

S T A T E   O F   N E W   Y O R K

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S. 2607--A

A. 3007--A

S E N A T E - A S S E M B L Y

January 22, 2013

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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 by the Governor 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 in relation to school district eligibility for an increase in apportionment of school aid and implementation of standards for conducting annual professional performance reviews to determine teacher and principal effectiveness; to amend the education law, in relation to contracts for excellence, expenses for computer equipment, accountability of school districts, the financing of charter schools, apportionment of school aid, calculation of the gap elimination restoration amount, establishment of a community schools and extended learning time grant program, duties of school districts and the costs of certain tuition maintenance and transportation; to amend chapter 756 of the laws of 1992 relating to funding a program for work force education conducted by the consortium for worker education in New York city, in relation to apportionment and reimbursement; and in relation to extending the expiration of certain provisions; to amend chapter 169 of the laws of 1994 relating to certain provisions related to the 1994-95 state operations, aid to localities, capital projects and debt service budgets; to amend chapter 82 of the laws of 1995, amending the education law and certain other laws relating to state aid to school districts and the appropriation of funds for the support of government; to amend chapter 147 of the laws of 2001 amending the education law relating to conditional appointment of school district, charter school or BOCES employees; to amend chapter 425 of the laws of 2002 amending the education law relating to the provision of supplemental educational services, attendance at a safe public school and the suspension of pupils who bring a firearm to or possess a firearm at a school, to amend chapter 101 of the laws of 2003 amending the education law relating to implementation of the No Child Left Behind Act of

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

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2001, in relation to extending the expiration of certain provisions of such chapters; to amend chapter 472 of the laws of 1998 amending the education law relating to the lease of school buses by school districts, in relation to extending the provisions of such chapter; in relation to school bus driver training; in relation to the support of public libraries; to provide special apportionment for salary expenses; to provide special apportionment for public pension expenses; in relation to suballocation of certain education department accruals; in relation to purchases by the city school district of Rochester; and providing for the repeal of certain provisions relating to the suballocation of certain education department accruals (Part A); to amend the education law and the public authorities law, in relation to the acquisition, design, construction, reconstruction, rehabilitation, improvement and financing of dormitory facilities for the state university of New York (Part B); to amend chapter 57 of the laws of 2005 amending the labor law and other laws implementing the state fiscal plan for the 2005-2006 state fiscal year, relating to the New York state higher education capital matching grant program for independent colleges, in relation to the New York state higher education matching grant program for independent colleges and the effectiveness thereof (Part C); to amend the education law, in relation to establishing the Next Generation NY Job Linkage Program Act (Part D); to amend the social services law, in relation to increasing the standards of monthly need for aged, blind and disabled persons living in the community (Part E); to amend the private housing finance law, in relation to the homeless housing and assistance program; and to repeal certain provisions of the social services law relating thereto (Part F); to amend the executive law and the social services law, in relation to consolidating the youth development and delinquency prevention program and the special delinquency prevention program; and to repeal certain provisions of the executive law relating thereto (Part G); to amend the executive law, the family court act, and the social services law, in relation to juvenile justice reforms; and to repeal certain provisions of the executive law and the family court act relating thereto (Subpart A); to amend the executive law, in relation to allowing the department of civil service, in consultation with the commissioner of the office of children and family services, to prescribe qualifications of facility director positions (Subpart B) (Part H); to amend the executive law, the public health law and the social services law, in relation to the merger of the office of the welfare inspector general with the office of the inspector general; and to repeal certain provisions of the executive law relating thereto (Part I); to amend the real property tax law, in relation to providing for the registration of recipients of STAR exemptions, and eliminating waste, fraud and abuse in the STAR program (Part J); to amend the private housing finance law, in relation to the community preservation program; and to repeal articles 16 and 17 of such law relating thereto (Part K); to amend the public authorities law and the private housing finance law, in relation to modernizing the investment powers of the state of New York mortgage agency and the New York state housing finance agency; and to repeal certain provisions of the public authorities law and the private housing finance law relating thereto (Part L); to utilize reserves in the project pool insurance account of the mortgage insurance fund for various housing purposes (Part M); to amend the labor law, in relation to the powers of the commissioner of labor and to repeal subdivision 17 of section 100 of the economic

development law relating to the operation of the state data center (Part N); to amend the labor law, in relation to increasing unemployment insurance benefits and contributions, to entitlement and eligibility criteria, to work search requirements, to relieving employers of charges for separations caused by misconduct and voluntarily leaving employment without good cause, to reduction of benefits based on pensions and dismissal pay, to enhanced penalties, in relation to fraudulently obtained benefits and new penalties for employers who cause overpayments by failing to timely and accurately respond to information about claims, to approving employer shared work benefit plans, and to the interest assessment surcharge; and to amend chapter 62 of the laws of 2003, amending the state finance law and other laws relating to authorizing and directing the state comptroller to loan money to certain funds and accounts, in relation to the effectiveness thereof; to repeal certain provisions of the labor law relating thereto; and providing for the repeal of certain provisions upon expiration thereof (Part O); to amend the labor law, in relation to the minimum wage and making technical corrections relating thereto (Part P); to amend the civil service law, in relation to the expiration of paragraph d of subdivision 4 of section 209 of such law and the authority of certain public arbitration panels thereunder (Part Q); and to amend the racing, pari-mutuel wagering and breeding law, in relation to the placement of casino gambling facilities and to amend the state finance law, in relation to establishing the casino revenue fund (Part R)

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

1 Section 1. This act enacts into law major components of legislation  
2 which are necessary to implement the state fiscal plan for the 2013-2014  
3 state fiscal year. Each component is wholly contained within a Part  
4 identified as Parts A through R. The effective date for each particular  
5 provision contained within such Part is set forth in the last section of  
6 such Part. Any provision in any section contained within a Part, includ-  
7 ing the effective date of the Part, which makes a reference to a section  
8 "of this act", when used in connection with that particular component,  
9 shall be deemed to mean and refer to the corresponding section of the  
10 Part in which it is found. Section three of this act sets forth the  
11 general effective date of this act.

12 PART A

13 Section 1. 1. As used in this section:  
14 a. "APPR past non-compliance penalty" shall mean the sum of the annual  
15 increases in apportionments withheld pursuant to section 1 of part A of  
16 chapter 57 of the laws of 2012 and subdivision 2 of this section for the  
17 base year and each prior school year;  
18 b. "base year" shall mean the base year as defined in paragraph b of  
19 subdivision 1 of section 3602 of the education law; and  
20 c. "current year" shall mean the current year as defined in paragraph  
21 a of subdivision 1 of section 3602 of the education law.  
22 2. Notwithstanding any inconsistent provision of law, no school  
23 district shall be eligible for an apportionment of general support for  
24 public schools from the funds appropriated for the 2013-14 school year  
25 and thereafter in excess of the amount apportioned to such school

1 district in the base year unless such school district has submitted  
2 documentation that has been approved by the commissioner of education by  
3 September 1 of the current year, demonstrating that it has fully imple-  
4 mented the standards and procedures for conducting annual professional  
5 performance reviews of classroom teachers and building principals in  
6 accordance with the requirements of section 3012-c of the education law  
7 and the commissioner of education's regulations.

8 3. For the 2013-14 school year and thereafter the apportionment of  
9 general support for public schools from the funds appropriated for the  
10 2013-14 school year and thereafter shall be reduced by the APPR past  
11 non-compliance penalty. Such reduction shall not occur prior to April 1  
12 of the current year.

13 4. If any payments of ineligible amounts pursuant to subdivisions 2  
14 and 3 of this section were made, and the school district has not submit-  
15 ted documentation that has been approved by the commissioner of educa-  
16 tion by September 1 of the current school year demonstrating that it has  
17 fully implemented the standards and procedures for conducting annual  
18 professional performance reviews of classroom teachers and building  
19 principals in accordance with the requirements of section 3012-c of the  
20 education law and the regulations of the commissioner of education, the  
21 total amount of such payments shall be deducted by the commissioner of  
22 education from future payments to the school district; provided further  
23 that, if the amount of the deduction is greater than the sum of the  
24 amounts available for such deductions in the applicable school year, the  
25 remainder of the deduction shall be withheld from payments scheduled to  
26 be made to the school district pursuant to section 3609-a of the educa-  
27 tion law for the subsequent school year.

28 S 2. Paragraph e of subdivision 1 of section 211-d of the education  
29 law, as amended by section 2 of part A of chapter 57 of the laws of  
30 2012, is amended to read as follows:

31 e. Notwithstanding paragraphs a and b of this subdivision, a school  
32 district that submitted a contract for excellence for the two thousand  
33 eight--two thousand nine school year shall submit a contract for excel-  
34 lence for the two thousand nine--two thousand ten school year in  
35 conformity with the requirements of subparagraph (vi) of paragraph a of  
36 subdivision two of this section unless all schools in the district are  
37 identified as in good standing and provided further that, a school  
38 district that submitted a contract for excellence for the two thousand  
39 nine--two thousand ten school year, unless all schools in the district  
40 are identified as in good standing, shall submit a contract for excel-  
41 lence for the two thousand eleven--two thousand twelve school year which  
42 shall, notwithstanding the requirements of subparagraph (vi) of para-  
43 graph a of subdivision two of this section, provide for the expenditure  
44 of an amount which shall be not less than the product of the amount  
45 approved by the commissioner in the contract for excellence for the two  
46 thousand nine--two thousand ten school year, multiplied by the  
47 district's gap elimination adjustment percentage and provided further  
48 that, a school district that submitted a contract for excellence for the  
49 two thousand eleven--two thousand twelve school year, unless all schools  
50 in the district are identified as in good standing, shall submit a  
51 contract for excellence for the two thousand twelve--two thousand thir-  
52 teen school year which shall, notwithstanding the requirements of  
53 subparagraph (vi) of paragraph a of subdivision two of this section,  
54 provide for the expenditure of an amount which shall be not less than  
55 the amount approved by the commissioner in the contract for excellence  
56 for the two thousand eleven--two thousand twelve school year AND

1 PROVIDED FURTHER THAT, A SCHOOL DISTRICT THAT SUBMITTED A CONTRACT FOR  
2 EXCELLENCE FOR THE TWO THOUSAND TWELVE--TWO THOUSAND THIRTEEN SCHOOL  
3 YEAR, UNLESS ALL SCHOOLS IN THE DISTRICT ARE IDENTIFIED AS IN GOOD  
4 STANDING, SHALL SUBMIT A CONTRACT FOR EXCELLENCE FOR THE TWO THOUSAND  
5 THIRTEEN--TWO THOUSAND FOURTEEN SCHOOL YEAR WHICH SHALL, NOTWITHSTANDING  
6 THE REQUIREMENTS OF SUBPARAGRAPH (VI) OF PARAGRAPH A OF SUBDIVISION TWO  
7 OF THIS SECTION, PROVIDE FOR THE EXPENDITURE OF AN AMOUNT WHICH SHALL BE  
8 NOT LESS THAN THE AMOUNT APPROVED BY THE COMMISSIONER IN THE CONTRACT  
9 FOR EXCELLENCE FOR THE TWO THOUSAND TWELVE--TWO THOUSAND THIRTEEN SCHOOL  
10 YEAR. For purposes of this paragraph, the "gap elimination adjustment  
11 percentage" shall be calculated as the sum of one minus the quotient of  
12 the sum of the school district's net gap elimination adjustment for two  
13 thousand ten--two thousand eleven computed pursuant to chapter fifty-  
14 three of the laws of two thousand ten, making appropriations for the  
15 support of government, plus the school district's gap elimination  
16 adjustment for two thousand eleven--two thousand twelve as computed  
17 pursuant to chapter fifty-three of the laws of two thousand eleven,  
18 making appropriations for the support of the local assistance budget,  
19 including support for general support for public schools, divided by the  
20 total aid for adjustment computed pursuant to chapter fifty-three of the  
21 laws of two thousand eleven, making appropriations for the local assist-  
22 ance budget, including support for general support for public schools.  
23 Provided, further, that such amount shall be expended to support and  
24 maintain allowable programs and activities approved in the two thousand  
25 nine--two thousand ten school year or to support new or expanded allow-  
26 able programs and activities in the current year.

