



County Data Summary: State and Local Taxes

Corporate Income /Franchise Tax (Article 9-A New York State)

2008 Tax Bases and Rates for C-Corporations

Corporations compute tax under four bases and pay tax on the base yielding the highest liability. An additional tax applies based on the corporation's subsidiary capital allocated to New York, at a rate of 0.09%. The four bases include:

- 1) a tax of 6.5% to 7.1% on entire net income. Manufacturers and qualified emerging technology companies pay 6.5%
 - 2) a tax of 0.15% on business and investment capital allocated to New York after deduction for short- and long-term liabilities (maximum = \$350,000 for manufacturers and \$10 million for all others)
 - 3) 1.5% on the alternative minimum taxable base
 - 4) a separate fixed dollar minimum tax (\$25.00 minimum to \$5,000.00 maximum) based on taxpayer's payroll
- Metropolitan Transportation Authority (MTA) surcharge of 17% applies to most business taxes in Dutchess County

Federal Taxes Deductible No

Accelerated Depreciation Permitted (Yes or No) Under some conditions

Representative Credits for Business Taxes: Investment, Employment, Emerging Technology, R&D, Empire Zone, Film Production, Alternative Energy, Green Buildings, Brownfield Cleanup, Long-term Health Care

Other Corporate Structures

NYS S-Corporation - Subject to fixed dollar minimum tax at corporate entity level

LLC and LLP - Annual filing fee of \$25.00 to \$4,500.00 based on number of employees

Source: *Handbook of New York State and Local Taxes, available at www.tax.state.ny.us.*

New York State Personal Income Tax Paid on AGI minus deductions and exemptions

2008 rate for earned and unearned taxable income 4.0% to 6.85%

Representative Credits: Child Care, Earned Income, College Tuition, Resident, Farming School Tax, Long-term Health Care Insurance

Local Occupation Tax None

Local Wage Tax None





County Data Summary: State and Local Taxes

Sales Tax Rates

New York State	4.00%
Dutchess County	3.75%
Metropolitan Commuter Transportation District	0.375%
Total	8.125%

Sales Tax Rate by Utility:

Electric Power/ Natural Gas	8.125%	Manufacturers are exempt
Fuel Oil	0%	
Telephone (Local/ Long Distance)	8.125%	
Water/ sewer	0%	
Hazardous Waste Disposal	\$9-\$27/ton special assessment only	

Sales/Use Tax (Yes or No) on:

Machinery/Equipment/Tools/Parts/Supplies/ Raw Materials, Install & Repair Services	No, if used directly and predominantly in production
Non-Production	Yes, for example tangible property, fuel, janitorial services that are ancillary to production
Pollution Control	Yes, if used directly and predominantly for treating manufacturer's own waste products
Office Furniture/Fixtures/Equipment	Yes
Office Building Construction Materials	Yes. Contractor does not charge sales tax if for capital improvement
Stock Bond Transaction Fee	No

Empire Zone certified companies eligible for Sales Tax exemption of 4.375% of business-related expenses.

Personal Property

Not Subject to State or Local Tax Rate

For Additional details see the NY State Dept of Tax and Finance web site at http://www.tax.state.ny.us/pubs_and_bulls/

2008-09 Local Real Property Tax Rates

Jurisdiction	Homestead			Non-Homestead		
	Minimum	Median	Maximum	Minimum	Median	Maximum
County	2.54	2.54	2.54	2.54	2.54	2.54
Town, City, Village	1.01	1.76	6.75	1.01	1.76	8.37
Public School District	8.88	11.47	17.05	8.88	14.21	30.66
Fire and Ambulance	0.02	0.50	5.97	0.02	0.50	5.97
Library	0.03	0.16	0.73	0.03	0.16	0.88

Effective Rate per thousand dollars of assessment



Table 15 Updated March 2009

www.ThinkDutchess.com