

## EXECUTIVE TAX REVENUE PROPOSALS

### *Eliminate Sunset of Quick Draw – Part A*

The Executive proposes to eliminate the sunset provisions of Quick Draw and to eliminate the restrictions which currently limit daily operations to no more than thirteen hours daily. The Executive is proposing to increase accessibility of Quick Draw by removing restrictions that limit Quick Draw ticket sales to places that are licensed for the sale of alcoholic beverage for on-premises consumption where at least 25 percent of the gross sales are from food or to facilities that do not sell alcoholic beverage with at least 2,500 hundred square feet. The Executive estimates that the continuation of Quick Draw will produce a projected \$136 million in revenues for the SFY 2008-2009 which supports education funding as well as providing commissions for Lottery retailers.

### *Permanently Extend the Seven Day Alcohol License Sales Law – Part B*

This part makes the seven day alcohol sales license law permanent and repeals the State Liquor Authority reporting requirement relating to the number of retailers applying for the new seven day license. The law sunsets May 15, 2008. Fiscal: Preserves current license revenue stream.

### *Apply Tax on Flavored Malt Beverages at Low Liquor Tax Rate – Part C*

This part would create a new category of alcoholic beverage excise tax for flavored malt beverages and impose the excise tax on these products at a rate of \$2.54 per

gallon, the equivalent rate in gallons for low alcohol liquor taxed at a rate of \$0.67 per liter. Fiscal: \$15 million in SFY 2008-09, \$18 million when fully implemented.

### *Reform Brownfields Cleanup Program and Limit Certain Tax Credits – Part D*

In addition to providing administrative guidelines for the Department of Environmental Conservation, this bill amends the Tax Law by placing a cap of \$10 million on the tangible property tax credit available for participation in the Brownfield Cleanup Program (BCP) for a taxpayer that was issued a notice of acceptance into the BCP, or if a taxpayer received a certificate of completion (COC) from another taxpayer on or after July 1, 2007. Fiscal: Provides additional revenues in future fiscal years.

### *Reform the Brownfields Cleanup Program – Part E*

This part modifies the Brownfield Cleanup Program structure, enhancing the site preparation credit, and the groundwater remediation credit depending on the extent of cleanup. In addition the tangible property credit would be enhanced but cannot exceed \$15 million.

More generous credits are awarded to projects in an Environmental Zone, a qualified census tract, in conformance with a Brownfield Opportunity Area plan, a local waterfront revitalization plan, or a comprehensive plan for “smart growth.”

Fiscal: Provides additional revenues in future fiscal years.

*Repeal Private Label Credit Card Law - Part F*

This part repeals the tax law that allows private label credit card companies to receive a refund of sales tax paid when an account is written off as uncollectible. This section of law was enacted in 2006. Fiscal: \$7 million in SFY 2007-08; \$9 million when fully implemented.

*Require a Tax Stamp on Illegal Drugs - Part G*

This part requires a tax stamp on all marihuana and controlled substances acquired or possessed by a dealer in New York State. This part exempts from the tax all marijuana and controlled substances acquired or possessed by a government agency or pursuant to the Public Health Law. Fiscal: \$13 million in SFY 2007-08; \$17 million when fully implemented.

*Merge Motor Fuel Tax, Petroleum Business Tax and Sales Tax on Fuel into one Petroleum Business Tax - Part H*

This proposal would consolidate and reform the state and local taxes on motor fuel, Diesel motor fuel and other petroleum products that are currently imposed under Tax Law Article 12-A (the tax on gasoline and motor fuel) and Article 13-A (the tax on petroleum businesses) and the sales and use taxes on those products. To do so, Article 12-A would be repealed and amendments would be made to Article 13-A to impose a new excise tax on motor fuel, highway

Diesel motor fuel, non-highway Diesel motor fuel, and residual petroleum product. Fiscal: Revenues would be increased by \$13.2 million in SFY 2008-09 and \$55.9 million in SFY 2009-10.

*Decouple from Federal Qualifying Production Activities Income (QPAI) Deduction - Part I*

This part would require businesses to add back the amount of the deduction allowed under Internal Revenue Code § 199 for Qualifying Production Activities Income ("QPAI") when determining entire net income. Fiscal: An increase of \$56 million annually.