27 S 3. Subdivision 1 of section 753 of the education law, as amended by  
28 section 4 of part A-1 of chapter 58 of the laws of 2011, is amended to  
29 read as follows:

30 1. In addition to any other apportionment under this chapter, a school  
31 district shall be eligible for an apportionment under the provisions of  
32 this section for approved expenses for (i) the purchase or lease of  
33 micro and/or mini computer equipment or terminals for instructional  
34 purposes or (ii) technology equipment, as defined in paragraph c of  
35 subdivision two of this section, used for instructional purposes, or  
36 (iii) for the repair of such equipment and training and staff develop-  
37 ment for instructional purposes as provided hereinafter, or (iv) for  
38 expenses incurred on or after July first, two thousand eleven, any items  
39 of expenditure that are eligible for an apportionment pursuant to  
40 sections seven hundred one, seven hundred eleven and/or seven hundred  
41 fifty-one of this title, where such items are designated by the school  
42 district as eligible for aid pursuant to this section, provided, howev-  
43 er, that if aided pursuant to this section, such expenses shall not be  
44 aidable pursuant to any other section of law. Such aid shall be provided  
45 pursuant to a plan developed by the district which demonstrates to the  
46 satisfaction of the commissioner that the instructional computer hard-  
47 ware needs of the district's public school students have been adequately  
48 met and that the school district has provided for the loan of instruc-  
49 tional computer hardware to students legally attending nonpublic schools  
50 pursuant to section seven hundred fifty-four of this article. The  
51 apportionment shall equal the lesser of such approved expense in the  
52 base year or, the product of (i) the technology factor, (ii) the sum of  
53 the public school district enrollment and the nonpublic school enroll-  
54 ment in the base year as defined in subparagraphs two and three of para-  
55 graph n of subdivision one of section thirty-six hundred two of this  
56 chapter, and (iii) the building aid ratio, as defined in subdivision

four of section thirty-six hundred two of this chapter. AID PAYABLE PURSUANT TO THIS SECTION SHALL BE DEEMED FINAL AND NOT SUBJECT TO CHANGE AFTER APRIL THIRTIETH OF THE SCHOOL YEAR FOR WHICH PAYMENT WAS DUE. For aid payable in the two thousand seven--two thousand eight school year and thereafter, the technology factor shall be twenty-four dollars and twenty cents. A school district may use up to twenty percent of the product of (i) the technology factor, (ii) the sum of the public school district enrollment and the nonpublic school enrollment in the base year as defined in subparagraphs two and three of paragraph n of subdivision one of section thirty-six hundred two of this chapter, and (iii) the building aid ratio for the repair of instructional computer hardware and technology equipment and training and staff development for instructional purposes pursuant to a plan submitted to the commissioner.

S 4. Subdivision 2 of section 2116-b of the education law, as added by chapter 263 of the laws of 2005, is amended to read as follows:

2. School districts of less than eight teachers, school districts with actual general fund expenditures totaling less than five million dollars in the previous school year, or school districts with actual enrollment of less than [three hundred] ONE THOUSAND students in the previous school year shall be exempt from this requirement. Any school district claiming such exemption shall annually certify to the commissioner that such school district meets the requirements set forth in this subdivision.

S 5. Paragraph (a) of subdivision 1 of section 2856 of the education law, as amended by section 21 of part A of chapter 58 of the laws of 2011, is amended to read as follows:

(a) The enrollment of students attending charter schools shall be included in the enrollment, attendance, membership and, if applicable, count of students with disabilities of the school district in which the pupil resides. The charter school shall report all such data to the school districts of residence in a timely manner. Each school district shall report such enrollment, attendance and count of students with disabilities to the department. The school district of residence shall pay directly to the charter school for each student enrolled in the charter school who resides in the school district the charter school basic tuition, which shall be:

(i) for school years prior to the two thousand nine--two thousand ten school year and for school years following the [two thousand twelve--two thousand thirteen] TWO THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN school year, an amount equal to one hundred percent of the amount calculated pursuant to paragraph f of subdivision one of section thirty-six hundred two of this chapter for the school district for the year prior to the base year increased by the percentage change in the state total approved operating expense calculated pursuant to paragraph t of subdivision one of section thirty-six hundred two of this chapter from two years prior to the base year to the base year;

(ii) for the two thousand nine--two thousand ten school year, the charter school basic tuition shall be the amount payable by such district as charter school basic tuition for the two thousand eight--two thousand nine school year;

(iii) for the two thousand ten--two thousand eleven through [two thousand twelve--two thousand thirteen] TWO THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN school years, the charter school basic tuition shall be the basic tuition computed for the two thousand ten--two thousand eleven school year pursuant to the provisions of subparagraph (i) of this paragraph.

1 S 6. Paragraph (a) of subdivision 1 of section 2856 of the education  
2 law, as amended by section 22 of part A of chapter 58 of the laws of  
3 2011, is amended to read as follows:

4 (a) The enrollment of students attending charter schools shall be  
5 included in the enrollment, attendance and, if applicable, count of  
6 students with disabilities of the school district in which the pupil  
7 resides. The charter school shall report all such data to the school  
8 districts of residence in a timely manner. Each school district shall  
9 report such enrollment, attendance and count of students with disabili-  
10 ties to the department. The school district of residence shall pay  
11 directly to the charter school for each student enrolled in the charter  
12 school who resides in the school district the charter school basic  
13 tuition which shall be:

14 (i) for school years prior to the two thousand nine--two thousand ten  
15 school year and for school years following the [two thousand twelve--two  
16 thousand thirteen] TWO THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN school  
17 year, an amount equal to one hundred percent of the amount calculated  
18 pursuant to paragraph f of subdivision one of section thirty-six hundred  
19 two of this chapter for the school district for the year prior to the  
20 base year increased by the percentage change in the state total approved  
21 operating expense calculated pursuant to paragraph t of subdivision one  
22 of section thirty-six hundred two of this chapter from two years prior  
23 to the base year to the base year;

24 (ii) for the two thousand nine--two thousand ten school year, the  
25 charter school basic tuition shall be the amount payable by such  
26 district as charter school basic tuition for the two thousand eight--two  
27 thousand nine school year;

28 (iii) for the two thousand ten--two thousand eleven through [two thou-  
29 sand twelve--two thousand thirteen] TWO THOUSAND THIRTEEN--TWO THOUSAND  
30 FOURTEEN school years, the charter school basic tuition shall be the  
31 basic tuition computed for the two thousand ten--two thousand eleven  
32 school year pursuant to the provisions of subparagraph (i) of this para-  
33 graph.

34 S 7. Intentionally omitted.

35 S 8. The closing paragraph of subdivision 5-a of section 3602 of the  
36 education law, as amended by section 27 of part A of chapter 58 of the  
37 laws of 2011, is amended to read as follows:

38 For the two thousand eight--two thousand nine school year, each school  
39 district shall be entitled to an apportionment equal to the product of  
40 fifteen percent and the additional apportionment computed pursuant to  
41 this subdivision for the two thousand seven--two thousand eight school  
42 year. For the two thousand nine--two thousand ten through two thousand  
43 [twelve] FOURTEEN--two thousand [thirteen] FIFTEEN school years, each  
44 school district shall be entitled to an apportionment equal to the  
45 amount set forth for such school district as "SUPPLEMENTAL PUB EXCESS  
46 COST" under the heading "2008-09 BASE YEAR AIDS" in the school aid  
47 computer listing produced by the commissioner in support of the budget  
48 for the two thousand nine--two thousand ten school year and entitled  
49 "SA0910".

50 S 9. Subdivision 9 of section 3602 of the education law, as amended by  
51 section 16 of part B of chapter 57 of the laws of 2007, is amended to  
52 read as follows:

53 9. Aid for conversion to full day kindergarten. School districts may  
54 make available full day kindergarten programs for all children wishing  
55 to attend such programs[,]. For aid payable in the two thousand seven-  
56 -two thousand eight school year and thereafter, school districts which

provided any half-day kindergarten programs or had no kindergarten programs in the nineteen hundred ninety-six--ninety-seven school year and in the base year, AND WHICH HAVE NOT RECEIVED AN APPORTIONMENT PURSUANT TO THIS PARAGRAPH IN ANY PRIOR SCHOOL YEAR, shall be eligible for aid equal to the product of the district's selected foundation aid calculated pursuant to subdivision four of this section multiplied by the positive difference resulting when the full day kindergarten enrollment of children attending programs in the district in the base year is subtracted from such enrollment in the current year.

S 10. Subdivision 12 of section 3602 of the education law, as amended by section 35 of part A of chapter 58 of the laws of 2011, is amended to read as follows:

12. Academic enhancement aid. A school district that as of April first of the base year has been continuously identified as a district in need of improvement for at least five years shall, for the two thousand eight--two thousand nine school year, be entitled to an additional apportionment equal to the positive remainder, if any, of (a) the lesser of fifteen million dollars or the product of the total foundation aid base, as defined by paragraph j of subdivision one of this section, multiplied by ten percent (0.10), less (b) the positive remainder of (i) the sum of the total foundation aid apportioned pursuant to subdivision four of this section and the supplemental educational improvement grants apportioned pursuant to subdivision eight of section thirty-six hundred forty-one of this article, less (ii) the total foundation aid base.

For the two thousand nine--two thousand ten through two thousand [twelve] FOURTEEN--two thousand [thirteen] FIFTEEN school years, each school district shall be entitled to an apportionment equal to the amount set forth for such school district as "EDUCATION GRANTS, ACADEMIC EN" under the heading "2008-09 BASE YEAR AIDS" in the school aid computer listing produced by the commissioner in support of the budget for the two thousand nine--two thousand ten school year and entitled "SA0910", and such apportionment shall be deemed to satisfy the state obligation to provide an apportionment pursuant to subdivision eight of section thirty-six hundred forty-one of this article.

S 11. Subdivision 16 of section 3602 of the education law, as amended by section 18 of part B of chapter 57 of the laws of 2008, the opening paragraph as amended by section 36 of part A of chapter 58 of the laws of 2011, subparagraph 1 of paragraph a as further amended by section 1 of part W of chapter 56 of the laws of 2010, is amended to read as follows:

16. High tax aid. Each school district shall be eligible to receive a high tax aid apportionment in the two thousand [eight] THIRTEEN--two thousand [nine] FOURTEEN school year, which shall equal the greater of (i) the sum of the tier 1 high tax aid apportionment[,] AND the tier 2 high tax aid apportionment [and the tier 3 high tax aid apportionment] or (ii) the product of the [apportionment received by the school district pursuant to this subdivision in the two thousand seven--two thousand eight school year,] AMOUNT SET FORTH FOR SUCH SCHOOL DISTRICT AS "HIGH TAX AID" UNDER THE HEADING "2012-13 ESTIMATED AIDS" IN THE SCHOOL AID COMPUTER LISTING PRODUCED BY THE COMMISSIONER IN SUPPORT OF THE BUDGET FOR THE TWO THOUSAND TWELVE--TWO THOUSAND THIRTEEN SCHOOL YEAR AND ENTITLED "SA121-3" multiplied by the due-minimum factor, which shall equal, for districts with an alternate pupil wealth ratio computed pursuant to paragraph b of subdivision three of this section that is less than [two] ONE, [seventy] FIFTY percent [(0.70)] (0.50), and for all other districts, [fifty] THIRTY percent [(0.50)] (0.30). [Each



1 school district shall be eligible to receive a high tax aid apportion-  
2 ment in the two thousand nine--two thousand ten through two thousand  
3 twelve--two thousand thirteen school years in the amount set forth for  
4 such school district as "HIGH TAX AID" under the heading "2008-09 BASE  
5 YEAR AIDS" in the school aid computer listing produced by the commis-  
6 sioner in support of the budget for the two thousand nine--two thousand  
7 ten school year and entitled "SA0910".]

