S. 2807--C A. 4007--C

SENATE-ASSEMBLY

February 1, 2011

IN SENATE -- A BUDGET BILL, submitted by the Governor pursuant to article seven of the Constitution -- read twice and ordered printed, and when printed to be committed to the Committee on Finance -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

IN ASSEMBLY -- A BUDGET BILL, submitted by the Governor pursuant to article seven of the Constitution -- read once and referred to the Committee on Ways and Means -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee -- again reported from said committee with amendments, ordered reprinted as amended and recommittee with amendments, ordered reprinted as amended and recommittee to said committee as amended and recommitted to said committee

AN ACT to amend chapter 887 of the laws of 1983, amending the correction law relating to the psychological testing of candidates, in relation to extending the expiration of such chapter; to amend chapter 428 of the laws of 1999, amending the executive law and the criminal procedure law relating to expanding the geographic area of employment of certain police officers, in relation to extending the expiration of such chapter; to amend chapter 886 of the laws of 1972, amending the correction law and the penal law relating to prisoner furloughs in certain cases and the crime of absconding therefrom, in relation to extending the expiration of such chapter; to amend chapter 261 of the laws of 1987, amending chapters 50, 53 and 54 of the laws of 1987, the correction law, the penal law and other chapters and laws relating to correctional facilities, in relation to extending the expiration of such chapter; to amend chapter 339 of the laws of 1972, amending the correction law and the penal law relating to inmate work release, furlough and leave, in relation to extending the expiration of chapter; to amend chapter 60 of the laws of 1994 relating to certain provisions which impact upon expenditure of certain appropriations made by chapter 50 of the laws of 1994 enacting the state operations budget, in relation to extending the expiration of certain provisions

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets [] is old law to be omitted.

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such chapter; to amend chapter 554 of the laws of 1986, amending the correction law and the penal law relating to providing for nity treatment facilities and establishing the crime of absconding community treatment facility, in relation to extending the expiration of such chapter; to amend chapter 3 of the laws of amending the correction law and other laws relating to the incarceration fee, in relation to extending the expiration of provisions of such chapter; to amend chapter 55 of the laws of 1992, amending the tax law and other laws relating to taxes, surcharges, and funding, in relation to extending the expiration of certain provisions of such chapter; to amend chapter 907 of the laws of 1984, amending the correction law, the New York city criminal court act and the executive law relating to prison and jail housing and alternatives to detention and incarceration programs, in relation to extending the expiration of certain provisions of such chapter; to amend chapter 166 the laws of 1991, amending the tax law and other laws relating to taxes, in relation to extending the expiration of certain provisions such chapter; to amend the vehicle and traffic law, in relation to extending the expiration of the mandatory surcharge and victim assistance fee; to amend chapter 713 of the laws of 1988, amending the vehicle and traffic law relating to the ignition interlock device program, in relation to extending the expiration thereof; to amend chapter of the laws of 1997, amending the military law and other laws relating to various provisions, in relation to extending the expiration date of the merit provisions of the correction law and the penal law of such chapter; to amend chapter 412 of the laws of 1999, amending the civil practice law and rules and the court of claims act relating to prisonlitigation reform, in relation to extending the expiration of the inmate filing fee provisions of the civil practice law and rules general filing fee provision and inmate property claims exhaustion requirement of the court of claims act of such chapter; to amend chapter 222 of the laws of 1994 constituting the family protection domestic violence intervention act of 1994, in relation to extending the expiration of certain provisions of the criminal procedure requiring the arrest of certain persons engaged in family violence; to amend chapter 505 of the laws of 1985, amending the criminal procedure law relating to the use of closed-circuit television and other protective measures for certain child witnesses, in relation to extending the expiration of the provisions thereof; to amend chapter 3 laws of 1995, enacting the sentencing reform act of 1995, in relation to extending the expiration of certain provisions of such chapter; amend chapter 689 of the laws of 1993 amending the criminal procedure law relating to electronic court appearance in certain counties, relation to extending the effective date thereof; to amend chapter 688 of the laws of 2003, amending the executive law relating to enacting the interstate compact for adult offender supervision, in relation to the effectiveness of such chapter; to amend part H of chapter 56 of the laws of 2009, amending the correction law relating to limiting the closing of certain correctional facilities, providing for the custody by the department of correctional services of inmates serving definite sentences, providing for custody of federal prisoners and requiring the closing of certain correctional facilities, in relation to the effectiveness of such chapter; to amend chapter 268 of the laws of 1996, amending the education law and the state finance law relating to providing a recruitment incentive and retention program for certain active members of the New York army national guard, New York air

national guard, and New York naval militia, in relation to the effectiveness of such chapter; and to amend section 3 of part C of chapter 152 of the laws of 2001, amending the military law relating to military funds of the organized militia, in relation to the effectiveness thereof (Part A); to amend chapter 503 of the laws of 2009 relating to the disposition of monies recovered by county district before the filing of an accusatory instrument, in relation thereto and the effectiveness thereof (Part B); authorizing the governor to close correctional facilities; and providing for the repeal of provisions upon expiration thereof (Part C); to amend the tax law, in relation to the public safety communications surcharge; to section 403 of the state technology law, relating to annual reports of costs related to the statewide wireless network; and providing for the repeal of certain provisions upon expiration thereof (Part D); to amend the executive law and the alcoholic beverage control law, in relation to removing the salary provision for state liquor authority commissioners, other than the chairman (Part E); Intentionally omitted (Part F); to amend the workers' compensation law, in relation to selfinsurers; and to repeal certain provisions of such law relating thereto (Part G); to amend the executive law and the civil service law, relation to removing the salary provision for civil service commissioners other than the president (Part H); to amend the state finance law, in relation to aid and incentives for municipalities (Part I); to amend the state finance law, in relation to a program of aid to municipalities in which a video lottery terminal facility is located to repeal certain provisions of such law relating thereto (Part J); to amend the state finance law, in relation to creating citizen empowerment tax credits, local government citizens re-organization empowerment grants and the local government performance and efficiency and streamlining the local government efficiency grant program (Part K); to amend chapter 774 of the laws of 1989 amending the real property tax law relating to certain state lands subject taxation, in relation to clarifying the state's obligation to make payments with respect to certain lands (Part L); Intentionally omitted (Part M); Intentionally omitted (Part N); Intentionally omitted (Part in relation to allowing the State University Downstate Medical Center to create a not-for-profit corporation (Part P); to amend chapter 141 of the laws of 1994, amending the legislative law and state finance law relating to the operation and administration of the legislature, in relation to extending such provisions (Part 0); amend the education law, in relation to New York state district attorney and indigent legal services attorney loan forgiveness program eligibility (Part R); and in relation to the acquisition of the assets of Community-General Hospital of Greater Syracuse by SUNY Upstate Medical University (Part S)

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. This act enacts into law major components of legislation which are necessary to implement the state fiscal plan for the 2011-2012 state fiscal year. Each component is wholly contained within a Part identified as Parts A through S. The effective date for each particular provision contained within such Part is set forth in the last section of such Part. Any provision in any section contained within a Part, includ-

ing the effective date of the Part, which makes a reference to a section "of this act", when used in connection with that particular component, shall be deemed to mean and refer to the corresponding section of the Part in which it is found. Section three of this act sets forth the general effective date of this act.

6 PART A

Section 1. Section 2 of chapter 887 of the laws of 1983, amending the correction law relating to the psychological testing of candidates, as amended by section 1 of part U of chapter 56 of the laws of 2009, is amended to read as follows:

- S 2. This act shall take effect on the one hundred eightieth day after it shall have become a law and shall remain in effect until September 1, [2011] 2013.
- S 2. Section 3 of chapter 428 of the laws of 1999, amending the executive law and the criminal procedure law relating to expanding the geographic area of employment of certain police officers, as amended by section 2 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- S 3. This act shall take effect on the first day of November next succeeding the date on which it shall have become a law, and shall remain in effect until the first day of September, [2011] 2013, when it shall expire and be deemed repealed.
- S 3. Section 3 of chapter 886 of the laws of 1972, amending the correction law and the penal law relating to prisoner furloughs in certain cases and the crime of absconding therefrom, as amended by section 3 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- S 3. This act shall take effect 60 days after it shall have become a law and shall remain in effect until September 1, [2011] 2013.
- S 4. Section 20 of chapter 261 of the laws of 1987, amending chapters 50, 53 and 54 of the laws of 1987, the correction law, the penal law and other chapters and laws relating to correctional facilities, as amended by section 4 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- S 20. This act shall take effect immediately except that section thirteen of this act shall expire and be of no further force or effect on and after September 1, [2011] 2013 and shall not apply to persons committed to the custody of the department after such date, and provided further that the commissioner of correctional services shall report each January first and July first during such time as the earned eligibility program is in effect, to the chairmen of the senate crime victims, crime and correction committee, the senate codes committee, the assembly correction committee, and the assembly codes committee, the standards in effect for earned eligibility during the prior six-month period, the number of inmates subject to the provisions of earned eligibility, number who actually received certificates of earned eligibility during that period of time, the number of inmates with certificates who are granted parole upon their first consideration for parole, the number with certificates who are denied parole upon their first consideration, and the number of individuals granted and denied parole who did not have earned eligibility certificates.
- S 5. Subdivision (q) of section 427 of chapter 55 of the laws of 1992, amending the tax law and other laws relating to taxes, surcharges, fees

and funding, as amended by section 5 of part U of chapter 56 of the laws of 2009, is amended to read as follows:

- (q) the provisions of section two hundred eighty-four of this act shall remain in effect until September 1, [2011] 2013 and be applicable to all persons entering the program on or before August 31, [2011] 2013.
- S 6. Section 10 of chapter 339 of the laws of 1972, amending the correction law and the penal law relating to inmate work release, furlough and leave, as amended by section 6 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- S 10. This act shall take effect 30 days after it shall have become a law and shall remain in effect until September 1, [2011] 2013, and provided further that the commissioner of correctional services shall report each January first, and July first, to the chairman of the senate crime victims, crime and correction committee, the senate codes committee, the assembly correction committee, and the assembly codes committee, the number of eligible inmates in each facility under the custody and control of the commissioner who have applied for participation in any program offered under the provisions of work release, furlough, or leave, and the number of such inmates who have been approved for participation.
- S 7. Subdivision (c) of section 46 of chapter 60 of the laws of 1994 relating to certain provisions which impact upon expenditure of certain appropriations made by chapter 50 of the laws of 1994 enacting the state operations budget, as amended by section 7 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- (c) sections forty-one and forty-two of this act shall expire September 1, [2011] 2013; provided, that the provisions of section forty-two of this act shall apply to inmates entering the work release program on or after such effective date; and
- S 8. Section 5 of chapter 554 of the laws of 1986, amending the correction law and the penal law relating to providing for community treatment facilities and establishing the crime of absconding from the community treatment facility, as amended by section 8 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- S 5. This act shall take effect immediately and shall remain in full force and effect until September 1, [2011] 2013, and provided further that the commissioner of correctional services shall report each January first and July first during such time as this legislation is in effect, to the chairmen of the senate crime victims, crime and correction committee, the senate codes committee, the assembly correction committee, and the assembly codes committee, the number of individuals who are released to community treatment facilities during the previous six-month period, including the total number for each date at each facility who are not residing within the facility, but who are required to report to the facility on a daily or less frequent basis.
- S 9. Subdivision h of section 74 of chapter 3 of the laws of 1995, amending the correction law and other laws relating to the incarceration fee, as amended by section 9 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- h. Section fifty-two of this act shall be deemed to have been in full force and effect on and after April 1, 1995; provided, however, that the provisions of section 189 of the correction law, as amended by section fifty-five of this act, subdivision 5 of section 60.35 of the penal law, as amended by section fifty-six of this act, and section fifty-seven of this act shall expire September 1, [2011] 2013, when upon such date the amendments to the correction law and penal law made by sections fifty-

five and fifty-six of this act shall revert to and be read as if the provisions of this act had not been enacted; provided, however, that sections sixty-two, sixty-three and sixty-four of this act shall be deemed to have been in full force and effect on and after March 1, 1995 and shall be deemed repealed April 1, 1996 and upon such date the provisions of subsection (e) of section 9110 of the insurance law and subdivision 2 of section 89-d of the state finance law shall revert to and be read as set out in law on the date immediately preceding the effective date of sections sixty-two and sixty-three of this act;

- S 10. Subdivision (z) of section 427 of chapter 55 of the laws of 1992, amending the tax law and other laws relating to taxes, surcharges, fees and funding, as amended by section 10 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- (z) the provisions of section three hundred eighty-one of this act shall apply to all persons supervised by the [division of parole] DEPARTMENT OF CORRECTIONS AND COMMUNITY SUPERVISION on or after the effective date of this act, provided however, that subdivision 9 of section 259-a of the executive law, as added by section three hundred eighty-one of this act, shall expire on September 1, [2011] 2013;
- S 11. Subdivision (aa) of section 427 of chapter 55 of the laws of 1992, amending the tax law and other laws relating to taxes, surcharges, fees and funding, as amended by section 11 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- (aa) the provisions of sections three hundred eighty-two, three hundred eighty-three and three hundred eighty-four of this act shall expire on September 1, [2011] 2013;
- S 12. Section 12 of chapter 907 of the laws of 1984, amending the correction law, the New York city criminal court act and the executive law relating to prison and jail housing and alternatives to detention and incarceration programs, as amended by section 12 of part U of chapter 56 of the laws of 2009, is amended to read as follows:

