating to the interest rates recommended by the banking commission for the nonpayment of water and sewer rents

Sponsors: Daniel Dromm, Bill Perkins

Indexes:

Attachments: 1. Summary of Int. No. 1262, 2. Int. No. 1262, 3. Committee Report 11/20/18, 4. Hearing Testimony 11/20/18, 5. Hearing Transcript 11/20/18, 6. November 28, 2018 - Stated Meeting Agenda with Links to Files, 7. Hearing Transcript - Stated Meeting 11-28-2018, 8. Minutes of the Stated Meeting - November 28, 2018

Date	Ver.	Action By	Action	Result
11/20/2018	*	Committee on Finance	Hearing on P-C Item by Comm	
11/20/2018	*	Committee on Finance	P-C Item Laid Over by Comm	
11/28/2018	*	City Council	Introduced by Council	
11/28/2018	*	City Council	Referred to Comm by Council	
12/31/2021	*	City Council	Filed (End of Session)	

Preconsidered Int. No. 1262

By Council Members Dromm and Perkins

A Local Law to amend the administrative code of the city of New York, in relation to interest rates applicable to installment agreements for the payment of property tax arrears, and to repeal subdivision c of section 11-312 and subdivision e of subdivision 313, relating to the interest rates recommended by the banking commission for the nonpayment of water and sewer rents

Be it enacted by the Council as follows:

Section 1. Subdivision e of section 11-224.1 of the administrative code of the city of New York, as amended by local law number 30 for the year 2015, is amended to read as follows:

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(e) Council adopted rates. By May thirteenth of each year, the banking commission shall send a written recommendation to the council of a proposed interest rate to be charged for nonpayment of taxes on real property.

(i) The commission shall consider the prevailing interest rates charged for commercial loans extended to prime borrowers by commercial banks operating in the city and:

[(i)] (1) for real property with an assessed value of two hundred fifty thousand dollars or less that is not subject to an executed installment agreement or that is in default of an executed installment agreement pursuant to section 11-322 or 11-322.1, shall propose a rate at least equal to such prevailing prime rate;

[(ii)] (2) for real property with an assessed value of over two hundred fifty thousand dollars, shall propose a rate of at least six percent per annum greater than such prevailing prime rate.

(ii) For real property with an assessed value of two hundred fifty thousand dollars or less that is subject to an executed installment agreement that is not default pursuant to section 11-322 or 11-322.1, the commission shall consider the most recently determined federal short-term rate, as determined pursuant to sections 1247(d) and 6621(b) of the internal revenue code, and shall propose a rate at least equal to such rate.

The council may by resolution adopt interest rates to be applicable to the aforementioned properties and may specify in such resolution the date that such rates will take effect.

§2. Subdivision c of section 11-312 of the administrative code of the city of New York is REPEALED.

§3. Subdivision e of section 11-313 of the administrative code of the city of New York is REPEALED.

§4. This local law takes effect on the same date as a local law amending the administrative code of the city of New York relating to installment agreements for the payment of real property taxes, assessments and other charges, as proposed in introduction number 1143 for the year 2018, takes effect.

RKC
LS #6720, 8698
11/8/18 2:48 p.m.