





The **Business** Council





NAACP





NEW YORK
ALLIANCE FOR







WNYHerces, Inc. Your Supporting Western New York Veterans











New York















The Honorable Kathy Hochul Governor State of New York New York State Capitol Bldg. Albany, NY 12224



Dear Governor Hochul:

We, the undersigned organizations, write in support of the Work Opportunity Tax Credit. As you know, the Work Opportunity Tax Credit (WOTC) is an important federal tax that provides employers an incentive to hire individuals that have faced barriers to entering the workforce. The credit aims to increase workforce participation rates in many of our underserved and marginalized communities. WOTC supports business owners by providing them with a financial stimulus to invest in recruiting, training and hiring: helping to grow our economy and provide employment opportunities to those who have been left out of the workforce.

In 2024 nearly every state showed small businesses growing to some extent, with two exceptions: West Virginia, which saw no growth year over year, and New York, which saw a .05% decline compared to the year prior. This critical bill would further support NYS businesses by increasing the total amount of the WOTC credit by \$500 for each eligible individual hired. The maximum federal credit for many of the WOTC categories is \$2,400. An additional \$500 credit increases the overall value of the credit by 20% to help subsidize the increasing recruitment, training, and wage costs that employers are struggling with in NYS.

WOTC is a program that is both business-friendly and worker-friendly. If funded, it would create a NYS counterpart to the federal WOTC program, making WOTC more effective in achieving the goals of providing funds for recruitment, training, and job opportunities for ten categories of individuals, including eligible veterans, SNAP & TANF recipients, individuals with disabilities, second chance workers, and long-term unemployed individuals so they can have a pathway to entering the workforce.

We understand that NYS must be judicious in its budget process. However, WOTC is a unique opportunity to focus tax policy on addressing the needs of underserved communities and employers alike. In fact, increasing workforce participation among WOTC individuals helps to grow the economy. As the NYS Department of Labor already certifies WOTC applications the expansion of this program would be administratively effective with increased hiring in communities with lower workforce participation rates, relief provided to essential industries facing workforce shortages, and supporting NYS business owners.

We thank you for your leadership and look forward to working with you and your colleagues in a bipartisan manner to fund WOTC in the NYS Budget.

Sincerely,

The Work Opportunities for New Yorkers Coalition

Membership Organizations Include:

The Arc New York

Blue Compass RV

Business Council of New York State

Capital District Area Labor Federation (CDALF), AFL-CIO

Commerce Chenango

Community Services for Every1

Cortland Area Chamber of Commerce

Dutchess County Chamber of Commerce

Empire State Restaurant & Tavern Association

Fearless!

Greater Rochester Chamber of Commerce

Interagency Council of Developmental Disabilities Agencies (IAC)

Local 338 RWDSU/UFCW

National Association for the Advancement of Colored People (NAACP)

National Federation of Independent Business (NFIB)

New York Alliance for Inclusion & Innovation

New York Association of Convenience Stores (NYACS)

New York Cider & Apple Association

New York Vision Rehabilitation Association

New York State Black, Puerto Rican, Hispanic & Asian Legislative Caucus

New York State Industries for the Disabled, Inc. (NYSID)

Niagara USA Chamber of Commerce

Orange County Chamber of Commerce

Orange County Tavern & Restaurant Association

Pawsitive for Heroes

TEKsystems

Ulster County Regional Chamber of Commerce

WNYHeroes, Inc.