2025 NYSAC Legislative Conference 1 **NYSAC Board of Directors** 2 **Resolution #3** 3 4 5 Resolution Urging Governor Hochul and the New York State Legislature to 6 Avoid Increasing Costs on Local Governments and to Adopt a State 7 **Spending Limit Comparable to Local Mandates** 8 9 **WHEREAS**, as elected officials and leaders of New York State, it is incumbent upon us to hold ourselves to the same standards that we profess to others; and 10 11 **WHEREAS**, this is a basic principle and an inherent element of the social contract; and 12 13 **WHEREAS**, the New York State budget appears to have abandoned this principle by 14 mandating counties and local governments stay within a two percent property tax cap, 15 but often saddling counties with cost increases substantially beyond this two percent 16 limit; and 17 18 **WHEREAS**, up to 80 percent of a county's total budget can be dedicated to paying for 19 state and federal mandates; and 20 21 **WHEREAS**, we did not just stumble into this predicament but got here through a 22 23 series of cost shifts from the state to counties starting with the State and federally defined Medicaid program, Persons in Need of Supervision, indigent legal defense, 24 preschool special education, early intervention, probation and more stemming from the 25 1960's through today; and 26 27 28 **WHEREAS**, during the Great Recession the State reduced reimbursements to counties by nearly \$400 million annually without reducing any of the costs of state-mandated 29 programs—and without lowering state spending on other programs; and 30 31 WHEREAS, recent state budgets included a doubling of the hourly rate for 18-b 32 attorneys leaving counties to pay half the increase at a cost of about \$90 million 33 annually, dramatically increased foster care rates with no state funding support 34 approaching \$200 million, and the state permanently confiscating nearly \$700 million 35 in annual federal Medicaid eFMAP benefits linked to the Affordable Care Act that had 36 been passed through to counties for more than a decade; and 37 38 **WHEREAS**, the property tax cap was first implemented in response to high property 39 taxes, which are a direct result of increases in state mandates; and 40 41 WHEREAS, since 2011, New York's budget has grown by over 80 percent, with the 42 average annual increase in general fund spending of 7.7 percent since SFY 2020; and 43 44

WHEREAS, the State Division of the Budget acknowledges in recent financial plan

documents that revenues from 2024 through 2028 are expected to grow at only 3.5

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percent per year and that state spending rate will come in higher than revenue growth; and

WHEREAS, at the same time, unfunded state mandates have also grown by 37 percent since 2020 and it's important to note that when the state shifts costs to counties and localities, the true value of spending is actually hidden to taxpayers.

NOW, THEREFORE, BE IT RESOLVED, the New York State Association of Counties (NYSAC) calls upon Governor Hochul and the New York State Legislature to regularly pass state budgets and other legislation that ensures we are truly making New York a more affordable place to live, work and raise a family; and

BE IT FURTHER RESOLVED, NYSAC believes the best way to accomplish this goal is to:

• Not increase costs on local governments, or, at a minimum, limit any increase in state imposed costs on counties to no more than allowable tax cap growth;

• Require the state to stay within the same spending discipline it places on its local governments; and

BE IT FURTHER RESOLVED, that copies of this resolution be sent to the counties of New York encouraging member counties to enact similar resolutions; and

BE IT FURTHER RESOLVED, the New York State Association of Counties shall forward copies of this resolution to Governor Kathy Hochul, the New York State Legislature, and all others deemed necessary and proper.