8 IN THE TWO THOUSAND FOURTEEN--TWO THOUSAND FIFTEEN SCHOOL YEAR AND  
9 THEREAFTER, EACH SCHOOL DISTRICT SHALL BE ELIGIBLE TO RECEIVE A HIGH TAX  
10 AID APPORTIONMENT IN THE AMOUNT SET FORTH FOR SUCH SCHOOL DISTRICT AS  
11 "HIGH TAX AID" UNDER THE HEADING "2013-14 ESTIMATED AIDS" IN THE SCHOOL  
12 AID COMPUTER LISTING PRODUCED BY THE COMMISSIONER IN SUPPORT OF THE  
13 EXECUTIVE BUDGET REQUEST SUBMITTED FOR THE TWO THOUSAND THIRTEEN--TWO  
14 THOUSAND FOURTEEN STATE FISCAL YEAR AND ENTITLED "BT131-4".

15 a. Definitions. (1) "Residential real property tax levy" shall mean  
16 the school tax levy imposed on residential property, including condomin-  
17 ium properties, in the year commencing in the calendar year two years  
18 prior to the calendar year in which the base year began. The final  
19 update of such data shall be reported by the commissioner of taxation  
20 and finance to the commissioner by February fifteenth of the base year.  
21 The commissioner of taxation and finance shall adopt regulations as  
22 appropriate to assure the appropriate collection, classification and  
23 reporting of such data for the purposes of paying state aid to the  
24 schools.

25 (2) "Adjusted gross income" shall mean the adjusted gross income of a  
26 school district as used in computation of the district's alternate pupil  
27 wealth ratio pursuant to paragraph b of subdivision three of this  
28 section, provided, however, that for the computation of apportionments  
29 pursuant to this subdivision, the adjusted gross income of a central  
30 high school district shall not equal the sum of the adjusted gross  
31 income of each of its component school districts.

32 (3) "Tax effort ratio" shall mean the quotient of the district's resi-  
33 dential real property tax levy divided by the district's adjusted gross  
34 income computed to five decimals without rounding.

35 (4) "Tier 1 eligible school district" shall mean any school district  
36 in which (i) the income wealth index, as computed pursuant to paragraph  
37 d of subdivision three of this section, is less than [two and one-half]  
38 NINE HUNDRED AND FIFTY-FIVE THOUSANDTHS (.955), and (ii) the expense per  
39 pupil, as computed pursuant to paragraph f of subdivision one of this  
40 section, is greater than NINETY-FIVE AND FIVE-TENTHS PERCENT (.955) OF  
41 the statewide average expense per pupil as computed pursuant to subdivi-  
42 sion five of this section, and (iii) the tax effort ratio is greater  
43 than [three and two-tenths percent (0.032)] FOUR AND FIVE-TENTHS PERCENT  
44 (.045). For the [two thousand eight--two thousand nine] TWO THOUSAND  
45 THIRTEEN--TWO THOUSAND FOURTEEN school year, for the purpose of comput-  
46 ing aid pursuant to this subdivision, the statewide average expense per  
47 pupil shall be [ten thousand six hundred fifty dollars] TWELVE THOUSAND  
48 FIVE HUNDRED DOLLARS.

49 (5) "Tier 2 eligible school district" shall mean any school district  
50 in which the tax effort ratio is greater than five AND FIVE-TENTHS  
51 percent (.055).

52 [(6) "Tier 3 eligible school district" shall mean any school district  
53 in which (i) the quotient of (a) the actual valuation of the school  
54 district divided by its total wealth pupil units computed pursuant to  
55 subparagraph one of paragraph a of subdivision three of this section,  
56 divided by (b) the adjusted gross income of a school district divided by

1 its total wealth pupil units computed pursuant to subparagraph one of  
2 paragraph b of subdivision three of this section, is greater than four  
3 and sixty-two hundredths (4.62), (ii) the combined wealth ratio computed  
4 pursuant to subparagraph one of paragraph c of subdivision three of this  
5 section is less than six, and (iii) the regional cost index determined  
6 pursuant to subparagraph two of paragraph a of subdivision four of this  
7 section is greater than one and three-tenths (1.3).]

8 b. Tier 1 high tax aid apportionment. For any tier 1 eligible school  
9 district, the tier 1 high tax aid apportionment shall be [the greater of  
10 (1)] the product of the public school district enrollment of the  
11 district in the base year, as computed pursuant to subparagraph two of  
12 paragraph n of subdivision one of this section, multiplied by the prod-  
13 uct of four hundred [fifty] SEVENTY-FIVE dollars multiplied by the state  
14 sharing ratio[, or (2) one hundred thousand dollars] COMPUTED PURSUANT  
15 TO PARAGRAPH G OF SUBDIVISION THREE OF THIS SECTION.

16 c. Tier 2 high tax aid apportionment. For any tier 2 eligible school  
17 district, the tier 2 high tax aid apportionment shall be the product of  
18 (i) the public school district enrollment of the district in the base  
19 year, as computed pursuant to subparagraph two of paragraph n of subdi-  
20 vision one of this section, multiplied by (ii) one hundred [eighty-one]  
21 NINETY-FIVE thousandths [(0.181)] (0.195) multiplied by (iii) the posi-  
22 tive difference, if any, of the expense per pupil, as computed pursuant  
23 to paragraph f of subdivision one of this section, less [ten thousand  
24 six hundred sixty] THIRTEEN THOUSAND ONE HUNDRED TWENTY-FIVE dollars,  
25 multiplied by (iv) an aid ratio computed by subtracting from one AND  
26 THIRTY-SEVEN HUNDREDTHS (1.37) the product obtained by multiplying the  
27 alternate pupil wealth ratio computed pursuant to subparagraph one of  
28 paragraph b of subdivision three of this section by [sixty percent] ONE  
29 AND TWENTY-THREE HUNDREDTHS (1.23), provided, however, that such aid  
30 ratio shall not be less than zero nor greater than one, multiplied by  
31 (v) the regional cost index COMPUTED PURSUANT TO SUBPARAGRAPH TWO OF  
32 PARAGRAPH A OF SUBDIVISION FOUR OF THIS SECTION.

33 [d. Tier 3 high tax aid apportionment. For any tier 3 eligible school  
34 district, the tier 3 high tax aid apportionment shall be the product of  
35 (i) the public school district enrollment of the district in the base  
36 year, as computed pursuant to subparagraph two of paragraph n of subdi-  
37 vision one of this section, multiplied by (ii) fifty-two dollars, multi-  
38 plied by (iii) the regional cost index.]

39 S 12. Paragraph (e) of subdivision 17 of section 3602 of the education  
40 law, as added by section 6 of part A of chapter 57 of the laws of 2012,  
41 is amended and a new paragraph f is added to read as follows:

42 [(e)] E. The gap elimination adjustment restoration amount for the two  
43 thousand thirteen--two thousand fourteen school year and thereafter  
44 [shall equal the product of the gap elimination percentage for such  
45 district and the gap elimination adjustment restoration allocation  
46 established pursuant to subdivision eighteen of this section] SHALL BE  
47 COMPUTED BASED ON AN ELECTRONIC DATA FILE USED TO PRODUCE THE SCHOOL AID  
48 COMPUTER LISTING PRODUCED BY THE COMMISSIONER IN SUPPORT OF THE EXECU-  
49 TIVE BUDGET REQUEST SUBMITTED FOR THE 2013-14 STATE FISCAL YEAR AND  
50 ENTITLED "BT131-4" AND SHALL EQUAL THE SUM OF (I) THE GREATER OF:

51 (A) THE PRODUCT OF (1) THE PRODUCT OF THE EXTRAORDINARY NEEDS INDEX  
52 MULTIPLIED BY TWO HUNDRED TEN DOLLARS AND TWENTY CENTS COMPUTED TO TWO  
53 DECIMAL PLACES WITHOUT ROUNDING, MULTIPLIED BY (2) THE STATE SHARING  
54 RATIO COMPUTED PURSUANT TO PARAGRAPH G OF SUBDIVISION THREE OF THIS  
55 SECTION MULTIPLIED BY (3) THE PUBLIC SCHOOL DISTRICT ENROLLMENT FOR THE  
56 BASE YEAR, CALCULATED PURSUANT TO SUBPARAGRAPH TWO OF PARAGRAPH N OF

SUBDIVISION ONE OF THIS SECTION, WHERE THE EXTRAORDINARY NEEDS INDEX SHALL BE THE QUOTIENT OF THE EXTRAORDINARY NEEDS PERCENT FOR THE DISTRICT COMPUTED PURSUANT TO PARAGRAPH W OF SUBDIVISION ONE OF THIS SECTION DIVIDED BY FIVE HUNDRED THIRTY-FOUR ONE-THOUSANDTHS (.534); OR

(B) THE PRODUCT OF FORTY PERCENT (0.40) MULTIPLIED BY THE GAP ELIMINATION ADJUSTMENT RESTORATION FOR THE TWO THOUSAND TWELVE--TWO THOUSAND THIRTEEN SCHOOL YEAR COMPUTED PURSUANT TO PARAGRAPH D OF THIS SUBDIVISION AND (II) THE PRODUCT OF (1) THE POSITIVE DIFFERENCE, IF ANY, OF ONE AND THIRTY-SEVEN ONE-HUNDREDTHS (1.37) MINUS THE PRODUCT OF THE COMBINED WEALTH RATIO COMPUTED PURSUANT TO SUBPARAGRAPH ONE OF PARAGRAPH C OF SUBDIVISION THREE OF THIS SECTION MULTIPLIED BY ONE AND TWENTY-THREE HUNDREDTHS (1.23), MULTIPLIED BY (2) THE PUBLIC SCHOOL DISTRICT ENROLLMENT FOR THE BASE YEAR, CALCULATED PURSUANT TO SUBPARAGRAPH TWO OF PARAGRAPH N OF SUBDIVISION ONE OF THIS SECTION, MULTIPLIED BY (3) FIFTY DOLLARS; BUT SHALL BE NO GREATER THAN THE PRODUCT OF FORTY-ONE AND FIVE-TENTHS PERCENT (0.415) AND THE GAP ELIMINATION ADJUSTMENT FOR THE TWO THOUSAND TWELVE--TWO THOUSAND THIRTEEN SCHOOL YEAR FOR THE DISTRICT.

F. THE GAP ELIMINATION ADJUSTMENT RESTORATION AMOUNT FOR THE TWO THOUSAND FOURTEEN--TWO THOUSAND FIFTEEN SCHOOL YEAR AND THEREAFTER SHALL EQUAL THE PRODUCT OF THE GAP ELIMINATION PERCENTAGE FOR SUCH DISTRICT AND THE GAP ELIMINATION ADJUSTMENT RESTORATION ALLOCATION ESTABLISHED PURSUANT TO SUBDIVISION EIGHTEEN OF THIS SECTION.

