

Taxation and Finance, Department of

Mission

To efficiently collect tax revenues in support of State services and programs while acting with integrity and fairness in the administration of the tax laws of New York State.

Organization and Staffing

The Department of Taxation and Finance (DTF) collects tax revenue and provides associated services in support of certain New York State government operations. In fulfilling its responsibilities, the Department collects and accounts for \$108.6 billion in State taxes and about \$47.9 billion in local taxes; administers 34 State and 15 local taxes, including New York City and City of Yonkers income taxes, as well as the Metropolitan Commuter Transportation Mobility Tax; and processes about 27 million returns. The Department also manages the State Treasury, which provides investment and cash management services to various State agencies and public benefit corporations, and acts on the Tax Commissioner's behalf as joint custodian of the State's General Checking Account. On June 6, 2010, the Department statutorily merged with the former Office of Real Property Services (ORPS) in order to realize significant savings and efficiencies, as well as enhance the State's oversight of local property tax administration.

Budget Highlights

The FY 2025 Executive Budget recommends \$507 million in funding for Department of Taxation and Finance. This is an increase of \$27.2 million from FY 2024 levels. The Executive Budget recommends a workforce of 3,828 FTEs for the Department, an increase of 43 over FY 2024 levels, which includes additional resources to assist the agency in combatting the sale of unlicensed cannabis.

Program Highlights

The Tax Department efficiently collects tax revenues with integrity, fairness, and a customer service focus. The Department is actively modernizing and right-sizing to be more efficient, effective, and accountable to its customers. Forward-looking operational goals include:

- Strategically invest in enabling technologies and business intelligence to optimize outcomes.
- Rapidly and nimbly deploy resources to address fluctuations, trends, and operational changes and challenges.
- Recruit, develop, and retain top talent.

Department operations are organized along major functional lines:

Administration and Operations: Supports the Department's revenue-generation mission through the delivery of legal, financial, personnel, and other critical services.

Conciliation and Mediation: Provides taxpayers with a statutorily-mandated option of informal and impartial dispute resolution in an attempt to avoid time-consuming formal administrative hearings with the Division of Tax Appeals.

Revenue Analysis, Collection, Enforcement, Processing, and Real Property Tax: Reviews tax policies and proposals; develops tax forms, instructions, and guidance; captures tax return data and maintains taxpayer records; processes payments and refunds; responds to taxpayer inquiries; identifies and resolves errors; identifies and investigates noncompliance with the tax code; collects delinquent taxes; oversees local property tax administration in New York State; performs assessment equalization in order to apportion property taxes and calculate State aid; determines assessments on specific property categories; and delivers assessment support services to local governments.

Treasury Management: Acts on the Tax Commissioner's behalf as custodian of the State Treasury and joint-custodian of the State's General Checking Account.

**ALL FUNDS
APPROPRIATIONS
(dollars)**

<u>Category</u>	Available FY 2024	Appropriations Recommended FY 2025	Change From FY 2024	Reappropriations Recommended FY 2025
State Operations	471,897,700	499,130,300	27,232,600	106,014,200
Aid To Localities	7,926,000	7,926,000	0	0
Total	479,823,700	507,056,300	27,232,600	106,014,200

**ALL FUND TYPES
PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM
FILLED ANNUAL SALARIED POSITIONS**

<u>Program</u>	FY 2024 Estimated FTEs 03/31/24	FY 2025 Estimated FTEs 03/31/25	FTE Change
Administration and Operations			
General Fund	300	300	0
Conciliation and Mediation			
General Fund	23	23	0
New York State Secure Choice Savings			
Special Revenue Funds - Other	6	6	0
Revenue Analysis, Collection, Enforcement, Processing, and Real Property Tax			
General Fund	2,763	2,806	43
Special Revenue Funds - Other	661	661	0
Treasury Management			
Special Revenue Funds - Other	32	32	0
Total	3,785	3,828	43

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	Available FY 2024	Recommended FY 2025	Change
General Fund	296,816,300	310,263,000	13,446,700
Internal Service Funds	74,642,400	79,050,300	4,407,900
Special Revenue Funds - Other	100,439,000	109,817,000	9,378,000
Total	471,897,700	499,130,300	27,232,600

