S T A T E O F N E W Y O R K

1684

2009-2010 Regular Sessions

I N A S S E M B L Y

January 9, 2009

Introduced by M. of A. BRODSKY -- read once and referred to the Committee on Local Governments

AN ACT to amend the general municipal law, in relation to borrowing by industrial development agencies

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

Section 1. The general municipal law is amended by adding a new section 858-c to read as follows:

S 858-C. LIMITATIONS ON BORROWING. NO INDUSTRIAL DEVELOPMENT AGENCY OR OFFICER THEREOF MAY TAKE ANY ACTION TO AUTHORIZE, APPROVE, ISSUE, OR OTHERWISE FACILITATE THE ISSUANCE, MARKETING, SALE, OR APPROVAL OF ANY BOND OR BORROWING WHOSE AGGREGATE AMOUNT EXCEEDS FIFTY MILLION DOLLARS UNLESS (1) THE PROJECTS PROJECTED JOB CREATION AND/OR INVESTMENT IN THE PROPOSED LOCATION OR LOCATIONS VERSUS THE TOTAL AMOUNT OF BENEFITS THE BUSINESS ENTERPRISE WILL POTENTIALLY RECEIVE SHALL BE A RATIO OF AT LEAST 20:1, THE NUMERATOR OF WHICH IS THE SUM OF (I) THE ESTIMATED VALUE OF ALL WAGES AND BENEFITS PAID TO ALL EXISTING AND PROJECTED EMPLOYEES OF THE BUSINESS ENTERPRISE AT THE LOCATION OR LOCATIONS AND (II) THE ESTIMATED VALUE OF CAPITAL INVESTMENTS FOR THE LOCATION OR LOCATIONS, AND THE DENOMINATOR OF WHICH IS THE ESTIMATED AMOUNT OF TOTAL BENEFITS THAT MAY BE USED BY THE BUSINESS ENTERPRISE; AND (2) THE COST OF CREATION OF PERMANENT NEW JOBS IS LESS THAN FIFTY THOUSAND DOLLARS.

S 2. This act shall take effect immediately.

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

LBD05338-01-9