*Reduce Corporation Franchise Tax Capital Base Rate and Eliminate Liability Cap under This Base - Part J*

This part would amend the corporation franchise tax, by reducing the tax rate of the capital base from 0.178 percent to 0.15 percent, eliminating the \$1 million cap on that tax base for non-manufacturers. The bill also conforms the definition of "manufacturer" under the capital base to the definition under the entire net income base. Fiscal: Increase of \$98 million in SFY 2008-09 and \$70 million in SFY 2009-10.

*Include For-profit Health Maintenance Organizations as Insurance Corporations Subject to Article 33 of the Tax Law - Part K*

This part amends the definition of an "insurance corporation" in the Tax Law to include a Health Maintenance Organization (HMO). Non-life insurance

corporations are subject to a premiums only tax under Article 33 for taxable years beginning on or after January 1, 2003. The rate of the premiums tax varies for non-life companies depending on the type of insurance. Premiums for accident and health insurance contracts are currently taxed at the rate of 1.75 percent of premiums. HMOs would be taxed at this rate as well. Fiscal: Net increase in revenue of \$247 million in SFY 2008-09 and \$288 million in SFY 2009-10.

*Require Non-profit Tax-exempt Organizations to Collect Sales Tax on Additional Sales – Part L*

This part requires non-profit tax exempt organizations to collect sales tax on additional retail sales including on-line, mail order catalogue, and auction sales and rentals or leases of tangible personal property. Fiscal: \$7.5 million in SFY 2007-08; \$15 million when fully implemented.

*Authorize an Additional \$4 Million of Annual Low-Income Housing Credits for Ten Years – Part M*

This part would authorize the commissioner of Housing and Community Renewal to allocate an additional \$4.0 million in low income housing credits to taxpayers who can claim the credit for up to ten years. Currently the commissioner can allocate \$16.0 million in credits, this part would increase that total to \$20.0 million. Fiscal: This bill would decrease revenue by \$4.0 million beginning in SFY 2008-09.

*Require Taxpayers to Pay the Fee Charged by Federal Government and Other States for Offsetting Tax Refunds to Pay for the New York State Income Tax Debts Owed by Those Taxpayers – Part N*

This part would allow the State to recover fees and charges imposed by the Federal government and other States for remitting tax overpayments to the State in satisfaction of the taxes owed by the taxpayer. The cost of the fee, currently paid by New York, would be considered part of the taxpayers New York State tax debt. Fiscal: Will increase revenue by \$1.3 million annually beginning in SFY 2008-09.

*Clarify the Commissioner of Taxation and Finance's Powers under Article 21 of the Highway Use Tax – Part O*

This proposal would allow the Commissioner to utilize license plate recognition software and related visual detection equipment as a method to check, verify and ascertain the number of miles traveled by, and the weight of, each vehicular unit on the public highways in this state. This proposal would help combat bootlegging of fuels into the state and provide a level playing field in the fuel industry. Fiscal: Revenues would be increased by \$7.5 million in SFY 2008-09 and \$15 million thereafter.

*Amend Definitions of the Tax Law and New York City Administrative Code Pertaining to the Determination of Residency Status of Taxpayers – Part P*

Under current law a taxpayer, who is mostly out of the country, can still be classified as a resident if that taxpayer's

spouse or children spend more than 90 days in taxpayer's principle place of abode that is located in New York. This part would alter that definition so that the spouse or children need only spend 90 days in New York, not specifically in the taxpayer's principle place of abode, in order for the taxpayer to be considered a resident. Fiscal: Increase tax revenues by \$5.0 million annually beginning in SFY 2009-10.

*Extend for Two Years the Credit for Taxicabs and Livery Service Vehicles Accessible by Individuals with Disabilities – Part Q*

The current credit is allowed for expenses associated with upgrading a vehicle to make it accessible for individuals with disabilities. The credit is capped at \$10,000 per vehicle. The current bill is set to sunset on December 31, 2008. This part extends the credit for two years so that the credit expires on December 31, 2010. Fiscal: Reduce revenues by \$3.0 million in SFY 2009-10 and SFY 2010-11.

*Extend the MTA Surcharges on Business Taxes for Four Years – Part R*

This bill extends for four more years, the temporary MTA business tax surcharges currently scheduled to sunset in taxable years ending before December 31, 2009. Fiscal: None.