 S 12. This act shall take effect immediately, except that the
- S 12. This act shall take effect immediately, except that the provisions of sections one through ten of this act shall remain in full force and effect until September 1, [2011] 2013 on which date those provisions shall be deemed to be repealed.
- S 13. Subdivision (p) of section 406 of chapter 166 of the laws of 1991, amending the tax law and other laws relating to taxes, as amended by section 13 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- (p) The amendments to section 1809 of the vehicle and traffic law made by sections three hundred thirty-seven and three hundred thirty-eight of this act shall not apply to any offense committed prior to such effective date; provided, further, that section three hundred forty-one of this act shall take effect immediately and shall expire November 1, 1993 at which time it shall be deemed repealed; sections three hundred forty-five and three hundred forty-six of this act shall take effect July 1, 1991; sections three hundred fifty-five, three hundred fiftysix, three hundred fifty-seven and three hundred fifty-nine of this act shall take effect immediately and shall expire June 30, 1995 and shall revert to and be read as if this act had not been enacted; section three hundred fifty-eight of this act shall take effect immediately and shall expire June 30, 1998 and shall revert to and be read as if this act had not been enacted; section three hundred sixty-four through three hundred sixty-seven of this act shall apply to claims filed on or after such effective date; sections three hundred sixty-nine, three hundred seventy-two, three hundred seventy-three, three hundred seventy-four, three

hundred seventy-five and three hundred seventy-six of this act shall remain in effect until September 1, [2011] 2013, at which time they 3 shall be deemed repealed; provided, however, that the surcharge provided in section three hundred seventy-four of this act shall apply to parking violations occurring on or after said effective 6 date; and provided further that the amendments made to section 235 of 7 the vehicle and traffic law by section three hundred seventy-two of this act, the amendments made to section 1809 of the vehicle and traffic law by sections three hundred thirty-seven and three hundred thirty-eight of 9 10 act and the amendments made to section 215-a of the labor law by section three hundred seventy-five of this act shall expire on September 11 1, [2011] 2013 and upon such date the provisions of such subdivisions and sections shall revert to and be read as if the provisions of this 12 13 14 act had not been enacted; the amendments to subdivisions 2 and 15 section 400.05 of the penal law made by sections three hundred seventyseven and three hundred seventy-eight of this act shall expire on July 16 1992 and upon such date the provisions of such subdivisions shall 17 revert and shall be read as if the provisions of this act had not been 18 19 enacted; the state board of law examiners shall take such action as is necessary to assure that all applicants for examination for admission to 20 21 practice as an attorney and counsellor at law shall pay the examination fee provided for by the amendment made to section 465 of the judiciary law by section three hundred eighty of this act for any exam-23 24 ination given on or after the effective date of this act notwithstanding 25 that an applicant for such examination may have prepaid a lesser fee for such examination as required by the provisions of such section 465 as of 26 the date prior to the effective date of this act; the provisions of section 306-a of the civil practice law and rules as added by section 27 28 29 three hundred eighty-one of this act shall apply to all actions pending 30 or commenced on or after September 1, 1991, provided, however, that for the purposes of this section service of such summons made prior to 31 32 such date shall be deemed to have been completed on September 1, 1991; 33 the provisions of section three hundred eighty-three of this act shall apply to all money deposited in connection with a cash bail or a partially secured bail bond on or after such effective date; and the 34 35 provisions of sections three hundred eighty-four and three hundred 36 eighty-five of this act shall apply only to jury service commenced during a judicial term beginning on or after the effective date of this 37 38 act; provided, however, that nothing contained herein shall be deemed to 39 40 affect the application, qualification, expiration or repeal provision of law amended by any section of this act and such provisions 41 shall be applied or qualified or shall expire or be deemed repealed in 42 43 the same manner, to the same extent and on the same date as the case may 44 be as otherwise provided by law; 45

S 14. Subdivision 8 of section 1809 of the vehicle and traffic law, as amended by section 14 of part U of chapter 56 of the laws of 2009, is amended to read as follows:

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- 8. The provisions of this section shall only apply to offenses committed on or before September first, two thousand [eleven] THIRTEEN.
- S 15. Section 6 of chapter 713 of the laws of 1988, amending the vehicle and traffic law relating to the ignition interlock device program, as amended by section 15 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- S 6. This act shall take effect on the first day of April next succeeding the date on which it shall have become a law; provided, however, that effective immediately, the addition, amendment or repeal

of any rule or regulation necessary for the implementation of the foregoing sections of this act on their effective date is authorized and directed to be made and completed on or before such effective shall remain in full force and effect until the first day of September, [2011] 2013 when upon such date the provisions of this act deemed repealed.

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- S 16. Paragraph a of subdivision 6 of section 76 of chapter 435 of the laws of 1997, amending the military law and other laws relating to various provisions, as amended by section 16 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- a. sections forty-three through forty-five of this act shall expire
- and be deemed repealed on September 1, [2011] 2013; S 17. Section 4 of part D of chapter 412 of the laws of 1999, amending the civil practice law and rules and the court of claims act relating to prisoner litigation reform, as amended by section 17 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- S 4. This act shall take effect 120 days after it shall have become a law and shall remain in full force and effect until September 1, [2011] 2013, when upon such date it shall expire.
- S 18. Subdivision 2 of section 59 of chapter 222 of the laws of 1994, constituting the family protection and domestic violence intervention act of 1994, as amended by section 18 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- Subdivision 4 of section 140.10 of the criminal procedure law as added by section thirty-two of this act shall take effect January 1, 1996 and shall expire and be deemed repealed on September 1, [2011] 2013.
- S 19. Section 5 of chapter 505 of the laws of 1985, amending the criminal procedure law relating to the use of closed-circuit television and other protective measures for certain child witnesses, as amended by section 19 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- shall take effect immediately and shall apply to all This act criminal actions and proceedings commenced prior to the effective date of this act but still pending on such date as well as all criminal actions and proceedings commenced on or after such effective date its provisions shall expire on September 1, [2011] 2013, when upon such date the provisions of this act shall be deemed repealed.

 S 20. Subdivision d of section 74 of chapter 3 of the laws of 1995,
- enacting the sentencing reform act of 1995, as amended by section 21 of part U of chapter 56 of the laws of 2009, is amended to read as follows:
- Sections one-a through twenty, twenty-four through twenty-eight, thirty through thirty-nine, forty-two and forty-four of this act shall be deemed repealed on September 1, [2011] 2013;
- S 21. Section 2 of chapter 689 of the laws of 1993 amending the criminal procedure law relating to electronic court appearance in certain counties, as amended by section 23 of part U of chapter 56 of of 2009, is amended to read as follows:
- This act shall take effect immediately, except provisions of this act shall be deemed to have been in full effect since July 1, 1992 and the provisions of this act shall expire September 1, [2011] 2013 when upon such date the provisions of this act shall be deemed repealed.
- S 22. Section 3 of chapter 688 of the laws of 2003, amending the executive law relating to enacting the interstate compact for adult offender

supervision, as amended by section 20 of part U of chapter 56 of the laws of 2009, is amended to read as follows:

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- This act shall take effect immediately, except that section one of this act shall take effect on the first of January next succeeding the date on which it shall have become a law, and shall remain in effect until the first of September, [2011] 2013, upon which date this act shall be deemed repealed and have no further force and effect; provided that section one of this act shall only take effect with respect to any compacting state which has enacted an interstate compact entitled "Interstate compact for adult offender supervision" and having an identical effect to that added by section one of this act and provided further that with respect to any such compacting state, upon the effec-12 tive date of section one of this act, section 259-m of the executive law 13 is hereby deemed REPEALED and section 259-mm of the executive 15 added by section one of this act, shall take effect; and provided further that with respect to any state which has not enacted an interstate compact entitled "Interstate compact for adult offender supervision" and having an identical effect to that added by section one of this act, section 259-m of the executive law shall take effect and the provisions of section one of this act, with respect to any such state, shall have no force or effect until such time as such state shall adopt 22 an interstate compact entitled "Interstate compact for adult supervision" and having an identical effect to that added by section one 24 of this act in which case, with respect to such state, effective immediately, section 259-m of the executive law is deemed repealed section 259-mm of the executive law, as added by section one of this act, shall take effect. 27
 - S 23. Section 8 of part H of chapter 56 of the laws of 2009, amending correction law relating to limiting the closing of certain correctional facilities, providing for the custody by the department of correctional services of inmates serving definite sentences, providing for custody of federal prisoners and requiring the closing of certain correctional facilities, is amended to read as follows:
 - This act shall take effect immediately; provided, however that sections five and six of this act shall expire and be deemed repealed September 1, [2011] 2013.
 - Section 5 of chapter 268 of the laws of 1996, amending the education law and the state finance law relating to providing a recruitment incentive and retention program for certain active members York army national guard, New York air national guard, and New York naval militia, as amended by section 1 of part B of chapter 56 laws of 2005, is amended to read as follows:
 - This act shall take effect January 1, 1997 and shall expire and be deemed repealed [March 31, 2011] SEPTEMBER 1, 2016; provided that any person who has begun to receive the benefits of this act prior to its expiration and repeal shall be entitled to continue to receive the beneof this act after its expiration and repeal until completion of a baccalaureate degree or cessation of status as an active member, ever occurs first.
 - 25. Section 3 of part C of chapter 152 of the laws of 2001 amending the military law relating to military funds of the organized militia, as amended by section 1 of part RR of chapter 56 of the laws of amended to read as follows:
 - This act shall take effect on the same date as the reversion of subdivision 5 of section 183 and subdivision 1 of section 221 of the military law as provided by section 76 of chapter 435 of the laws of

1997, as amended by section 1 of chapter 19 of the laws of 1999 notwithstanding this act shall be deemed to have been in full force and effect on and after July 31, 2005 and shall remain in full force and effect until [July 31, 2011] SEPTEMBER 1, 2013 when upon such date this act shall expire.

S 26. This act shall take effect immediately.

7 PART B

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Section 1. Sections 1 and 2 of part H of chapter 503 of the laws of 2009 relating to the disposition of monies recovered by county district attorneys before the filing of an accusatory instrument, as amended by section 1 of part KK of chapter 56 of the laws of 2010, are amended to read as follows:

Section 1. When a county district attorney of a county located in a city of one million or more recovers monies before the filing of an accusatory instrument as defined in subdivision 1 of section 1.20 of the criminal procedure law, after injured parties have been appropriately compensated, the district attorney's office shall retain a percentage of the remaining such monies in recognition that such monies were recovered a result of investigations undertaken by such office. [The] FOR EACH RECOVERY THE total amount of such monies to be retained by the county district attorney's office shall equal ten percent of the first twentyfive million dollars received by such office [during the state fiscal year], plus seven and one-half percent of such monies received by such office in excess of twenty-five million dollars but less than fifty million dollars, plus five percent of any such monies received by such office in excess of fifty million dollars but less than one hundred million dollars, plus one percent of such monies received by such office excess of one hundred million dollars. The remainder of such monies shall be paid by the district attorney's office to the state and to the county in equal amounts within thirty days of receipt, where disposition such monies is not otherwise prescribed by law. Monies distributed to a county district attorney's office pursuant to this section shall be used to enhance law enforcement efforts [and shall not supplant funds ordinary budgetary costs including salaries of personnel expenses of district attorneys].

- S 2. This act shall take effect immediately and shall remain in full force and effect until [the last day of] March 31, [2011] 2012, when it shall expire and be deemed repealed.
- S 2. This act shall take effect immediately and shall be deemed to have been in full force and effect on and after March 31, 2011; provided, however, that the amendments to section 1 of part H of chapter 503 of the laws of 2009 made by section one of this act shall not affect the repeal of such section and shall be deemed repealed therewith.

44 PART C

45 Section 1. Notwithstanding the provisions of sections 79-a and 79-b of the correction law, the governor is authorized to close correctional 46 47 facilities of the department of corrections and community supervision, in state fiscal year 2011-2012, as he determines to be necessary for the 48 cost-effective and efficient operation of the correctional system, 49 50 provided that the governor provides at least 60 days notice prior to any 51 such closures to the temporary president of the senate and the speaker 52 of the assembly.

1 S 2. This act shall take effect April 1, 2011 and shall expire and be 2 deemed repealed March 31, 2012.

3 PART D

- Section 1. Paragraph (b) of subdivision 6 of section 186-f of the tax law, as added by section 3 of part B of chapter 56 of the laws of 2009, is amended to read as follows:
- (b) The sum of one million five hundred thousand dollars must be deposited into the New York state emergency services revolving loan fund annually; PROVIDED, HOWEVER, THAT SUCH SUMS SHALL NOT BE DEPOSITED FOR STATE FISCAL YEARS TWO THOUSAND ELEVEN--TWO THOUSAND TWELVE AND TWO THOUSAND TWELVE--TWO THOUSAND THIRTEEN;
- S 2. Paragraphs (d) and (e) of subdivision 6 of section 186-f of the tax law, paragraph (d) as amended and paragraph (e) as added by section 39 of part B of chapter 56 of the laws of 2010, are amended to read as follows:
- (d) THE SUM OF NINE MILLION DOLLARS ANNUALLY FOR THE PROVISION OF GRANTS OR REIMBURSEMENTS TO COUNTIES FOR COSTS RELATED TO THE OPERATION AND IMPROVEMENT OF PUBLIC SAFETY ANSWERING POINTS. ANNUAL GRANTS MAY CONSIDER PROSPECTIVE OR RETROSPECTIVE COSTS INCURRED TO CONSOLIDATE PUBLIC SAFETY ANSWERING POINTS, TO IMPLEMENT NEW TECHNOLOGIES IN PUBLIC SAFETY ANSWERING POINTS THAT FACILITATE INTEROPERABILITY AND CREATE OPERATING EFFICIENCIES, TO PROMOTE THE DEVELOPMENT AND IMPLEMENTATION OF CROSS-JURISDICTIONAL STANDARD OPERATING PROCEDURES THAT FOSTER REGIONAL CONSOLIDATION.
- (E) To provide the costs of debt service for bonds and notes issued to finance expedited deployment funding pursuant to the provisions of section three hundred thirty-three of the county law and section sixteen hundred eighty-nine-h of the public authorities law; and
- [(e) services] (F) SERVICES and expenses that support the operations and mission of the division of homeland security and emergency services as appropriated by the legislature.
 - S 3. Section 403 of the state technology law is REPEALED.
- 33 S 4. This act shall take effect immediately; provided however that 34 section two of this act shall take effect April 1, 2012, and shall 35 expire and be deemed repealed March 31, 2014.

36 PART E

- Section 1. Paragraph (f) of subdivision 1 of section 169 of the executive law, as separately amended by section 11 of part A-1 and section 10 of part 0 of chapter 56 of the laws of 2010, is amended to read as follows:
 - (f) executive director of adirondack park agency, [commissioners of the state liquor authority,] commissioners of the state civil service commission, members of state commission of correction, members of unemployment insurance appeal board, and members of the workers' compensation board.
 - S 2. Section 11 of the alcoholic beverage control law, as amended by chapter 83 of the laws of 1995, is amended to read as follows:
- 48 S 11. Appointment of authority. The members of the authority shall be 49 appointed by the governor by and with the advice and consent of the 50 senate. Not more than two members of the authority shall belong to the 51 same political party. The chairman of the state alcoholic beverage 52 control board heretofore appointed and designated by the governor and

the remaining members of such board heretofore appointed by the governor shall continue to serve as chairman and members of the authority until 3 the expiration of the respective terms for which they were Upon the expiration of such respective terms the successors of such 5 chairman and members shall be appointed to serve for a term of three years each and until their successors have been appointed and qualified. COMMISSIONERS, OTHER THAN THE CHAIRMAN SHALL, WHEN PERFORMING THE 7 8 WORK OF THE AUTHORITY, BE COMPENSATED AT A RATE OF TWO HUNDRED 9 PER DAY, TOGETHER WITH AN ALLOWANCE FOR ACTUAL AND NECESSARY 10 EXPENSES INCURRED IN THE DISCHARGE OF THEIR DUTIES. THE CHAIRMAN ANNUAL SALARY ESTABLISHED IN SECTION ONE HUNDRED SIXTY-NINE 11 12 OF THE EXECUTIVE LAW.