S 13. Paragraph a of subdivision 5 of section 3604 of the education law, as amended by chapter 161 of the laws of 2005, is amended to read as follows:

a. State aid adjustments. All errors or omissions in the apportionment shall be corrected by the commissioner. Whenever a school district has been apportioned less money than that to which it is entitled, the commissioner may allot to such district the balance to which it is entitled. Whenever a school district has been apportioned more money than that to which it is entitled, the commissioner may, by an order, direct such moneys to be paid back to the state to be credited to the general fund local assistance account for state aid to the schools, or may deduct such amount from the next apportionment to be made to said district, provided, however, that, upon notification of excess payments of aid for which a recovery must be made by the state through deduction of future aid payments, a school district may request that such excess payments be recovered by deducting such excess payments from the payments due to such school district and payable in the month of June in (i) the school year in which such notification was received and (ii) the two succeeding school years, provided further that there shall be no interest penalty assessed against such district or collected by the state. Such request shall be made to the commissioner in such form as the commissioner shall prescribe, and shall be based on documentation that the total amount to be recovered is in excess of one percent of the district's total general fund expenditures for the preceding school year. The amount to be deducted in the first year shall be the greater of (i) the sum of the amount of such excess payments that is recognized as a liability due to other governments by the district for the preceding school year and the positive remainder of the district's unreserved fund balance at the close of the preceding school year less the product of the district's total general fund expenditures for the preceding school year multiplied by five percent, or (ii) one-third of such excess payments. The amount to be recovered in the second year shall equal the lesser of the remaining amount of such excess payments to be recovered or one-third of such excess payments, and the remaining amount of such

1 excess payments shall be recovered in the third year. Provided further  
2 that, notwithstanding any other provisions of this subdivision, any  
3 pending payment of moneys due to such district as a prior year adjust-  
4 ment payable pursuant to paragraph c of this subdivision for aid claims  
5 that had been previously paid as current year aid payments in excess of  
6 the amount to which the district is entitled and for which recovery of  
7 excess payments is to be made pursuant to this paragraph, shall be  
8 reduced at the time of actual payment by any remaining unrecovered  
9 balance of such excess payments, and the remaining scheduled deductions  
10 of such excess payments pursuant to this paragraph shall be reduced by  
11 the commissioner to reflect the amount so recovered. [The commissioner  
12 shall certify no payment to a school district based on a claim submitted  
13 later than three years after the close of the school year in which such  
14 payment was first to be made. For claims for which payment is first to  
15 be made in the nineteen hundred ninety-six--ninety-seven school year,  
16 the commissioner shall certify no payment to a school district based on  
17 a claim submitted later than two years after the close of such school  
18 year.] For claims for which payment is first to be made [in the nineteen  
19 hundred ninety-seven--ninety-eight] PRIOR TO THE TWO THOUSAND FOURTEEN-  
20 -TWO THOUSAND FIFTEEN school year [and thereafter], the commissioner  
21 shall certify no payment to a school district based on a claim submitted  
22 later than one year after the close of such school year. FOR CLAIMS FOR  
23 WHICH PAYMENT IS FIRST TO BE MADE IN THE TWO THOUSAND FOURTEEN--TWO  
24 THOUSAND FIFTEEN SCHOOL YEAR AND THEREAFTER, THE COMMISSIONER SHALL  
25 CERTIFY NO PAYMENT TO A SCHOOL DISTRICT BASED ON A CLAIM SUBMITTED LATER  
26 THAN THE FIRST OF NOVEMBER OF SUCH SCHOOL YEAR. Provided, however, no  
27 payments shall be barred or reduced where such payment is required as a  
28 result of a final audit of the state. [It is further provided that,  
29 until June thirtieth, nineteen hundred ninety-six, the commissioner may  
30 grant a waiver from the provisions of this section for any school  
31 district if it is in the best educational interests of the district  
32 pursuant to guidelines developed by the commissioner and approved by the  
33 director of the budget.] FURTHER PROVIDED THAT FOR ANY APPORTIONMENTS  
34 PROVIDED PURSUANT TO SECTIONS SEVEN HUNDRED ONE, SEVEN HUNDRED ELEVEN,  
35 SEVEN HUNDRED FIFTY-ONE, SEVEN HUNDRED FIFTY-THREE, THIRTY-SIX HUNDRED  
36 TWO, THIRTY-SIX HUNDRED TWO-B, THIRTY-SIX HUNDRED TWO-C, THIRTY-SIX  
37 HUNDRED TWO-E, THIRTY-SIX HUNDRED TWELVE, AND FORTY-FOUR HUNDRED FIVE OF  
38 THIS CHAPTER FOR THE TWO THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN AND  
39 PRIOR SCHOOL YEARS, THE COMMISSIONER SHALL CERTIFY NO PAYMENT TO A  
40 SCHOOL DISTRICT, OTHER THAN PAYMENTS PURSUANT TO SUBDIVISIONS SIX-A,  
41 ELEVEN, THIRTEEN AND FIFTEEN OF SECTION THIRTY-SIX HUNDRED TWO OF THIS  
42 PART, IN EXCESS OF THE PAYMENT COMPUTED BASED ON AN ELECTRONIC DATA FILE  
43 USED TO PRODUCE THE SCHOOL AID COMPUTER LISTING PRODUCED BY THE COMMIS-  
44 SIONER IN SUPPORT OF THE EXECUTIVE BUDGET REQUEST SUBMITTED FOR THE TWO  
45 THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN STATE FISCAL YEAR AND ENTITLED  
46 "BT131-4", AND FURTHER PROVIDED THAT FOR ANY APPORTIONMENTS PROVIDED  
47 PURSUANT TO SECTIONS SEVEN HUNDRED ONE, SEVEN HUNDRED ELEVEN, SEVEN  
48 HUNDRED FIFTY-ONE, SEVEN HUNDRED FIFTY-THREE, THIRTY-SIX HUNDRED TWO,  
49 THIRTY-SIX HUNDRED TWO-B, THIRTY-SIX HUNDRED TWO-C, THIRTY-SIX HUNDRED  
50 TWO-E, THIRTY-SIX HUNDRED TWELVE, AND FORTY-FOUR HUNDRED FIVE OF THIS  
51 CHAPTER FOR THE TWO THOUSAND FOURTEEN--TWO THOUSAND FIFTEEN SCHOOL YEAR  
52 AND THEREAFTER, THE COMMISSIONER SHALL CERTIFY NO PAYMENT TO A SCHOOL  
53 DISTRICT, OTHER THAN PAYMENTS PURSUANT TO SUBDIVISIONS SIX-A, ELEVEN,  
54 THIRTEEN AND FIFTEEN OF SECTION THIRTY-SIX HUNDRED TWO OF THIS PART, IN  
55 EXCESS OF THE PAYMENT COMPUTED BASED ON AN ELECTRONIC DATA FILE USED TO  
56 PRODUCE THE SCHOOL AID COMPUTER LISTING PRODUCED BY THE COMMISSIONER IN

1 SUPPORT OF THE EXECUTIVE BUDGET REQUEST SUBMITTED FOR THE STATE FISCAL  
2 YEAR IN WHICH THE SCHOOL YEAR COMMENCES.

3 S 14. The opening paragraph of section 3609-a of the education law, as  
4 amended by section 9 of part A of chapter 57 of the laws of 2012, is  
5 amended to read as follows:

6 For aid payable in the two thousand seven--two thousand eight school  
7 year [and thereafter] THROUGH THE TWO THOUSAND TWELVE--TWO THOUSAND  
8 THIRTEEN SCHOOL YEAR, "moneys apportioned" shall mean the lesser of (i)  
9 the sum of one hundred percent of the respective amount set forth for  
10 each school district as payable pursuant to this section in the school  
11 aid computer listing for the current year produced by the commissioner  
12 in support of the budget which includes the appropriation for the gener-  
13 al support for public schools for the prescribed payments and individ-  
14 ualized payments due prior to April first for the current year plus the  
15 apportionment payable during the current school year pursuant to subdi-  
16 vision six-a and subdivision fifteen of section thirty-six hundred two  
17 of this part minus any reductions to current year aids pursuant to  
18 subdivision seven of section thirty-six hundred four of this part or any  
19 deduction from apportionment payable pursuant to this chapter for  
20 collection of a school district basic contribution as defined in subdi-  
21 vision eight of section forty-four hundred one of this chapter, less any  
22 grants provided pursuant to subparagraph two-a of paragraph b of subdi-  
23 vision four of section ninety-two-c of the state finance law, less any  
24 grants provided pursuant to subdivision twelve of section thirty-six  
25 hundred forty-one of this article, or (ii) the apportionment calculated  
26 by the commissioner based on data on file at the time the payment is  
27 processed; provided however, that for the purposes of any payments made  
28 pursuant to this section prior to the first business day of June of the  
29 current year, moneys apportioned shall not include any aids payable  
30 pursuant to subdivisions six and fourteen, if applicable, of section  
31 thirty-six hundred two of this part as current year aid for debt service  
32 on bond anticipation notes and/or bonds first issued in the current year  
33 or any aids payable for full-day kindergarten for the current year  
34 pursuant to subdivision nine of section thirty-six hundred two of this  
35 part. The definitions of "base year" and "current year" as set forth in  
36 subdivision one of section thirty-six hundred two of this part shall  
37 apply to this section. For aid payable in the two thousand twelve--two  
38 thousand thirteen school year, reference to such "school aid computer  
39 listing for the current year" shall mean the printouts entitled  
40 "SA121-3". FOR AID PAYABLE IN THE TWO THOUSAND THIRTEEN--TWO THOUSAND  
41 FOURTEEN SCHOOL YEAR AND THEREAFTER, "MONEYS APPORTIONED" SHALL MEAN THE  
42 LESSER OF: (I) THE SUM OF ONE HUNDRED PERCENT OF THE RESPECTIVE AMOUNT  
43 SET FORTH FOR EACH SCHOOL DISTRICT AS PAYABLE PURSUANT TO THIS SECTION  
44 IN THE SCHOOL AID COMPUTER LISTING FOR THE CURRENT YEAR PRODUCED BY THE  
45 COMMISSIONER IN SUPPORT OF THE EXECUTIVE BUDGET REQUEST WHICH INCLUDES  
46 THE APPROPRIATION FOR THE GENERAL SUPPORT FOR PUBLIC SCHOOLS FOR THE  
47 PRESCRIBED PAYMENTS AND INDIVIDUALIZED PAYMENTS DUE PRIOR TO APRIL FIRST  
48 FOR THE CURRENT YEAR PLUS THE APPORTIONMENT PAYABLE DURING THE CURRENT  
49 SCHOOL YEAR PURSUANT TO SUBDIVISIONS SIX-A AND FIFTEEN OF SECTION THIR-  
50 TY-SIX HUNDRED TWO OF THIS PART MINUS ANY REDUCTIONS TO CURRENT YEAR  
51 AIDS PURSUANT TO SUBDIVISION SEVEN OF SECTION THIRTY-SIX HUNDRED FOUR OF  
52 THIS PART OR ANY DEDUCTION FROM THE APPORTIONMENT PAYABLE PURSUANT TO  
53 THIS CHAPTER FOR COLLECTION OF A SCHOOL DISTRICT BASIC CONTRIBUTION AS  
54 DEFINED IN SUBDIVISION EIGHT OF SECTION FORTY-FOUR HUNDRED ONE OF THIS  
55 CHAPTER, LESS ANY GRANTS PROVIDED PURSUANT TO SUBPARAGRAPH TWO-A OF  
56 PARAGRAPH B OF SUBDIVISION FOUR OF SECTION NINETY-TWO-C OF THE STATE

1 FINANCE LAW, LESS ANY GRANTS PROVIDED PURSUANT TO SUBDIVISION TWELVE OF  
2 SECTION THIRTY-SIX HUNDRED FORTY-ONE OF THIS ARTICLE; OR (II) THE APPOR-  
3 TIONMENT CALCULATED BY THE COMMISSIONER BASED ON DATA ON FILE AT THE  
4 TIME THE PAYMENT IS PROCESSED; PROVIDED HOWEVER, THAT FOR THE PURPOSES  
5 OF ANY PAYMENTS MADE PURSUANT TO THIS SECTION PRIOR TO THE FIRST BUSI-  
6 NESS DAY OF JUNE OF THE CURRENT YEAR, MONEYS APPORTIONED SHALL NOT  
7 INCLUDE ANY AIDS PAYABLE PURSUANT TO SUBDIVISIONS SIX AND FOURTEEN, IF  
8 APPLICABLE, OF SECTION THIRTY-SIX HUNDRED TWO OF THIS PART AS CURRENT  
9 YEAR AID FOR DEBT SERVICE ON BOND ANTICIPATION NOTES AND/OR BONDS FIRST  
10 ISSUED IN THE CURRENT YEAR OR ANY AIDS PAYABLE FOR FULL-DAY KINDERGARTEN  
11 FOR THE CURRENT YEAR PURSUANT TO SUBDIVISION NINE OF SECTION THIRTY-SIX  
12 HUNDRED TWO OF THIS PART. THE DEFINITIONS OF "BASE YEAR" AND "CURRENT  
13 YEAR" AS SET FORTH IN SUBDIVISION ONE OF SECTION THIRTY-SIX HUNDRED TWO  
14 OF THIS PART SHALL APPLY TO THIS SECTION.