*Restructure and Reform the Fees and Minimum Taxes Imposed on Limited Liability Companies (LLC) – Part S*

This part would change the way LLC filing fees are calculated. Currently the

fees are based on the number of members within the LLC. The amended calculation will be based on New York source income so as to better reflect the level of New York Activity. The minimum fee is \$50 if New York Source income is less than \$100,000 with a maximum fee of \$2,500 if New York Source income exceeds \$25 million. The bill expands the fee to all partnerships as well. The bill also changes the fixed dollar minimum tax under the Article 9-A general business tax to the same schedule. Fiscal: Increase revenue by \$75.0 million beginning in SFY 2008-09.

*Include Gain from the Sale of Partnerships and Similar Entities as NY-source Income to Nonresidents Where Gains is From Real Property in New York – Part T*

Under current law a nonresident can avoid taxation by placing New York real property in an entity and then selling his or her interest in the entity. Sale of this interest is treated as the sale of an intangible asset and not taxed under current law. This part would amend current law by stipulating that sale of a taxpayer's interest is taxable to the extent his or her interest is tied to New York real property. Fiscal: Increase revenues by \$10.0 million annually beginning in 2009-10.

*Make Statutory Technical Corrections to Eliminate Remaining REIT/RIC Loopholes – Part U*

This part would require all captive REITs and captive RICs to file a combined return with the closest corporation that directly or indirectly owns or controls them.

Fiscal: Restore SFY 2007-08 budget estimates.

*Change Mandatory First Estimated Tax Installment Payment for All Business Taxes From 25 Percent to 30 Percent – Part V*

This bill would require every corporation taxpayer whose tax or MCTD surcharge for the preceding year was in excess of \$100,000 to remit 30 percent (instead of 25 percent) of its preceding year's corporation tax or surcharge as its mandatory first installment. This would apply to taxpayers under the State corporation tax, corporate franchise tax, banking corporation franchise tax, and insurance corporation franchise tax. Fiscal: Increase revenue by an estimated \$100 million in SFY 2008-09.

*Increase the Percent, Annual Credit Cap and Refundable Portion of the Empire State Film Production Tax Credits – Part W*

This bill increases the percentage of qualified production costs allowed to be claimed under the empire state film production credit from 10 percent to 15 percent; increases the aggregate amount of tax credits allowed annually from \$60 million to \$65 million in 2008, \$70 million in 2009, and \$75 million in 2010 and 2011, makes the credit fully refundable from 50 percent refundable in the first tax year earned, and amends the definition of "production costs" to include total budget costs, with some limited exceptions. Fiscal: Decrease annual tax receipts by \$5 million in SFY 2008-09, \$10 million in SFY 2009-10 and

\$15 million in SFY 2010-11 and SFY 2011-12.

*Establish Evidentiary Presumption that Certain Sellers Using New York Residents to Solicit Sales in the State are "Vendors" Required to Collect Sales and Use Tax – Part X*

This part establishes a presumption that sellers that enter into agreements with New York residents where the residents are compensated for referring customers to the sellers are vendors under the Tax Law and are therefore required to register with Taxation and Finance and collect and remit sales tax to the State. Fiscal: \$43 million in SFY 2008-09; \$73 million when fully implemented.

*Classify Certain Credit Card Companies as Taxpayers under Article 32 of the Tax Law – Part Y*

This bill amends the Tax Law to provide that a banking corporation will be deemed to be doing business in New York if: (1) it has issued credit cards to 1,000 or more customers with mailing addresses in New York State; (2) it has 1,000 or more merchant customers located in New York State; (3) it has receipts of \$1,000,000 or more from customers who have been issued credit cards and have mailing addresses within New York; (4) it has receipts of \$1,000,000 or more from merchant customers located in New York during the taxable year arising from credit card transactions; or (5) it has either 1,000 or more customers who are card holders or merchants in New York, or receipts of \$1 million or more from customers who are cardholders or merchants in New

York arising from credit card transactions. The bill also defines the term "credit card" to include various forms of cards that are generally considered credit cards, including bank, travel, and entertainment cards. The amendments provide that interest, fees and penalties in the nature of interest, service charges, and other fees are earned within New York State if the mailing address of the card holder is within the State. Fiscal: Increase of \$95 million in SFY 2008-09 and \$75 million in SFY 2009-10.

