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## **Proposed AIM Aid Cut Update**

This afternoon, the Governor released his State FY 2020 30-Day proposed budget amendments which now includes a proposal to utilize additional sales tax revenue to help towns and villages which would be impacted by the proposed cut in Aid and Incentives to Municipalities (AIM) payments.

The proposal would use additional sales tax revenue from the elimination of the internet tax advantage to keep towns and villages whole. The elimination of the internet tax advantage was included in the Governor's FY 2020 Executive Budget and ensures that out-of-state merchants do not have a price advantage over the State's retail community. Approximately \$59 million in revenues for towns and villages are preserved through this action.

To ensure local governments receive these funds faster, the State proposes to implement the internet sales tax requirements earlier, starting June 1 of this year as opposed to September 1 (the date originally proposed in the Executive Budget).

The Governor's announcement can be downloaded via the following link:

**[Governor's AIM Aid Announcement \(2/15/19\)](#)**

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