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IN SENATE

February 23, 2016

Introduced by Sen. ORTT -- read twice and ordered printed, and when printed to be committed to the Committee on Finance

AN ACT to amend the state finance law, in relation to the sharing of revenue from gaming devices located within the county of Niagara; and to amend chapter 747 of the laws of 2006 amending the state finance law, relating to the tribal-state compact revenue account, in relation to extending the effectiveness thereof

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

Section 1. Subdivision 3 of section 99-h of the state finance law, as amended by section 7 of chapter 174 of the laws of 2013, is amended to read as follows:

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Moneys of the account, following the segregation of appropriations enacted by the legislature, shall be available for purposes but not limited to: (a) reimbursements or payments to municipal governments that host tribal casinos pursuant to a tribal-state compact costs incurred in connection with services provided to such casinos or arising as a result thereof, for economic development opportunities and job expansion programs authorized by the executive law; provided, howevthat for any gaming facility located in the city of Buffalo, the city of Buffalo shall receive a minimum of twenty-five percent of the negotiated percentage of the net drop from electronic gaming devices the state receives pursuant to the compact, and provided further that for any gaming facility located in the city of Niagara Falls, Niagara a minimum of [twenty-five] SEVENTY-FIVE percent of the negotiated percentage of the net drop from electronic gaming devices the state receives pursuant to the compact shall be distributed in accordance with subdivision four of this section, and provided further that gaming facility located in the county or counties of Cattaraugus, Chautauqua or Allegany, the municipal governments of the state hosting facility shall collectively receive a minimum of twenty-five percent of the negotiated percentage of the net drop from electronic gaming devices the state receives pursuant to the compact; and provided further that pursuant to chapter five hundred ninety of the laws of two thousand

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

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four, a minimum of twenty-five percent of the revenues received by the state pursuant to the state's compact with the St. Regis Mohawk tribe 3 shall be made available to the counties of Franklin and St. and affected towns in such counties. Each such county and its affected towns shall receive fifty percent of the moneys made available by the 6 and provided further that the state shall annually make twenty-7 five percent of the negotiated percentage of the net drop from all gaming devices the state actually receives pursuant to the Oneida 8 9 Settlement Agreement confirmed by section eleven of the executive law as 10 available to the county of Oneida, and a sum of three and one-half 11 million dollars to the county of Madison. Additionally, the state shall 12 distribute for a period of nineteen and one-quarter years, an additional 13 annual sum of two and one-half million dollars to the county of Oneida. 14 Additionally, the state shall distribute the one-time eleven million 15 dollar payment received by the state pursuant to such agreement with the Oneida Nation of New York to the county of Madison by wire transfer upon 16 17 receipt of such payment by the state; and (b) support and services of treatment programs for persons suffering from gambling addictions. 18 19 Moneys not segregated for such purposes shall be transferred to the 20 general fund for the support of government during the fiscal year in 21 which they are received. 22

- S 2. Subdivision 3 of section 99-h of the state finance law, as amended by section 7-a of chapter 174 of the laws of 2013, is amended to read as follows:
- 25 Moneys of the account, following appropriation by the legislature, 26 shall be available for purposes including but not limited to: (a) reimbursements or payments to municipal governments that host tribal 27 28 casinos pursuant to a tribal-state compact for costs incurred in 29 connection with services provided to such casinos or arising as a result 30 thereof, for economic development opportunities and job expansion programs authorized by the executive law; provided, however, 31 that for 32 any gaming facility located in the city of Buffalo, the city of Buffalo 33 shall receive a minimum of twenty-five percent of the negotiated percentage of the net drop from electronic gaming devices the state 34 35 receives pursuant to the compact, and provided further that gaming facility located in the city of Niagara Falls, county of Niagara 36 37 a minimum of [twenty-five] SEVENTY-FIVE percent of the negotiated percentage of the net drop from electronic gaming devices the state 38 receives pursuant to the compact shall be distributed in accordance with 39 40 subdivision four of this section, and provided further that gaming facility located in the county or counties of Cattaraugus, Chau-41 42 tauqua or Allegany, the municipal governments of the state hosting the 43 facility shall collectively receive a minimum of twenty-five percent of 44 the negotiated percentage of the net drop from electronic gaming devices 45 the state receives pursuant to the compact; and provided further that pursuant to chapter five hundred ninety of the laws of two thousand 46 47 four, a minimum of twenty-five percent of the revenues received by the 48 state pursuant to the state's compact with the St. Regis Mohawk tribe 49 shall be made available to the counties of Franklin and St. Lawrence, 50 affected towns in such counties. Each such county and its affected 51 towns shall receive fifty percent of the moneys made available by the state; and provided further that the state shall annually make twenty-52 53 five percent of the negotiated percentage of the net drop from all 54 gaming devices the state actually receives pursuant to the Oneida 55 Settlement Agreement as confirmed by section eleven of the executive law 56 as available to the county of Oneida, and a sum of three and one-half

