



Responsible | Knowledgeable | Accountable

July 16, 2021 - Keep 'In the Loop'

Inflation Factor for Calendar FY 2022 Governments Set at 2%

One of the primary components local governments and school districts utilize in determining the real property tax levy cap for their ensuing fiscal year is the inflation and allowable levy growth factor. The [inflation and allowable levy growth factor for municipalities with calendar 2022 fiscal years](#) has been set at 2%.

The Office of the State Comptroller does not establish the allowable levy growth factor. The factor is based on a specific calculation that is prescribed by law and further clarified by the NYS Division of Taxation and Finance and NYS Department of State in the [Tax Cap Guidance Document](#). As a service to local governments and school districts, the Office of the State Comptroller performs the computation to ensure consistency and to mitigate errors.

Also, information on tax base growth factors, another component in the tax levy cap formula, for counties, cities, towns, and villages with fiscal years beginning in 2022 are also available and provided by the NYS Department of Taxation and Finance at <https://www.tax.ny.gov/research/property/cap.htm>

Interested In Digital Advertising with NYGFOA? Learn more [here](#).

Keep 'In the Loop' with NYGFOA!

In the Loop bulletins are provided to members of NYGFOA.