

# New York increases rate of MTA surcharge

December 9, 2020

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## In brief

The New York Department of Taxation and Finance on December 3 announced that the rate of New York's metropolitan transportation business tax surcharge will increase to 30% from 29.4%, effective for tax years beginning on or after January 1, 2021, and before January 1, 2022, under emergency [Rule 20 Sec. 9-1.2\(g\)](#).

The rate will remain at 30% in succeeding years unless otherwise adjusted. New York's 2014 tax reform legislation authorized the Commissioner of Taxation and Finance to determine the rate of the surcharge so as to meet state financial projections.

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## The takeaway

The adoption of this regulation represents the periodic adjustment to the surcharge rate applicable to companies that are doing business in the Metropolitan Commuter Transportation District. Taxpayers should periodically visit the Department's website for rulemaking actions to determine whether any changes to the rates are made. These changes may not be as visible to taxpayers as those made during the legislative cycle.

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## Let's talk

For a deeper discussion of how this issue might affect your business, please contact

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