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million dollars to the county of Madison. Additionally, the state shall distribute for a period of nineteen and one-quarter years, an additional annual sum of two and one-half million dollars to the county of Oneida. Additionally, the state shall distribute the one-time eleven million dollar payment received by the state pursuant to such agreement with the Oneida Nation of New York to the county of Madison by wire transfer upon receipt of such payment by the state; and (b) support and services of treatment programs for persons suffering from gambling addictions. Moneys not appropriated for such purposes shall be transferred to the general fund for the support of government during the fiscal year in which they are received.

- S 3. Subdivision 3 of section 99-h of the state finance law, as amended by section 8 of chapter 174 of the laws of 2013, is amended to read as follows:
- 3. Moneys of the account, following the segregation of appropriations enacted by the legislature, shall be available for purposes including but not limited to: (a) reimbursements or payments to municipal host tribal casinos pursuant to a tribal-state compact for costs incurred in connection with services provided to such casinos or arising as a result thereof, for economic development opportunities and job expansion programs authorized by the executive law; provided, however, that for any gaming facility located in the county of Erie [or Niagara], the municipal governments hosting the facility shall collectively receive a minimum of twenty-five percent of the negotiated percentage of the net drop from electronic gaming devices the state receives pursuant to the compact, AND FOR ANY GAMING FACILITY LOCATED IN THE COUNTY OF NIAGARA THE MUNICIPAL GOVERNMENT HOSTING THE FACILITY SHALL COLLECTIVELY RECEIVE A MINIMUM OF SEVENTY-FIVE PERCENT OF THE NEGOTIATED PERCENTAGE OF THE NET DROP FOR ELECTRONIC GAMING DEVICES STATE RECEIVES PURSUANT TO THE COMPACT, and provided further that for any gaming facility located in the county or counties of Cattaraugus, Chautauqua or Allegany, the municipal governments of the state hosting the facility shall collectively receive a minimum of twenty-five percent of the negotiated percentage of the net drop from electronic gaming devices the state receives pursuant to the compact; and provided further that pursuant to chapter five hundred ninety of the laws of two thousand four, a minimum of twenty-five percent of the revenues received by the state pursuant to the state's compact with the St. Regis Mohawk tribe shall be made available to the counties of Franklin and St. Lawrence, and affected towns in such counties. Each such county and its shall receive fifty percent of the moneys made available by the state; and provided further that the state shall annually make twentyfive percent of the negotiated percentage of the net drop from all gaming devices the state actually receives pursuant to the Oneida Settlement Agreement confirmed by section eleven of the executive law available to the county of Oneida, and a sum of three and million dollars to the county of Madison. Additionally, the state shall distribute, for a period of nineteen and one-quarter years, an additional annual sum of two and one-half million dollars to the county of Oneida. Additionally, the state shall distribute the one-time eleven million dollar payment actually received by the state pursuant to the Oneida Settlement Agreement to the county of Madison by wire upon receipt of such payment by the state; and (b) support and services of treatment programs for persons suffering from gambling addictions. Moneys not segregated for such purposes shall be transferred to the

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general fund for the support of government during the fiscal year in which they are received.

