AN OPEN LETTER ON THE FY 2009 BUDGET TO GOVERNOR PATERSON, SPEAKER SILVER AND MAJORITY LEADER BRUNO

March 28, 2008

Dear Governor Paterson, Speaker Silver and Majority Leader Bruno:

We, the undersigned Chambers of Commerce representing business owners and entrepreneurs from every corner of New York State, are writing to urge you to pass a budget that will keep our state economically competitive by reducing spending and avoiding business-killing new taxes and fees. We are confident that New York can get back on the right fiscal track, but we simply cannot tax and spend our way out of these tough times.

With a stagnant, if not recessionary national economy, at least 25 states are projecting budget deficits, and that number is sure to grow. However, as they work up their budgets for the new fiscal year, many of these states are taking prudent but politically difficult steps to keep government spending in line with falling revenues.

Other states, such as New Jersey, California and Florida, are working to trim state spending significantly. However, here in New York, where we are facing a \$4.6 billion deficit, we have seen budget proposals that increase spending significantly. On top of that, we are faced with a proposed \$1.3 billion in new taxes and fees that would increase costs for New York businesses large and small at a time when they can least afford it.

But it doesn't have to be this way. Governor Paterson has already indicated a willingness to change course and we urge the Assembly, the Senate and the Governor to work together to bring state spending growth down further – at least to the rate of inflation – and eliminate these onerous new taxes and fees. We are presented with a unique and historic opportunity to start taking steps toward a new budget discipline for New York, in which taxes and spending are balanced with a competitive and prosperous private sector economy.

Tough times call for tough choices, and we urge you to reject the tax and spend approach and make the right choice for New York and its business community.

Sincerely,

Adirondack Regional Chamber of Commerce Brooklyn Chamber of Commerce Buffalo Niagara Partnership Business Council of Westchester Chamber Alliance of New York State Chamber of Commerce of Ulster County Chamber of Southern Saratoga County Chautauqua County Chamber of Commerce Cheektowaga Chamber of Commerce Chemung County Chamber of Commerce Corning Area Chamber of Commerce Cortland County Chamber of Commerce Delaware County Chamber of Commerce Grand Island Chamber of Commerce Greater East Aurora Chamber of Commerce Greater Binghamton Chamber of Commerce

Greece Chamber of Commerce Manhattan Chamber of Commerce Mohawk Valley Chamber of Commerce Montgomery County Chamber of Commerce New Paltz Regional Chamber of Commerce Orchard Park Chamber of Commerce Otsego County Chamber of Commerce Queens Chamber of Commerce **Rochester Business Alliance** Rockland Business Association, Inc. Rome Area Chamber of Commerce Saratoga County Chamber of Commerce **Schenectady County Chamber of Commerce** Seneca County Chamber of Commerce Staten Island Chamber of Commerce **Tompkins County Chamber of Commerce**

Greater Southern Dutchess Chamber of Commerce Fulton County Regional Chamber of Commerce Plattsburgh-North Country Chamber of Commerce Watertown-North Country Chamber of Commerce