

# STATE OF NEW YORK

1991

2023-2024 Regular Sessions

## IN ASSEMBLY

January 23, 2023

Introduced by M. of A. JOYNER -- read once and referred to the Committee on Labor

AN ACT to amend the tax law, in relation to creating a work opportunity tax credit

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

Section 1. The tax law is amended by adding a new section 48 to read as follows:

§ 48. Work opportunity tax credit. (a) General. A taxpayer subject to tax under article nine-A, twenty-two, or thirty-three of this chapter shall be allowed a credit against such tax in an amount equal to one hundred percent of the credit that is allowable to the taxpayer under section 51 of the internal revenue code that is attributable to qualified wages paid to a New York resident who is a member of a targeted group and for whom a certificate to that effect has been issued by the department of labor.

(b) Definitions. The terms "qualified wages" and "targeted group" shall have the same meanings as in section 51 of the internal revenue code.

(c) Wages which are the basis of the credit under this section may not be used as the basis for any other credit allowed under this chapter.

(d) Cross-references. For application of the credit provided for in this section, see the following provisions of this chapter:

(1) article 9-A: section 210-B, subdivision 59;

(2) article 22: section 606, subsection (bbb);

(3) article 33: section 1511, subdivision (ee).

§ 2. Section 210-B of the tax law is amended by adding a new subdivision 59 to read as follows:

59. Work opportunity tax credit. (a) Allowance of credit. A taxpayer shall be allowed a credit, to be computed as provided in section forty-

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

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1 eight of this chapter, against the tax imposed by this article. Such  
2 credit may not exceed one thousand dollars in any given tax year.

3 (b) Application of credit. The credit allowed under this subdivision  
4 for any taxable year may not reduce the tax due for such year to less  
5 than the amount prescribed in paragraph (d) of subdivision one of  
6 section two hundred ten of this article. However, if the amount of the  
7 credit allowed under this subdivision for any taxable year reduces the  
8 tax to such amount or if the taxpayer otherwise pays tax based on the  
9 fixed dollar minimum amount, any amount of credit thus not deductible in  
10 such taxable year will be treated as an overpayment of tax to be credit-  
11 ed in accordance with the provisions of section one thousand eighty-six  
12 of this chapter. Provided, however, the provisions of subsection (c) of  
13 section one thousand eighty-eight of this chapter notwithstanding, no  
14 interest shall be paid thereon.

15 § 3. Section 606 of the tax law is amended by adding a new subsection  
16 (bbb) to read as follows:

17 (bbb) Work opportunity tax credit. (1) Allowance of credit. A taxpayer  
18 shall be allowed a credit, to be computed as provided in section forty-  
19 eight of this chapter, against the tax imposed by this article. Such  
20 credit may not exceed one thousand dollars in any given tax year.

21 (2) Application of credit. If the amount of the credit allowed under  
22 this subsection for any taxable year shall exceed the taxpayer's tax for  
23 such year, the excess shall be treated as an overpayment of tax to be  
24 credited or refunded in accordance with the provisions of section six  
25 hundred eighty-six of this article, provided, however, that no interest  
26 shall be paid thereon.

27 § 4. Section 1511 of the tax law is amended by adding a new subdivi-  
28 sion (ee) to read as follows:

29 (ee) Work opportunity tax credit. (1) A taxpayer shall be allowed a  
30 credit, to be computed as provided in section forty-eight of this chap-  
31 ter, against the tax imposed by this article. Such credit may not  
32 exceed one thousand dollars in any given tax year.

33 (2) Application of credit. The credit allowed under this subdivision  
34 shall not reduce the tax due for such year to be less than the minimum  
35 fixed by paragraph four of subdivision (a) of section fifteen hundred  
36 two or section fifteen hundred two-a of this article, whichever is  
37 applicable. However, if the amount of the credit allowed under this  
38 subdivision for any taxable year reduces the taxpayer's tax to such  
39 amount, any amount of credit thus not deductible will be treated as an  
40 overpayment of tax to be credited in accordance with the provisions of  
41 section one thousand eighty-six of this chapter. Provided, however, the  
42 provisions of subsection (c) of section one thousand eighty-eight of  
43 this chapter notwithstanding, no interest shall be paid thereon.

44 § 5. This act shall take effect April 1, 2024 and shall apply to taxa-  
45 ble years beginning on and after January 1, 2024 and shall apply to  
46 wages paid to individuals hired on and after such effective date.