15 S 15. Paragraph b of subdivision 2 of section 3612 of the education  
16 law, as amended by section 10 of part A of chapter 57 of the laws of  
17 2012, is amended to read as follows:

18 b. Such grants shall be awarded to school districts, within the limits  
19 of funds appropriated therefor, through a competitive process that takes  
20 into consideration the magnitude of any shortage of teachers in the  
21 school district, the number of teachers employed in the school district  
22 who hold temporary licenses to teach in the public schools of the state,  
23 the number of provisionally certified teachers, the fiscal capacity and  
24 geographic sparsity of the district, the number of new teachers the  
25 school district intends to hire in the coming school year and the number  
26 of summer in the city student internships proposed by an eligible school  
27 district, if applicable. Grants provided pursuant to this section shall  
28 be used only for the purposes enumerated in this section. Notwithstand-  
29 ing any other provision of law to the contrary, a city school district  
30 in a city having a population of one million or more inhabitants receiv-  
31 ing a grant pursuant to this section may use no more than eighty percent  
32 of such grant funds for any recruitment, retention and certification  
33 costs associated with transitional certification of teacher candidates  
34 for the school years two thousand one--two thousand two through [two  
35 thousand twelve--two thousand thirteen] TWO THOUSAND THIRTEEN--TWO THOU-  
36 SAND FOURTEEN.

37 S 16. Section 3641 of the education law is amended by adding a new  
38 subdivision 6-a to read as follows:

39 6-A. COMMUNITY SCHOOL GRANTS. A. WITHIN THE AMOUNT APPROPRIATED FOR  
40 SUCH PURPOSE, SUBJECT TO A PLAN DEVELOPED BY THE STATE COUNCIL ON CHIL-  
41 DREN AND FAMILIES AND APPROVED BY THE DIRECTOR OF THE BUDGET, THE STATE  
42 COUNCIL ON CHILDREN AND FAMILIES SHALL AWARD COMPETITIVE GRANTS PURSUANT  
43 TO THIS SUBDIVISION TO ELIGIBLE SCHOOL DISTRICTS TO IMPLEMENT, BEGINNING  
44 IN THE TWO THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN SCHOOL YEAR, A PLAN  
45 THAT TARGETS SCHOOL BUILDINGS AS COMMUNITY HUBS TO DELIVER CO-LOCATED OR  
46 SCHOOL-LINKED ACADEMIC, HEALTH, NUTRITION, COUNSELING, LEGAL AND/OR  
47 OTHER SERVICES TO STUDENTS AND THEIR FAMILIES IN A MANNER THAT WILL LEAD  
48 TO IMPROVED EDUCATIONAL AND OTHER OUTCOMES.

49 (1) SUCH PLAN SHALL INCLUDE, BUT NOT BE LIMITED TO:

50 (I) THE PROCESS BY WHICH A REQUEST FOR PROPOSALS WILL BE DEVELOPED;

51 (II) THE SCORING RUBRIC BY WHICH SUCH PROPOSALS WILL BE EVALUATED,  
52 PROVIDED THAT SUCH GRANTS SHALL BE AWARDED BASED ON FACTORS INCLUDING,  
53 BUT NOT LIMITED TO: MEASURES OF SCHOOL DISTRICT NEED; MEASURES OF THE  
54 NEED OF STUDENTS TO BE SERVED BY EACH OF THE SCHOOL DISTRICTS; THE  
55 SCHOOL DISTRICT'S PROPOSAL TO TARGET THE HIGHEST NEED SCHOOLS AND

STUDENTS; THE SUSTAINABILITY OF THE PROPOSED COMMUNITY SCHOOLS PROGRAM;  
AND PROPOSAL QUALITY;

(III) THE FORM AND MANNER BY WHICH APPLICATIONS WILL BE SUBMITTED;

(IV) THE MANNER BY WHICH CALCULATION OF THE AMOUNT OF THE AWARD WILL  
BE DETERMINED;

(V) THE TIMELINE FOR THE ISSUANCE AND REVIEW OF APPLICATIONS; AND

(VI) THE PERFORMANCE BENCHMARKS THAT WILL TRIGGER PAYMENT OF SET  
PERCENTAGES OF THE TOTAL AWARD.

(2) IN ASSESSING PROPOSAL QUALITY, THE COUNCIL SHALL TAKE INTO ACCOUNT  
FACTORS INCLUDING, BUT NOT LIMITED TO:

(I) THE EXTENT TO WHICH THE SCHOOL DISTRICT'S PROPOSAL WOULD PROVIDE  
SUCH COMMUNITY SERVICES THROUGH PARTNERSHIPS WITH LOCAL GOVERNMENTS AND  
NON-PROFIT ORGANIZATIONS;

(II) THE EXTENT TO WHICH THE PROPOSAL WOULD PROVIDE FOR DELIVERY OF  
SUCH SERVICES DIRECTLY IN SCHOOL BUILDINGS;

(III) THE EXTENT TO WHICH THE PROPOSAL ARTICULATES HOW SUCH SERVICES  
WOULD FACILITATE MEASURABLE IMPROVEMENT IN STUDENT AND FAMILY OUTCOMES;  
AND

(IV) THE EXTENT TO WHICH THE PROPOSAL ARTICULATES AND IDENTIFIES HOW  
EXISTING FUNDING STREAMS AND PROGRAMS WOULD BE USED TO PROVIDE SUCH  
COMMUNITY SERVICES.

B. A RESPONSE TO A REQUEST FOR PROPOSALS ISSUED PURSUANT TO THIS  
SUBDIVISION MAY BE SUBMITTED BY A SINGLE SCHOOL DISTRICT OR JOINTLY BY A  
CONSORTIUM OF TWO OR MORE SCHOOL DISTRICTS.

C. THE AMOUNT OF THE GRANT AWARD SHALL BE DETERMINED BY THE STATE  
COUNCIL ON CHILDREN AND FAMILIES, CONSISTENT WITH THE PLAN DEVELOPED  
PURSUANT TO PARAGRAPH A OF THIS SUBDIVISION, EXCEPT THAT NO SINGLE  
DISTRICT MAY BE AWARDED MORE THAN FORTY PERCENT OF THE TOTAL AMOUNT OF  
GRANT AWARDS MADE PURSUANT TO THIS SUBDIVISION; AND PROVIDED FURTHER  
THAT THE MAXIMUM AWARD TO ANY INDIVIDUAL COMMUNITY SCHOOL SITE SHALL BE  
FIVE HUNDRED THOUSAND DOLLARS; AND PROVIDED FURTHER THAT THE AMOUNT  
AWARDED WILL BE PAID OUT IN SET PERCENTAGES OVER TIME UPON ACHIEVEMENT  
OF THE PERFORMANCE BENCHMARKS DESCRIBED IN THE PLAN SET FORTH PURSUANT  
TO PARAGRAPH A OF THIS SUBDIVISION; AND PROVIDED FURTHER THAT NONE OF  
THE GRANTS AWARDED PURSUANT TO THIS SUBDIVISION MAY BE USED TO SUPPLANT  
EXISTING FUNDING.

D. NOTWITHSTANDING ANY STATE LAW OR REGULATION TO THE CONTRARY, ANY  
EXECUTIVE AGENCY HEAD THAT IS A MEMBER OF THE STATE COUNCIL ON CHILDREN  
AND FAMILY SERVICES IS DIRECTED, TO THE EXTENT ALLOWED UNDER FEDERAL LAW  
AND REGULATION, TO PRIORITIZE APPLICATIONS THAT CO-LOCATE OR LINK  
PROGRAMMING RELEVANT TO THE PROVISION OF SERVICES IDENTIFIED IN PARA-  
GRAPH A OF THIS SUBDIVISION.

S 17. Section 3641 of the education law is amended by adding a new  
subdivision 6-b to read as follows:

6-B. EXTENDED LEARNING GRANTS. A. WITHIN THE AMOUNT APPROPRIATED FOR  
SUCH PURPOSE, SUBJECT TO A PLAN THAT IS DEVELOPED BY A THREE-PERSON  
PANEL COMPRISED OF THE COMMISSIONER, AN AGENCY HEAD APPOINTED BY THE  
GOVERNOR, AND AN EXPERT IN EXTENDED LEARNING TIME APPOINTED BY THE  
GOVERNOR, AND THAT IS APPROVED BY THE DIRECTOR OF THE BUDGET, THE  
COMMISSIONER SHALL AWARD COMPETITIVE PLANNING AND IMPLEMENTATION GRANTS  
PURSUANT TO THIS SUBDIVISION TO ELIGIBLE SCHOOL DISTRICTS THAT PUT  
FORWARD A PROPOSAL TO IMPROVE STUDENT OUTCOMES BY ADDING AT LEAST TWEN-  
TY-FIVE PERCENT MORE TIME TO THE ACADEMIC CALENDAR BY EXTENDING THE  
SCHOOL DAY, SCHOOL YEAR, OR SOME COMBINATION THEREOF, EITHER  
DISTRICT-WIDE OR IN SELECTED SCHOOL BUILDINGS.

(1) SUCH PLAN SHALL INCLUDE, BUT NOT BE LIMITED TO:

(I) THE PROCESS BY WHICH A REQUEST FOR PROPOSALS WILL BE DEVELOPED;  
(II) THE SCORING RUBRIC BY WHICH SUCH PROPOSALS WILL BE EVALUATED, PROVIDED THAT PRIORITY SHALL BE GIVEN TO APPLICANTS BASED UPON THE SCHOOL DISTRICT'S PROPOSAL TO TARGET THE SCHOOLS AND STUDENTS WITH THE GREATEST NEED AND UPON PROPOSAL QUALITY;

(III) THE FORM AND MANNER BY WHICH APPLICATIONS WILL BE SUBMITTED;

(IV) THE TIMELINE FOR THE ISSUANCE AND REVIEW OF APPLICATIONS; AND

(V) A REQUIREMENT THAT SCHOOL DISTRICTS AWARDED GRANTS UNDER THIS SUBDIVISION SUBMIT TO AN ANNUAL EVALUATION OF PERFORMANCE AND IMPACT AS REQUIRED BY THE COMMISSIONER.