13 S 3. This act shall take effect immediately.

14 PART F

15 Intentionally omitted.

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16 PART G

Section 1. The opening paragraph of subparagraph 4 of paragraph (h) of subdivision 8 of section 15 of the workers' compensation law, as amended by section 1 of part QQ of chapter 56 of the laws of 2009, is amended to read as follows:

As soon as practicable after May first in the year nineteen hundred fifty-eight, and annually thereafter as soon as practicable after January first in each succeeding year, the chair of the board shall assess upon and collect from all self-insurers[, except group self-insurers], the state insurance fund, AND all insurance carriers [and group self-insurers,] (A) a sum equal to one hundred fifty per centum of the total disbursements made from the special disability fund during the preceding calendar year (not including any disbursements made on account of anticipated liabilities or waiver agreements funded by bond proceeds and related earnings), less the amount of the net assets in such fund as of said preceding calendar year, and (B) a sum December thirty-first of sufficient to cover debt service, and associated costs (the service assessment") to be paid during the calendar year by the dormitory authority, as calculated in accordance with subparagraph five of this paragraph. Such assessments shall be allocated to (i) self-insurers [except group self-insurers] and the state insurance fund based upon the proportion that the total compensation payments made by all self-insur-[except group self-insurers] and the state insurance fund bore to the total compensation payments made by all self-insurers [except group self-insurers], the state insurance fund, AND all insurance carriers [and group self-insurers], AND (ii) insurance carriers based upon the proportion that the total compensation payments made by all insurance carriers bore to the total compensation payments by all self-insurers [except group self-insurers], the state insurance fund and all insurance carriers [and group self-insurers] during the fiscal year which ended within said preceding calendar year[, and (iii) group self-insurers based upon the proportion that the total compensation payments made by all group self-insurers bore to the total compensation payments made by self-insurers, the state insurance fund and all insurance carriers during the fiscal year which ended within said preceding calendar year]. Insurance carriers and self-insurers shall be liable for all assessments regardless of the date on which they came into existence, or

whether they have made any claim for reimbursement from the special disability fund. The portion of such sum allocated to self-insurers [except group self-insurers] and the state insurance fund that shall be collected from each self-insurer [except a group self-insurer] and the state insurance fund shall be a sum equal to the proportion of the amount which the total compensation payments of each such self-insurer 7 [except a group self-insurer] or the state insurance fund bore to 8 total compensation payments made by all self-insurers [except group self-insurers] and the state insurance fund during the fiscal year which 9 10 ended within said preceding calendar year. The portion of such sum allocated to insurance carriers that shall be collected from each insurance 11 carrier shall be a sum equal to that proportion of the amount which the 12 total standard premium by each such insurance carrier bore to the total 13 14 standard premium reported by all insurance carriers during the calendar 15 year which ended within said preceding fiscal year. [The portion of such 16 sum allocated to group self-insurers that shall be collected from each 17 group self-insurer shall be a sum equal to that proportion of the amount which the pure premium calculation for each such group self-insurer bore 18 19 the total pure premium calculation for all group self-insurers for 20 the calendar year which ended within the preceding state fiscal year.] 21 payments from the debt service assessment, unless otherwise set 22 forth in the special disability fund financing agreement, are hereby 23 pledged therefor and shall be deemed the first monies received on account of assessments in each year. For the purposes of this paragraph, 24 25 "standard premium" shall mean the premium as defined for the purposes of this assessment by the superintendent of insurance, in consultation with 26 the chair of the board and the workers' compensation rating board. [For 27 purposes of this paragraph "pure premium calculation" means the New York 28 29 state annual payroll as of December thirty-first of the preceding year by class code for each employer member of a group self-insurer multi-plied by the applicable loss cost for each class code as determined by 30 31 32 the workers' compensation rating board in effect on December thirty-33 first of the preceding year, and for a group or individual self-insurer who has ceased to self-insure shall be based on payroll at the time the 34 35 group or individual self-insurer ceased to self-insure reduced by a 36 factor reflecting the reduction in the group or individual 37 insurer's self-insurance liabilities since ceasing to self-insure.] An employer who has ceased to be a self-insurer [or a group that ceases to be licensed as a group self-insurer] shall continue to be liable for any 38 39 40 assessments into said fund on account of any compensation payments made by him or her on his or her account during such fiscal year, and the 41 security fund, created under the provisions of section one hundred seven 42 43 this chapter, shall, in the event of the insolvency of any insurance 44 company, be liable for any assessments that would have been made against 45 such company except for its insolvency. No assessment shall be payable from the aggregate trust fund, created under the provisions of section 46 47 twenty-seven of this article, but such fund shall continue to be 48 for all compensation that shall be payable under any award or order of the board, the commuted value of which has been paid into such fund. 49 50 Such assessments when collected shall be deposited with the commissioner taxation and finance for the benefit of such fund. Unless otherwise 51 52 provided, such assessments, shall not constitute an element of loss for the purpose of establishing rates for compensation insurance but shall 53 54 for the purpose of collection be treated as separate costs by carriers. 55 insurance carriers and the state insurance fund, shall collect such 56 assessments, from their policyholders through a surcharge based on

premiums in accordance with rules set forth by the superintendent of insurance in consultation with the New York workers' compensation rating board and the chair of the board. Such surcharge shall be considered as part of premium for purposes prescribed by law including, but not limited to, computing premium tax, reporting to the superintendent of insurance pursuant to section ninety-nine of this chapter and section three 7 hundred seven of the insurance law, determining the limitation of expenditures for the administration of the state insurance fund pursuant to section eighty-eight of this chapter and the cancellation by an 9 10 insurance carrier, including the state insurance fund, of a policy for 11 non-payment of premium. The provisions of this paragraph shall not apply with respect to policies containing coverage pursuant to subsection (j) of section three thousand four hundred twenty of the insurance law 12 13 14 relating to every policy providing comprehensive personal liability insurance on a one, two, three or four family owner-occupied dwelling. The state insurance fund shall[,] notify its insureds that such assessments, shall be, for the purpose of recoupment, treated as separate 16 17 costs, [respectively] for the purpose of premiums billed 18 19 October first, nineteen hundred ninety-four. FOR THE PURPOSES OF THIS 20 SECTION, A "SELF-INSURER" SHALL BE: (I) AN EMPLOYER AUTHORIZED 21 SELF-INSURE UNDER SUBDIVISION THREE OF SECTION FIFTY OF THIS CHAPTER, ACTIVE GROUPS AUTHORIZED PURSUANT TO SUBDIVISION THREE-A OF 23 FIFTY OF THIS CHAPTER OR A GROUP OF EMPLOYERS AUTHORIZED TO SELF-INSURE 24 UNDER PARAGRAPH TEN OF SUBDIVISION THREE-A OF SECTION FIFTYTHIS 25 OR (II) A PUBLIC EMPLOYER AUTHORIZED AS SET FORTH IN PARAGRAPH 26 A OF SUBDIVISION FOUR OF SECTION FIFTY OF THIS CHAPTER TO SELF-INSURE UNDER SUBDIVISION THREE, THREE-A OR FOUR OF SUCH SECTION OR ARTICLE FIVE OF THIS CHAPTER, WHETHER INDIVIDUALLY OR AS A GROUP. 27 28

29 S 2. The workers' compensation law is amended by adding a new section 30 15-a to read as follows:

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S 15-A. ASSESSMENT ON INSOLVENT GROUP SELF-INSURED TRUSTS. THE LEGIS-LATURE FINDS THAT IN LIEU OF THE ASSESSMENTS UNDER SECTIONS FIFTEEN AND ONE HUNDRED FIFTY-ONE OF THIS CHAPTER THAT SHALL NO LONGER BE IMPOSED ON CLOSED GROUP SELF-INSURED TRUSTS AS A RESULT OF THE CHAPTER OF THE LAWS THOUSAND ELEVEN WHICH ADDED THIS SECTION, THE MEMBERS OF GROUP SELF-INSURED TRUSTS THAT WERE INSOLVENT UPON CLOSING, AND THAT FAIL THEIR OBLIGATIONS WITHIN THE PERIODS SPECIFIED BY THIS SECTION, SHALL BE SUBJECT TO A ONE TIME ASSESSMENT PURSUANT TO THIS WITHIN THIRTY DAYS OF JANUARY FIRST, TWO THOUSAND SIXTEEN, ALL EMPLOYERS WHO WERE MEMBERS OF A CLOSED GROUP SELF-INSURED TRUST THAT WAS INSOLVENT AT THE TIME THE GROUP WAS CLOSED SHALL BE SUBJECT TO AN ASSESSMENT UNDER SECTION, EXCEPT FOR THOSE EMPLOYERS THAT: (1) HAVE ENTERED INTO A WHICH SETTLEMENT AGREEMENT OR PAYMENT PLAN WITH THE BOARD UNDER HAVE AGREED TO RESOLVE ALL LIABILITIES FROM THE MEMBERSHIP IN SUCH TRUST, AND REMAIN CURRENT IN THEIR PAYMENTS; (2) ARE MEMBERS OF A SELF-INSURER THAT HAS TRANSFERRED ALL OF ITS LIABILITIES TRANSFERRED VIA TRANSFER; OR (3) HAVE PAID ALL MONEYS BILLED THEM BY PORTFOLIO THE BOARD AT THE TIME SUCH ASSESSMENT IS DUE. FOR PURPOSES SECTION, INSOLVENT MEANS THE INABILITY OF A PRIVATE GROUP SELF-INSURED TRUST TO PAY ITS OUTSTANDING LAWFUL OBLIGATIONS UNDER THIS MATURE IN THE REGULAR COURSE OF BUSINESS, AS MAY BE SHOWN BY: (I) THE SELF-INSURER BEING UNDERFUNDED AS DEFINED IN SUBDIVISION THREE-A SECTION FIFTY OF THIS CHAPTER; AND (II) THE SUM OF THE GROUP SELF-IN-SURED TRUST'S ASSETS, AS DEFINED BY REGULATION OF THE CHAIR, PLUS SECURITY DEPOSIT HELD BY THE CHAIR PURSUANT TO SUBDIVISION THREE-A OF SECTION FIFTY OF THIS CHAPTER AND REGULATION OF THE

BEING LESS THAN THE TOTAL COST OF ALL OF THE GROUP SELF-INSURED TRUST'S ANTICIPATED WORKERS' COMPENSATION LIABILITIES, AS DEFINED BY BOARD REGU-LATIONS, THAT WILL ACCRUE WITHIN THE SUCCEEDING SIX MONTHS. THE TOTAL OF ASSESSMENT SHALL BE DETERMINED BY THE PERCENTAGE OF THE ASSESSMENT LEVIED ON ALL EMPLOYERS UNDER SUBDIVISION EIGHT OF SECTION FIFTEEN 6 ARTICLE IN TWO THOUSAND TEN THAT WAS LEVIED ON GROUP SELF-INSURED 7 TRUSTS MULTIPLIED BY THE TOTAL AMOUNT OF THE EMPLOYER'S UNPAID PRO ANY DEFICIT OWED BY THE CLOSED GROUP SELF-INSURED EMPLOYER OF WHICH SUCH EMPLOYER WAS A MEMBER, AS DETERMINED BY THE CHAIR. THE AMOUNT 9 10 RECEIVED ON SUCH ASSESSMENT SHALL BE USED AS AN OFFSET AGAINST 11 IMPOSED ON OTHER EMPLOYERS UNDER SUBDIVISION 12 SECTION FIFTEEN OF THIS ARTICLE AND SECTION ONE HUNDRED FIFTY-ONE 13 THE CALENDAR YEAR FOLLOWING THE YEAR IN WHICH IT WAS THIS CHAPTER IN 14 RECEIVED.

S 3. Subdivision 3 of section 50 of the workers' compensation law, as amended by chapter 6 of the laws of 2007, the second undesignated paragraph as amended by section 3 of part R of chapter 56 of the laws of 2010, is amended to read as follows:

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3. By furnishing satisfactory proof to the chair of his financial ability to pay such compensation for himself, OR TO PAY SUCH COMPEN-SATION ON BEHALF OF A GROUP OF EMPLOYERS IN ACCORDANCE WITH SUBDIVISION TEN OF THIS SECTION, in which case the chair shall require the deposit with the chair of such securities as the chair may deem necessary of the kind prescribed in subdivisions one, two, three, four and five, and subparagraph (a) of paragraph three of subdivision seven of section two hundred thirty-five of the banking law, or the deposit of cash, or the filing of irrevocable letters of credit issued by a qualified banking institution as defined by rules promulgated by the chair or the filing of a bond of a surety company authorized to transact business in this state, in an amount to be determined by the chair, or the posting and filing as aforesaid of a combination of such securities, cash, irrevocable letters of credit and surety bond in an amount to be determined by the chair, to secure his liability to pay the compensation provided in this chapter. Any such surety bond must be approved as to form by the chair. If an employer OR GROUP OF EMPLOYERS posts and files a combination of securities, cash, irrevocable letters of credit and surety bond aforesaid, and if it becomes necessary to use the same to pay the compensation provided in this chapter, the chair shall first use such securities or cash or irrevocable letters of credit and, when the full amount thereof has been exhausted, he shall then require the surety to pay forthwith to the chair all or any part of the penal sum of the bond for that purpose. The chair may also require an agreement on the part of the employer OR GROUP OF EMPLOYERS to pay any awards commuted under section twenty-seven of this chapter, into the special fund of the state fund, as a condition of his being allowed to remain uninsured pursuant to this section. The chair shall have the authority to deny the application of an employer OR GROUP OF EMPLOYERS to pay such compensation for himself or to revoke his consent furnished, under this section at any time, for good cause shown. The employer OR GROUP OF EMPLOYERS ing under this subdivision shall be known as a self-insurer.

