



MEMO OF SUPPORT

S3606-A (Krueger) / A3675-A (Simon)

Stop Climate Polluter Handouts Act

March 7, 2025

TITLE OF BILL

Stop Climate Pollute Handouts Act.

STATEMENT OF SUPPORT

Reinvent Albany supports this bill because it creates consistency between state tax expenditures (subsidies) and the state's stated policy goal of reducing carbon emissions. Currently, New York State taxpayers are subsidizing carbon emissions through tax abatements for carbon fuel sources, while simultaneously funding alternative fuel and energy conservation programs intended to reduce carbon emissions. This is irrational.

This bill would eliminate an estimated \$336 million of NYS fossil fuel subsidies out of \$1.5 billion total. It targets the subsidies that go to industry, not those that benefit the public, so everyday New Yorkers will not be negatively affected by this bill.

We urge the Legislature to pass this bill, and the Governor to sign it.

SUMMARY OF PROVISIONS

Section 1 states the bill's title.

Sections 2 through 23 remove certain tax incentives and exemptions for fossil fuels and make technical changes.

Section 24 states that the bill takes effect immediately and applies to taxable years after the January 1st following passage, with certain exceptions.