(2) IN ASSESSING PROPOSAL QUALITY IN ORDER TO AWARD IMPLEMENTATION GRANT FUNDING, THE COMMISSIONER SHALL TAKE INTO ACCOUNT FACTORS INCLUDING, BUT NOT LIMITED TO:

(I) THE EXTENT TO WHICH THE SCHOOL DISTRICT'S PROPOSAL WOULD MAXIMIZE THE USE OF THE ADDITIONAL LEARNING TIME THROUGH A COMPREHENSIVE RESTRUCTURING OF THE SCHOOL DAY AND/OR YEAR; AND

(II) HOW THE ADDITIONAL LEARNING TIME WOULD BE UTILIZED, INCLUDING BUT NOT LIMITED TO ADDITIONAL TIME SPENT ON CORE ACADEMICS.

B. A SCHOOL DISTRICT'S SCHOOL-WIDE EXTENDED LEARNING IMPLEMENTATION GRANT AWARD SHALL EQUAL ITS AVERAGE DAILY ATTENDANCE IN THE SCHOOL-WIDE EXTENDED LEARNING PROGRAM MULTIPLIED BY THE EXPECTED COST PER PUPIL OF THE ADDITIONAL LEARNING TIME. FOR PURPOSES OF THIS SUBDIVISION, THE EXPECTED COST PER PUPIL OF THE ADDITIONAL LEARNING TIME SHALL EQUAL THE GREATER OF FIFTEEN HUNDRED DOLLARS OR (1) THE QUOTIENT OF (I) THE SCHOOL DISTRICT'S APPROVED OPERATING EXPENSE PURSUANT TO PARAGRAPH T OF SUBDIVISION ONE OF SECTION THIRTY-SIX HUNDRED TWO OF THIS ARTICLE FOR THE YEAR PRIOR TO THE BASE YEAR DIVIDED BY (II) THE DISTRICT'S PUBLIC SCHOOL DISTRICT ENROLLMENT PURSUANT TO SUBPARAGRAPH TWO OF PARAGRAPH N OF SUCH SUBDIVISION FOR THE YEAR PRIOR TO THE BASE YEAR MULTIPLIED BY (2) TEN PERCENT (0.10), MULTIPLIED BY (3) THE QUOTIENT OF (I) THE AVERAGE OF THE NATIONAL CONSUMER PRICE INDEXES DETERMINED BY THE UNITED STATES DEPARTMENT OF LABOR FOR THE TWELVE MONTH PERIOD PRECEDING JANUARY FIRST OF THE BASE YEAR, DIVIDED BY (II) THE AVERAGE OF THE NATIONAL CONSUMER PRICE INDEXES DETERMINED BY THE UNITED STATES DEPARTMENT OF LABOR FOR THE TWELVE MONTH PERIOD PRECEDING JANUARY FIRST OF THE YEAR TWO YEARS PRIOR TO THE BASE YEAR.

C. IN EXTRAORDINARY CASES, THE COMMISSIONER MAY AWARD A GRANT THAT EXCEEDS THE PER PUPIL LIMIT CALCULATED PURSUANT TO PARAGRAPH B OF THIS SUBDIVISION.

D. NO DISTRICT SHALL RECEIVE A GRANT IN EXCESS OF THE TOTAL ACTUAL GRANT EXPENDITURES INCURRED BY THE DISTRICT IN THE CURRENT YEAR AS APPROVED BY THE COMMISSIONER.

E. NO SINGLE DISTRICT MAY BE AWARDED MORE THAN FORTY PERCENT OF THE TOTAL AMOUNT OF GRANT AWARDS MADE PURSUANT TO THIS SUBDIVISION.

S 18. Paragraph b of subdivision 2 of section 4204 of the education law, as amended by section 12-a of part A of chapter 57 of the laws of 2012, is amended to read as follows:

b. For the two thousand thirteen--two thousand fourteen school year and thereafter, the costs of tuition as defined in section forty-two hundred eleven of this article, INCLUDING TUITION, MAINTENANCE AND TRANSPORTATION FOR SUMMER SCHOOL SPECIAL EDUCATION PROGRAMS IN JULY AND AUGUST, shall be a charge upon the current school district of residence of any such child subject to this article and the directors of the institution shall bill such school district for such tuition costs on a quarterly basis. The first such quarterly payment may be based on projected enrollment, provided that subsequent payments shall be



adjusted to reflect actual enrollment. The amount of tuition paid by such school district shall be eligible for reimbursement by the state to the extent provided in section forty-two hundred four-b of this article. S 19. Subdivision 4 of section 4204-b of the education law, as amended by section 12-b of part A of chapter 57 of the laws of 2012, is amended to read as follows:

4. [The] FOR THE TWO THOUSAND TWELVE--TWO THOUSAND THIRTEEN SCHOOL YEAR AND PRIOR SCHOOL YEARS, THE state shall reimburse the school district of which any such child is resident at the time of admission or readmission to any of the institutions subject to this article for tuition paid to the institution FOR THE TEN-MONTH SCHOOL CALENDAR FROM SEPTEMBER FIRST THROUGH JUNE THIRTIETH in an amount equal to the positive difference between the amount of such tuition and the school district basic contribution. IN ACCORDANCE WITH THE PROVISIONS OF SECTION FORTY-FOUR HUNDRED EIGHT OF THIS TITLE, FOR THE TWO THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN SCHOOL YEAR AND THEREAFTER, THE STATE SHALL ALSO REIMBURSE THE CURRENT SCHOOL DISTRICT OF RESIDENCE OF ANY CHILD IN ANY OF THE INSTITUTIONS SUBJECT TO THIS ARTICLE FOR APPROVED TUITION, MAINTENANCE AND TRANSPORTATION PAID TO THE INSTITUTION FOR ENROLLMENT IN SUMMER SCHOOL SPECIAL EDUCATION PROGRAMS IN JULY AND AUGUST, IN AN AMOUNT EQUAL TO EIGHTY PERCENT OF THE APPROVED TUITION RATE PURSUANT TO SECTION FORTY-FOUR HUNDRED EIGHT OF THIS TITLE. Such state reimbursement to the school district shall not be paid prior to April first of the school year in which such tuition costs are paid by the school district. The tuition incurred through December thirty-first of such school year, INCLUDING TUITION, MAINTENANCE AND TRANSPORTATION FOR SUMMER SCHOOL PROGRAMS IN JULY AND AUGUST PURSUANT TO SECTION FORTY-FOUR HUNDRED EIGHT OF THIS TITLE, shall be payable prior to June thirtieth of such school year, provided that a claim is submitted on or before June first.

S 20. Paragraph b of subdivision 2 of section 4207 of the education law, as amended by section 12-c of part A of chapter 57 of the laws of 2012, is amended to read as follows:

b. For the two thousand thirteen--two thousand fourteen school year and thereafter, the costs of tuition as defined in section forty-two hundred eleven of this article, INCLUDING TUITION, MAINTENANCE AND TRANSPORTATION FOR SUMMER SCHOOL SPECIAL EDUCATION PROGRAMS IN JULY AND AUGUST, shall be a charge upon the current school district of residence of any such child subject to this article and the directors of the institution shall bill such school district for such tuition costs on a quarterly basis. The first such quarterly payment may be based on projected enrollment, provided that subsequent payments shall be adjusted to reflect actual enrollment. The amount of tuition paid by such school district, INCLUDING TUITION, MAINTENANCE AND TRANSPORTATION FOR SUMMER SCHOOL SPECIAL EDUCATION PROGRAMS IN JULY AND AUGUST, shall be eligible for reimbursement by the state to the extent provided in section forty-two hundred four-b of this article.

S 21. Subdivision 6 of section 4402 of the education law, as amended by section 12 of part A of chapter 57 of the laws of 2012, is amended to read as follows:

6. Notwithstanding any other law, rule or regulation to the contrary, the board of education of a city school district with a population of one hundred twenty-five thousand or more inhabitants shall be permitted to establish maximum class sizes for special classes for certain students with disabilities in accordance with the provisions of this subdivision. For the purpose of obtaining relief from any adverse fiscal

1 impact from under-utilization of special education resources due to low  
2 student attendance in special education classes at the middle and  
3 secondary level as determined by the commissioner, such boards of educa-  
4 tion shall, during the school years nineteen hundred ninety-five--nine-  
5 ty-six through June thirtieth, two thousand [thirteen] FOURTEEN of the  
6 [two thousand twelve--two thousand thirteen] TWO THOUSAND THIRTEEN--TWO  
7 THOUSAND FOURTEEN school year, be authorized to increase class sizes in  
8 special classes containing students with disabilities whose age ranges  
9 are equivalent to those of students in middle and secondary schools as  
10 defined by the commissioner for purposes of this section by up to but  
11 not to exceed one and two tenths times the applicable maximum class size  
12 specified in regulations of the commissioner rounded up to the nearest  
13 whole number, provided that in a city school district having a popu-  
14 lation of one million or more, classes that have a maximum class size of  
15 fifteen may be increased by no more than one student and provided that  
16 the projected average class size shall not exceed the maximum specified  
17 in the applicable regulation, provided that such authorization shall  
18 terminate on June thirtieth, two thousand. Such authorization shall be  
19 granted upon filing of a notice by such a board of education with the  
20 commissioner stating the board's intention to increase such class sizes  
21 and a certification that the board will conduct a study of attendance  
22 problems at the secondary level and will implement a corrective action  
23 plan to increase the rate of attendance of students in such classes to  
24 at least the rate for students attending regular education classes in  
25 secondary schools of the district. Such corrective action plan shall be  
26 submitted for approval by the commissioner by a date during the school  
27 year in which such board increases class sizes as provided pursuant to  
28 this subdivision to be prescribed by the commissioner. Upon at least  
29 thirty days notice to the board of education, after conclusion of the  
30 school year in which such board increases class sizes as provided pursu-  
31 ant to this subdivision, the commissioner shall be authorized to termi-  
32 nate such authorization upon a finding that the board has failed to  
33 develop or implement an approved corrective action plan.

34 S 22. The education law is amended by adding a new section 4403-a to  
35 read as follows:

36 S 4403-A. WAIVERS FROM CERTAIN DUTIES. 1. A LOCAL SCHOOL DISTRICT,  
37 APPROVED PRIVATE SCHOOL OR BOARD OF COOPERATIVE EDUCATIONAL SERVICES MAY  
38 SUBMIT AN APPLICATION FOR A WAIVER FROM ANY REQUIREMENT IMPOSED ON SUCH  
39 DISTRICT, SCHOOL OR BOARD OF COOPERATIVE EDUCATIONAL SERVICES PURSUANT  
40 TO SECTION FORTY-FOUR HUNDRED TWO OR SECTION FORTY-FOUR HUNDRED THREE OF  
41 THIS ARTICLE, AND REGULATIONS PROMULGATED THEREUNDER, FOR A SPECIFIC  
42 SCHOOL YEAR. SUCH APPLICATION MUST BE SUBMITTED AT LEAST SIXTY DAYS IN  
43 ADVANCE OF THE PROPOSED DATE ON WHICH THE WAIVER WOULD BE EFFECTIVE AND  
44 SHALL BE IN A FORM PRESCRIBED BY THE COMMISSIONER.

