



# **CLOSE THE LOOPHOLES**

**RAISE THE REVENUE**

## **CORPORATE TAX REFORM FOR NEW YORK STATE**

### **TAX BREAKS FOR CREATING JOBS—NOT FOR ELIMINATING THEM**

- Limit the Investment Tax Credit to businesses that maintain or increase jobs
- Reduce the value of the first-year Investment Tax Credit and increase the number of years in which businesses can qualify for an Employment Incentive Credit by maintaining or increasing their employment levels in New York.

### **NO FREE LUNCH FOR BIG MULTI-STATE & MULTINATIONAL CORPORATIONS — Stop “Nowhere Income” Scams**

- Repeal or reform the federal law (PL 86-272) that allows big corporations to profit from New York sales without being subject to reasonable New York taxes
- Adopt a Throw-Out Rule or a Throw-Back Rule in New York until PL 86-272 is repealed or reformed
- Stop the proposed federal “Business Activity Tax Simplification Act” (BATSA) that would create even more loopholes

### **PRESS “PAUSE” ON TAX CUTS AND IMPOSE GAP ELIMINATION ADJUSTMENTS FOR CORPORATE TAX BREAKS**

- Continue the current deferral of over \$2 billion in tax credits for as long as New York defers its commitment to fully fund the 2007 settlement in the Campaign for Fiscal Equity lawsuit
- Add a “Gap Elimination Adjustment” to the current deferral of business tax credits equal to the “Gap Elimination Adjustment” now applied to state aid to education
- Establish a priority reimbursement fund for school districts that were required to enter into “Contracts for Excellence” with SED for CFE support then had their aid reduced.

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### CORPORATE TAX REFORM FOR NEW YORK STATE



#### **NO TAX SUBSIDIES FOR COMPANIES THAT OUTSOURCE JOBS**

- Pass the federal “Bring American Jobs Home Act” and similar state legislation
- Pass federal and state laws to stop taxpayer subsidies for call center outsourcing

#### **LEVEL THE PLAYING FIELD FOR SMALL BUSINESS**

- Eliminate the \$1 million cap on the capital base tax that makes small businesses pay a much higher effective tax rate than large corporations
- Establish a transparent system of corporate tax disclosure by each publicly-traded corporation required SEC to disclose their aggregate state and local corporate income taxes.
- Provide an impact report on the “Single Sales Factor” (SSF) apportionment including NYS, NYC & MTA region corporate taxes
- Restore the integrity of the Corporate Alternate Minimum Tax (AMT) or enact New Jersey-style Alternate Minimum Assessment (AMA)

#### **TAX FAIRNESS FOR ROMNEY-STYLE INVESTORS**

- Eliminate special federal and state tax treatment of “carried interest” profits as capital gains
- Eliminate the exemption for “carried interest” income under the New York City Unincorporated Business Tax.



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**FOR MORE  
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