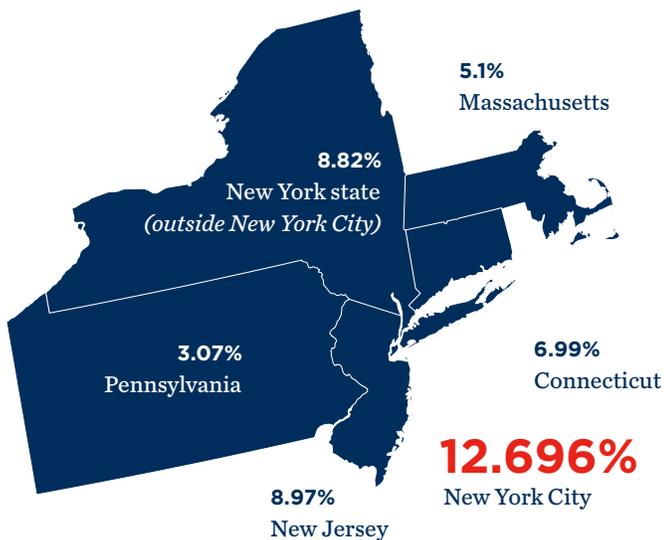


New York's Tax Problem

New York's Top Personal Income Tax Rates are Higher than Domestic and International Competitors

12.696% PIT rate

New York City's combined city and state personal income tax (PIT) rate is higher than any place in America except California (13.3%).



Neighboring states have dramatically lower rates.

Tax rates do not take into account any available deductions.

Downstate carries 92% of the burden

Almost all of the tax revenues from the state's highest earners—\$500,000 and above in income earned by full-year residents—come from taxpayers living in New York City, Westchester and Long Island, **a region that also generates 86% of state job growth.**

Taxes Paid by Highest Earners

New York City	\$8.5 billion
Long Island	\$2.3 billion
Westchester	\$2.2 billion
Downstate total	\$13.1 billion
Upstate total	\$1.2 billion
<i>New York state total</i>	<i>\$14.3 billion</i>

International competitors have lower combined PIT rates than New York City.

City	Top statutory PIT tax rate
New York City	>52%
London	45%
Paris	45%
Dublin	40%
Singapore	22%
Hong Kong	17%

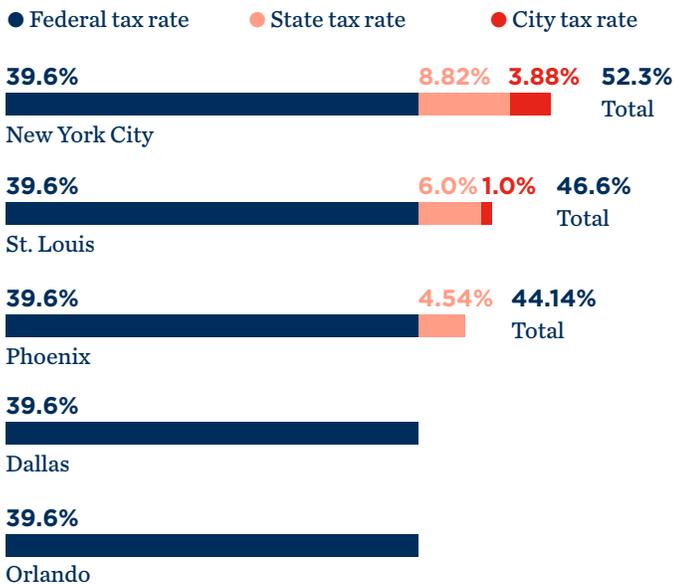
Top 1% of taxpayers pay 42% of total state income tax revenue

The New York state tax base has become dangerously dependent on a relatively small number of highly mobile taxpayers.

Unstable tax base

From 2005–2015, 1.5 million taxpayers left New York and 1.1 million new taxpayers moved in from other states. The result was a net loss of 441,000 taxpayers and \$39.6 billion in lost earnings.

New York City has higher PIT rates than other major U.S. cities (2016).



Does not account for the deductibility of state and local taxes in the United States. Reflects highest tax brackets.

States with no personal income tax are outperforming New York in economic growth and business climate.

	Texas	Florida	New York
Top marginal income tax rate, 2016	0.0%	0.0%	8.82%
Top marginal corporate income tax rate, 2016	0.0%	5.5%	6.5%
Absolute domestic migration cumulative, 2005–2015	+1,334,575	+841,292	-1,717,390
Number of Fortune 500 companies headquartered in the state, 2015	51	17	55
Gross State Product growth, 2005–2015	44%	3%	12%
Rank on the 2017 State Business Tax Climate Index	14 th	4 th	49 th
Rank of the state's economic performance, 2016	1 st	18 th	26 th
Rank of the state's economic outlook, 2016	12 th	8 th	50 th