

1980 AMENDMENTS TO
THE TAX LAW

Article 22

<u>Law Section</u>	<u>Bill Chapter</u>	<u>Section</u>	<u>*TSB-M #</u>	<u>Brief Summary</u>
601-A	417	33	80-(6)-I	Technical correcting amendment to make reference to the proper subsection of Section 602 under which the rate of minimum income tax is set forth. This amendment changes the reference to subsection (d) of Section 602 to subsection (f) of Section 602.
603-A(b)(1)	417	34	80-(6)-I	Redefines "New York personal service income" as being items of income includible as personal service income for purposes of Section 1348 of the IRC to the extent such items are includible in NYAGI plus the modifications required by paragraphs (7),(8) and (9) of Section 612(b). NOTE: This legislation is applicable to taxable years beginning on or after January 1, 1978.
606(e)(2)	888	4	80-(12)-I	Extends the real property tax <u>credit</u> through the taxable year 1981.
606(e)(3)(i)	888	5	80-(12)-I	For the purposes of the 1981 real property tax credit, the household gross income limitation for qualified taxpayers age 65 and over has been increased from \$12,000 to \$13,500.

* For more complete information, see related TSB-M Memos

<u>Law Section</u>	<u>Bill Chapter</u>	<u>Section</u>	<u>TSB-M #</u>	<u>Brief Summary</u>																						
(606(e)(3)(i) continued)				<p>Also, for the taxable year 1981, the maximum real property tax credit for qualified taxpayers age 65 or over is as follows:</p> <table border="1"> <thead> <tr> <th colspan="2">HGI</th> <th rowspan="2">Rate</th> <th rowspan="2">Max Credit</th> </tr> <tr> <th>At least</th> <th>But not over</th> </tr> </thead> <tbody> <tr> <td>-0-</td> <td>\$3,600</td> <td>4%</td> <td>\$250</td> </tr> <tr> <td>\$3,601</td> <td>\$5,400</td> <td>5%</td> <td>\$250</td> </tr> <tr> <td>\$5,401</td> <td>\$7,200</td> <td>6%</td> <td>\$250</td> </tr> <tr> <td>\$7,201</td> <td>\$13,500</td> <td>7%</td> <td>\$100</td> </tr> </tbody> </table>	HGI		Rate	Max Credit	At least	But not over	-0-	\$3,600	4%	\$250	\$3,601	\$5,400	5%	\$250	\$5,401	\$7,200	6%	\$250	\$7,201	\$13,500	7%	\$100
HGI		Rate	Max Credit																							
At least	But not over																									
-0-	\$3,600	4%	\$250																							
\$3,601	\$5,400	5%	\$250																							
\$5,401	\$7,200	6%	\$250																							
\$7,201	\$13,500	7%	\$100																							

(Note: The percentage rates have not changed).

				<p>Also, technical conforming amendment to take into account the extension of the real property tax credit through the taxable year 1981.</p>
606(e)(3)(ii)	888	6	80-(12)-I	<p>For purposes of the 1981 real property tax credit, the household gross income limitation for qualified taxpayers under age 65 has been increased from \$12,000 to \$13,500.</p> <p>Also, for the taxable year 1981, the maximum real property tax credit for qualified taxpayers under age 65 is increased to \$45.</p> <p>Also, technical conforming amendment to take into account the extension of the real property tax credit through the taxable year 1981.</p>

<u>Law Section</u>	<u>Bill Chapter</u>	<u>Section</u>	<u>TSB-M #</u>	<u>Brief Summary</u>
606(e)(7)(i)	888	7	80-(12)-I	<p>Technical conforming amendment to reflect the increase, from \$12,000 to \$13,500, in the household gross income limitation. (Effective for the 1981 real property tax credit.)</p> <p>(Note: Section 612(m)(2) was not amended by this legislation. Therefore, at this time, for taxable years beginning on and after January 1, 1981 the real property tax deduction may no longer be claimed.)</p>
615(c)(1)	250	2	80-(7)-I	<p>Technical amendment to reflect the extension of higher City tax rates through 1981.</p>
615(c)(5)	83	1	78-(16)-I	<p>Amends Section 7 of Chapter 471 of the Laws of 1978 to postpone, until April 1, 1982, the effective date of the provisions making renters liable for a portion of real property taxes paid. NOTE: Title T must be amended to reflect the provisions of Section 615(c)(5) with regard to disallowing this Federal itemized deduction for renters for both State and City purposes.</p>

<u>Law Section</u>	<u>Bill Chapter</u>	<u>Section</u>	<u>TSB-M #</u>	<u>Brief Summary</u>
622(a)(2)	417	35	80-(6)-I	Technical amendment to eliminate reference to Section 606(b) thereby providing that the household credit not be subtracted from New York State personal income tax in arriving at minimum taxable income. NOTE: This legislation is applicable to taxable years beginning on or after January 1, 1978. The IT-220 instructions have provided that the household credit not be subtracted since 1978. Therefore, this legislation conforms with Department policy.
622(b)(5)	669	1	80-(U)-I	Provides that the New York item of tax preference for adjusted itemized deductions be computed without subtracting the 615(c)(1) modification from Federal adjusted gross income.
641(a)(2)	417	36	80-(6)-I	Technical amendment to eliminate reference to Section 606(b). See summary of amendment to Section 622(a)(2) for additional information.

Article 30

<u>Law Section</u>	<u>Bill Chapter</u>	<u>Section</u>	<u>TSB-M #</u>	<u>Brief Summary</u>
1304(a), (b) & (d)	250	3	80-(7)-I	Increased City tax rates remain in effect through 1981.

Article 8

<u>Law Section</u>	<u>Bill Chapter</u>	<u>Section</u>	<u>TSB-M #</u>	<u>Brief Summary</u>
Subdivision fifteenth of Section 171	415	1		Increases the monetary limit from \$10,000 to \$25,000 on compromise of taxes by the Tax Commission without the approval of the Justice of the Supreme Court.
171-b	888	3		Authorizes this department to enter into an agreement with the Commissioner of the Division of Housing and Community Renewal in order to provide a means of verifying <u>income</u> information for purposes of the newly created housing project repair fund.

Title T of the
Administrative Code of the
City of New York

<u>Law Section</u>	<u>Bill Chapter</u>	<u>Section</u>	<u>TSB-M#</u>	<u>Brief Summary</u>
T46-102.0(a)	Local Law 44	1	80-(7)-I	Extends increased City Tax Rates through the taxable year 1981.
T46-102.0(b)	Local Law 44	2	80-(7)-I	Extends increased City Tax Rates through the taxable year 1981.
T46-122.0 (b)(5)	669	2	80-(11)-I	Provides that the City item of tax preference for adjusted itemized deductions be computed without subtracting the T46-115.0(c)(1) modification from Federal adjusted gross income.

Title U of the
Administrative Code of the
City of New York

<u>Law</u> <u>Section</u>	<u>Bill</u> <u>Chapter</u>	<u>Section</u>	<u>TSB-M#</u>	<u>Brief Summary</u>
U46-2.0(a)	Local Law 44	3	80-(7)-I	Extends increased City Tax Rates through the taxable year 1981.

State General City law
Article 2-E
Section 25-m

<u>Law</u> <u>Section</u>	<u>Bill</u> <u>Chapter</u>	<u>Section</u>	<u>TSB-M#</u>	<u>Brief Summary</u>
2-A(a)	250	1	80-(7)-I	Increased City Tax Rates remain in effect through 1981.