

Macro Roundup Article

Headline: [Flight of Affluent Taxpayers Catches Up With New York](#)

Article Link: <https://www.bloomberg.com/opinion/articles/2023-05-25/flight-of-affluent-taxpayers-catches-up-with-new-york?sref=U3dOGIDF>

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| Author(s) | Justin Fox |
| Publication | Bloomberg |
| Publication Date | May 25, 2023 |

Tweet: The rise in asset prices in 2020-21 shielded New York state from the consequences of the flight of higher income workers. @foxjust

Summary: The 2020-21 numbers here were released in late April by the Internal Revenue Service. They sort taxpayers by whether and where they moved between filing their taxes in 2020 and filing them in 2021; the adjusted gross incomes are for the 2020 tax year. It has been two years since May 17, 2021 — that year's belated income tax filing deadline — and a lot has changed. But New York has continued to lose population, and if the trend depicted above were to continue, even in less extreme form, it would be disastrous for the finances of a state that relies on income taxes paid by those making \$200,000 or more a year for almost half its revenue. That the loss of affluent taxpayers didn't lead to disaster during the pandemic mainly had to do with how much the prices of stocks, houses and other assets rose in 2020 and 2021.

Primary Topic: Taxation

Topics: Business Cycle, Fiscal Policy, GDP, Op-Ed/Blog Post, Taxation, Weekly

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