If for any reason the status of an employer OR GROUP OF EMPLOYERS under this subdivision is terminated, the securities or the surety bond, or the securities, cash, or irrevocable letters of credit and surety bond, on deposit referred to herein shall remain in the custody of the chair for such time as the chair may deem proper and warranted under the circumstances. In lieu thereof, and at the discretion of the chair, the

employer, his or her heirs or assigns or others carrying on or liquidatsuch business, may execute an assumption of workers' compensation liability insurance policy securing such further and future contingent liability as may arise from prior injuries to workers and be incurred by reason of any change in condition of such workers warranting the board making subsequent awards for payment of additional compensation. 7 policy shall be in a form approved by the superintendent of insurance and issued by the state fund or any insurance company licensed to issue this class of insurance in this state. In the event that such policy is 9 10 issued by an insurance company other than the state fund, then said 11 policy shall be deemed of the kind specified in paragraph fifteen of 12 subsection (a) of section one thousand one hundred thirteen of the insurance law and covered by the workers' compensation security fund as 13 14 created and governed by article six-A of this chapter. It shall only be 15 issued for a single complete premium payment in advance by the employer 16 OR GROUP OF EMPLOYERS and in an amount deemed acceptable by the chair the superintendent of insurance. In lieu of the applicable premium 17 18 charge ordinarily required to be imposed by a carrier, said premium 19 shall include a surcharge in an amount to be determined by the chair to: satisfy all assessment liability due and owing to the board and/or 20 21 the chair under this chapter; and (ii) satisfy all future assessment 22 liability under this section, AND WHICH SURCHARGE SHALL BE ADJUSTED FROM TO TIME TO REFLECT ANY CHANGES TO THE ASSESSMENT OF GROUP SELF-IN-23 24 SURED EMPLOYERS, INCLUDING ANY CHANGES ENACTED BY THE CHAPTER 25 THOUSAND ELEVEN AMENDING SECTIONS FIFTEEN AND ONE HUNDRED TWO 26 FIFTY-ONE OF THIS CHAPTER. Said surcharge shall be payable to the board simultaneous to the execution of the assumption of workers' compensation 27 28 liability insurance policy. However, the payment of said surcharge does relieve the carrier from any other liability, including liability 29 30 owed to the superintendent of insurance pursuant to article [six-a] SIX-A of this chapter. When issued such policy shall be non-cancellable 31 32 without recourse for any cause during the continuance of the liability 33 secured and so covered.

[The board will report to the governor and the legislature on or before December first, two thousand seven, as to the advisability and feasibility of (1) implementing a statewide self-insured employer bond program, and (2) an improved individual employer bond program.]

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- S 4. Paragraph 9 of subdivision 3-a of section 50 of the workers' compensation law is REPEALED and paragraph 2 and subparagraph (a) of paragraph 7, paragraph 2 as amended by chapter 139 of the laws of 2008, and subparagraph (a) of paragraph 7 as amended by section 4 of part R of chapter 56 of the laws of 2010, are amended and three new paragraphs 10, 11 and 12 are added to read as follows:
- (2) (a) Any group consisting exclusively of such employers may adopt a plan for self-insurance, as a group, for the payment of compensation under this chapter to their employees, except that no new groups may adopt such a plan [prior to April first, two thousand nine], GROUP NOT COMPOSED SOLELY OF PUBLIC ENTITIES SET FORTH IN PARAGRAPH A OF SUBDIVISION FOUR OF THIS SECTION MAY INSURE ANY LIABILITIES FOR ANY EMPLOYERS ON AND AFTER JANUARY FIRST, TWO THOUSAND TWELVE, IN PARAGRAPH TEN OF THIS SUBDIVISION. Under such plan the PROVIDED FOR group shall assume the liability of all the employers within the group and pay all compensation for which the said employers are liable under this chapter, except that in the case of municipal corporations as herein defined no proof of financial ability or deposit of securities or cash need be made in compliance with this subdivision. The group quali-

fying under this subdivision shall be known as a group self-insurer and the employers participating therein and covered thereby shall be known as members.

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- Where such plan is adopted the group self-insurer shall furnish satisfactory proof to the chair of its financial ability to pay such compensation for the members in the industry covered by it, its revenues, their source and assurance of continuance. The chair shall require the deposit with the chair of such securities as may be deemed necessary the kind prescribed in subdivisions one, two, three, four and five, and subparagraph (a) of paragraph three of subdivision seven of two hundred thirty-five of the banking law or the deposit of cash or the irrevocable letters of credit issued by a qualified banking institution as defined by rules promulgated by the chair or the filing a bond of a surety company authorized to transact business in this state, in an amount to be determined to secure its liability to pay the compensation of each employer as above provided. Such surety bond must be approved as to form by the chair. The chair shall require each group self-insurer to provide regular reports no less than annually, which shall include but not be limited to audited financial statements, actuarial opinions and payroll information containing proof that it is fully funded. Such reports shall also include a contribution year analysis detailing contributions and expenses associated with each contribution year. For purposes of this paragraph, proof that a group self-insurer is fully funded shall at a minimum include proof stricted cash and investments permitted by regulation of the chair of at least one hundred percent of the total liabilities, including the estimate presented in the actuarial opinion submitted by the group self-insurer in accordance with this chapter. The chair by regulation, may set further financial standards for group self-insurers. Any group self-insurer that fails to show that it is fully funded shall be deemed underfunded, and must submit a plan for achieving fully funded status which include a deficit assessment on members of such group self-insurer which shall be subject to approval or modification by the chair. chair may impose such limitations on admission of new members or offering of discounts on underfunded group self-insurers to insure that such group self-insurers shall become fully funded. Should the group self-insurer fail to meet the terms of its plan, the chair may condition its continued authorization to act as a group self-insurer on the appointof an outside monitor selected by the chair, at the group selfinsurer's expense. Effective January first, two thousand fourteen, group self-insurer that fails to show it is fully funded in accordance with this paragraph and the regulations issued pursuant thereto shall one year to cure the deficiency. If such deficiency is not cured within one year, the group self-insurer shall be given six months to terminate its coverage.]
- (c) The chair shall evaluate, no less than once every three years, a group self-insurer's compliance with the financial and regulatory requirements for self-insurance. The chair may engage any qualified person or organization to assist with such evaluation and any costs incurred by the chair shall be borne by the group self-insurer under examination. Failure to submit to such independent review or to pay such costs, upon demand of the chair, shall be sufficient grounds to terminate coverage of the group self-insurer.
- (d) The chair may require reports to be prepared by an auditor, actuary or other consultant, selected by the board or, at the chair's discretion, by the group self-insurer from a list which shall be pre-ap-

proved by the chair to determine whether the group self-insurer meets the financial criteria for self-insurance. All actuaries so selected shall be fellows or associates of the casualty actuarial society.

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- (e) The chair may also require that any and all agreements, contracts and other pertinent documents relating to the organization of the members in the group self-insurer shall be filed [at the time the application for group self-insurance is made or anytime thereafter. Such application shall be on a form prescribed by the chair. The chair may also require an agreement on the part of said group self-insurer to pay any awards commuted under section twenty-seven of this chapter into the aggregate trust fund as a condition of its being allowed to operate as a group self-insurer pursuant to this subdivision] WITH THE CHAIR.
- (f) The chair shall have the authority to [deny the application of the group self-insurer to pay such compensation or to] revoke consent furnished under this section at any time for good cause shown.
- (g) [At least twenty days prior] PRIOR to the requested effective date of the participating agreement, a group self-insurer shall notify the chair on a prescribed form of a new group self-insurer member and file (1) a member application and (2) a copy of the properly executed prescribed participation agreement wherein the member acknowledges their joint and several obligation for their period of membership. The board shall, on a form promulgated by the chair, provide notice of the member's rights and responsibilities as a group self-insurer member, including the member's assumption of joint and several liability, and require the member to return a signed copy to the chair as a condition of membership. [Such membership shall not become effective until the signed copy has been received by the board.]
- (h) Any member terminating membership in a group self-insurer after less than four years in such group self-insurer, and any member in a group self-insurer that has defaulted, shall be precluded from obtaining prospective coverage from any group self-insurer for a period of at least three years from the effective date of termination.
- (a) If for any reason, the status of a group self-insurer under this subdivision is terminated, INCLUDING BY OPERATION OF LAW ON AND AFTER JANUARY FIRST, TWO THOUSAND TWELVE, the securities or cash or the surety bond on deposit referred to herein shall remain in the custody chair for such time as the chair may deem proper and warranted. In lieu thereof, and at the discretion of the chair, the group self-insurer, its heirs or assigns or others carrying on or liquidating such group selfinsurer, including the chair on the group self-insurer's behalf, may execute an assumption of workers' compensation liability insurance policy securing such further and future contingent liability as may arise from prior injuries to workers and be incurred by reason of any change in the condition of such workers warranting the board making subsequent awards for payment of additional compensation. Such policy shall be in a form approved by the superintendent of insurance and issued by the state fund or any insurance company licensed to issue this class of insurance in this state. In the event that such policy is issued by an insurance company other than the state fund, then said policy shall be deemed of the kind specified in paragraph fifteen of subsection (a) of section one thousand one hundred thirteen of the insurance law and covered by compensation security fund as created and governed by article six-A of this chapter. It shall only be issued for a single complete premium payment in advance by the group self-insurer and in an amount deemed acceptable by the chair and the superintendent of insurance. lieu of the applicable premium charge ordinarily required to be imposed

by a carrier, said premium shall include a surcharge in an amount to be determined by the chair to: (i) satisfy all assessment liability due and owing to the board and/or the chair under this chapter; and (ii) satisfy all future assessment liability under this section, AND WHICH SURCHARGE SHALL BE ADJUSTED FROM TIME TO TIME TO REFLECT ANY CHANGES ASSESSMENT OF GROUP SELF-INSURED EMPLOYERS, INCLUDING ANY CHANGES 7 ENACTED BY THE CHAPTER OF THE LAWS OF TWO THOUSAND ELEVEN AMENDING SECTIONS FIFTEEN AND ONE HUNDRED FIFTY-ONE OF THIS CHAPTER. 9 surcharge shall be payable to the board simultaneous to the execution of 10 the assumption of workers' compensation liability insurance policy. 11 However, the payment of said surcharge does not relieve the carrier from any other liability, including liability owed to the superintendent of 12 insurance pursuant to article six-A of this chapter. When issued such 13 14 policy shall be noncancellable without recourse for any cause during the continuance of the liability secured and so covered.

(10) (A) A NON-MUNICIPAL GROUP OF EMPLOYERS MAY MAKE APPLICATION TO THE CHAIR TO QUALIFY JOINTLY AS A SELF-INSURER, PROVIDED:

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- (1) THE MEMBERS OF THE GROUP SECURE THE SERVICES OF AN ADMINISTRATOR, WHO SHALL CARRY OUT THE RESPONSIBILITIES OF SUCH AN ADMINISTRATOR AS SET FORTH IN SUBDIVISION FIVE OF THIS SECTION, AND WHO SHALL BE SUBJECT TO THE RESTRICTIONS AND PENALTIES APPLICABLE TO AN ADMINISTRATOR UNDER THIS SECTION;
- (2) THE MEMBERS OF THE GROUP, THROUGH THE ADMINISTRATOR, (A) SUFFICIENT SECURITIES IN ACCORDANCE WITH SUBDIVISION THREE OF THIS SECTION AS TO SECURE THE LIABILITY OF THE MEMBERS OF THE FOR ALL EXISTING CLAIMS OBLIGATIONS, PROVIDED SUCH DEPOSIT SHALL BE MADE BY NOVEMBER FIRST, TWO THOUSAND ELEVEN, (B) JOINTLY DEPOSIT CIENT SECURITIES IN ACCORDANCE WITH SUBDIVISION THREE OF THIS SECTION AS SECURE ALL ANTICIPATED PRESENT AND FUTURE CLAIMS OF THE MEMBERS OF THE GROUP, BY NOVEMBER FIRST, TWO THOUSAND FOURTEEN, PROVIDED MADE IN ACCORDANCE WITH A SCHEDULE SET BY THE CHAIR ON OR DEPOSITS ARE BEFORE NOVEMBER FIRST OF EACH YEAR, AND PROVIDED THAT THE DEPOSIT BE DEEMED AN ASSET OF THE GROUP FOR THE PURPOSE OF DETERMINING ITS FUND-ING STATUS, AND (C) BY NOVEMBER FIRST, TWO THOUSAND ELEVEN AND THEREAFT-SHALL MAINTAIN FUNDS SUFFICIENT FOR ALL OTHER LIABILITIES BESIDES CLAIMS, INCLUDING RESERVES FOR ALL ASSESSMENT LIABILITIES, GOVERNED IN ACCORDANCE WITH PART 126 OF TITLE 11 OF THE NEW YORK CODE OF RULES AND REGULATIONS, OF WHICH THE BOARD SHALL BE THE SOLE BENEFICIARY, AND THE TERMS OF THE TRUST AGREEMENT, AND THE TRUSTEE, SHALL BE APPROVED THE CHAIR IN HIS OR HER SOLE DISCRETION, AND PROVIDED THAT ANY GROUP SELF-INSURER THAT DOES NOT HOLD SUCH FUNDS IN A TRUST THAT MEETS TERMS OF THIS PARAGRAPH SHALL POST THEM WITH THE BOARD;
- (3) THE GROUP HAS BEEN AUTHORIZED BY THE CHAIR TO SELF-INSURE IN ACCORDANCE WITH THIS SUBDIVISION PRIOR TO THE EFFECTIVE DATE OF THIS PARAGRAPH;
- (4)THE GROUP'S MEMBERS OR PARTICIPANT EMPLOYERS EITHER (A) ARE PARTIES TO COLLECTIVE BARGAINING AGREEMENTS WITH THE SAME UNIONS; OR (B) FALL WITHIN A LIMITED NUMBER OF PAYROLL CLASSIFICATIONS, AS SET THE AFTER GIVING DUE CONSIDERATION TO THE RISKS ASSOCIATED WITH ANY GROUP OF EMPLOYERS SELF-INSURING. HOWEVER, EMPLOYERS THAT WERE THE EFFECTIVE DATE OF THIS SECTION AND WHOSE CLASSIFICATION CODES DO NOT MEET THE LIMITATIONS ON PAYROLL CLASSIFICATION CODES OR ARE NOT PARTIES TO COLLECTIVE BARGAINING AGREEMENTS WITH THE SAME PERMITTED TO REMAIN IN THE TRUST PROVIDED (A) THEY CONTINUE TO MEET THE OTHER TERMS AND CONDITIONS OF $_{
 m THE}$ TRUST; AND (B) SUBJECT TO THE LIMITATIONS ON THE NUMBER OF PAYROLL **MEMBERS** SHALL BE

CLASSIFICATIONS; AND PROVIDED FURTHER, THE CHAIR SHALL REVOKE SUCH PERMISSION IN THE EVENT THE TRUST VIOLATES PARAGRAPH SIX OF THIS SUBDIVISION RELATING TO FILING OF A RATING PLAN;

- (5) THE GROUP WAS FULLY FUNDED FOR THREE OUT OF THE PREVIOUS FIVE YEARS AND AT LEAST NINETY PERCENT FUNDED FOR ONE OTHER YEAR OUT OF THE PREVIOUS FIVE YEARS, AS DETERMINED BY THE CHAIR FOLLOWING A FINANCIAL REVIEW, AND THE GROUP SELF-INSURER HAS SUFFICIENT FUNDS TO MEET ITS LIABILITIES;
 - (6) THE GROUP HAS A SAFETY PROGRAM ACCEPTABLE TO THE CHAIR; AND

