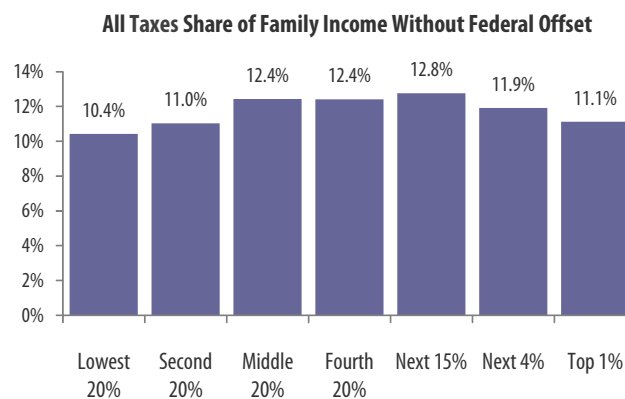
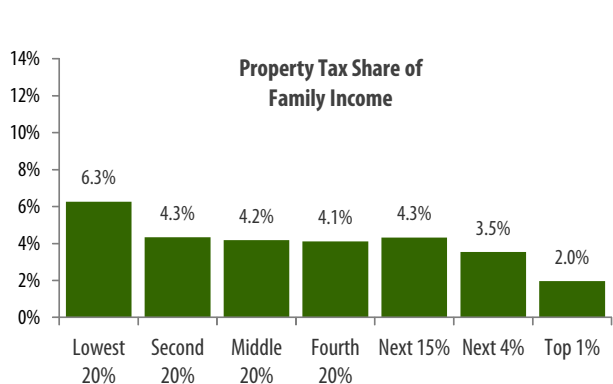
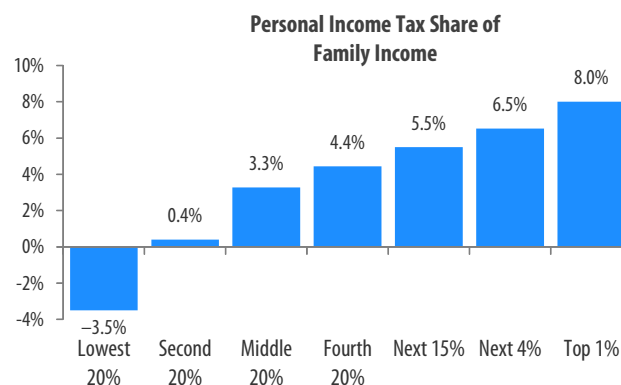
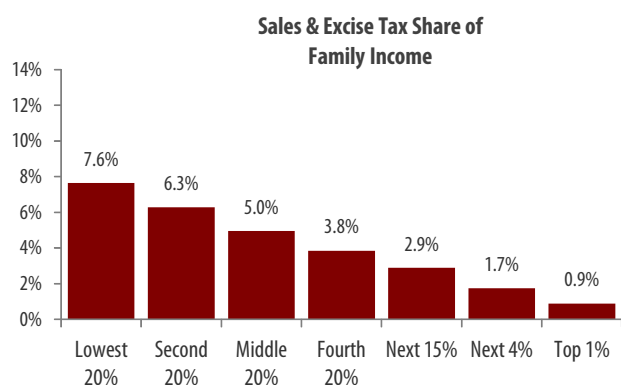
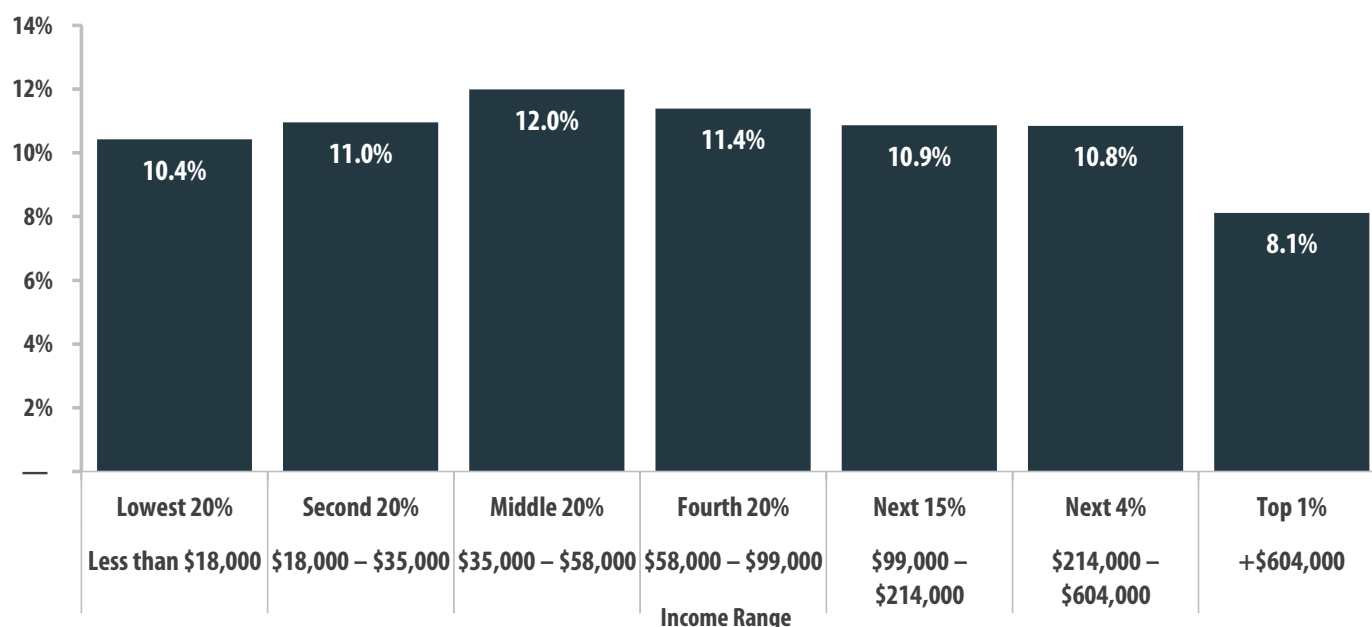