45 2. BEFORE SUBMITTING AN APPLICATION FOR A WAIVER, THE LOCAL SCHOOL  
46 DISTRICT, APPROVED PRIVATE SCHOOL OR BOARD OF COOPERATIVE EDUCATIONAL  
47 SERVICES SHALL PROVIDE NOTICE OF THE PROPOSED WAIVER TO THE PARENTS OR  
48 PERSONS IN PARENTAL RELATIONSHIP TO THE STUDENTS THAT WOULD BE IMPACTED  
49 BY THE WAIVER IF GRANTED. SUCH NOTICE SHALL BE IN A FORM AND MANNER  
50 THAT WILL ENSURE THAT SUCH PARENTS AND PERSONS IN PARENTAL RELATIONSHIP  
51 WILL BE AWARE OF ALL RELEVANT CHANGES THAT WOULD OCCUR UNDER THE WAIVER,  
52 AND SHALL INCLUDE INFORMATION ON THE FORM, MANNER AND DATE BY WHICH  
53 PARENTS MAY SUBMIT WRITTEN COMMENTS ON THE PROPOSED WAIVER. THE LOCAL  
54 SCHOOL DISTRICT, APPROVED PRIVATE SCHOOL, OR BOARD OF COOPERATIVE EDUCA-  
55 TIONAL SERVICES SHALL PROVIDE AT LEAST SIXTY DAYS FOR SUCH PARENTS AND  
56 PERSONS IN PARENTAL RELATIONSHIP TO SUBMIT WRITTEN COMMENTS, AND SHALL

1 INCLUDE IN THE WAIVER APPLICATION SUBMITTED TO THE COMMISSIONER PURSUANT  
2 TO SUBDIVISION ONE OF THIS SECTION ANY WRITTEN COMMENTS RECEIVED FROM  
3 SUCH PARENTS OR PERSONS IN PARENTAL RELATION TO SUCH STUDENTS.

4 3. THE COMMISSIONER MAY GRANT A WAIVER FROM ANY REQUIREMENT IMPOSED ON  
5 A LOCAL SCHOOL DISTRICT, APPROVED PRIVATE SCHOOL OR BOARD OF COOPERATIVE  
6 EDUCATIONAL SERVICES PURSUANT TO SECTION FORTY-FOUR HUNDRED TWO OR  
7 SECTION FORTY-FOUR HUNDRED THREE OF THIS ARTICLE, UPON A FINDING THAT  
8 SUCH WAIVER WILL ENABLE A LOCAL SCHOOL DISTRICT, APPROVED PRIVATE SCHOOL  
9 OR BOARD OF COOPERATIVE EDUCATIONAL SERVICES TO IMPLEMENT AN INNOVATIVE  
10 SPECIAL EDUCATION PROGRAM THAT IS CONSISTENT WITH APPLICABLE FEDERAL  
11 REQUIREMENTS, AND WILL ENHANCE STUDENT ACHIEVEMENT AND/OR OPPORTUNITIES  
12 FOR PLACEMENT IN REGULAR CLASSES AND PROGRAMS. IN MAKING SUCH DETERMI-  
13 NATION, THE COMMISSIONER SHALL CONSIDER ANY COMMENTS RECEIVED BY THE  
14 LOCAL SCHOOL DISTRICT, APPROVED PRIVATE SCHOOL OR BOARD OF COOPERATIVE  
15 EDUCATIONAL SERVICES FROM PARENTS OR PERSONS IN PARENTAL RELATION TO THE  
16 STUDENTS THAT WOULD BE DIRECTLY AFFECTED BY THE WAIVER IF GRANTED.

17 4. ANY LOCAL SCHOOL DISTRICT, APPROVED PRIVATE SCHOOL OR BOARD OF  
18 COOPERATIVE EDUCATIONAL SERVICES GRANTED A WAIVER SHALL SUBMIT AN ANNUAL  
19 REPORT TO THE COMMISSIONER REGARDING THE OPERATION AND EVALUATION OF THE  
20 PROGRAM NO LATER THAN THIRTY DAYS AFTER THE END OF EACH SCHOOL YEAR FOR  
21 WHICH A WAIVER IS GRANTED.

22 S 23. Paragraph a of subdivision 10 of section 4410 of the education  
23 law is amended by adding a new subparagraph (iv) to read as follows:

24 (IV) NOTWITHSTANDING ANY OTHER PROVISION OF LAW TO THE CONTRARY, FOR  
25 THE TWO THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN SCHOOL YEAR AND THERE-  
26 AFTER, THE CITY OF NEW YORK SHALL BE AUTHORIZED TO ESTABLISH LOCAL  
27 TUITION RATES FOR APPROVED SERVICES OR PROGRAMS LOCATED WITHIN THE CITY  
28 OF NEW YORK THROUGH A COMPETITIVE REQUEST FOR PROPOSALS PROCESS OR  
29 OTHERWISE, PROVIDED THAT SUCH LOCAL TUITION RATES SHALL NOT EXCEED THE  
30 TUITION RATES DETERMINED BY THE COMMISSIONER AND APPROVED BY THE DIREC-  
31 TOR OF THE BUDGET PURSUANT TO SUBPARAGRAPHS (I) THROUGH (III) OF THIS  
32 PARAGRAPH AND SECTION FORTY-FOUR HUNDRED FIVE OF THIS ARTICLE. THE LOCAL  
33 TUITION RATES SO ESTABLISHED SHALL BE USED IN THE CONTRACTS WITH PROVID-  
34 ERS PROVIDING SERVICES OR PROGRAMS WITHIN THE CITY OF NEW YORK PURSUANT  
35 TO THIS SECTION FOR THE PROVISION OF PROGRAMS AND SERVICES FOR WHICH  
36 SUCH RATES WERE ESTABLISHED. NOTWITHSTANDING ANY OTHER PROVISION OF THIS  
37 SECTION TO THE CONTRARY, THE CITY OF NEW YORK SHALL BE RESPONSIBLE FOR  
38 ARRANGING FOR AND SELECTING THE APPROVED PROGRAM AND/OR RELATED SERVICE  
39 PROVIDER THROUGH THE COMPETITIVE REQUEST FOR PROPOSAL PROCESS OR OTHER-  
40 WISE TO DELIVER THE PROGRAMS OR SERVICES CONSISTENT WITH THE INDIVIDUAL-  
41 IZED EDUCATION PROGRAM OF THE PRESCHOOL CHILD. PROVIDED, HOWEVER, THAT  
42 THE COMPETITIVE REQUEST FOR PROPOSAL PROCESS AUTHORIZED BY THIS SUBPARA-  
43 GRAPH SHALL NOT APPLY TO PRESCHOOL CHILDREN WITH DISABILITIES WHO  
44 RECEIVED PROGRAMS OR SERVICES PURSUANT TO THIS SECTION IN THE TWO THOU-  
45 SAND TWELVE--TWO THOUSAND THIRTEEN SCHOOL YEAR. THE CITY OF NEW YORK  
46 SHALL BE REQUIRED TO PROVIDE DATA RELATING TO THE LOCALLY ESTABLISHED  
47 TUITION RATES TO THE DEPARTMENT IN THE FORM AND MANNER PRESCRIBED BY THE  
48 COMMISSIONER.

49 S 24. Subparagraph (ii) of paragraph c of subdivision 11 of section  
50 4410 of the education law, as amended by chapter 205 of the laws of  
51 2009, is amended to read as follows:

52 (ii) Payments made pursuant to this section by a municipality shall,  
53 upon conclusion of the July first to June thirtieth school year for  
54 which such payment was made, be subject to audit against the actual  
55 difference between such audited expenditures and revenues. The munici-  
56 pality shall submit the results of any such audit to the commissioner

1 and the commissioner of social services, if appropriate, for review and,  
2 if warranted, adjustment of the tuition and/or maintenance rates. The  
3 municipality is authorized to recover overpayments made to a provider of  
4 special services or programs pursuant to this section as determined by  
5 the commissioner or the commissioner of health based upon their adjust-  
6 ment of a tuition and/or maintenance rate, PROVIDED THAT FOR PURPOSES OF  
7 MAKING SUCH ADJUSTMENT AND RECOVERY, THE MUNICIPALITY SHALL BE DEEMED TO  
8 HAVE PAID SEVENTY-FIVE PERCENT OF THE DISALLOWED COSTS. Such recovery  
9 may be accomplished by withholding such amount from any moneys due the  
10 provider in the current year, or by direct reimbursement.

11 S 25. Intentionally omitted.

12 S 26. Section 7 of chapter 472 of the laws of 1998 amending the educa-  
13 tion law relating to the lease of school buses by school districts, as  
14 amended by section 71 of part A of chapter 58 of the laws of 2011, is  
15 amended to read as follows:

16 S 7. This act shall take effect September 1, 1998, and shall expire  
17 and be deemed repealed September 1, [2013] 2015.

18 S 27. Subdivision b of section 2 of chapter 756 of the laws of 1992,  
19 relating to funding a program for work force education conducted by the  
20 consortium for worker education in New York city, as amended by section  
21 13 of part A of chapter 57 of the laws of 2012, is amended to read as  
22 follows:

23 b. Reimbursement for programs approved in accordance with subdivision  
24 a of this section [for the 2009-10 school year shall not exceed 64.1  
25 percent of the lesser of such approvable costs per contact hour or elev-  
26 en dollars and fifty cents per contact hour, reimbursement] for the  
27 2010--2011 school year shall not exceed 62.6 percent of the lesser of  
28 such approvable costs per contact hour or twelve dollars and five cents  
29 per contact hour, reimbursement for the 2011--2012 school year shall not  
30 exceed 62.9 percent of the lesser of such approvable costs per contact  
31 hour or twelve dollars and fifteen cents per contact hour, [and]  
32 reimbursement for the 2012--2013 school year shall not exceed 63.3  
33 percent of the lesser of such approvable costs per contact hour or  
34 twelve dollars and thirty-five cents per contact hour, AND REIMBURSEMENT  
35 FOR THE 2013--2014 SCHOOL YEAR SHALL NOT EXCEED 62.2 PERCENT OF THE  
36 LESSER OF SUCH APPROVABLE COSTS PER CONTACT HOUR OR TWELVE DOLLARS AND  
37 FIFTY CENTS PER CONTACT HOUR, where a contact hour represents sixty  
38 minutes of instruction services provided to an eligible adult. Notwith-  
39 standing any other provision of law to the contrary, [for the 2009-10  
40 school year such contact hours shall not exceed one million seven  
41 hundred sixty--three thousand nine hundred seven (1,763,907) hours;  
42 whereas] for the 2010--2011 school year such contact hours shall not  
43 exceed one million five hundred twenty-five thousand one hundred nine-  
44 ty-eight (1,525,198) hours; whereas for the 2011--2012 school year such  
45 contact hours shall not exceed one million seven hundred one thousand  
46 five hundred seventy (1,701,570) hours; whereas for the 2012--2013  
47 school year such contact hours shall not exceed one million six hundred  
48 sixty-four thousand five hundred thirty-two (1,664,532) hours; WHEREAS  
49 FOR THE 2013--2014 SCHOOL YEAR SUCH CONTACT HOURS SHALL NOT EXCEED ONE  
50 MILLION FOUR HUNDRED EIGHTY THOUSAND AND FIFTY-ONE (1,480,051) HOURS.  
51 Notwithstanding any other provision of law to the contrary, the appor-  
52 tionment calculated for the city school district of the city of New York  
53 pursuant to subdivision 11 of section 3602 of the education law shall be  
54 computed as if such contact hours provided by the consortium for worker  
55 education, not to exceed the contact hours set forth herein, were eligi-

ble for aid in accordance with the provisions of such subdivision 11 of section 3602 of the education law.

S 28. Section 4 of chapter 756 of the laws of 1992, relating to funding a program for work force education conducted by the consortium for worker education in New York city, is amended by adding a new subdivision r to read as follows:

R. THE PROVISIONS OF THIS SUBDIVISION SHALL NOT APPLY AFTER THE COMPLETION OF PAYMENTS FOR THE 2013--2014 SCHOOL YEAR. NOTWITHSTANDING ANY INCONSISTENT PROVISIONS OF LAW, THE COMMISSIONER OF EDUCATION SHALL WITHHOLD A PORTION OF EMPLOYMENT PREPARATION EDUCATION AID DUE TO THE CITY SCHOOL DISTRICT OF THE CITY OF NEW YORK TO SUPPORT A PORTION OF THE COSTS OF THE WORK FORCE EDUCATION PROGRAM. SUCH MONEYS SHALL BE CREDITED TO THE ELEMENTARY AND SECONDARY EDUCATION FUND-LOCAL ASSISTANCE ACCOUNT AND SHALL NOT EXCEED ELEVEN MILLION FIVE HUNDRED THOUSAND DOLLARS (\$11,500,000).

