

## Seward, Senate Republicans Call for Tax Relief Now

JEFF BISHOP, COMMUNICATIONS DIRECTOR March 12, 2019

ISSUE: TAX RELIEF, NEW YORK STATE BUDGET



ALBANY, 03/12/19 — State Senator James L. Seward (R/C/I/Ref — Oneonta) today joined members of the Senate Republican Conference to highlight the potential negative consequences of the high-tax agenda being advanced by Governor Cuomo and Senate Democrats as part of negotiations over the new state budget, and also called for the inclusion of real and meaningful tax relief to help reverse New York's growing affordability crisis.

"Outmigration is a real problem in New York State, and the only way to stop it is to end the fascination with new taxes and higher spending. I am hearing from a growing number of people who are on the verge of being forced from their homes, farmers forced to sell their herds, and small business owners who are closing their doors because they simply can't afford New York's out-of-control taxes. As we enter the final weeks of budget negotiations, we need to forget the gimmicks and delete all new taxes from the conversation. Affordability, tax relief, and measures that will encourage job growth must be priorities," said Senate Finance Committee Ranking Republican Senator James L. Seward.

"The last time Senate Democrats were in the Majority, they increased taxes 124 times, totaling \$14 billion. For the sake of our taxpayers, I hope and pray that history won't repeat itself. Instead, it seems like our colleagues across the aisle can never fail in coming up with new ways to tax more and more – all while our overburdened residents continue to flee New York in record numbers because we already rank among the worst in the nation in terms of affordability. I proudly stand with my Senate Republican colleagues today to remind the Governor and Legislative Democrats that it's not too late to do the right thing. Instead of passing a budget that raises taxes on hardworking, middle-class taxpayers, we should be promising them the real, meaningful tax relief they deserve," said Senate Republican Leader John J. Flanagan.

A recent study by the Tax Foundation found that New York holds the unfortunate position of number one in the nation in combined state and local income tax burden. The non-partisan think tank also concluded that New York ranks 48 out of 50 when it comes to overall business tax climate, a distinction only worsted by California and New Jersey.

In 2009-10, New York was controlled by one-party government. During that time, Senate Democrats raised taxes 124 different times, totaling \$14 billion, including enactment of the job-killing MTA payroll tax and elimination of the STAR rebate checks for seniors and homeowners. Senate Democrats and their Democrat colleagues in the assembly and

governor's office have recently proposed a plethora of new taxes and tax increases, such as:

- · A new tax on internet purchases, which would force consumers who value convenience to pay even more in taxes;
- · Revival of a regressive tax on the sale of prescription drugs, a measure recently deemed unconstitutional by a federal judge, because it would hurt medically-ill consumers first and foremost;
- · A tax on legalized recreational marijuana, which may or may not pass final muster in the state budget, but has been debated by Albany politicians without any consideration for public health;
- · Taxpayer-funded political campaigns, a handout that has been called "welfare for politicians," and will force hardworking New Yorkers to spend up to \$200 million on the campaigns of Albany politicians; and
- · "Congestion Pricing," or a new, unfair scheme that would target suburban New Yorkers already weighed down by the crushing burden of high income taxes, high property taxes, and a high cost of living.

Since 2011, Senate Republicans cut taxes 88 times and delivered \$12 billion in new tax relief.

Last year alone, Senate Republicans rejected \$20 billion in new taxes proposed by the

Governor and Assembly Democrats.

Senate Republicans are opposed to any and all tax proposals that take aim at the middleclass, and strongly believe that the budget deficit can and should be eliminated without raising taxes.

A better path to increase affordability for all New Yorkers would include:

- · Protection of the historic Middle Class Income Tax Cut, a measure that has already saved New Yorkers \$770 million, and is one of the largest and most important tax cuts in state history;
- · A permanent property tax cap, currently a temporary policy that has helped save taxpayers \$37 billion since its inception, but has little support in the Democrat-dominated State Assembly;
- · Full funding and an extension of the successful Property Tax Relief Check program, a Senate Republican-won measure passed to ensure that middle-class families get to keep more of their hard-earned money. Following approval of this year's budget, the average check size taxpayers will receive totals \$532, money that will go away if Democrats let the program lapse; and
- · Implementing significant business and energy tax cuts and regulatory reforms so that there are fewer obstacles to creating new jobs in New York.