*Create Comprehensive Program to Encourage Voluntary Disclosure to Increase Compliance with Tax Law – Part Z*

This part includes a number of subparts intended to make compliance initiatives and penalties more effective. The initiatives cut across different tax areas including Sales Tax and Personal Income Tax law. The provisions include making the voluntary disclosure of tax avoidance methods permanent, granting the commissioner the authority to require electronic filing of sales tax, and changing the criminal penalties for tax crimes to make them comparable to larceny charges, as well as other provisions. Fiscal: Fully enacted the provisions are expected to increase revenue by \$78.5 million in SFY 2008-09

*Provide Tax Credits for Bioheat for Residential Purposes – Part AA*

This part reinstates the Bioheat credit that expired on June 30, 2007. The credit is for the purchase of bioheat for residential purposes and is equal to \$0.01 per percent of biodiesel per gallon of bioheat,

not to exceed twenty cents per gallon. The credit will be available for four years beginning in tax year commencing on or after January 1, 2008 and ending December 31, 2011. Fiscal: reduces revenues by \$1.0 million annually from SFY 2009-10 to SFY 2012-13.

*Authorize New York City to Impose a 4 Percent Sales and Use Tax after August 1, 2008 – Part BB*

This part imposes a four percent sales and use tax in New York City upon expiration of the four percent local sales and use tax dedicated to the Municipal Assistance Corporation (MAC). Fiscal: None.

*Classify Little Cigars as Cigarettes under the Tax Law – Part CC*

This part would require that little cigars that are similar in size to cigarettes be treated and taxed like cigarettes. Fiscal: \$3.6 million in SFY 2007-08; \$4.8 million when fully implemented.

*Authorize Video Lottery Gaming at Belmont Park – Part DD*

The Executive proposes the authorization of the operation of Video Lottery Terminals (VLTs) at Belmont Park. Current law specifically prohibits Belmont Park from operating VLTs. In addition, this legislative proposal sets the commission rate paid to the operators of VLTs at Belmont and Aqueduct at thirty-two percent. It is anticipated that the sale of the Belmont Park VLT development rights will produce \$250 million in revenue.

*Prohibit Certain Tax Avoidance Schemes  
– Part EE*

This part would narrow the sales tax exemption for commercial aircraft and the use tax exemption for motor vehicles, vessels and aircraft in order to curtail certain abusive sales and use tax avoidance schemes. Fiscal: \$4 million in SFY 2007-08; \$6.3 million when fully implemented.

**Education, Labor, and Family Assistance**

The Executive proposes several amendments to the school real property tax relief program known as STAR in an effort to reduce the cost of the program which is estimated to cost – provided the amendments are enacted - \$5 billion in SFY 2008-09.

*Offsets Against basic Middle Class STAR  
- Part Q*

The Governor proposes to generate additional revenue by authorizing the State to offset against basic Middle Class STAR rebates for certain legal debts which include, but are not limited to, delinquent child support payments and delinquent taxes. The Executive estimates this proposal will generate an additional \$15 million in revenue.

*New York City “STAR” Personal Income  
Tax (PIT) Credit - Part R*

The Governor proposes to limit the NYC PIT credit to taxpayers earning \$250,000 or less annually, thereby producing an additional \$20 million in savings to the state. Plus, there is an additional proposal to delay the scheduled increase to the

New York City PIT credit until 2009, 2010 and thereafter which will provide an additional savings of \$40 million.

*Delay Scheduled Middle Class STAR  
Increases - Part S*

The Executive proposes to delay the scheduled 17 percent increase for the Basic Middle Class STAR rebate for one year. It is estimated that this delay will produce a savings of \$169 million to the State. The increase would have provided the average homeowner with a benefit increase of \$65. The Enhanced Middle Class STAR program will be implemented as scheduled, representing a total increase of \$91 million to the STAR program.

*Changing the “floor” adjustment relating  
to the STAR benefit - Part W*

The Executive proposes to increase from 5 to 10 percent the maximum reduction that can occur in a taxpayer’s STAR benefit based on changes in assessed value or market value. For the 2.6 million taxpayers likely to be affected, this will reduce exemption savings by an average of \$40 for a savings to the State of \$110 million.

