



**Department of
Taxation and Finance**

OFFICE OF TAX POLICY ANALYSIS
SCOTT V. PALLADINO
Deputy Commissioner

May 7, 2018

Mr. Jason Horwitz
Director, Public Policy & Economic Analysis
Anderson Economic Group
1555 Watertower Place Suite 100
East Lansing, MI 48823

Dear Mr. Horwitz:

Thank you for your letter to Acting Commissioner Nonie Manion concerning the recent Federal tax legislation and its impact on New York State taxpayers. Your letter has been referred to my office for reply.

Governor Cuomo submitted a budget and subsequent set of "30-day" amendments to his budget proposal which incorporated legislative action New York State could take to offset the impacts of the Federal legislation.

As you may already know, the final budget that passed included legislation "decoupling" New York's Tax Law from parts of the Federal law that adversely affect New York taxpayers (see Part JJ of Chapter 59 of the Laws of 2018). However, it is our conclusion that at this time there is no need to amend New York's dependent exemption language in Tax Law §616.

I hope the foregoing information proves useful to you. Thank you for sharing your thoughts with the Acting Commissioner Manion on this matter.

Sincerely,

A handwritten signature in black ink that reads "Scott Palladino".

Scott V. Palladino
Deputy Commissioner