

# STATE OF NEW YORK

S. 2002--A

A. 3002--A

## SENATE - ASSEMBLY

January 17, 2017

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

IN ASSEMBLY -- A BUDGET BILL, submitted 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

AN ACT making appropriations for the legal requirements of the state debt service and lease purchase payments and other special contractual obligations

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. The several sums specified in this section, or so much  
2 thereof as may be sufficient to accomplish in full the purposes designated by the appropriations, are hereby appropriated to be paid as herein provided for the funds and purposes specified and are made available  
4 for the fiscal year beginning April 1, 2017.  
5

6 DEBT SERVICE FUND--GENERAL DEBT SERVICE FUND

7 Maintenance undistributed  
8 For the legal requirements of principal, interest, and  
9 related expenses on general obligation bonds, special  
10 contractual and revenue bond obligations, as issued  
11 pursuant to articles 5-C and 5-F of the state finance  
12 law and payments for interest rate exchange and similar  
13 agreements, in accordance with the following schedule .. 6,536,700,000  
14 =====

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

LBD12552-02-7

## 1 SCHEDULE

## 2 GENERAL OBLIGATION PAYMENTS

3 The sum of \$477,500,000, or so much thereof as may be  
4 necessary, is hereby appropriated for payment by the  
5 state comptroller for general obligation bonds issued in  
6 connection with pure waters, environmental quality,  
7 transportation capital facilities, rail preservation,  
8 outdoor recreation development, energy conservation  
9 through improved transportation, parks and recreation  
10 land acquisition, rebuild New York through transporta-  
11 tion infrastructure renewal, accelerated capacity and  
12 transportation improvements of the nineties, clean  
13 water/clean air, rebuild and renew New York transporta-  
14 tion, and smart schools purposes, in accordance with the  
15 following sub-schedule ..... 477,500,000  
16 -----

## 17 sub-schedule

18 Debt service payments ..... 475,000,000  
19 Related expenses ..... 2,500,000  
20 -----  
21 Total of sub-schedule ..... 477,500,000  
22 =====

## 23 SPECIAL CONTRACTUAL OBLIGATION PAYMENTS

24 The several sums, or so much thereof as may be sufficient  
25 to accomplish in full the purposes designated by the  
26 appropriations, are hereby appropriated and are, subject  
27 to the issuance of certificates of approval of avail-  
28 ability by the director of the budget, available for the  
29 purpose of making payments for special contractual obli-  
30 gations, in accordance with the following schedule ..... 1,078,200,000  
31 -----

## 32 SCHEDULE

33 For payment to the Urban Development Corpo-  
34 ration pursuant to the provisions of an  
35 agreement or agreements of lease and  
36 sublease entered into between, but not  
37 limited to, the Urban Development Corpo-  
38 ration, the Office of General Services and  
39 the Department of Correctional Services  
40 for the rental of correctional facilities ... 21,000,000  
41 For payment according to the following sub-  
42 schedule to the Urban Development Corpo-  
43 ration for project revenue bonds, pursuant  
44 to the provisions of certain agreements of  
45 lease between the entities designated on  
46 the following sub-schedule and the state  
47 of New York and the assignment of rent  
48 thereof to the Urban Development Corpo-  
49 ration ..... 8,500,000

1 sub-schedule

2 Cornell University (Supercom-  
3 puter Center) ..... 700,000

4 Columbia University (Telecom-  
5 munications Center) ..... 4,800,000

6 Clarkson University ..... 1,100,000

7 University Grants 95 Refunding ... 1,900,000

8 -----

9 Total of sub-schedule ..... 8,500,000

10 -----

11 For payment to the Housing Finance Agency  
12 and the Urban Development Corporation for  
13 payment of bonds issued to finance the  
14 State's housing programs ..... 45,000,000

15 For payment to the Metropolitan Transporta-  
16 tion Authority, pursuant to state service  
17 contracts authorized by section 16 of  
18 chapter 314 of the laws of 1981, section  
19 42 of chapter 929 of the laws of 1986, as  
20 amended by chapter 13 of the laws of 1987,  
21 and section 34 of part 0 of chapter 61 of  
22 the laws of 2000 ..... 80,000,000

23 For payment to the State University  
24 Construction Fund, for payment to the  
25 Dormitory Authority, pursuant to paragraph  
26 (e) of subdivision 19 of section 1680 of  
27 the public authorities law, to pay for  
28 bonds or notes issued by such authority,  
29 pursuant to agreements between the State  
30 University Construction Fund, State  
31 University of New York and the Dormitory  
32 Authority, relating to State University  
33 education facilities. Notwithstanding the  
34 provisions of section 40 of the state  
35 finance law or any other provision of law  
36 to the contrary, this appropriation shall  
37 remain in full force and effect until  
38 April 30, 2018 ..... 210,000,000

