

2011-2012 Regular Sessions

I N   S E N A T E

(PREFILED)

January 5, 2011

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Introduced by Sen. DIAZ -- read twice and ordered printed, and when printed to be committed to the Committee on Investigations and Government Operations

AN ACT to amend the tax law and the state finance law, in relation to prohibiting the use of lottery funds for any purpose other than education

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

1     Section 1. Section 1612 of the tax law is amended by adding a new  
2     subdivision h to read as follows:  
3     H. NO REVENUES COLLECTED PURSUANT TO THIS ARTICLE SHALL BE USED FOR  
4     ANY PURPOSE OTHER THAN PROVIDING AID TO ALL SCHOOL CHILDREN AND SHALL  
5     NOT BE CO-MINGLED WITH FUNDS DESIGNATED FOR ANY OTHER PURPOSE.  
6     S 2. Subdivision 3 of section 92-c of the state finance law, as  
7     amended by chapter 913 of the laws of 1977, is amended to read as  
8     follows:  
9     3. The moneys in such fund shall be appropriated or transferred only  
10    (i) for repayment of first instance expenditures incurred in the opera-  
11    tion of the state lottery, PROVIDED HOWEVER, THAT NO MONEYS IN SUCH FUND  
12    SHALL BE APPROPRIATED OR TRANSFERRED FOR ANY PURPOSE OTHER THAN PROVID-  
13    ING AID TO ALL SCHOOL CHILDREN AND SHALL NOT BE CO-MINGLED WITH FUNDS  
14    DESIGNATED FOR ANY OTHER PURPOSE, (ii) for the state fiscal year  
15    commencing April first, nineteen hundred seventy-six only for the  
16    purpose of providing aid to pupils with special educational needs as  
17    defined in paragraph e of subdivision one of section thirty-six hundred  
18    two of the education law, and pupils with handicapping conditions  
19    receiving state financial support for programs delineated in paragraph f  
20    of subdivision one of section thirty-six hundred two, article eighty-  
21    three, article eighty-five, article eighty-seven, article eighty-eight,  
22    article eighty-nine, AND article forty [and subdivision seventeen of

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

LBD02584-01-1

1 section thirty-six hundred two] of the education law, and for any state  
2 fiscal year commencing after such nineteen hundred seventy-six fiscal  
3 year for the purpose of providing aid to all school children pursuant to  
4 the provisions of subdivision four of this section, (iii) for elementary  
5 and secondary education, (iv) for expenditures for machines or other  
6 capital equipment which the division of the lottery is authorized to  
7 purchase for the operation of the lottery and (v) for payment in the  
8 state fiscal years commencing April first, nineteen hundred seventy-sev-  
9 en, nineteen hundred seventy-eight and nineteen hundred seventy-nine  
10 into the winter sports education trust fund, as created in section four  
11 hundred ninety-five-a of article ten-C of the education law, for the  
12 purposes of such fund in accordance with the provisions of subdivision  
13 five of this section. Payments into such trust fund shall discontinue at  
14 such time as the sum of one hundred million dollars, in the aggregate,  
15 has been paid into such fund or upon March thirty-first, nineteen  
16 hundred eighty, whichever event occurs first. Nothing herein shall  
17 prohibit the purchase of machines or other capital equipment from funds  
18 appropriated for expenditures under paragraph (i) [hereof] OF THIS  
19 SUBDIVISION.

20 S 3. This act shall take effect on the thirtieth day after it shall  
21 have become a law and shall apply to revenues collected as a result of  
22 the New York state lottery for education occurring on or after such  
23 date.