New York State & Local Taxes in 2015

Shares of family income for non-elderly taxpayers



Note: Figures reflect temporary law in place in New York through 2017 and 2018 (temporary provisions that expire in 2016 are not included). New York City law provisions are included in the totals as are all other local taxes. Temporary provisions included in the analysis are: three additional personal income tax brackets and a reduction of rates for middle-income taxpayers, a supplemental tax tied to the benefit recapture provision, a refundable family relief tax credit for families with AGI between \$40K- \$300K, and a three-year property tax credit freeze for most homeowners living in jurisdictions with a property tax cap in place. Figures for permanent New York law can be found in Appendix D. Local income taxes are also included in totals. Top figure represents total state and local taxes as a share of income, post- federal offset.

New York State & Local Taxes in 2015

Details, Tax Code Features, & Tax Code Changes Enacted in 2013 & 2014

| Income Group | Lowest 20% | Second 20% | Middle 20% | Fourth 20% | Top 20% | | |
|---------------------------------------|--------------------|---------------------|---------------------|---------------------|----------------------|-----------------------|-------------------|
| | | | | | Next 15% | Next 4% | TOP 1% |
| Income Range | Less than \$18,000 | \$18,000 – \$35,000 | \$35,000 – \$58,000 | \$58,000 – \$99,000 | \$99,000 – \$214,000 | \$214,000 – \$604,000 | \$604,000 or more |
| Average Income in Group | \$10,500 | \$26,400 | \$46,300 | \$76,300 | \$137,400 | \$337,700 | \$2,720,900 |
| Sales & Excise Taxes | 7.6% | 6.3% | 5.0% | 3.8% | 2.9% | 1.7% | 0.9% |
| General Sales—Individuals | 3.7% | 3.5% | 2.9% | 2.4% | 1.9% | 1.2% | 0.6% |
| Other Sales & Excise—Ind. | 1.6% | 0.9% | 0.6% | 0.4% | 0.3% | 0.1% | 0.0% |
| Sales & Excise on Business | 2.3% | 1.9% | 1.4% | 1.1% | 0.8% | 0.4% | 0.2% |
| Property Taxes | 6.3% | 4.3% | 4.2% | 4.1% | 4.3% | 3.5% | 2.0% |
| Property Taxes on Families | 5.6% | 3.7% | 3.6% | 3.5% | 3.7% | 2.7% | 0.7% |
| Other Property Taxes | 0.6% | 0.6% | 0.6% | 0.6% | 0.6% | 0.8% | 1.3% |
| Income Taxes | -3.5% | 0.4% | 3.3% | 4.5% | 5.5% | 6.6% | 8.3% |
| Personal Income Tax (State and Local) | -3.5% | 0.4% | 3.3% | 4.4% | 5.5% | 6.5% | 8.0% |
| Corporate Income Tax | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.1% | 0.3% |
| Total Taxes | 10.4% | 11.0% | 12.4% | 12.4% | 12.8% | 11.9% | 11.1% |
| Federal Deduction Offset | -0.0% | -0.1% | -0.4% | -1.0% | -1.9% | -1.1% | -3.0% |
| OVERALL TOTAL | 10.4% | 11.0% | 12.0% | 11.4% | 10.9% | 10.8% | 8.1% |

Note: Table shows detailed breakout of data on previous page.

New York Tax Code Features

Progressive Features

- Graduated personal income tax structure
- Provides a refundable Earned Income Tax Credit (EITC) of 30 percent in New York State and an additional 5 percent in New York City
- Provides a refundable child tax credit
- Sales tax base excludes groceries
- Requires the use of combined reporting for the corporate income tax

Regressive Features

- Comparatively high combined state and local sales tax rates
- Comparatively high cigarette tax rate

Tax Changes Enacted in 2013 & 2014

- Temporary changes to personal income tax brackets and rates were extended through 2017
- Corporate income tax (CIT) rate reduced from 7.1 to 6.5 percent, bank tax collapsed into CIT; and zeroed out the CIT for manufacturers
- 3-year property tax rebate program will cut homeowners taxes (if in jurisdictions that impose a property tax cap)

ITEP Tax Inequality Index

According to ITEP's Tax Inequality Index, New York has the **41st** most unfair state and local tax system in the country. States with regressive tax structures have negative tax inequality indexes, meaning that incomes are less equal in those states after state and local taxes than before (See Appendix B for state-by-state rankings and more details).