39 For payment to the State University  
40 Construction Fund, for payment to the  
41 Dormitory Authority, in accordance with  
42 subdivision 8 of section 6304 of the  
43 education law, for bonds, notes, or other  
44 obligations issued by such authority,  
45 pursuant to an agreement or agreements  
46 among the State University of New York,  
47 various community colleges and their spon-  
48 sors, and the Dormitory Authority for  
49 educational facilities of community  
50 colleges ..... 6,000,000

51 For payment to the City University Construc-  
52 tion Fund for City University senior  
53 colleges and for community colleges.  
54 Moneys hereby appropriated, or portions

1     thereof, are for payments net of all  
2     interest and investment earnings on senior  
3     and community college payments and other  
4     excess earnings held by the City Universi-  
5     ty Construction Fund, in accordance with  
6     the following sub-schedule ..... 165,000,000

7                     sub-schedule

8     City         University         senior  
9         colleges ..... 150,000,000  
10    City         University         community  
11         colleges ..... 15,000,000  
12                     -----  
13    Total of sub-schedule ..... 165,000,000  
14                     -----

15    For payment to the Thruway Authority, pursu-  
16    ant to section 380 of the public authori-  
17    ties law, to pay for Local Highway and  
18    Bridge Service Contract bonds or notes  
19    issued by such authority pursuant to an  
20    agreement between the Thruway Authority  
21    and the state ..... 110,000,000

22    For payment to the Environmental Facilities  
23    Corporation, pursuant to subdivision 1 of  
24    section 1290 of the public authorities  
25    law, to pay for bonds or notes issued by  
26    such authority pursuant to a lease agree-  
27    ment between the Environmental Facilities  
28    Corporation and the Office of Parks,  
29    Recreation and Historic Preservation  
30    relating to the financing of Riverbank  
31    State Park ..... 5,200,000

32    For payment according to the following sub-  
33    schedule for bonds issued to finance  
34    consolidated service contract refundings ... 405,000,000  
35                     -----

36                     sub-schedule

37    Urban Development Corporation .. 300,000,000  
38    Dormitory Authority ..... 95,000,000  
39    Thruway Authority ..... 10,000,000  
40                     -----  
41    Total of sub-schedule ..... 405,000,000  
42                     -----

43    Total of debt service schedule ..... 1,055,700,000  
44                     -----

45    For payment of related expenses in accord-  
46    ance with the following schedule.

1

## SCHEDULE

2	Urban Development Corporation .....	3,500,000
3	Housing Finance Agency .....	1,500,000
4	Dormitory Authority .....	7,500,000
5	Dormitory Authority Capital Expenses .....	9,500,000
6	Environmental Facilities Corporation .....	200,000
7	Thruway Authority .....	300,000
8		-----
9	Total of related expenses schedule .....	22,500,000
10		-----
11	Total of schedules .....	1,078,200,000
12		=====

## 13 REVENUE BOND FINANCING AGREEMENT PAYMENTS

14 The several sums, or so much thereof as may  
 15 be necessary, are hereby appropriated for  
 16 payment to the dormitory authority, the  
 17 environmental facilities corporation, the  
 18 housing finance agency, the thruway  
 19 authority, and the urban development  
 20 corporation and are, subject to the issu-  
 21 ance of certificates of approval of avail-  
 22 ability by the director of the budget,  
 23 available for the purpose of making  
 24 financing agreement payments related to  
 25 personal income tax revenue bond obli-  
 26 gations, as authorized pursuant to article  
 27 5-C of the state finance law and in  
 28 accordance with the following schedule ... 4,228,000,000  
 29 -----

30

## SCHEDULE

31	Debt Service Payment .....	4,200,000,000
32	Related Expenses .....	28,000,000
33		-----
34	Total of schedule .....	4,228,000,000
35		=====

## 36 REVENUE BOND FINANCING AGREEMENT PAYMENTS

37 The several sums, or so much thereof as may  
 38 be necessary, are hereby appropriated for  
 39 payment to the dormitory authority, the  
 40 thruway authority, and the urban develop-  
 41 ment corporation and are, subject to the  
 42 issuance of certificates of approval of  
 43 availability by the director of the bud-  
 44 get, available for the purpose of making  
 45 financing agreement payments related to  
 46 sales tax revenue bond obligations, as  
 47 authorized pursuant to article 5-F of the  
 48 state finance law and in accordance with  
 49 the following schedule ..... 753,000,000  
 50 -----

