

Enactment of New York City Special Taxes on Receipts From Sales of  
Services Providing Parking, Garaging and Storing of Motor Vehicles (Manhattan)

Section 1212-A of Article 29 of the Tax Law authorized and empowered any city in New York State having a population of one million or more to impose taxes not to exceed six percent on receipts from the sales of services of providing parking, garaging or storing of motor vehicles by persons operating a garage, parking lot or other place of business engaged in providing these services. Based on this authorization, New York City imposed a tax of six percent on these services as of September 1, 1970.

Section 1212-A also provided that any such city, as described above, is authorized and empowered to impose in any county within such city, with a population density in excess of fifty thousand persons per square mile, an additional tax at the rate of eight percent. Based on this authorization, New York City has enacted legislation which imposes the additional 8% within Manhattan.

As of September 1, 1980, tax at the combined rate of fourteen percent must be collected in Manhattan by persons operating a garage, parking lot or other place of business and providing the services of parking, garaging or storing of motor vehicles.

NOTE: A garage which is part of the premises occupied solely as a private one or two family dwelling does not fall within the meaning of "garage" for purposes of this tax.