**Transportation, Economic Development  
and Environmental Conservation**

*Power for Jobs – Part Y*

Extends the expiration for one year to June 30, 2009 the Power for Jobs and Energy Cost Savings Benefit Programs. The legislation would also authorize the Power Authority of the State of New York (PASNY) to pay up to \$25 million to the General Fund for a loss of gross receipts tax revenue associated with the

SFY 2008-09 Power for Jobs Program. The Executive also proposes, beginning July 1, 2009, the creation of a new 1,000 megawatt long-term program called the Electricity Cost Discount. The new program would be administered and paid for by PASNY, with annual payments of up to \$120 million. PASNY would have the authority to enter into contracts of up to seven years with eligible businesses and not-for-profit corporations. Award criteria would include significance of electricity cost to an applicant's overall costs, the number of jobs created and retained, and energy efficiency investments.



Table 26

**RECOMMENDED ALL FUNDS LEGISLATION**  
(Dollar Amounts in Millions)

	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>
<b>REVENUE ENHANCEMENTS</b>			
<b>PERSONAL INCOME TAX</b>	<b>211</b>	<b>247</b>	<b>247</b>
Amend Definitions of Temporary Stay	0	15	15
Amend Definition of Presence in New York	0	5	5
Tax Gain from Sale of Partnerships	0	10	10
Refund Offsets	1	1	1
Improve Audit and Compliance Efforts	175	175	175
LLC Minimum Partner Fees	35	35	35
Make Permanent Reporting of Tax Shelters	0	6	6
<b>STAR</b>	<b>354</b>	<b>380</b>	<b>165</b>
Increase STAR Exemption Floor from 5 percent to 10 percent	110	115	120
Delay Basic Middle Class Rebates	169	175	0
Authorize Tax Department of Offset Debts Against STAR Rebate	15	15	15
Restructure New York City STAR	60	75	30
<b>USER TAXES AND FEES</b>	<b>192</b>	<b>200</b>	<b>177</b>
Voluntary Disclosure and Compliance Program	30	0	0
Repeal Bad Debt Provisions	7	9	9
Limit Tax Exemptions for Sales by Non-Profits	8	15	15
Close Loophole on Tax Avoidance	4	6	6
Require Sales Tax Vendors to Re-register	12	37	12
Conform Tax Treatment of Little Cigars	4	5	5
Conform Tax Treatment of Flavored Malt Beverages	15	18	18
Require Tax Stamp on Illegal Drugs	13	17	17
Western Hemisphere Travel Initiative	53	20	10
Sales Tax Nexus	47	73	85
<b>BUSINESS TAXES</b>	<b>762</b>	<b>761</b>	<b>761</b>
Improve Audit and Compliance Efforts	55	75	75
Voluntary Disclosure and Compliance Program	20	0	0
LLC Minimum Partner Fees	40	40	40
Make Permanent Reporting of Tax Shelters	0	11	11
Credit Card Nexus	95	75	75
Conforming HMOs Taxation	247	288	288
Capital Base	98	70	70
Decoupling from Federal QPAI Regulations	56	56	56
Expiration of ITC for Financial Services	35	75	75
Simplify Taxation of Motor Fuel	13	56	56
License Reader Enforcement	8	15	15
Modify Pre-Payment Requirements	95	0	0
<b>TAX REDUCTIONS</b>	<b>(24)</b>	<b>(23)</b>	<b>(23)</b>
Encourage Alternative Fuel Production - Biofuel	0	(1)	(1)
Expand the New York State Film Credit	(5)	(10)	(15)
Low Income Housing Credit	(4)	(4)	(4)
Handicapped Accessible Taxis Credit	0	(3)	(3)
Power for Jobs Program	(15)	(5)	0
<b>All Funds Legislation Change With STAR</b>	<b>1,495</b>	<b>1,565</b>	<b>1,327</b>
<b>All Fund Legislation Change Without STAR</b>	<b>1,141</b>	<b>1,185</b>	<b>1,162</b>