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- (7) THE GROUP IS SUBJECT TO SUCH OTHER LIMITATIONS AND REQUIREMENTS OF THIS SUBDIVISION UNLESS WAIVED BY THE CHAIR AND TO REGULATIONS OF THE CHAIR.
- (B) THE MEMBERS OF ANY SUCH GROUP SHALL ENTER INTO AN AGREEMENT AMONG THEMSELVES AND WITH THE GROUP'S ADMINISTRATOR WHICH SHALL, AT A MINIMUM:
- (1) INDICATE THAT EACH OF THE MEMBERS OF THE GROUP IS JOINTLY AND SEVERALLY LIABLE FOR ANY LIABILITIES OF THE GROUP; AND
- (2) PROVIDE FOR THE COLLECTION OF ADDITIONAL FUNDS FROM GROUP MEMBERS IN THE EVENT THE DEPOSIT WITH THE BOARD IS INSUFFICIENT TO MEET THE LIABILITIES OF THE GROUP.
- (11) FORMER GROUP SELF-INSURER. ANY GROUP SELF-INSURER THAT HAS CEASED TO SELF-INSURE, OR HAS CEASED TO SELF-INSURE ANY NEW LIABILITIES AFTER JANUARY FIRST, TWO THOUSAND TWELVE IN ACCORDANCE WITH PARAGRAPH TWO OF THIS SUBDIVISION, SHALL REMAIN SUBJECT TO ALL THE PROVISIONS OF THIS SUBDIVISION AND THE REGULATIONS ISSUED PURSUANT THERETO AND ANY ASSESSMENTS PROVIDED FOR BY THIS SECTION UNTIL SUCH TIME AS THE GROUP SELF-INSURER NO LONGER POSSESSES ANY LIABILITIES.
- (12) ANY NON-MUNICIPAL GROUP OF EMPLOYERS AUTHORIZED TO SELF-INSURE UNDER PARAGRAPH TEN OF THIS SECTION ON OR AFTER JANUARY FIRST, TWO THOU-SAND TWELVE SHALL BE DEEMED A "PRIVATE SELF-INSURER" FOR PURPOSES OF THE ASSESSMENTS SET FORTH IN SECTIONS FIFTEEN AND ONE HUNDRED FIFTY-ONE OF THIS CHAPTER.
- S 5. Subparagraph 2 of paragraph b of subdivision 5 of section 50 of the workers' compensation law is REPEALED.
- S 6. Paragraph (a) of subdivision 4 of section 141-a of the workers' compensation law, as added by chapter 6 of the laws of 2007, is amended to read as follows:
- Whenever the chair determines that an employer who is required to secure compensation in accordance with this chapter has failed to secure such compensation, or where an employer has failed to pay penalties assessed against it pursuant to this chapter, OR FAILED TO PAY A JUDG-MENT UNDER SECTION TWENTY-SIX OF THIS CHAPTER WITHIN NINETY DAYS AFTER NOTICE TO THE EMPLOYER AND HAS NOT MOVED TO MODIFY OR VACATE SUCH JUDG-MENT, such failure shall be deemed an immediate serious danger to public health, safety, or welfare sufficient to justify service by the chair of a stop-work order on the employer, requiring the cessation of all business operations effective immediately, except where the employer's failconcerns only domestic or child care workers in his or her own household. The chair may issue such order, which shall take effect as to a particular employer worksite when served at that worksite, or as to employer worksites in the state for which the employer is not in all compliance when served on the employer. A stop-work order may be served with regard to an employer's worksite by posting a copy of the stop-work order in a conspicuous location at the worksite. The order shall remain in effect until the chair directs that the stop-work order be removed, upon a determination that the employer has come into compliance with the coverage requirements of this chapter and has paid any penalty assessed

under this chapter. If the employer shall within thirty days after notice of the stop-work order make an application in affidavit form for a redetermination review of such order the chair shall make a decision in writing on the issues raised in such application. The chair may direct a conditional release from a stop-work order upon a finding that the employer has complied with coverage requirements of this chapter and agreed to remit periodic payments of the penalty pursuant to a payment agreement schedule with the chair. If an agreement or order of conditional release is issued, failure by the employer to meet any term 10 or condition of such payment agreement shall result in the immediate reinstatement of the stop-work order and the entire unpaid balance of the penalty shall become immediately due. The chair may require an employer who is found to have failed to comply with the coverage 12 requirements of this chapter to file with the board, as a condition of 15 release from a stop-work order, periodic reports for a probationary period that shall not exceed two years, and that demonstrate the employer's continued compliance with this chapter. The board shall by rule specify the reports required and the time for filing under this subdivi-

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- Paragraphs (b) and (c) of subdivision 2 of section 151 of the 7. workers' compensation law, paragraph (b) as amended by section 2 of part QQ of chapter 56 of the laws of 2009 and paragraph (c) as amended by chapter 6 of the laws of 2007, are amended to read as follows:
- (b) An itemized statement of the expenses so ascertained shall be open public inspection in the office of the board for thirty days after notice to the state insurance fund, all insurance carriers and all selfinsurers [including group self-insurers] affected thereby, before the board shall make an assessment for such expenses. The chair shall assess and collect a proportion of such expenses as hereinafter provided from each insurance carrier, the state insurance fund and each self-insurer [including group self-insurers]. The assessment for such expenses shall be allocated to (i) self-insurers [except group self-insurers] and the state insurance fund based upon the proportion that compensation payments made by all self-insurers [except group self-insurers] and the state insurance fund in such year bore to the total compensation payments made by all self-insurers [except group self-insurers], the state insurance fund, AND all insurance carriers [and group self-insurers] and (ii) insurance carriers based upon the proportion that the total compensation payments made by all insurance carriers in such year bore to the total compensation payments by all self-insurers, the state insurance fund and all insurance carriers[, and (iii) group self-insurers based upon the proportion that the total compensation payments made by all group self-insurers in such year bore to the total compensation payments made by all self-insurers, the state insurance fund and all insurance carriers]. The portion of the assessment for such expenses allocated to self-insurers [except group self-insurers] and the insurance fund that shall be collected from each self-insurer [except group self-insurers] and the state insurance fund shall be a sum equal to the proportion of the amount which the total compensation payments of each such self-insurer [except a group self-insurer] or the state insurance fund in such year bore to the total compensation payments made by all self-insurers [except group self-insurers] and the state insurance fund. The portion of the assessment for such expenses allocated to insurance carriers that shall be collected from each such insurance carrier shall be a sum equal to that proportion of the amount which the total standard premium by each such insurance carrier bore to

the total standard premium reported by all insurance carriers for the calendar year which ended with the state fiscal year. [The portion of such sum allocated to group self-insurers that shall be collected from each group self-insurer shall be a sum equal to that proportion of the amount which the pure premium calculation for each such group self-insurer bore to the total pure premium calculation for all group self-insurers for the calendar year which ended within the state fiscal year.] The amounts so secured shall be used for the payment of the expenses of administering this chapter. [Pure premium for assessments against individual and group self-insurers who ceased to self-insure shall be based on payroll at the time the individual or group self-insurer has ceased to self-insure, reduced by a factor reflecting the reduction in the group or individual self-insurer's self-insurance liabilities since ceasing to self-insure.]

For purposes of this paragraph, "standard premium" shall mean the premium as defined for the purposes of this assessment by the superintendent of insurance, in consultation with the chair of the board and the workers' compensation rating board. [For purposes of this paragraph "pure premium calculation" means the New York state annual payroll as of December thirty-first of the preceding year by class code for each employer member of a group self-insurer multiplied by the applicable rate for each class code as determined by the workers' compensation rating board in effect on December thirty-first of the preceding year.] The amounts so secured shall be used for the payment of the expenses of administering this chapter.

For the purposes of this paragraph, the term "insurance carrier" shall include only stock corporations, mutual corporations and reciprocal insurers authorized to transact the business of workers' compensation insurance in this state and the term "self-insurer" shall include any employer or group of employers permitted to pay compensation directly under the provisions of subdivision three, three-a or four of section fifty of this chapter. FOR THE PURPOSES OF THIS SECTION, A "SELF-INSUR-ER" SHALL BE: (I) AN EMPLOYER AUTHORIZED TO SELF-INSURE UNDER SION THREE OF SECTION FIFTY OF THIS CHAPTER, OR ACTIVE GROUPS AUTHORIZED TO SUBDIVISION THREE-A OF SECTION FIFTY OF THIS CHAPTER, A GROUP OF EMPLOYERS AUTHORIZED TO SELF-INSURE UNDER PARAGRAPH SUBDIVISION THREE-A OF SECTION FIFTY OF THIS CHAPTER; OR (II) A PUBLIC EMPLOYER AS SET FORTH IN PARAGRAPH A OF SUBDIVISION FOUR OF SECTION FIFTY OF THIS CHAPTER AUTHORIZED TO SELF-INSURE UNDER SUBDIVISION THREE, THREE-A OR FOUR OF SECTION FIFTY OR ARTICLE FIVE OF THIS CHAPTER, WHETH-ER INDIVIDUALLY OR AS A GROUP.

(c) Assessments for the special disability fund, the fund for reopened cases and for the operations of the board shall not constitute elements of loss but shall for collection purposes be treated as separate costs by carriers. [All group self-insurers shall collect such assessments from their employer members in a fair and equitable manner.] All insurance carriers, including the state insurance fund, shall collect such assessments from their policyholders through a surcharge based on premium in accordance with rules set forth by the New York workers' compensation rating board, as approved by the superintendent of insurance. Such surcharge shall be considered as part of premium for purposes prescribed by law including, but not limited to, computing premium tax, reporting to the superintendent of insurance pursuant to section ninety-nine of this chapter and section three hundred seven of the insurance law, determining the limitation of expenditures for the administration of the state insurance fund pursuant to section eighty-eight of this

chapter and the cancellation by an insurance carrier, including the state insurance fund, of a policy for non-payment of premium.

- S 8. The chair of the workers' compensation board may promulgate such regulations as are necessary to effectuate the provisions of this act.
- S 9. Commencing on June 30, 2011, the chair shall report to the governor, the speaker of the assembly and temporary president of the senate every six months, until all liabilities incurred by group self-insured employers prior to the effective date of this act have been paid in full, concerning: (1) the total amount of claims liability of insolvent non-municipal group self-insurers; (2) the degree to which each non-municipal group self-insurer qualifying under paragraph 10 of subdivision 3-a of section 50 of the workers' compensation law is fully funded, provided that such information may be given within 10 percent increments of fully funded; (3) the efforts of the workers' compensation board extinguish outstanding liabilities thorough settlements, loss portfolio transfer, collections from defaulted former group self-insurers, and any other activities of the workers' compensation board to extinguish such liabilities; and (4) whether each individual self-insurer as defined in subdivision 3 of section 50 of the workers' compensation law has fully posted the requisite security.
- This act shall take effect immediately; provided that sections one and seven of this act shall be deemed to have been in full force and effect on and after January 1, 2011 and shall apply to any assessment cycle beginning on or after such date; provided further, that in the event that the total amount of assessments collected by the chair of the workers' compensation board by May 1, 2011 pursuant to subparagraph 4 of paragraph (h) of subdivision 8 of section 15 of the workers' compensation law as amended by section one of this act do not equal at least one hundred ten percent of the debt service assessment, as defined in such provision of law, the chair of the workers' compensation board shall, not later than June 1, 2011, and in accordance with the provisions of subparagraph 4 of paragraph (h) of subdivision 8 of section 15 of the workers' compensation law, as amended by section one this act, assess and collect a supplemental assessment in an amount equal to the amount that would have been due from group self-insurers in 2011 had this act not taken effect, and that the provisions of graph 4 of paragraph (h) of subdivision 8 of section 15 of the workers' compensation law shall apply to such supplemental assessment respects except for the date and amount of such special assessment and that such special assessment shall be deemed an assessment pursuant to subparagraph 4 of paragraph (h) of subdivision 8 of section 15 of the workers' compensation law for all purposes.

43 PART H

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Section 1. Paragraph (f) of subdivision 1 of section 169 of the executive law, as separately amended by section 11 of part A-1 and section 10 of part O of chapter 56 of the laws of 2010, is amended to read as follows:

(f) executive director of adirondack park agency, commissioners of the state liquor authority, [commissioners of the state civil service commission,] members of state commission of correction, members of unemployment insurance appeal board, and members of the workers' compensation board.

- S 2. Paragraph (a) of subdivision 2 of section 5 of the civil service law, as amended by chapter 248 of the laws of 1960, is amended to read as follows:
- (a) Appointment. The state civil service commission is continued and 5 shall consist of three commissioners who shall be appointed by the governor, by and with the advice and consent of the senate, not more 7 than two of whom shall be adherents of the same political party. governor shall designate one of the members of the commission to be president of the commission and such member shall serve in the capacity 9 10 of president during the pleasure of the governor. The members shall not hold any other public office or public employment for which they 11 receive compensation other than necessary travel and other expenses incurred in the performance of the duties of such other office or 12 13 14 or engage in private employment or in a profession or business which interferes with the performance of their duties or requires their disqualification from the performance of such duties because of a 16 17 conflict of interests caused thereby. THE COMMISSIONERS OTHER THAN 18 THE COMMISSION SHALL, WHEN PERFORMING THE WORK OF THE PRESIDENT OF 19 COMMISSION, BE COMPENSATED AT THE RATE OF TWO HUNDRED FIFTY DOLLARS 20 TOGETHER WITH AN ALLOWANCE FOR ACTUAL AND NECESSARY EXPENSES 21 INCURRED IN THE DISCHARGE OF THEIR DUTIES HEREUNDER. THE PRESIDENT THE COMMISSION SHALL RECEIVE AN ANNUAL SALARY ESTABLISHED IN SECTION ONE 23 HUNDRED SIXTY-NINE OF THE EXECUTIVE LAW. No member shall serve as an officer of any political party or political organization or 24 25 partisan political activities.
- 26 S 3. This act shall take effect immediately, and shall apply to 27 current members of the civil service commission.

