

8092

2011-2012 Regular Sessions

I N A S S E M B L Y

June 1, 2011

Introduced by M. of A. BING -- (at request of the State Comptroller) --
read once and referred to the Committee on Governmental Operations

AN ACT to amend the state finance law, in relation to the payment of
interest due to not-for-profit organizations

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

1 Section 1. Subdivision 2 of section 179-v of the state finance law, as
2 added by chapter 166 of the laws of 1991, is amended to read as follows:
3 2. Such organizations shall receive such interest payments AT THE TIME
4 OF THE FIRST PAYMENT MADE TO ANY SUCH ORGANIZATION AND at a rate equal
5 to the rate set by the commissioner of taxation and finance for corporate
6 taxes pursuant to paragraph one of subsection (e) of section one
7 thousand ninety-six of the tax law. In order for a state agency to
8 approve reimbursement of a not-for-profit organization at a rate other
9 than the interest rate stated in this section the not-for-profit organization
10 shall submit documentation indicating the rate at which such
11 funds were borrowed, the lender of such funds and any other information
12 requested by the state agency, attorney general or the comptroller. The
13 comptroller may disallow such portions of the interest that the comptroller
14 deems unreasonable.
15 S 2. This act shall take effect immediately.

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

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