## 1 SCHEDULE

2	Debt Service Payments .....	750,000,000
3	Related Expenses .....	3,000,000
4		-----
5	Total of schedule .....	753,000,000
6		=====
7	Total of schedule .....	6,536,700,000
8		=====

## 9 DEBT SERVICE FUND--HOUSING DEBT FUND

## 10 GENERAL OBLIGATION PAYMENTS

11 The sum of \$6,500,000, or so much thereof as may be neces-  
12 sary, is hereby appropriated for payment by the state  
13 comptroller of principal and interest on general obli-  
14 gation bonds issued in connection with state housing  
15 (low cost, middle income and urban renewal) ..... 6,500,000  
16 =====

## 17 DEBT SERVICE FUND--HEALTH INCOME FUND

18 For debt service and related expenses in accordance with  
19 the following schedule ..... 33,000,000  
20 -----

## 21 SCHEDULE

22	The sum of \$27,000,000, or so much thereof as may be	
23	necessary of operating revenues received from department	
24	of health facilities other than the New York City Veter-	
25	ans' Home, is hereby appropriated for payment by the	
26	state comptroller of all obligations under the terms of	
27	agreements between the health department and the dormi-	
28	tory authority .....	27,000,000
29	The sum of \$2,000,000, or so much thereof as may be neces-	
30	sary of operating revenues received from the New York	
31	City Veterans' Home, is hereby appropriated for payment	
32	by the state comptroller of all obligations under the	
33	terms of agreements between the health department and	
34	the dormitory authority .....	2,000,000
35	Related expenses .....	1,000,000
36	Capital expenses .....	3,000,000
37		-----
38	Total of schedule .....	33,000,000
39		=====

## 40 DEBT SERVICE FUND--MENTAL HEALTH SERVICES FUND

41 The sum of \$197,000,000, or so much thereof as may be  
42 necessary, is hereby appropriated for payment by the  
43 state comptroller of all obligations of the dormitory  
44 authority, as successor to the facilities development  
45 corporation and the medical care facilities finance

1 agency pursuant to chapter 83 of the laws of 1995, under  
2 the terms of any lease, sublease, or other financing  
3 agreement with the department of mental hygiene, in  
4 accordance with the following schedule ..... 197,000,000  
5 -----

6 SCHEDULE

7 Debt service payments ..... 190,000,000  
8 Related expenses ..... 7,000,000  
9 -----  
10 Total of schedule ..... 197,000,000  
11 =====

12 DEBT SERVICE FUND--LOCAL GOVERNMENT ASSISTANCE TAX FUND

13 The sum of \$304,500,000, or so much thereof as may be  
14 necessary, is hereby appropriated for payment of all  
15 obligations, including but not limited to reserve fund  
16 credit facilities, to the local government assistance  
17 corporation pursuant to a certificate or certificates  
18 filed by the chairman of the corporation with the state  
19 comptroller and the governor, pursuant to subdivision 1  
20 of section 3240 of the public authorities law, in  
21 accordance with the following schedule ..... 304,500,000  
22 -----

23 SCHEDULE

24 Debt service payments ..... 300,000,000  
25 Related expenses ..... 4,500,000  
26 -----  
27 Total of schedule ..... 304,500,000  
28 =====

29 TRUST AND AGENCY FUND--SCHOOL CAPITAL FACILITIES  
30 FINANCING RESERVE FUND

31 The sum of \$20,600,000, or so much thereof as may be  
32 necessary, is hereby appropriated for payment by the  
33 state comptroller to the dormitory authority for the  
34 purpose of meeting the terms of any contractual agree-  
35 ments between the dormitory authority and participating  
36 special act school districts listed in chapter 566 of  
37 the laws of 1967, as amended, state-supported schools  
38 for blind and deaf students and children with other  
39 handicapping conditions pursuant to article 85 of the  
40 education law, and private not-for-profit schools  
41 approved by the commissioner of education pursuant to  
42 article 89 of the education law, in accordance with the  
43 following schedule ..... 20,600,000  
44 -----

45 SCHEDULE

46 Debt service payments ..... 20,000,000

1	Related expenses .....	300,000
2	Capital expenses .....	300,000
3		-----
4	Total of schedule .....	20,600,000
5		=====

6 DEDICATED HIGHWAY AND BRIDGE TRUST FUND--SPECIAL  
7 OBLIGATION RESERVE AND PAYMENT ACCOUNT

8 The sum of \$320,300,000 or so much thereof as may be  
9 necessary, is hereby appropriated to pay for bonds or  
10 notes as required under dedicated highway and bridge  
11 trust fund cooperative agreements under section 10-e of  
12 the highway law, in accordance with the following sched-  
13 ule ..... 320,300,000  
14 -----

