STATE OF NEW YORK

6532

2023-2024 Regular Sessions

IN SENATE

April 25, 2023

Introduced by Sen. PALUMBO -- read twice and ordered printed, and when printed to be committed to the Committee on Budget and Revenue

AN ACT to amend the tax law, in relation to indexing taxes to inflation; and to repeal certain provisions of such law relating thereto

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

Section 1. Section 601-a of the tax law is REPEALED and a new section 601-a is added to read as follows:

§ 601-a. Cost of living adjustment. (a) For tax year two thousand twenty-four and thereafter, the commissioner, no later than September first preceding the end of the previous tax year, shall multiply the amounts specified in subsection (b) of this section by one plus the cost of living adjustment described in subsection (c) of this section.

(b) The following amounts shall be indexed by the cost of living adjustment:

(1) The dollar amounts in the tax tables set forth in paragraph one of subsection (a), paragraph one of subsection (b) and paragraph one of subsection (c) of section six hundred one of this part.

(2) The dollar amount in the numerator of the fractions in subsection (d) of section six hundred one of this part that is not fifty thousand dollars.

(3) The New York standard deduction of a resident individual in section six hundred fourteen of this article.

(c) The cost of living adjustment shall be calculated in the same manner as determined by the secretary of the United States treasury for purposes of section 1(f) of the United States Internal Revenue Code of 1954, as amended. For purposes of this section, the consumer price index means the Chained Consumer Price Index for All Urban Consumers (C-CPI-U) published by the United States department of labor, bureau of labor statistics.

(d) If the product of the amounts in subsection (b) and subsection (c) of this section is not a multiple of fifty dollars, such increase shall be rounded to the next lowest multiple of fifty dollars.

§ 2. This act shall take effect immediately.

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

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