

**New York State Department of Taxation and Finance  
Taxpayer Services Division  
Technical Services Bureau**

This memorandum supersedes memorandums numbered TSB-M-78-(9)-I, TSB-M-78-(10)-I and TSB-M-78-(11)-I dated June 12, 1978 which should be destroyed.

1978 Legislation

TSB-M-78-(9)-I(Rev)  
October 23, 1978

TAX RATES

Chapter 70 of the Laws of 1977 changed the tax rate schedule for years ending after December 31, 1977 to read:

Over \$23,000 but not over \$30,000	-	\$1780 plus 14% of excess over \$23,000
Over \$30,000	-	\$2760 plus 15% of excess over \$30,000

Proration of the tax was provided for fiscal years beginning in 1977 and ending in 1978.

Chapter 70 of the Laws of 1978 amended section 602(b) of the New York State Tax Law making the above rate change applicable to tax years ending after December 31, 1977 through and including those ending in 1978.

Section 602(d) is relettered 602(f) and a new section 602(d) provides a tax rate schedule for tax years ending after December 31, 1978. The tax rate schedule remains the same except the last tax bracket is eliminated. All taxable income over \$23,000 is to be taxed at 14%.

Section 602(e) has been added to provide for the proration of the tax for fiscal years beginning in 1978 and ending in 1979.

TSB-M-78-(10)-I(Rev)  
October 23, 1978

STANDARD DEDUCTION

Chapter 70 of the Laws of 1978 has amended sections 614, 634 and 654 of the New York State Tax Law and sections T46-114.0 and T46-154.0 of the Administrative Code of the City of New York to provide for an increase in the standard deduction.

For tax years beginning in 1978 and thereafter, the standard deduction is the lesser of 16% of New York adjusted gross income or \$2400. The minimum standard deduction is increased to \$1400 for a single individual and \$1900 for married filing jointly, unmarried head of household or qualifying widows and widowers.

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1978 Legislation

TSB-M-78-(11)-I  
October 23, 1978

EXEMPTION

Section 616 of the New York State Tax Law and section T46-116.0 of the Administrative Code of the City of New York have been amended to increase the personal exemption.

For tax years beginning in 1979 the exemption will be \$700. For tax years beginning in 1980 and after the exemption will be \$750.

Section 671(c)(2) of the New York State Tax Law and section T46-171.0(c) of the Administrative Code of the City of New York have been amended to provide withholding exemptions in accordance with the increased personal exemption.