28 PART I

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Section 1. Clause 2 of subparagraph (viii) of paragraph a of subdivision 10 of section 54 of the state finance law, as amended by section 1 of part Z of chapter 56 of the laws of 2010, is amended to read as follows:

- (2) for the state fiscal year commencing April first, two thousand eight and in each state fiscal year thereafter, the base level grant received in the immediately preceding state fiscal year pursuant to paragraph b of this subdivision AND CHAPTER THREE HUNDRED THIRTEEN OF THE LAWS OF TWO THOUSAND TEN, excluding any deficit reduction adjustment pursuant to paragraph e-1 of this subdivision, plus any additional apportionments received in such year pursuant to paragraph d of this subdivision and any per capita adjustments received in such year pursuant to paragraph e of this subdivision [plus any additional aid received in such year pursuant to paragraph p of this subdivision].
- S 2. Paragraph b of subdivision 10 of section 54 of the state finance law is amended by adding a new subparagraph (iv) to read as follows:
- (IV) NOTWITHSTANDING SUBPARAGRAPH (I) OF THIS PARAGRAPH, WITHIN AMOUNTS APPROPRIATED IN THE STATE FISCAL YEAR COMMENCING APRIL FIRST, TWO THOUSAND ELEVEN, THERE SHALL BE APPORTIONED AND PAID TO EACH MUNICIPALITY A BASE LEVEL GRANT IN AN AMOUNT EQUAL TO THE PRIOR YEAR AID RECEIVED BY SUCH MUNICIPALITY MINUS A BASE LEVEL GRANT ADJUSTMENT EQUAL TO TWO PERCENT OF SUCH PRIOR YEAR AID.
- S 3. Paragraph i of subdivision 10 of section 54 of the state finance law is amended by adding a new subparagraph (viii) to read as follows:
- (VIII) NOTWITHSTANDING SUBPARAGRAPH (I) OF THIS PARAGRAPH, IN THE STATE FISCAL YEAR COMMENCING APRIL FIRST, TWO THOUSAND ELEVEN, THE BASE

LEVEL GRANT ADJUSTMENT PURSUANT TO SUBPARAGRAPH (IV) OF PARAGRAPH B OF THIS SUBDIVISION SHALL BE MADE ON OR BEFORE SEPTEMBER TWENTY-FIFTH FOR A TOWN OR VILLAGE, ON OR BEFORE DECEMBER FIFTEENTH FOR A CITY WHOSE FISCAL YEAR BEGINS JANUARY FIRST, AND ON OR BEFORE MARCH FIFTEENTH FOR A CITY WHOSE FISCAL YEAR DOES NOT BEGIN JANUARY FIRST.

- S 4. Paragraph j of subdivision 10 of section 54 of the state finance law, as amended by section 4 of part Z of chapter 56 of the laws of 2010, is amended to read as follows:
- j. Special aid and incentives for municipalities to the city of New York. In the state fiscal year commencing April first, two thousand seven a city with a population of one million or more shall receive twenty million dollars on or before December fifteenth. In the state fiscal year commencing April first, two thousand eight, a city with a population of one million or more shall receive two hundred forty-five million nine hundred forty-four thousand eight hundred thirty-four dollars payable on or before December fifteenth. In the state fiscal [years] YEAR commencing April first, two thousand nine [and April first, two thousand eleven, and in each state fiscal year thereafter], a city with a population of one million or more shall receive three hundred one million six hundred fifty-eight thousand four hundred ninety-five dollars payable on or before December fifteenth. Special aid and incentives for municipalities to the city of New York shall be apportioned and paid as required as follows:
- (i) Any amounts required to be paid to the city university construction fund pursuant to the city university construction fund act;
- (ii) Any amounts required to be paid to the New York city housing development corporation pursuant to the New York city housing development corporation act;
- (iii) Five hundred thousand dollars to the chief fiscal officer of the city of New York for payment to the trustees of the police pension fund of such city;
- (iv) Eighty million dollars to the special account for the municipal assistance corporation for the city of New York in the municipal assistance tax fund created pursuant to section ninety-two-d of this chapter to the extent that such amount has been included by the municipal assistance corporation for the city of New York in any computation for the issuance of bonds on a parity with outstanding bonds pursuant to a contract with the holders of such bonds prior to the issuance of any other bonds secured by payments from the municipal assistance corporation for the city of New York in the municipal assistance state aid fund created pursuant to section ninety-two-e of this chapter;
- (v) The balance of the special account for the municipal assistance corporation for the city of New York in the municipal assistance state aid fund created pursuant to section ninety-two-e of this chapter;
- (vi) Any amounts to be refunded to the general fund of the state of New York pursuant to the annual appropriation enacted for the municipal assistance state aid fund;
- (vii) To the state of New York municipal bond bank agency to the extent provided by section twenty-four hundred thirty-six of the public authorities law; and
- 51 (viii) To the transit construction fund to the extent provided by 52 section twelve hundred twenty-five-i of the public authorities law, and 53 thereafter to the city of New York.
 - Notwithstanding any other law to the contrary, the amount paid to any city with a population of one million or more on or before December

- 1 fifteenth shall be for an entitlement period ending the immediately 2 preceding June thirtieth.
- 3 S 5. This act shall take effect immediately and shall be deemed to 4 have been in full force and effect on and after April 1, 2011.

5 PART J

- Section 1. Section 54-1 of the state finance law is REPEALED and a new section 54-1 is added to read as follows:
- 8 S 54-L. STATE ASSISTANCE TO ELIGIBLE CITIES AND ELIGIBLE MUNICI-9 PALITIES IN WHICH A VIDEO LOTTERY GAMING FACILITY IS LOCATED. 1. DEFI-10 NITIONS. WHEN USED IN THIS SECTION, UNLESS OTHERWISE EXPRESSLY STATED:
 - A. "ELIGIBLE CITY" SHALL MEAN A CITY WITH A POPULATION EQUAL TO OR GREATER THAN ONE HUNDRED TWENTY-FIVE THOUSAND AND LESS THAN ONE MILLION IN WHICH A VIDEO LOTTERY GAMING FACILITY IS LOCATED AND OPERATING AS OF JANUARY FIRST, TWO THOUSAND NINE PURSUANT TO SECTION SIXTEEN HUNDRED SEVENTEEN-A OF THE TAX LAW.
 - B. "ELIGIBLE MUNICIPALITY" SHALL MEAN A COUNTY, CITY, TOWN OR VILLAGE IN WHICH A VIDEO LOTTERY GAMING FACILITY IS LOCATED PURSUANT TO SECTION SIXTEEN HUNDRED SEVENTEEN-A OF THE TAX LAW THAT IS NOT LOCATED IN A CITY WITH A POPULATION EQUAL TO OR GREATER THAN ONE HUNDRED TWENTY-FIVE THOU-SAND.
 - 2. A. WITHIN THE AMOUNT APPROPRIATED THEREFOR, AN ELIGIBLE CITY SHALL RECEIVE AN AMOUNT EQUAL TO THE STATE AID PAYMENT RECEIVED IN THE STATE FISCAL YEAR COMMENCING APRIL FIRST, TWO THOUSAND EIGHT FROM AN APPROPRIATION FOR AID TO MUNICIPALITIES WITH VIDEO LOTTERY GAMING FACILITIES.
 - B. WITHIN THE AMOUNTS APPROPRIATED THEREFOR, ELIGIBLE MUNICIPALITIES SHALL RECEIVE AN AMOUNT EQUAL TO FORTY-FIVE PERCENT OF THE STATE AID PAYMENT RECEIVED IN THE STATE FISCAL YEAR COMMENCING APRIL FIRST, TWO THOUSAND EIGHT FROM AN APPROPRIATION FOR AID TO MUNICIPALITIES WITH VIDEO LOTTERY GAMING FACILITIES, ROUNDED UP TO THE NEXT THOUSAND DOLLARS.
 - 3. A. STATE AID PAYMENTS MADE TO AN ELIGIBLE CITY PURSUANT TO PARA-GRAPH A OF SUBDIVISION TWO OF THIS SECTION SHALL BE USED TO INCREASE SUPPORT FOR PUBLIC SCHOOLS IN SUCH CITY.
 - B. STATE AID PAYMENTS MADE TO AN ELIGIBLE MUNICIPALITY PURSUANT TO PARAGRAPH B OF SUBDIVISION TWO OF THIS SECTION SHALL BE USED BY SUCH ELIGIBLE MUNICIPALITY TO: (I) DEFRAY LOCAL COSTS ASSOCIATED WITH A VIDEO LOTTERY GAMING FACILITY, OR (II) MINIMIZE OR REDUCE REAL PROPERTY TAXES.
 - 4. PAYMENTS OF STATE AID PURSUANT TO THIS SECTION SHALL BE MADE ON OR BEFORE JUNE THIRTIETH OF EACH STATE FISCAL YEAR TO THE CHIEF FISCAL OFFICER OF EACH ELIGIBLE CITY AND EACH ELIGIBLE MUNICIPALITY ON AUDIT AND WARRANT OF THE STATE COMPTROLLER OUT OF MONEYS APPROPRIATED BY THE LEGISLATURE FOR SUCH PURPOSE TO THE CREDIT OF THE LOCAL ASSISTANCE FUND IN THE GENERAL FUND OF THE STATE TREASURY.
 - S 2. This act shall take effect immediately.

45 PART K

Section 1. The paragraph heading of paragraph o of subdivision 10 of section 54 of the state finance law, as added by section 7 of part 0 of chapter 56 of the laws of 2008, is amended to read as follows:

Local government efficiency grant program beginning in the state fiscal year commencing April first, two thousand eight AND CONTINUING UNTIL THE END OF THE STATE FISCAL YEAR COMMENCING APRIL FIRST, TWO THOUS SAND TEN.

S 2. Paragraph p of subdivision 10 of section 54 of the state finance law, as amended by section 6 of part GG of chapter 56 of the laws of 2009, is amended to read as follows:

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p. [Local government efficiency grant program municipal merger incentives] CITIZEN EMPOWERMENT TAX CREDIT. (I) For the purposes of this paragraph, "municipalities" shall mean cities with a population less than one million, towns and villages.

(II) Within the annual amounts appropriated therefor, surviving municipalities following a [merger,] consolidation or dissolution occurring on or after the state fiscal year commencing April first, two SHALL be awarded additional ANNUAL aid, STARTING in the seven [may] state fiscal year following THE STATE FISCAL YEAR IN WHICH such [mergconsolidation or dissolution TOOK EFFECT, equal to fifteen percent of the combined amount of real property taxes levied by all of the municipalities participating in the [merger,] consolidation or dissolution in the local fiscal year prior to the local fiscal year in which such [merger,] consolidation or dissolution took effect. In instances of the dissolution of a village located in more than one town, such additional aid shall equal the sum of fifteen percent of the real property taxes levied by such village in the village fiscal year prior to the village fiscal year in which such dissolution took effect plus fifteen percent the average amount of real property taxes levied by the towns in which the village was located in the town fiscal year prior to the town fiscal year in which such dissolution took effect, and shall be divided among such towns based on the percentage of such village's population that resided in each such town as of the most recent federal decennial census. IN NO CASE SHALL THE ADDITIONAL AID PURSUANT TO THIS PARAGRAPH EXCEED ONE MILLION DOLLARS. Such additional aid shall be apportioned and paid to the chief fiscal officer of each [consolidated or merged] ELIGImunicipality ON OR BEFORE SEPTEMBER TWENTY-FIFTH OF EACH SUCH STATE FISCAL YEAR on audit and warrant of the state comptroller out of moneys appropriated by the legislature for such purpose to the credit of the local assistance fund [in the general fund of the state treasury in the "on or before month and day" manner as the municipality's base level grant is paid pursuant to subparagraph (i) of paragraph i of this subdivision].

Any municipality receiving a [merger incentive award] CITIZEN EMPOWERMENT TAX CREDIT pursuant to this paragraph shall use AT LEAST PERCENT OF such aid [only] FOR PROPERTY TAX RELIEF AND THE BALANCE OF SUCH AID for general municipal purposes. [In no case the additional aid pursuant to this paragraph exceed one million dollars. Such additional aid shall in subsequent state fiscal years considered prior year aid for the purposes of determining such merged, consolidated or surviving municipality's base level grant pursuant paragraph b of this subdivision.] FOR EACH LOCAL FISCAL YEAR FOLLOWING THE EFFECTIVE DATE OF THE CHAPTER OF THE LAWS OF TWO THOUSAND ELEVEN THIS PARAGRAPH IN WHICH SUCH AID IS PAYABLE, A STATEMENT AMENDED SHALL BE PLACED ON EACH PROPERTY TAX BILL FOR SUCH MUNICIPALITY SUBSTANTIALLY THE FOLLOWING FORM: "YOUR PROPERTY TAX SAVINGS THIS YEAR RESULTING FROM THE STATE CITIZEN EMPOWERMENT TAX CREDIT RECEIVED AS RESULT OF LOCAL GOVERNMENT RE-ORGANIZATION IS \$." THE PROPERTY TAX CITIZEN EMPOWERMENT TAX CREDIT FOR EACH PROPERTY TAX FROM THE BILL SHALL BE CALCULATED BY (1) MULTIPLYING THE AMOUNT OF THE **EMPOWERMENT** TAX CREDIT USED FOR PROPERTY TAX RELIEF BY THE AMOUNT OF PROPERTY TAXES LEVIED ON SUCH PROPERTY BY SUCH MUNICIPALITY