- S 4. Paragraph (a) of subdivision 4 of section 99-h of the state finance law, as amended by section 2 of part W of chapter 60 of the laws of 2011, is amended to read as follows:
- (a) Monies which are appropriated and received each year by the state as a portion of the negotiated percentage of the net drop from electronic gaming devices the state receives in relation to the operation of a gaming facility in the city of Niagara Falls, county of Niagara which subdivision three of this section requires to be a minimum of [twenty-five] SEVENTY-FIVE percent, shall be budgeted and disbursed by the city of Niagara Falls in the following manner:
- [seventy-three] FIFTY-EIGHT and one-half percent of the total annual amount received shall be available for expenditure by the city of Niagara Falls for such public purposes as are determined, by the city, to be necessary and desirable to accommodate and enhance economic development, neighborhood revitalization, public health and safety, and infrastructure improvement in the city, shall be deposited into the tribal revenue account of the city and any and all interest and income derived from the deposit and investment of such monies shall be deposited into the general operating fund of the city; provided however, that [any amount allocated to the Niagara Falls Underground Railroad Heritage Commission, to the extent that its share pursuant to the formula established in clause five of subparagraph (ii) of this paragraph exceeds one percent, such amounts shall be distributed from the funds available city for its public purposes pursuant to this paragraph] FORTY PERCENT OF SUCH AMOUNT SHALL BE USED TO FUND DOWNTOWN ECONOMIC CREATION TO BE ALLOCATED BY THE DOWNTOWN NIAGARA FALLS JOB ECONOMIC DEVELOPMENT ADVISORY GROUP. THE ADVISORY GROUP SHALL BE MADE UP OF NINE MEMBERS APPOINTED AS FOLLOWS: ONE BY THE GOVERNOR, ONE MAJORITY LEADER, ONE BY THE SPEAKER OF THE ASSEMBLY, ONE BY THE SENECA NATION OF INDIANS, ONE BY THE MAYOR OF THE CITY OF NIAGARA FALLS, ONE BY THE NIAGARA COUNTY LEGISLATURE, ONE BY THE NIAGARA USA ONE BY THE NIAGARA COUNTY BUILDING TRADES COUNCIL, AND ONE BY THE NIAGARA FRONTIER TRANSPORTATION AUTHORITY. THE DOWNTOWN NIAGARA ECONOMIC DEVELOPMENT ADVISORY GROUP SHALL ALLOCATE FUNDS FOR THE PURPOSE ASSISTING BUSINESSES LOCATED IN DOWNTOWN NIAGARA FALLS TO CREATE NEW JOB OPPORTUNITIES AND TO INCENTIVIZE NEW BUSINESSES TO LOCATE DOWNTOWN NIAGARA FALLS. FUNDS MAY BE USED FOR, BUT NOT LIMITED TO, THE REHABILITATION OF BUILDINGS, INSTALLATION OF SIGNAGE, TRAINING OF EXIST-TECHNIQUES RELATED INDUSTRY, ING OR NEW EMPLOYEES ΙN TO THEIR APPROPRIATE INDUSTRY RELATED MACHINERY. NO FUNDS SHALL INSTALLATION OF BE ALLOCATED FOR GENERAL OBLIGATIONS AND RESPONSIBILITIES TRADITIONALLY PROVIDED BY THE CITY OF NIAGARA FALLS; and
 - (ii) the remaining [twenty-six] FORTY-ONE and one-half percent of the total annual amount received shall be allocated for the city of Niagara Falls to be available for expenditure in the following manner:
 - (1) within thirty-five days upon receipt of such funds by such city, five and one-half percent of the total annual amount received in each year, not to exceed [seven] TWO MILLION TWO hundred fifty thousand dollars annually AND NOT LESS THAN THE AMOUNT RECEIVED BY SUCH ENTITY IN FISCAL YEAR TWO THOUSAND FOURTEEN, shall be transferred to Niagara Falls memorial medical center to be used for capital construction projects; and
 - (2) within thirty-five days upon receipt of such funds by such city, five and one-half percent of the total annual amount received in each

 year, not to exceed [seven] TWO MILLION TWO hundred fifty thousand dollars annually AND NOT LESS THAN THE AMOUNT RECEIVED BY SUCH ENTITY IN FISCAL YEAR TWO THOUSAND FOURTEEN, shall be transferred to the Niagara Falls city school district for capital construction projects; and