Table 27

<b>Fee And Revenue Actions List</b>			
Agency	Description Effective Date	New Annual Revenue SFY 2009-10 (000's)	New Full Annual Revenue SFY 2011-12 (000's)
<b>I. ADMINISTRATIVE</b>			
ERDA	Increase ERDA Assessment - 4/1/08	\$2,400	\$2,400
HCR	SONYMA Excess Balance - 4/1/08	100,000	-
SED	Increase State Records Center Storage Fee - 4/1/2009	-	525
T&F	Eliminate NYC Fringe/Indirect Waiver - - 4/1/08	10,025	10,025
<b>Administrative Actions - Subtotal</b>		<b>\$112,425</b>	<b>\$12,950</b>
<b>II. STATUTORY</b>			
AG&MKTS	Increase Food Safety Penalties - 4/1/08	\$1,200	\$1,200
BUDGET	Include IDA's in Cost Recovery Billings - 4/1/08	5,000	5,000
BUDGET	Raise Cost Recovery Cap to \$50 million - 4/1/08	10,000	10,000
CIV SERV	Reimbursement for NYC Plan Review - 8/1/08	550	550
DMNA	Power Plant Assessment - - 4/1/08	11,700	11,700
DOH	Increase Fines Dedicated to Patient Safety - 4/1/08	500	500
DOH	Increase Covered Lives Assessment on Insurers from \$850M to \$990M - - 4/1/08	140,000	140,000
DOH	CLEP Specialist Certification Program - - 4/1/08	420	420
DOH	CLEP Waived Testing Limited Laboratory Registration Program - - 4/1/08	400	400
DOT	Motor Vehicle Law Enforcement and Highway Safety Fee - 7/1/08	96,800	129,000
DOT	Bidding Administrative Efficiencies 4/1/08	40	42
ENCON	Increase Operating Permit Program Fee- 4/1/08	19,000	19,000
ENCON	Expand Bottle Bill to Beverage Containers -4/1/08	25,000	100,000
INSUR	Violation of Insurance Law 4/1/08	90	90
INSUR	Failure to File Annual Statement -4/1/08	5	5
INSUR	Failure to Respond to Special Report -4/1/08	5	5
INSUR	Failure to comply with Reporting Requirements of the Financial Security Act -4/1/08	5	5
INSUR	Doing Insurance Business without a License - 4/1/08	90	90
INSUR	Violation of Section 1222 - 4/1/08	90	90
INSUR	Violation of Insurance Law Article 15	1	1
INSUR	Doing Business as Agent, Broker, Adjuster or Reinsurance Intermediary without a License - 4/1/08	90	90
INSUR	Act as Agent for Unauthorized Insurer -4/1/08	90	90

## Fee And Revenue Actions List

Agency	Description Effective Date	New Annual Revenue SFY 2009-10 (000's)	New Full Annual Revenue SFY 2011-12 (000's)
<i>continued</i>			
INSUR	Penalty in Lieu of Revocation of License issue under Article 21 4/1/08	20	20
INSUR	Violation of Article 23, Prior Approval not Required 4/1/08	20	20
INSUR	Violation of Article 23, Prior Approval Required 4/1/08	1	1
INSUR	Violation of Article 2324 4/1/08	4	4
INSUR	Unfair Methods of Competition, Power of the Superintendent	4	4
INSUR	Violation of Prompt Pay 4/1/08	4	4
INSUR	Failure of Insurer to comply with Worker's Compensation Law 4/1/08	90	90
INSUR	Violation of Holocaust Victims Insurance Act 4/1/08	5	5
INSUR	Violation of Section 3216 -4/1/08	20	20
INSUR	Violation of Section 3224 -4/1/08	5	5
INSUR	Inspection and Coverage of Physical Damage for Private Passenger Auto - 4/1/08	20	20
INSUR	Gap Insurance Failure to Notify Lessee or Debtor 4/1/08	5	5
INSUR	Violation of Section 4224 -4/1/08	20	20
INSUR	Violation of Section 4228 -4/1/08	90	90
INSUR	Violation of Article 4241 -4/1/08	20	20
INSUR	Willful Failure to Comply with Article 44- 4/1/08	90	90
INSUR	Failure to File per Section 4505 -4/1/08	90	90
INSUR	Violation of Section 4228 -4/1/08	5	5
INSUR	Soliciting Membership in Unauthorized Societies - 4/1/08	5	5
INSUR	False Statements Filed with MVAIC -4/1/08	5	5
INSUR	Violation of Section 6409 -4/1/08	5	5
INSUR	Alternate Penalty that can be Leveled Under Section 7711 -4/1/08	5	5
INSUR	Failure to comply with Reporting Requirements or Payments Listed in Section 9109b -4/1/08	1	1
LABOR	SERB Arbitration Fee -10/1/08	225	450
LOTTERY	Extend Quick Draw, Eliminate Restrictions	36,000	60,000
OGS	Contract Vendor Service Fee -4/1/08	8,000	20,000