1 DIVIDING THE RESULT BY THE TOTAL AMOUNT OF PROPERTY TAXES LEVIED BY SUCH 2 MUNICIPALITY.

- S 3. Paragraph q of subdivision 10 of section 54 of the state finance law is relettered paragraph t and three new paragraphs q, r and s are added to read follows:
- Q. LOCAL GOVERNMENT CITIZENS RE-ORGANIZATION EMPOWERMENT GRANT PROGRAM. (I) (1) FOR THE PURPOSES OF THIS PARAGRAPH, "LOCAL GOVERNMENT ENTITY" OR "ENTITY" SHALL MEAN A TOWN, VILLAGE, DISTRICT, SPECIAL IMPROVEMENT DISTRICT OR OTHER IMPROVEMENT DISTRICT, INCLUDING, BUT NOT LIMITED TO, SPECIAL DISTRICTS CREATED PURSUANT TO ARTICLES ELEVEN, TWELVE, TWELVE-A OR THIRTEEN OF THE TOWN LAW, LIBRARY DISTRICTS, AND OTHER DISTRICTS CREATED BY LAW; PROVIDED, HOWEVER, THAT A LOCAL GOVERNMENT ENTITY SHALL NOT INCLUDE SCHOOL DISTRICTS, CITY DISTRICTS OR SPECIAL PURPOSE DISTRICTS CREATED BY COUNTIES UNDER COUNTY LAW.
- (2) FOR THE PURPOSES OF THIS PARAGRAPH, "LOCAL GOVERNMENT RE-ORGANIZATION" SHALL MEAN THE CONSOLIDATION OR DISSOLUTION OF A LOCAL GOVERNMENT ENTITY IN ACCORDANCE WITH ARTICLE SEVENTEEN-A OF THE GENERAL MUNICIPAL LAW.
- (II) WITHIN THE ANNUAL AMOUNTS APPROPRIATED THEREFOR, THE SECRETARY OF STATE MAY AWARD GRANTS TO LOCAL GOVERNMENT ENTITIES TO COVER COSTS ASSOCIATED WITH STUDIES, PLANS, AND IMPLEMENTATION EFFORTS RELATED TO LOCAL GOVERNMENT RE-ORGANIZATION ACTIVITIES.
- (III) STUDY PROJECTS SHALL INCLUDE AN EXAMINATION OF THE POTENTIAL FINANCIAL SAVINGS, MANAGEMENT IMPROVEMENTS, AND SERVICE DELIVERY CHANGES RESULTING FROM A LOCAL GOVERNMENT RE-ORGANIZATION, AS WELL AS OPTIONS FOR COST-SAVINGS IF THE RE-ORGANIZATION IS NOT COMPLETED.
- (IV) LOCAL GOVERNMENT CITIZENS RE-ORGANIZATION EMPOWERMENT GRANTS MAY BE USED TO COVER COSTS INCLUDING, BUT NOT LIMITED TO, LEGAL AND CONSULTANT SERVICES, CAPITAL IMPROVEMENTS, TRANSITIONAL PERSONNEL COSTS AND OTHER NECESSARY EXPENSES RELATED TO RE-ORGANIZATION ANALYSIS, PLANNING AND IMPLEMENTATION. GRANTS MAY BE USED FOR CAPITAL IMPROVEMENTS, TRANSITIONAL PERSONNEL COSTS OR JOINT EQUIPMENT PURCHASES ONLY WHERE SUCH EXPENSES ARE INTEGRAL TO IMPLEMENTATION OF THE RE-ORGANIZATION. NO PART OF THE GRANT SHALL BE USED BY THE APPLICANT FOR RECURRING EXPENSES SUCH AS SALARIES, EXCEPT THAT THE SALARIES OF CERTAIN TRANSITIONAL PERSONNEL ESSENTIAL FOR THE IMPLEMENTATION OF THE RE-ORGANIZATION SHALL BE ELIGIBLE FOR A PERIOD NOT TO EXCEED THREE YEARS.
- (V) WHERE THE ELECTORS OF A LOCAL GOVERNMENT ENTITY HAVE FILED A PETITION PURSUANT TO ARTICLE SEVENTEEN-A OF THE GENERAL MUNICIPAL LAW THAT WILL REQUIRE A REFERENDUM ON THE QUESTION OF CONSOLIDATION OR DISSOLUTION OF THE LOCAL GOVERNMENT ENTITY, SUCH LOCAL GOVERNMENT ENTITY WILL BE ELIGIBLE FOR AN EXPEDITED GRANT TO COVER COSTS ASSOCIATED WITH THE DEVELOPMENT AND DISSEMINATION TO THE ELECTORS OF INFORMATION RELATED TO THE RE-ORGANIZATION QUESTION BEFORE SUCH REFERENDUM. THE SECRETARY OF STATE SHALL DEVELOP PROCESSES THAT WILL PERMIT EXPEDITED FINANCIAL AND TECHNICAL ASSISTANCE TO SUCH LOCAL GOVERNMENT ENTITIES, INCLUDING BUT NOT LIMITED TO PRE-QUALIFIED CONSULTANTS, DIRECT TECHNICAL ASSISTANCE FROM PROGRAM STAFF AND PRE-ESTABLISHED WORK PLANS.
- (VI) THE MAXIMUM CUMULATIVE GRANT AWARD FOR A LOCAL GOVERNMENT RE-OR-GANIZATION SHALL NOT EXCEED ONE HUNDRED THOUSAND DOLLARS. A LOCAL GOVERNMENT CITIZENS RE-ORGANIZATION EMPOWERMENT GRANT FOR A RE-ORGANIZATION STUDY SHALL IN NO EVENT EXCEED FIFTY THOUSAND DOLLARS PER APPLICATION, OF WHICH UP TO TWENTY-FIVE THOUSAND DOLLARS MAY BE AWARDED ON AN EXPEDITED BASIS. A LOCAL GOVERNMENT CITIZENS RE-ORGANIZATION EMPOWERMENT GRANT FOR THE PLANNING OR IMPLEMENTATION OF A RE-ORGANIZATION SHALL NOT EXCEED FIFTY THOUSAND DOLLARS. IN NO EVENT SHALL THE CUMULATIVE GRANT

L AWARDS FOR A LOCAL GOVERNMENT RE-ORGANIZATION EXCEED ONE HUNDRED THOU-

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- (VII) MATCHING FUNDS EQUAL TO TEN PERCENT OF THE TOTAL COST OF ACTIVITIES UNDER THE GRANT WORK PLAN APPROVED BY THE DEPARTMENT OF STATE SHALL BE REQUIRED.
- 6 R. LOCAL GOVERNMENT EFFICIENCY GRANT PROGRAM BEGINNING IN THE STATE FISCAL YEAR COMMENCING APRIL FIRST, TWO THOUSAND ELEVEN. (I) (1) FOR THE 7 PURPOSES OF THIS PARAGRAPH, "MUNICIPALITY" SHALL MEAN A COUNTY, CITY, TOWN, VILLAGE, SPECIAL IMPROVEMENT DISTRICT, FIRE DISTRICT, PUBLIC 9 10 LIBRARY, ASSOCIATION LIBRARY, WATER AUTHORITY, SEWER AUTHORITY, REGIONAL PLANNING AND DEVELOPMENT BOARD, SCHOOL DISTRICT, OR BOARD OF COOPERATIVE EDUCATIONAL SERVICES; PROVIDED, HOWEVER, THAT FOR THE PURPOSES OF 12 DEFINITION, A BOARD OF COOPERATIVE EDUCATIONAL SERVICES SHALL BE CONSID-13 14 ERED A MUNICIPALITY ONLY IN INSTANCES WHERE SUCH BOARD OF COOPERATIVE EDUCATIONAL SERVICES ADVANCES A JOINT APPLICATION ON BEHALF OF DISTRICTS AND OTHER MUNICIPALITIES WITHIN THE BOARD OF COOPERATIVE EDUCATIONAL SERVICES REGION; PROVIDED, HOWEVER, THAT ANY AGREEMENTS WITH 16 17 18 A BOARD OF COOPERATIVE EDUCATIONAL SERVICES: SHALL NOT GENERATE ADDI-19 TIONAL STATE AID; SHALL BE DEEMED NOT TO BE A PART OF THE PROGRAM, CAPI-20 TAL AND ADMINISTRATIVE BUDGETS OF THE BOARD OF COOPERATIVE EDUCATIONAL 21 SERVICES FOR THE PURPOSES OF COMPUTING CHARGES UPON COMPONENT DISTRICTS PURSUANT TO SUBDIVISION ONE AND SUBPARAGRAPH SEVEN OF PARA-GRAPH B OF SUBDIVISION FOUR OF SECTION NINETEEN HUNDRED FIFTY AND SUBDI-23 24 VISION ONE OF SECTION NINETEEN HUNDRED FIFTY-ONE OF THE EDUCATION LAW; 25 SHALL BE DEEMED TO BE A COOPERATIVE MUNICIPAL SERVICE FOR PURPOSES 26 OF SUBPARAGRAPH TWO OF PARAGRAPH D OF SUBDIVISION FOUR OF SECTION NINE-TEEN HUNDRED FIFTY OF THE EDUCATION LAW. 27
 - (2) FOR THE PURPOSES OF THIS PARAGRAPH, "FUNCTIONAL CONSOLIDATION" SHALL MEAN ONE MUNICIPALITY COMPLETELY PROVIDING A SERVICE OR FUNCTION FOR ANOTHER MUNICIPALITY, WHICH NO LONGER PROVIDES SUCH SERVICE OR FUNCTION
 - (II) WITHIN THE ANNUAL AMOUNTS APPROPRIATED THEREFOR, THE SECRETARY OF STATE MAY AWARD COMPETITIVE GRANTS TO MUNICIPALITIES TO COVER COSTS ASSOCIATED WITH LOCAL GOVERNMENT EFFICIENCY PROJECTS, INCLUDING, BUT NOT LIMITED TO, PLANNING FOR OR IMPLEMENTATION OF A MUNICIPAL CONSOLIDATION DISSOLUTION, A FUNCTIONAL CONSOLIDATION, A CITY OR COUNTY CHARTER REVISION THAT INCLUDES FUNCTIONAL CONSOLIDATION, SHARED OR COOPERATIVE SERVICES, AND REGIONALIZED DELIVERY OF SERVICES; PROVIDED, HOWEVER, THAT SUCH LOCAL GOVERNMENT EFFICIENCY PROJECTS MUST DEMONSTRATE NEW OPPORTU-NITIES FOR FINANCIAL SAVINGS AND OPERATIONAL EFFICIENCIES; PROVIDED, FURTHER, THAT ELIGIBLE LOCAL GOVERNMENT EFFICIENCY PROJECTS SHALL NOT INCLUDE STUDIES AND PLANS FOR A LOCAL GOVERNMENT RE-ORGANIZATION ELIGI-TO RECEIVE A LOCAL GOVERNMENT CITIZENS RE-ORGANIZATION EMPOWERMENT GRANT PURSUANT TO PARAGRAPH Q OF THIS SUBDIVISION. THE SECRETARY OF STATE MAY FOCUS THE GRANT PROGRAM IN SPECIFIC FUNCTIONAL AREAS, WITHIN DISTRESSED COMMUNITIES AND AREAS OF HISTORICALLY HIGH LOCAL GOVERNMENT COSTS AND PROPERTY TAXES, OR IN AREAS OF UNIQUE OPPORTUNITY, IN WHICH CASE SUCH AREAS OF FOCUS SHALL BE DETAILED IN A REQUEST FOR APPLICA-TIONS.
 - (III) ANY APPROVED PROJECT SHALL INCLUDE AN EXAMINATION OF FINANCIAL SAVINGS, RETURN ON PUBLIC INVESTMENT AND MANAGEMENT IMPROVEMENTS RESULTING FROM PROJECT IMPLEMENTATION.
 - (IV) LOCAL GOVERNMENT EFFICIENCY GRANTS MAY BE USED TO COVER COSTS INCLUDING, BUT NOT LIMITED TO, LEGAL AND CONSULTANT SERVICES, CAPITAL IMPROVEMENTS, TRANSITIONAL PERSONNEL COSTS AND OTHER NECESSARY EXPENSES RELATED TO IMPLEMENTING THE APPROVED LOCAL GOVERNMENT EFFICIENCY GRANT

WORK PLAN. GRANTS MAY BE USED FOR CAPITAL IMPROVEMENTS, TRANSITIONAL PERSONNEL COSTS OR JOINT EQUIPMENT PURCHASES ONLY WHERE SUCH EXPENSES ARE INTEGRAL TO IMPLEMENTATION OF THE LOCAL GOVERNMENT EFFICIENCY PROJECT. NO PART OF THE GRANT SHALL BE USED BY THE APPLICANT FOR RECUR-RING EXPENSES SUCH AS SALARIES, EXCEPT THAT THE SALARIES OF CERTAIN TRANSITIONAL PERSONNEL ESSENTIAL FOR THE IMPLEMENTATION OF THE APPROVED LOCAL GOVERNMENT EFFICIENCY GRANT WORK PLAN SHALL BE ELIGIBLE FOR A PERIOD NOT TO EXCEED THREE YEARS. THE AMOUNTS AWARDED TO A SCHOOL DISTRICT PURSUANT TO THIS SUBPARAGRAPH SHALL NOT BE INCLUDED IN THE APPROVED OPERATING EXPENSE OF THE SCHOOL DISTRICT AS DEFINED IN PARA-GRAPH T OF SUBDIVISION ONE OF SECTION THIRTY-SIX HUNDRED TWO OF THE EDUCATION LAW.

(V) THE MAXIMUM CUMULATIVE GRANT AWARD FOR A LOCAL GOVERNMENT EFFICIENCY PROJECT SHALL NOT EXCEED TWO HUNDRED THOUSAND DOLLARS PER MUNICIPALITY; PROVIDED, HOWEVER, THAT IN NO CASE SHALL SUCH A PROJECT RECEIVE A CUMULATIVE GRANT AWARD IN EXCESS OF ONE MILLION DOLLARS. THE MAXIMUM GRANT AWARD FOR A LOCAL GOVERNMENT EFFICIENCY PLANNING PROJECT, OR THE PLANNING COMPONENT OF A PROJECT THAT INCLUDES BOTH PLANNING AND IMPLEMENTATION OF A LOCAL GOVERNMENT EFFICIENCY PROJECT, SHALL NOT EXCEED TWENTY-FIVE THOUSAND DOLLARS PER MUNICIPALITY; PROVIDED, HOWEVER, THAT IN NO EVENT SHALL SUCH A PLANNING PROJECT RECEIVE A GRANT AWARD IN EXCESS OF TWO HUNDRED THOUSAND DOLLARS.

(VI) LOCAL MATCHING FUNDS EQUAL TO TEN PERCENT OF THE TOTAL COST OF ACTIVITIES UNDER THE GRANT WORK PLAN APPROVED BY THE DEPARTMENT OF STATE SHALL BE REQUIRED. IN THE EVENT AN APPLICANT IS IMPLEMENTING A PROJECT THAT THE APPLICANT DEVELOPED THROUGH A SUCCESSFULLY COMPLETED PLANNING GRANT FUNDED UNDER THE LOCAL GOVERNMENT EFFICIENCY GRANT PROGRAM OR THE SHARED MUNICIPAL SERVICES INCENTIVE GRANT PROGRAM, THE LOCAL MATCHING FUNDS REQUIRED BY THE LOCAL MATCHING FUNDS REQUIRED BY SUCH SUCCESSFULLY COMPLETED PLANNING GRANT.

(VII) IN THE SELECTION OF GRANT AWARDS, THE SECRETARY OF STATE SHALL GIVE THE HIGHEST PRIORITY TO APPLICATIONS: (1) THAT WOULD RESULT IN THE DISSOLUTION OR CONSOLIDATION OF MUNICIPALITIES; (2) THAT WOULD IMPLEMENT THE COMPLETE FUNCTIONAL CONSOLIDATION OF A MUNICIPAL SERVICE; OR (3) BY LOCAL GOVERNMENTS WITH HISTORICALLY HIGH COSTS OF LOCAL GOVERNMENT OR SUSTAINED INCREASES IN PROPERTY TAXES. PRIORITY WILL ALSO BE GIVEN TO MUNICIPALITIES THAT HAVE PREVIOUSLY COMPLETED A PLANNING GRANT PURSUANT TO THIS PROGRAM OR THE SHARED MUNICIPAL SERVICES INCENTIVE GRANT PROGRAM, AND TO LOCAL GOVERNMENTS CURRENTLY INVOLVED IN REGIONAL DEVELOPMENT PROJECTS THAT HAVE RECEIVED FUNDS THROUGH STATE COMMUNITY AND INFRASTRUCTURE DEVELOPMENT PROGRAMS.

