

REAL PROPERTY TAX EXEMPTION FOR CAPITAL IMPROVEMENT TO RESIDENTIAL PROPERTY (Real Property Tax Law, Section 421-f)

Renovations or alterations done to a one- or two-family residence that causes a raise in taxable assessed value of \$3000 or more, may qualify for a property tax break. The tax break gradually reduces by 12.5% each year over an eight-year span. The property must be 5 years old or older when the improvement was made.

The instructional page below may offer more details explaining how the exemption works. Also, a link to the application can be found here below. The exemption deadline is by taxable status date of March 1st for most taxing jurisdictions.

Instructional Page

https://www.tax.ny.gov/pdf/current_forms/orpts/rp421fins.pdf

Application

https://www.tax.ny.gov/pdf/current_forms/orpts/rp421f_fill_in.pdf