

3283

2009-2010 Regular Sessions

I N S E N A T E

March 13, 2009

Introduced by Sen. ADAMS -- read twice and ordered printed, and when printed to be committed to the Committee on Racing, Gaming and Wagering

AN ACT to amend the tax law, in relation to the distribution of the additional vendor's marketing allowance by any operator of a racetrack located in the county of Westchester

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

1 Section 1. Subparagraph (iii) of paragraph 1 of subdivision b of
2 section 1612 of the tax law, as separately amended by chapters 140 and
3 286 of the laws of 2008, is amended to read as follows:
4 (iii) less an additional vendor's marketing allowance at a rate of ten
5 percent for the first one hundred million dollars annually and eight
6 percent thereafter of the total revenue wagered at the vendor track
7 after payout for prizes to be used by the vendor track for the marketing
8 and promotion and associated costs of its video lottery gaming oper-
9 ations and pari-mutuel horse racing operations, as long as any such
10 costs associated with pari-mutuel horse racing operations simultaneously
11 encourage increased attendance at such vendor's video lottery gaming
12 facilities, consistent with the customary manner of marketing comparable
13 operations in the industry and subject to the overall supervision of the
14 division; provided, however, that the additional vendor's marketing
15 allowance shall not exceed eight percent in any year for any operator of
16 a racetrack located in the county of [Westchester or] Queens; provided,
17 however, a vendor track that receives a vendor fee pursuant to clause
18 (G) of [this] subparagraph (II) OF THIS PARAGRAPH shall not receive the
19 additional vendor's marketing allowance; AND PROVIDED, FURTHER, THAT THE
20 ADDITIONAL VENDOR'S MARKETING ALLOWANCE FOR ANY OPERATOR OF A RACETRACK
21 LOCATED IN THE COUNTY OF WESTCHESTER EXPENDED BY SUCH OPERATOR FOR
22 MARKETING SHALL NOT EXCEED EIGHT PERCENT OF THE TOTAL REVENUE WAGERED AT
23 THE VENDOR TRACK AFTER PAYOUT FOR PRIZES PURSUANT TO THIS CHAPTER IN ANY

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

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1 YEAR AND THE REMAINDER OF SUCH ADDITIONAL VENDOR'S MARKETING ALLOWANCE
2 FOR SUCH OPERATOR CALCULATED PURSUANT TO THIS SUBDIVISION, NOT TO EXCEED
3 TWENTY-FIVE MILLION DOLLARS ANNUALLY, SHALL BE PAID BY SUCH OPERATOR TO
4 THE YONKERS CITY SCHOOL DISTRICT BOARD OF EDUCATION IN QUARTERLY
5 PAYMENTS COMMENCING JULY FIRST, TWO THOUSAND TEN TO SUPPORT AND MAINTAIN
6 EDUCATIONAL PROGRAMS ESTABLISHED PURSUANT TO THE SETTLEMENT AGREEMENT
7 DATED JANUARY THIRTY-FIRST, TWO THOUSAND TWO IN UNITED STATES OF AMERICA
8 V. YONKERS BOARD OF EDUCATION. NOTWITHSTANDING ANY OTHER PROVISION OF
9 LAW, RULE OR REGULATION TO THE CONTRARY, SUCH AMOUNT PROVIDED PURSUANT
10 TO THIS SUBDIVISION SHALL BE IN ADDITION TO ANY ANNUAL MAINTENANCE OF
11 EFFORT REQUIREMENT IMPOSED ON THE STATE OR CITY OF YONKERS. In estab-
12 lishing the vendor fee, the division shall ensure the maximum lottery
13 support for education while also ensuring the effective implementation
14 of section sixteen hundred seventeen-a of this article through the
15 provision of reasonable reimbursements and compensation to vendor tracks
16 for participation in such program. Within twenty days after any award
17 of lottery prizes, the division shall pay into the state treasury, to
18 the credit of the state lottery fund, the balance of all moneys received
19 from the sale of all tickets for the lottery in which such prizes were
20 awarded remaining after provision for the payment of prizes as herein
21 provided. Any revenues derived from the sale of advertising on lottery
22 tickets shall be deposited in the state lottery fund.

23 S 2. This act shall take effect July 1, 2010.