(VIII) THE DEPARTMENT OF STATE SHALL PREPARE AN ANNUAL REPORT TO THE GOVERNOR AND THE LEGISLATURE ON THE EFFECTIVENESS OF THE LOCAL GOVERNMENT EFFICIENCY GRANT PROGRAM AND THE LOCAL GOVERNMENT CITIZENS RE-OR-GANIZATION EMPOWERMENT GRANT PROGRAM. SUCH REPORT SHALL BE PROVIDED ON OR BEFORE OCTOBER FIRST OF EACH YEAR AND SHALL INCLUDE, BUT NOT BE LIMITED TO, THE FOLLOWING: A SUMMARY OF APPLICATIONS AND AWARDS FOR EACH GRANT CATEGORY, AN ASSESSMENT OF PROGRESS IN IMPLEMENTING INITIATIVES THAT RECEIVED GRANT AWARDS, AND ESTIMATED FINANCIAL SAVINGS AND SIGNIFICANT IMPROVEMENTS IN SERVICE REALIZED BY MUNICIPALITIES THAT HAVE RECEIVED GRANTS.

52 S. LOCAL GOVERNMENT PERFORMANCE AND EFFICIENCY PROGRAM. (I) DEFI-53 NITIONS. FOR THE PURPOSES OF THIS PARAGRAPH, "MUNICIPALITY" SHALL MEAN 54 A COUNTY, CITY, TOWN, OR VILLAGE, BUT SHALL NOT INCLUDE THE INDIVIDUAL 55 COUNTIES CONTAINED IN THE CITY OF NEW YORK. (II) PURPOSE. THERE IS HEREBY ESTABLISHED A LOCAL GOVERNMENT PERFORM-ANCE AND EFFICIENCY PROGRAM. THE PURPOSE OF THIS PROGRAM IS TO RECOGNIZE MUNICIPALITIES THAT HAVE UNDERTAKEN SIGNIFICANT AND INNOVATIVE ACTIONS TO IMPROVE THE OVERALL EFFICIENCY OF GOVERNMENTAL OPERATIONS AND PRODUCE QUANTIFIABLE RECURRING FINANCIAL SAVINGS THAT REDUCE THE MUNICIPAL TAX BURDEN ON RESIDENTS.

(III) ELIGIBILITY. ALL MUNICIPALITIES IN NEW YORK STATE ARE ELIGIBLE TO APPLY INDIVIDUALLY OR JOINTLY, PROVIDED HOWEVER THAT IF AN ACTION WAS UNDERTAKEN JOINTLY, MUNICIPALITIES MUST APPLY JOINTLY FOR SUCH AN ACTION. THE ACTIONS FOR WHICH THEY APPLY MUST ALREADY HAVE BEEN IMPLEMENTED.

- (IV) USE OF AWARDS. AWARDS RECEIVED PURSUANT TO THE PROGRAM SHALL BE USED BY MUNICIPALITIES FOR GENERAL MUNICIPAL PURPOSES.
- (V) APPLICATION. THE SECRETARY OF STATE SHALL DEVELOP AN APPLICATION FOR MUNICIPALITIES SEEKING TO RECEIVE AWARDS AND A PROCESS BY WHICH THE APPLICATIONS WILL BE EVALUATED. SUCH APPLICATION SHALL REQUIRE MUNICIPALITIES TO DEMONSTRATE HOW THE ACTION FOR WHICH THEY HAVE APPLIED HAS RESULTED IN QUANTIFIABLE RECURRING SAVINGS, EFFICIENCIES, AND PERMANENT IMPROVEMENTS TO MUNICIPAL SERVICES. THE SECRETARY OF STATE MAY FOCUS THE PROGRAM IN SPECIFIC FUNCTIONAL SERVICE AREAS, IN WHICH CASE SUCH AREAS OF FOCUS SHALL BE DETAILED IN A REQUEST FOR APPLICATIONS. NO APPLICATION SHALL BE CONSIDERED FOR ACTIONS THAT COMMENCED PRIOR TO JANUARY FIRST, TWO THOUSAND TEN.
- (VI) AWARDS. THE SECRETARY OF STATE MAY MAKE AWARDS TO APPLICANTS BASED ON FACTORS INCLUDING, BUT NOT LIMITED TO, THE AMOUNT OF CURRENT AND FUTURE SAVINGS, THE IMPACT OF SUCH ACTION UPON THE MUNICIPAL PROPER-TAX LEVY, THE SIZE AND COMPLEXITY OF THE ACTION, AND THE ABILITY FOR THE ACTION TO BE REPLICATED BY OTHER MUNICIPALITIES. AWARDS SHALL MADE TO MUNICIPALITIES FOR ACTIONS THAT HAVE BEEN FULLY IMPLEMENTED, THAT CLEARLY RESULTED IN QUANTIFIABLE SAVINGS AND EFFICIENCIES, AND THAT PRODUCED PERMANENT AND QUANTIFIABLE IMPROVEMENTS TO MUNICIPAL EFFICIENCY OR SERVICES. THE MAXIMUM AMOUNT AWARDED PER APPLICATION SHALL NOT EXCEED THE LESSER OF FIVE MILLION DOLLARS OR TWENTY-FIVE DOLLARS PER APPLYING MUNICIPALITIES AS OF THE MOST RECENT FEDERAL DECENNIAL CENSUS, PROVIDED, HOWEVER, THAT IF THE BOUNDARIES OF MUNICIPALITIES JOINTLY APPLYING FOR SUCH FUNDING OVERLAP, THE RESIDENTS IN OVERLAPPING AREAS SHALL ONLY BE COUNTED ONCE, AND PROVIDED, FURTHER, THAT IF A COUN-TY JOINTLY APPLIES WITH SOME BUT NOT ALL OF THE OTHER MUNICIPALITIES THEREIN, ONLY THE RESIDENTS IN SUCH OTHER MUNICIPALITIES SHALL BE COUNT-
- (VII) REGULATION. THE SECRETARY OF STATE SHALL, PRIOR TO THE ESTABLISHMENT OF APPLICATIONS, PROMULGATE RULES AND REGULATIONS ON THE PROGRAM, INCLUDING BUT NOT LIMITED TO AWARD ELIGIBILITY CRITERIA AND APPLICATION, REVIEW AND APPROVAL PROCEDURES.
- S 4. This act shall take effect immediately and shall be deemed to have been in full force and effect on and after April 1, 2011.

47 PART L

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Section 1. Section 4 of chapter 774 of the laws of 1989, amending the real property tax law relating to certain state lands subject to taxation is amended to read as follows:

S 4. The agreements referred to in section three of this act shall [enure] INURE to the benefit of and bind the people of the state of New York in the event that the lands which are the subject of said agreements are acquired by the people of the state of New York acting through

the department of environmental conservation. Upon any acquisition of lands by the department of environmental conservation, provisions of section 532 of the real property tax law shall not apply to the lands so acquired but the [taxation thereof] PAYMENTS DUE THEREON 5 shall be governed by the agreements referred to in section three of this 6 for the duration of such agreement. [The] IN THE EVENT THAT NO 7 SPECIFIC APPROPRIATION SHALL HAVE BEEN MADE FOR THAT PURPOSE, THE AMOUNT 8 APPROPRIATED FOR PAYMENTS OF TAXES ON STATE LANDS PURSUANT TO SECTIONS 9 THROUGH 546 OF THE REAL PROPERTY TAX LAW SHALL BE DEEMED TO ENCOM-10 PASS THE STATE'S OBLIGATION TO MAKE THEPAYMENTS REQUIRED SECTION, NOTWITHSTANDING ANY LAW TO THE CONTRARY, THE taxation of such 11 lands will be governed by such section 532 at such time as the agree-12 ments cease to be effective. 13

14 S 2. This act shall take effect immediately.

15 PART M

16 Intentionally omitted.

17 PART N

18 Intentionally omitted.

19 PART O

20 Intentionally omitted.

21 PART P

22 Section 1. Notwithstanding any other law, the State University Downstate Medical Center may create a not-for-profit corporation of which 23 24 the State University Downstate Medical Center is the sole member, that will acquire the medical facilities owned by the Long Island College 25 Hospital in exchange for the assumption by such not-for-profit corpo-26 ration of certain obligations of the Long Island College Hospital, 27 28 including debt obligations to the Dormitory Authority, and such other 29 consideration as may be mutually agreed to; and the State University Downstate Medical Center may enter into a long-term lease with such 30 not-for-profit corporation for the facilities acquired by such not-for-31 32 profit corporation from the Long Island College Hospital, on such terms and conditions as shall be agreed to between the State University Down-33 state Medical Center and such not-for-profit corporation, including 34 35 provisions for the payment of lease payments sufficient to fund the debt 36 obligations acquired by such not-for-profit corporation, subject to 37 approval of the comptroller, the attorney general and the director of 38 the budget.

39 S 2. This act shall take effect immediately and shall be deemed to be 40 in full force and effect on and after March 1, 2011.

41 PART Q

Section 1. Section 13 of chapter 141 of the laws of 1994, amending the legislative law and the state finance law relating to the operation and administration of the legislature, as amended by section 2 of part QQ of chapter 56 of the laws of 2010, is amended to read as follows:

S 13. This act shall take effect immediately and shall be deemed to have been in full force and effect as of April 1, 1994, provided that, the provisions of section 5-a of the legislative law as amended by sections two and two-a of this act shall take effect on January 1, 1995, and provided further that, the provisions of article 5-A of the legislative law as added by section eight of this act shall expire June 30, [2011] 2012 when upon such date the provisions of such article shall be deemed repealed; and provided further that section twelve of this act shall be deemed to have been in full force and effect on and after April 10, 1994.

S 2. This act shall take effect immediately, provided, however, if this act shall take effect after June 30, 2011 this act shall be deemed to have been in full force and effect on and after June 30, 2011.

14 PART R

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Section 1. Subparagraph (i) of paragraph a of subdivision 2 of section 679-e of the education law, as amended by section 1 of part VV of chapter 56 of the laws of 2009, is amended to read as follows:

- (i) "Eligible attorney" means an attorney, WHO IS A RESIDENT OF AND IS admitted to practice law in New York state, who is employed full-time as either a district attorney, as defined in subparagraph (ii) of this paragraph, or an indigent legal services attorney, as defined in subparagraph (iii) of this paragraph, who is admitted to practice law in this state for not more than eleven years [and] OR who was within the eligible period as defined in paragraph b of this subdivision during the time for which such person is seeking a student loan expense grant. NOTWITH-FOREGOING, AN ELIGIBLE ATTORNEY SHALL INCLUDE STANDING THE DISTRICT ATTORNEY APPLICANTS WHO WERE AWARDED PROGRAM ELIGIBILITY PROVIDED QUALIFIED SERVICE BETWEEN APRIL FIRST, TWO THOUSAND EIGHT AND MARCH THIRTY-FIRST, TWO THOUSAND ELEVEN; SUCH AN ELIGIBLE SHALL REMAIN ELIGIBLE TO PARTICIPATE IN THE PROGRAM PROVIDED THEY ARE WITHIN AN ELIGIBLE PERIOD MEASURED FROM SIX YEARS FROM THE SUCH ATTORNEY WAS FIRST EMPLOYED AS A DISTRICT ATTORNEY.
- 33 S 2. This act shall take effect immediately.

34 PART S

35 Section 1. Notwithstanding sections 113 and 470 of the retirement and social security law, subdivision 4 of section 201 of the civil 36 37 law or any other general, special or local law, in connection with the acquisition of the assets of Community-General Hospital of Greater Syra-38 39 cuse by SUNY Upstate Medical University, subject to the approval of such acquisition by the comptroller, the attorney general and the director of the budget, effective upon the closing of the acquisition, SUNY Upstate Medical University shall be authorized to assume and maintain, as the 41 42 43 plan sponsor, all or part of the retirement plan for employees of Community-General Hospital of Greater Syracuse, including all or the appropriate portion of the assets related thereto and the provision for payment of benefits thereunder. Such authority shall include, without 45 46 limitation, the authority to make any and all required payments of bene-47 fits due to the members, retirees and beneficiaries, to make any 48 contributions that may be necessary to provide such benefits and to amend or terminate the retirement plan for employees of Community-Gener-49 50 al Hospital of Greater Syracuse.

- S 2. Notwithstanding any inconsistent provisions of any general, special or local law, effective upon the closing of the acquisition of the assets of Community-General Hospital of Greater Syracuse by SUNY Upstate Medical Center, each employee who participates in the retirement plan for employees of Community-General Hospital of Greater Syracuse and who will become an employee of SUNY Upstate Medical Center immediately following the closing shall, or or before the thirtieth day after the closing, make a one-time, irrevocable election to participate in one of the following retirement plans:
- (a) In the case of eligible employees as defined in section 390 of the education law: (i) the retirement plan for employees of Community-General Hospital of Greater Syracuse, (ii) the New York state and local employees' retirement system, (iii) the optional retirement program as established by section 391 of the education law, or (iv) the New York state teachers' retirement system. In the event an employee fails to make an election as provided in this subdivision, he or she shall be deemed to have elected to join the retirement plan as determined under paragraph (b) of subdivision 1 of section 393 of the education law effective on the date of the closing.
- (b) In the case of an employee who is not an eligible employee as defined in section 390 of the education law: (i) the retirement plan for employees of Community-General Hospital of Greater Syracuse, or (ii) the New York state and local employees' retirement system. In the event an employee fails to make an election as provided in this subdivision, he or she shall be deemed to have elected to join the New York state and local employees' retirement system effective on the date of the closing.

Elections made under this section shall be made on forms prepared by SUNY Upstate Medical Center for that purpose and shall be filed with SUNY Upstate Medical Center on or before the thirtieth day after closing. Retirement benefits for service after the date of closing shall accrue only with the retirement plan elected by the employee as provided in this section. Employees shall be eligible to receive vesting credit under the retirement plan for employees of Community-General Hospital of Greater Syracuse for their post-closing service with SUNY Upstate Medical Center. Employees electing to participate in the New York state and local employees' retirement system, the optional retirement program or the New York state teachers' retirement system shall not be eligible for retirement credit for service rendered to Community-General Hospital of Greater Syracuse prior to the date of the closing.

S 3. This act shall take effect immediately.

- S 2. Severability clause. If any clause, sentence, paragraph, subdivision, section or part of this act shall be adjudged by any court of competent jurisdiction to be invalid, such judgment shall not affect, impair, or invalidate the remainder thereof, but shall be confined in its operation to the clause, sentence, paragraph, subdivision, section or part thereof directly involved in the controversy in which such judgment shall have been rendered. It is hereby declared to be the intent of the legislature that this act would have been enacted even if such invalid provisions had not been included herein.
- 50 S 3. This act shall take effect immediately provided, however, that 51 the applicable effective date of Parts A through S of this act shall be 52 as specifically set forth in the last section of such Parts.