



Important facts about the cost of Manufacturing in New York State

1. In 2014, New York State enacted the largest corporate tax reforms in more than two decades. The impact on manufacturers is significant:
 - The corporate tax rate for manufacturers is zero, “0” beginning in 2014.
 - The Alternative Minimum Tax for corporations has been repealed, effective in 2015.
 - Net Operating Loss carry-backs are extended to three years, and the \$10,000 cap is removed. NOL carry-forwards remain twenty years, similar to federal law.

Note: According to the Tax Foundation, if the changes enacted in New York were in full effect for the most recent version of the State Business Tax Climate Index, New York’s corporate tax system would have ranked 4th best of the fifty states .
2. New York’s industrial electric rates are 5.84 cents/kilowatt hour – 15 percent below the national average, and 35 percent lower than the industrial electric rates in other Mid-Atlantic states.
 - Source: U.S. Energy Information Administration
3. Manufacturing labor costs are lower in New York State than the national average:
 - The average manufacturing worker in the United States earned \$77,505 annually, including pay and benefits in 2012.
 - The average manufacturing worker in New York State earned \$72,235 annually, including pay and benefits 2012.
 - Source: National Association of Manufacturing
 - In 2009, the value added/production worker was higher in New York than the national average: \$277,008 vs. \$261,261.
 - Source: 2012 U.S. Census Statistical Abstract
4. New York State has cutting edge incentive programs for manufacturers:
 - Start-Up NY provides dozens of tax-free zones on college campuses. Businesses and their employees can build, operate, and work completely tax-free.
 - Excelsior Jobs Program provides a lucrative refundable tax credit based on job creation or investment.
 - ReCharge NY provides low-cost electric power to manufacturers.
 - Manufacturing equipment and construction materials are Sales Tax-exempt.
 - Local Industrial Development Agencies (IDAs) can abate Sales, Mortgage Recording, and Real Property Taxes.

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