

Personal Service Income

Chapter 417 of the Laws of 1980 amended the meaning of New York Personal Service Income to include the additions to New York Income that shareholders of Professional Service Corporations must make pursuant to section 612(b) (7), (8) and (9) of the New York State Tax Law. Also, any item of income which is considered to be Personal Service Income for purposes of section 1348 of the Internal Revenue Code which is not included in New York adjusted gross income cannot be considered as Personal Service Income for the purpose of computing the New York Maximum Tax.

This change in the definition of Personal Service Income is retroactive to tax years beginning on or after January 1, 1978.