- (3) within thirty-five days upon receipt of such funds by such city, seven percent OF THE TOTAL AMOUNT RECEIVED in each year NOT TO EXCEED TWO MILLION TWO HUNDRED FIFTY THOUSAND DOLLARS shall be transferred to the Niagara tourism and convention center corporation for marketing and tourism promotion in the county of Niagara including the city of Niagara Falls; and
- (4) an amount equal to the lesser of one million dollars or seven percent of the total amount in each year shall be transferred to the city of Niagara Falls and held in an escrow account maintained by the city of Niagara Falls and, if additional funding has been secured by the Niagara frontier transportation authority to finance construction of a new terminal at Niagara Falls, such amount held in escrow shall be transferred to the Niagara frontier transportation authority for such purpose provided however that if such additional funding has not been secured or construction of a new terminal has not commenced within two years of the date which such monies were received by the city of Niagara Falls such amounts held in escrow by the city of Niagara Falls shall be distributed pursuant to subparagraph (iii) of this paragraph; and
- (5) [within thirty-five days upon receipt of such funds by such one percent or three hundred fifty thousand dollars, whichever is greatthe total annual amount received in each year shall be transferred to the Niagara Falls Underground Railroad Heritage Commission, established pursuant to article forty-three of the parks, recreation and historic preservation law to be used for, but not limited to, development, capital improvements, acquisition of real property, and acquisition of personal property within the heritage area in the city of Niagara Falls as established pursuant to the commission; provided in the event the distribution available pursuant to this clause exceeds one percent, it shall be distributed from the moneys available pursuant to subparagraph (i) of this paragraph] WITHIN THIRTY-FIVE DAYS UPON RECEIPT OF SUCH FUNDS BY SUCH CITY, ONE AND ONE-HALF PERCENT OF AMOUNTS RECEIVED IN EACH YEAR, NOT TO EXCEED TWO MILLION TWO HUNDRED FIFTY THOUSAND DOLLARS SHALL BE TRANSFERRED TO THE NIAGARA FALLS HOUSING AUTHORITY; AND
- (6) WITHIN THIRTY-FIVE DAYS UPON RECEIPT OF SUCH FUNDS BY SUCH CITY, SEVEN PERCENT OF THE TOTAL AMOUNT RECEIVED IN EACH YEAR, NOT TO EXCEED TWO MILLION TWO HUNDRED FIFTY THOUSAND DOLLARS SHALL BE TRANSFERRED TO THE NIAGARA FALLS AOUARIUM; AND
- (7) WITHIN THIRTY-FIVE DAYS UPON RECEIPT OF SUCH FUNDS BY SUCH CITY, SEVEN PERCENT OF THE TOTAL AMOUNT RECEIVED IN EACH YEAR, NOT TO EXCEED TWO MILLION TWO HUNDRED FIFTY THOUSAND DOLLAR SHALL BE TRANSFERRED TO THE WESTERN NEW YORK STATE FIRST RESPONSE AND PREPAREDNESS CENTER; AND
- (8) WITHIN THIRTY-FIVE DAYS UPON RECEIPT OF SUCH FUNDS BY SUCH CITY, ONE PERCENT OF THE TOTAL AMOUNT RECEIVED IN EACH YEAR, NOT TO BE LESS THAN ONE HUNDRED FIFTY THOUSAND DOLLARS SHALL BE TRANSFERRED TO MOUNT SAINT MARY'S NEIGHBORHOOD HEALTH CENTER; and
- (iii) all other monies appropriated or received for distribution pursuant to this subdivision after the transfer of money pursuant to this subparagraph and subparagraphs (i) and (ii) of this paragraph in each year shall be allocated to the city of Niagara Falls for infrastructure and road improvement projects.

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5. Section 2 of chapter 747 of the laws of 2006 amending the state finance law, relating to the tribal-state compact revenue account, amended to read as follows:

- This act shall take effect immediately, and shall expire and be deemed repealed December 31, [2016] 2026.

 S 6. This act shall take effect immediately, provided that:
- 1. the amendments to subdivision 3 of section 99-h of the state finance law made by section one of this act shall be subject to the expiration and reversion of such subdivision as provided in section 3 of part W of chapter 60 of the laws of 2011, as amended when upon such date the provisions of section two of this act shall take effect;
- 2. the amendments to subdivision 3 of section 99-h of the finance law made by section two of this act shall be subject to the expiration and reversion of such section as provided in section 2 of chapter 747 of the laws of 2006, as amended when upon such date the provisions of section three of this act shall take effect; and 3. the amendments to paragraph (a) of subdivision 4 of section 99-h of
- the state finance law made by section four of this act shall be subject 18 19 to the expiration of such subdivision as provided in chapter 747 of the laws of 2006, as amended and shall be deemed expired and repealed therewith.