15 SCHEDULE

16	Debt service payments .....	320,000,000
17	Related expenses .....	300,000
18		-----
19	Total of schedule .....	320,300,000
20		=====

21 DEBT REDUCTION RESERVE FUND

22 The sum of \$500,000,000, or so much thereof as may be  
23 necessary, is hereby appropriated from the debt  
24 reduction reserve fund for the purposes of principal,  
25 interest, and related expenses, for retiring or defeas-  
26 ing bonds previously issued, including any accrued  
27 interest or other expenses related thereto, for any  
28 state-related bonding program or programs and for trans-  
29 fer, upon request of the director of the budget, to  
30 various capital projects funds as designated by the  
31 director of the budget for the funding of capital  
32 projects, equipment acquisitions, or similar expenses  
33 which have been authorized by law to be financed through  
34 the issuance of bonds, notes, or other obligations ..... 500,000,000  
35 -----

36 CONTINGENT AND OTHER APPROPRIATIONS

37 § 2. The several sums specified in this section, or so much thereof as  
38 may be sufficient to accomplish in full the purposes designated by the  
39 appropriations, are hereby appropriated to be paid as herein provided  
40 for the funds and purposes specified and are made available for the  
41 fiscal year beginning April 1, 2017.

42 GENERAL FUND--STATE PURPOSES ACCOUNT

43 The sum of \$20,000,000, or so much thereof as may be  
44 necessary, is hereby appropriated from the general fund  
45 to the credit of the state purposes account solely for  
46 the purpose of making payments of rebates to the federal

government to maintain the exemption from federal income  
 taxation of the interest paid to the holders of state  
 obligations issued pursuant to sections 55 and 57 of the  
 state finance law ..... 20,000,000  
 =====

The sum of \$225,000,000, or so much thereof as may be  
 necessary, is hereby appropriated from the general fund  
 to the credit of the state purposes account solely for  
 the purpose of redeeming general obligation bonds issued  
 by the state of New York, provided, however, that the  
 amount to be expended from this appropriation shall be  
 limited to the amount, as determined by the comptroller,  
 to be necessary to maintain the exemption from federal  
 taxation of the interest paid to the holders of state  
 obligations issued pursuant to sections 55 and 57 of the  
 state finance law ..... 225,000,000  
 =====

#### ALL FUNDS

For payment of principal and interest, including but not  
 limited to reserve fund credit facilities on variable  
 rate obligations and interest rate exchange and similar  
 agreements, for state-supported debt or for transfer to  
 any other appropriation, in accordance with the follow-  
 ing schedule ..... 1,400,000,000  
 -----

#### SCHEDULE

Debt service payments ..... 900,000,000  
 Related expenses ..... 50,000,000  
 Interest rate exchange and similar agreements ..... 450,000,000  
 -----  
 Total of schedule ..... 1,400,000,000  
 =====

#### DEBT SERVICE FUND--GENERAL DEBT SERVICE FUND

##### SPECIAL CONTRACTUAL OBLIGATION PAYMENTS

For payment to the dormitory authority, as successor to  
 the medical care facilities finance agency pursuant to  
 chapter 83 of the laws of 1995, for payment of principal  
 interest, and related expenses on bonds or notes issued  
 pursuant to the provisions of section 7-a of the New  
 York state medical care facilities finance agency act,  
 as amended, which provide that the service contract  
 payments will be made to meet the debt service payments  
 due if the funds and accounts established under the bond  
 resolution, the secured hospital debt service reserve  
 fund, and the secured hospital capital reserve fund are  
 inadequate, in accordance with the following schedule ..... 46,000,000  
 -----

## 1 SCHEDULE

2	Debt service payments .....	45,000,000
3	Related expenses .....	1,000,000
4		-----
5	Total of schedule .....	46,000,000
6		=====

7 For payment to the tobacco settlement financing corpo-  
8 ration, for payment of bonds or notes issued pursuant to  
9 the provisions of part D3 of chapter 62 of the laws of  
10 2003 which provides that contingency contract payments  
11 will be made to meet the debt service payments due if  
12 the funds and accounts established under the bond inden-  
13 tures, the debt service accounts, the debt service  
14 reserve accounts and the supplemental accounts are inad-  
15 equate, in accordance with the following schedule ..... 226,000,000  
16 -----

## 17 SCHEDULE

18	Debt service payments .....	225,000,000
19	Related expenses .....	1,000,000
20		-----
21	Total of schedule .....	226,000,000
22		=====