NYS DOB | FY 2025 Executive Budget | Agency Appropriations
STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)

Program	Available FY 2024	Recommended FY 2025	Change
Administration and Operations			
General Fund	56,574,000	57,657,000	1,083,000
Conciliation and Mediation			
General Fund	3,129,000	3,217,000	88,000
New York State Secure Choice Savings			
Special Revenue Funds - Other	3,000,000	3,024,000	24,000
New York State is Open for Business			
General Fund	250,000	258,000	8,000
Revenue Analysis, Collection, Enforcement, Processing, and Real Property Tax			
General Fund	236,863,300	249,131,000	12,267,700
Internal Service Funds	74,642,400	79,050,300	4,407,900
Special Revenue Funds - Other	92,939,000	102,149,000	9,210,000
Treasury Management			
Special Revenue Funds - Other	4,500,000	4,644,000	144,000
Total	471,897,700	499,130,300	27,232,600

STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
FY 2025 RECOMMENDED
(dollars)

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration and Operations	37,371,000	1,083,000	37,169,000	1,083,000
Conciliation and Mediation	3,089,000	88,000	3,029,000	88,000
New York State is Open for Business	258,000	8,000	258,000	8,000
Revenue Analysis, Collection, Enforcement, Processing, and Real Property Tax	236,049,000	11,497,000	231,612,000	10,497,000
Total	276,767,000	12,676,000	272,068,000	11,676,000

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Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay	
	Amount	Change	Amount	Change
Administration and Operations	142,000	0	60,000	0
Conciliation and Mediation	50,000	0	10,000	0
Revenue Analysis, Collection, Enforcement, Processing, and Real Property Tax	1,247,000	0	3,190,000	1,000,000
Total	1,439,000	0	3,260,000	1,000,000

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
FY 2025 RECOMMENDED
(dollars)**

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Administration and Operations	20,286,000	0	3,018,000	0
Conciliation and Mediation	128,000	0	18,000	0
Revenue Analysis, Collection, Enforcement, Processing, and Real Property Tax	13,082,000	770,700	454,000	0
Total	33,496,000	770,700	3,490,000	0

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration and Operations	134,000	0	16,243,000	0
Conciliation and Mediation	91,000	0	14,000	0
Revenue Analysis, Collection, Enforcement, Processing, and Real Property Tax	4,708,000	700	7,382,000	349,000
Total	4,933,000	700	23,639,000	349,000

Program	Equipment	
	Amount	Change
Administration and Operations	891,000	0
Conciliation and Mediation	5,000	0
Revenue Analysis, Collection, Enforcement, Processing, and Real Property Tax	538,000	421,000
Total	1,434,000	421,000

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STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
FY 2025 RECOMMENDED
(dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
New York State Secure Choice Savings	3,024,000	24,000	410,000	11,000
Revenue Analysis, Collection, Enforcement, Processing, and Real Property Tax	181,199,300	13,617,900	77,640,000	2,223,400
Treasury Management	4,644,000	144,000	2,119,000	61,000
Total	188,867,300	13,785,900	80,169,000	2,295,400

Program	Nonpersonal Service	
	Amount	Change
New York State Secure Choice Savings	2,614,000	13,000
Revenue Analysis, Collection, Enforcement, Processing, and Real Property Tax	103,559,300	11,394,500
Treasury Management	2,525,000	83,000
Total	108,698,300	11,490,500

AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)

Fund Type	Available FY 2024	Recommended FY 2025	Change
General Fund	926,000	926,000	0
Special Revenue Funds - Other	7,000,000	7,000,000	0
Total	7,926,000	7,926,000	0

AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)

Program	Available FY 2024	Recommended FY 2025	Change
Medical Cannabis			
Special Revenue Funds - Other	7,000,000	7,000,000	0
Revenue Analysis, Collection, Enforcement, Processing, and Real Property Tax			
General Fund	926,000	926,000	0
Total	7,926,000	7,926,000	0

Note: Most recent estimates as of 01/18/2024