

STATE OF NEW YORK

8119

IN SENATE

January 25, 2022

Introduced by Sen. CLEARE -- read twice and ordered printed, and when printed to be committed to the Committee on Investigations and Government Operations

AN ACT to amend the tax law, in relation to making certain taxpayers exempt from the city personal income tax of the city of New York

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

1 Section 1. Paragraphs 1, 2 and 3 of subsection (b) of section 1304 of
2 the tax law, as amended by section 3 of subpart G of part XXX of chapter
3 58 of the laws of 2020, are amended to read as follows:

4 (1) Resident married individuals filing joint returns and resident
5 surviving spouses. The tax under this section for each taxable year on
6 the city taxable income of every city resident married individual who
7 makes a single return jointly with his or her spouse under subsection
8 (b) of section thirteen hundred six of this article and on the city
9 taxable income of every city resident surviving spouse shall be deter-
10 mined in accordance with the following table:

11 For taxable years beginning after two thousand twenty-three:

12 If the city taxable income is:	The tax is:
13 Not over [\$21,600	1.18% of the city taxable income
14 Over \$21,600 but not	\$255 plus 1.435% of excess
15 over] \$45,000	[over \$21,600] <u>0% of the city</u>
16	<u>taxable income</u>
17 Over \$45,000 but not	\$591 plus 1.455% of excess
18 over \$90,000	over \$45,000
19 Over \$90,000	\$1,245 plus 1.48% of excess
20	over \$90,000

21 (2) Resident heads of households. The tax under this section for each
22 taxable year on the city taxable income of every city resident head of a
23 household shall be determined in accordance with the following table:

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

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1 For taxable years beginning after two thousand twenty-three:

2	If the city taxable income is:	The tax is:
3	Not over [\$14,400	1.18% of the city taxable income
4	Over \$14,400 but not	\$170 plus 1.435% of excess
5	over \$30,000] \$32,500	[over \$14,400] 0% of the
6		<u>city taxable income</u>
7	Over [\$30,000] <u>\$32,500</u>	\$394 plus 1.455% of excess
8	but not over \$60,000	over [\$30,000] <u>\$32,500</u>
9	Over \$60,000	\$830 plus 1.48% of excess
10		over \$60,000

11 (3) Resident unmarried individuals, resident married individuals
 12 filing separate returns and resident estates and trusts. The tax under
 13 this section for each taxable year on the city taxable income of every
 14 city resident individual who is not a city resident married individual
 15 who makes a single return jointly with his or her spouse under
 16 subsection (b) of section thirteen hundred six of this article or a city
 17 resident head of household or a city resident surviving spouse, and on
 18 the city taxable income of every city resident estate and trust shall be
 19 determined in accordance with the following table:

20 For taxable years beginning after two thousand twenty-three:

21	If the city taxable income is:	The tax is:
22	Not over [\$12,000	1.18% of the city taxable income
23	Over \$12,000 but not	\$142 plus 1.435% of excess
24	over \$25,000] \$32,500	[over \$12,000] 0% of the
25		<u>city taxable income</u>
26	Over [\$25,000] <u>\$32,500</u>	\$328 plus 1.455% of excess
27	but not over \$50,000	over [\$25,000] <u>\$32,500</u>
28	Over \$50,000	\$692 plus 1.48% of excess
29		over \$50,000

30 § 2. Paragraph 1 of subsection (a) of section 1304-B of the tax law,
 31 as amended by section 4 of subpart G of part XXX of chapter 58 of the
 32 laws of 2020, is amended to read as follows:

33 (1) In addition to any other taxes authorized by this article, any
 34 city imposing such taxes is hereby authorized and empowered to adopt and
 35 amend local laws imposing in any such city for each taxable year begin-
 36 ning after nineteen hundred ninety but before two thousand twenty-four,
 37 an additional tax on the city taxable income of every city resident
 38 individual, estate and trust, to be calculated for each taxable year as
 39 follows: (i) for each taxable year beginning after nineteen hundred
 40 ninety but before nineteen hundred ninety-nine, at the rate of fourteen
 41 percent of the sum of the taxes for each such taxable year determined
 42 pursuant to section thirteen hundred four and section thirteen hundred
 43 four-A of this article; and (ii) for each taxable year beginning after
 44 nineteen hundred ninety-eight, at the rate of fourteen percent of the
 45 tax for such taxable year determined pursuant to such section thirteen
 46 hundred four; provided, however, that any taxable income with a tax rate
 47 of zero percent shall not be subject to any additional tax pursuant to
 48 this section.

49 § 3. Subparagraph (A) of paragraph 1, subparagraph (A) of paragraph 2
 50 and subparagraph (A) of paragraph 3 of subsection (a) of section 1304-D
 51 of the tax law, as added by section 1 of part B of chapter 63 of the
 52 laws of 2003, are amended to read as follows:

1 (A) For taxable years beginning in two thousand five:

2	If the city taxable income is:	The tax is:
3	Not over [\$21,600	2.907% of the city taxable income
4	Over \$21,600 but not	\$628 plus 3.534% of excess
5	over] \$45,000	[over \$21,600] <u>0% of the city</u>
6		<u>taxable income</u>
7	Over \$45,000 but not	\$1,455 plus 3.591% of excess
8	over \$90,000	over \$45,000
9	Over \$90,000 but not	\$3,071 plus 3.648% of excess
10	over \$150,000	over \$90,000
11	Over \$150,000 but not	\$5,260 plus 4.05% of excess
12	over \$500,000	over \$150,000
13	Over \$500,000	\$19,435 plus 4.45% of excess
14		over \$500,000

15 (A) For taxable years beginning in two thousand five:

16	If the city taxable income is:	The tax is:
17	Not over [\$14,400	2.907% of the city taxable income
18	Over \$14,400 but not	\$419 plus 3.534% of excess
19	over \$30,000] <u>\$32,500</u>	[over \$14,400] <u>0% of the</u>
20		<u>city taxable income</u>
21	Over [\$30,000] <u>\$32,500</u> but not	\$970 plus 3.591% of excess
22	over \$60,000	over [\$30,000] <u>\$32,500</u>
23	Over \$60,000 but not	\$2,047 plus 3.648% of excess
24	over \$125,000	over \$60,000
25	Over \$125,000 but not	\$4,418 plus 4.05% of excess
26	over \$500,000	over \$125,000
27	Over \$500,000	\$19,606 plus 4.45% of excess
28		over \$500,000

29 (A) For taxable years beginning in two thousand five:

30	If the city taxable income is:	The tax is:
31	Not over [\$12,000	2.907% of the city taxable income
32	Over \$12,000 but not	\$349 plus 3.534% of excess
33	over \$25,000] <u>\$32,500</u>	[over \$12,000] <u>0% of the</u>
34		<u>city taxable income</u>
35	Over [\$25,000] <u>\$32,500</u> but not	\$808 plus 3.591% of excess
36	over \$50,000	over [\$25,000] <u>\$32,500</u>
37	Over \$50,000 but not	\$1,706 plus 3.648% of excess
38	over \$100,000	over \$50,000
39	Over \$100,000 but not	\$3,530 plus 4.05% of excess
40	over \$500,000	over \$100,000
41	Over \$500,000	\$19,730 plus 4.45% of excess
42		over \$500,000

43 § 4. This act shall take effect immediately.