### Fee And Revenue Actions List

Agency	Description Effective Date	New Annual Revenue SFY 2009-10 (000's)	New Full Annual Revenue SFY 2011-12 (000's)
<i>continued</i>			
ORPS	Real Property Transfer Fee -4/1/08	21,500	31,500
ST POLICE	Motor Vehicle Law Enforcement Highway Safety Fee 7/1/08	48,400	64,500
WIRELESS	Close Prepaid Wireless loophole 4/1/08	5,000	12,000
<b>Statutory Actions - Subtotal</b>		<b>\$430,735</b>	<b>\$607,262</b>
<b>ADMINISTRATIVE AND STATUTORY - TOTAL</b>		<b>\$543,160</b>	<b>\$620,212</b>
<b>III. OTHER REVENUE ACTIONS</b>			
DMV	Western Hemisphere Travel Initiative 9/1/08	\$52,527	\$10,150
ORPS	Increase STAR Exemption Floor from 5% to 10% 7/1/08	110,000	120,000
T&F	Amend Temporary Stay Definitions 1/1/08	0	15,000
T&F	LLC Minimum Partner Fees - 1 /1 /08	75,000	75,000
T&F	Presence in New York Definition - 1/1/08	0	5,000
T&F	Gain from Sale of Partnerships - 1/1/08	0	10,000
T&F	Refund Offsets - 1/1/08	1,300	1,300
T&F	Improve Audit and Compliance Efforts -1/1/08	230,000	230,000
T&F	Voluntary Disclosure and Compliance - 4/1/08	50,000	0
T&F	Make the reporting of tax Shelters permanent - 7/1/09	0	17,000
T&F	Credit Card Nexus - 1/1/08	95,000	75,000
T&F	shelter income - 1/1/08	0	0
T&F	Conforming HMOs Taxation - 1/1/08	247,000	288,000
T&F	Capital Base - 1/1/08	98,000	70,000
T&F	Decouple from Federal QPAI Regulations- 1/1/08	56,000	56,000
T&F	Expiration of ITC for Financial Services - 4/1/08	35,000	75,000
T&F	Extend the MTA Surcharge - 1/1/08	0	0
T&F	Modify Prepayment Requirements - 1/1/08	90,000	0
T&F	Repeal Bad Debt Provisions - 6/1/08	7,000	9,000
T&F	Limit Tax Exemptions for Sales by Non-Profits -	7,500	15,000
T&F	Close Loophole on Tax Avoidance - 6/1/08	4,000	6,300
T&F	Vendor Registration Fee -11/1/08	12,200	11,800
T&F	Conform Tax Treatment of Little Cigars - 7/1/08	3,600	4,800
T&F	Conform Tax Treatment of Flavored Malt Beverages -4/1/08	15,000	18,000
T&F	Extend Seven Day Liquor Sales - 4/1/08	0	0

### Fee And Revenue Actions List

Agency	Description Effective Date	New Annual Revenue SFY 2009-10 (000's)	New Full Annual Revenue SFY 2011-12 (000's)
<i>continued</i>			
T&F	New Tax on Illegal Drugs -9/1/08	13,000	17,000
T&F	Delay by One Year the increase in basic Middle Class STAR Rebate Program - NYC PIT, 1/1/08; STAR relief, 7/1/08	209,000	0
T&F	Repeal NYC STAR PIT Credit for high IncomeTaxpayers - 1/1/08	20,000	30,000
T&F	Department to Offset Tax Debts, Child Support and Other Debts Against STAR Rebates - Upon Enactment	15,000	15,000
T&F	Simplify Taxation of Motor Fuel - 12/1/08	13,200	55,900
T&F	Sales Tax Nexus - 4/1/08	47,000	85,000
T&F	License/Reader Enforcement - 9/1/08	7,500	15,000
T&F	Allow Lower Real Estate Transfer Tax on Real Estate Investment Trusts to Expire - 4/1/08	200	200
<b>Other Revenue Actions - Subtotal</b>		<b>\$1,514,027</b>	<b>\$1,330,450</b>
<b>TOTAL ADMINISTRATIVE AND STATUTORY FEES AND REVENUE ACTIONS</b>		<b>\$2,057,187</b>	<b>\$1,950,662</b>