

2391

2013-2014 Regular Sessions

I N   S E N A T E

January 17, 2013

---

Introduced by Sen. ADAMS -- read twice and ordered printed, and when printed to be committed to the Committee on Investigations and Government Operations

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 amended by section 1 of part 0-1 of  
3     chapter 57 of the laws of 2009, 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 subparagraph (ii) of this paragraph shall not receive the addi-  
19    tional 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.

LBD05545-01-3

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 FOURTEEN TO SUPPORT AND  
6 MAINTAIN EDUCATIONAL PROGRAMS ESTABLISHED PURSUANT TO THE SETTLEMENT  
7 AGREEMENT DATED JANUARY THIRTY-FIRST, TWO THOUSAND TWO IN UNITED STATES  
8 OF AMERICA V. YONKERS BOARD OF EDUCATION. NOTWITHSTANDING ANY OTHER  
9 PROVISION OF LAW, RULE OR REGULATION TO THE CONTRARY, SUCH AMOUNT  
10 PROVIDED PURSUANT TO THIS SUBDIVISION SHALL BE IN ADDITION TO ANY ANNUAL  
11 MAINTENANCE OF EFFORT REQUIREMENT IMPOSED ON THE STATE OR CITY OF YONK-  
12 ERS. In establishing the vendor fee, the division shall ensure the  
13 maximum lottery support for education while also ensuring the effective  
14 implementation of section sixteen hundred seventeen-a of this article  
15 through the provision of reasonable reimbursements and compensation to  
16 vendor tracks for participation in such program. Within twenty days  
17 after any award of lottery prizes, the division shall pay into the state  
18 treasury, to the credit of the state lottery fund, the balance of all  
19 moneys received from the sale of all tickets for the lottery in which  
20 such prizes were awarded remaining after provision for the payment of  
21 prizes as herein provided. Any revenues derived from the sale of adver-  
22 tising on lottery tickets shall be deposited in the state lottery fund.  
23 S 2. This act shall take effect July 1, 2014.