S 29. Section 6 of chapter 756 of the laws of 1992, relating to funding a program for work force education conducted by the consortium for worker education in New York city, as amended by section 15 of part A of chapter 57 of the laws of 2012, is amended to read as follows:

S 6. This act shall take effect July 1, 1992, and shall be deemed repealed on June 30, [2013] 2014.

S 30. Subdivision 1 of section 167 of chapter 169 of the laws of 1994, relating to certain provisions related to the 1994-95 state operations, aid to localities, capital projects and debt service budgets, as amended by section 17 of part A of chapter 57 of the laws of 2012, is amended to read as follows:

1. Sections one through seventy of this act shall be deemed to have been in full force and effect as of April 1, 1994 provided, however, that sections one, two, twenty-four, twenty-five and twenty-seven through seventy of this act shall expire and be deemed repealed on March 31, 2000; provided, however, that section twenty of this act shall apply only to hearings commenced prior to September 1, 1994, and provided further that section twenty-six of this act shall expire and be deemed repealed on March 31, 1997; and provided further that sections four through fourteen, sixteen, and eighteen, nineteen and twenty-one through twenty-one-a of this act shall expire and be deemed repealed on March 31, 1997; and provided further that sections three, fifteen, seventeen, twenty, twenty-two and twenty-three of this act shall expire and be deemed repealed on March 31, [2014] 2015.

S 31. Subdivisions 22 and 24 of section 140 of chapter 82 of the laws of 1995, amending the education law and certain other laws relating to state aid to school districts and the appropriation of funds for the support of government, as amended by section 18 of part A of chapter 57 of the laws of 2012, are amended to read as follows:

(22) sections one hundred twelve, one hundred thirteen, one hundred fourteen, one hundred fifteen and one hundred sixteen of this act shall take effect on July 1, 1995; provided, however, that section one hundred thirteen of this act shall remain in full force and effect until July 1, [2013] 2014 at which time it shall be deemed repealed;

(24) sections one hundred eighteen through one hundred thirty of this act shall be deemed to have been in full force and effect on and after July 1, 1995; provided further, however, that the amendments made pursuant to section one hundred nineteen of this act shall be deemed to be repealed on and after July 1, [2013] 2014;

S 32. Section 12 of chapter 147 of the laws of 2001, amending the education law relating to conditional appointment of school district,

1 charter school or BOCES employees, as amended by section 20 of part A of  
2 chapter 57 of the laws of 2012, is amended to read as follows:

3 S 12. This act shall take effect on the same date as chapter 180 of  
4 the laws of 2000 takes effect, and shall expire July 1, [2013] 2014 when  
5 upon such date the provisions of this act shall be deemed repealed.

6 S 33. Section 4 of chapter 425 of the laws of 2002, amending the  
7 education law relating to the provision of supplemental educational  
8 services, attendance at a safe public school and the suspension of  
9 pupils who bring a firearm to or possess a firearm at a school, as  
10 amended by section 21 of part A of chapter 57 of the laws of 2012, is  
11 amended to read as follows:

12 S 4. This act shall take effect July 1, 2002 and shall expire and be  
13 deemed repealed June 30, [2013] 2014.

14 S 34. Section 5 of chapter 101 of the laws of 2003, amending the  
15 education law relating to implementation of the No Child Left Behind Act  
16 of 2001, as amended by section 22 of part A of chapter 57 of the laws of  
17 2012, is amended to read as follows:

18 S 5. This act shall take effect immediately; provided that sections  
19 one, two and three of this act shall expire and be deemed repealed on  
20 June 30, [2013] 2014.

21 S 35. School bus driver training. In addition to apportionments other-  
22 wise provided by section 3602 of the education law, for aid payable in  
23 the 2013--2014 school year, the commissioner of education shall allocate  
24 school bus driver training grants to school districts and boards of  
25 cooperative education services pursuant to sections 3650-a, 3650-b and  
26 3650-c of the education law, or for contracts directly with not-for-pro-  
27 fit educational organizations for the purposes of this section. Such  
28 payments shall not exceed four hundred thousand dollars (\$400,000) per  
29 school year.

30 S 36. Support of public libraries. The moneys appropriated for the  
31 support of public libraries by the chapter of the laws of 2013 enacting  
32 the aid to localities budget shall be apportioned for the 2013--2014  
33 state fiscal year in accordance with the provisions of sections 271,  
34 272, 273, 282, 284, and 285 of the education law as amended by the  
35 provisions of this chapter and the provisions of this act, provided that  
36 library construction aid pursuant to section 273-a of the education law  
37 shall not be payable from the appropriations for the support of public  
38 libraries and provided further that no library, library system or  
39 program, as defined by the commissioner of education, shall receive less  
40 total system or program aid than it received for the year 2001--2002  
41 except as a result of a reduction adjustment necessary to conform to the  
42 appropriations for support of public libraries.

43 Notwithstanding any other provision of law to the contrary the moneys  
44 appropriated for the support of public libraries for the year 2013--2014  
45 by a chapter of the laws of 2013 enacting the aid to localities budget  
46 shall fulfill the state's obligation to provide such aid and, pursuant  
47 to a plan developed by the commissioner of education and approved by the  
48 director of the budget, the aid payable to libraries and library systems  
49 pursuant to such appropriations shall be reduced proportionately to  
50 assure that the total amount of aid payable does not exceed the total  
51 appropriations for such purpose.

52 S 37. Special apportionment for salary expenses. a. Notwithstanding  
53 any other provision of law, upon application to the commissioner of  
54 education, not sooner than the first day of the second full business  
55 week of June, 2014 and not later than the last day of the third full  
56 business week of June, 2014, a school district eligible for an appor-

1 tionment pursuant to section 3602 of the education law shall be eligible  
2 to receive an apportionment pursuant to this section, for the school  
3 year ending June 30, 2014, for salary expenses incurred between April 1  
4 and June 30, 2014 and such apportionment shall not exceed the sum of (i)  
5 the deficit reduction assessment of 1990--1991 as determined by the  
6 commissioner of education, pursuant to paragraph f of subdivision 1 of  
7 section 3602 of the education law, as in effect through June 30, 1993,  
8 plus (ii) 186 percent of such amount for a city school district in a  
9 city with a population in excess of 1,000,000 inhabitants, plus (iii)  
10 209 percent of such amount for a city school district in a city with a  
11 population of more than 195,000 inhabitants and less than 219,000 inhab-  
12 itants according to the latest federal census, plus (iv) the net gap  
13 elimination adjustment for 2010--2011, as determined by the commissioner  
14 of education pursuant to chapter 53 of the laws of 2010, plus (v) the  
15 gap elimination adjustment for 2011--2012 as determined by the commis-  
16 sioner of education pursuant to subdivision 17 of section 3602 of the  
17 education law, and provided further that such apportionment shall not  
18 exceed such salary expenses. Such application shall be made by a school  
19 district, after the board of education or trustees have adopted a resol-  
20 ution to do so and in the case of a city school district in a city with  
21 a population in excess of 125,000 inhabitants, with the approval of the  
22 mayor of such city.

23 b. The claim for an apportionment to be paid to a school district  
24 pursuant to subdivision a of this section shall be submitted to the  
25 commissioner of education on a form prescribed for such purpose, and  
26 shall be payable upon determination by such commissioner that the form  
27 has been submitted as prescribed. Such approved amounts shall be payable  
28 on the same day in September of the school year following the year in  
29 which application was made as funds provided pursuant to subparagraph  
30 (4) of paragraph b of subdivision 4 of section 92-c of the state finance  
31 law, on the audit and warrant of the state comptroller on vouchers  
32 certified or approved by the commissioner of education in the manner  
33 prescribed by law from moneys in the state lottery fund and from the  
34 general fund to the extent that the amount paid to a school district  
35 pursuant to this section exceeds the amount, if any, due such school  
36 district pursuant to subparagraph (2) of paragraph a of subdivision 1 of  
37 section 3609-a of the education law in the school year following the  
38 year in which application was made.

39 c. Notwithstanding the provisions of section 3609-a of the education  
40 law, an amount equal to the amount paid to a school district pursuant to  
41 subdivisions a and b of this section shall first be deducted from the  
42 following payments due the school district during the school year  
43 following the year in which application was made pursuant to subpara-  
44 graphs (1), (2), (3), (4) and (5) of paragraph a of subdivision 1 of  
45 section 3609-a of the education law in the following order: the lottery  
46 apportionment payable pursuant to subparagraph (2) of such paragraph  
47 followed by the fixed fall payments payable pursuant to subparagraph (4)  
48 of such paragraph and then followed by the district's payments to the  
49 teachers' retirement system pursuant to subparagraph (1) of such para-  
50 graph, and any remainder to be deducted from the individualized payments  
51 due the district pursuant to paragraph b of such subdivision shall be  
52 deducted on a chronological basis starting with the earliest payment due  
53 the district.

54 S 38. Special apportionment for public pension accruals. a. Notwith-  
55 standing any other provision of law, upon application to the commission-  
56 er of education, not later than June 30, 2014, a school district eligi-

1 ble for an apportionment pursuant to section 3602 of the education law  
2 shall be eligible to receive an apportionment pursuant to this section,  
3 for the school year ending June 30, 2014 and such apportionment shall  
4 not exceed the additional accruals required to be made by school  
5 districts in the 2004--2005 and 2005--2006 school years associated with  
6 changes for such public pension liabilities. The amount of such addi-  
7 tional accrual shall be certified to the commissioner of education by  
8 the president of the board of education or the trustees or, in the case  
9 of a city school district in a city with a population in excess of  
10 125,000 inhabitants, the mayor of such city. Such application shall be  
11 made by a school district, after the board of education or trustees have  
12 adopted a resolution to do so and in the case of a city school district  
13 in a city with a population in excess of 125,000 inhabitants, with the  
14 approval of the mayor of such city.

15 b. The claim for an apportionment to be paid to a school district  
16 pursuant to subdivision a of this section shall be submitted to the  
17 commissioner of education on a form prescribed for such purpose, and  
18 shall be payable upon determination by such commissioner that the form  
19 has been submitted as prescribed. Such approved amounts shall be payable  
20 on the same day in September of the school year following the year in  
21 which application was made as funds provided pursuant to subparagraph  
22 (4) of paragraph b of subdivision 4 of section 92-c of the state finance  
23 law, on the audit and warrant of the state comptroller on vouchers  
24 certified or approved by the commissioner of education in the manner  
25 prescribed by law from moneys in the state lottery fund and from the  
26 general fund to the extent that the amount paid to a school district  
27 pursuant to this section exceeds the amount, if any, due such school  
28 district pursuant to subparagraph (2) of paragraph a of subdivision 1 of  
29 section 3609-a of the education law in the school year following the  
30 year in which application was made.

31 c. Notwithstanding the provisions of section 3609-a of the education  
32 law, an amount equal to the amount paid to a school district pursuant to  
33 subdivisions a and b of this section shall first be deducted from the  
34 following payments due the school district during the school year  
35 following the year in which application was made pursuant to subpara-  
36 graphs (1), (2), (3), (4) and (5) of paragraph a of subdivision 1 of  
37 section 3609-a of the education law in the following order: the lottery  
38 apportionment payable pursuant to subparagraph (2) of such paragraph  
39 followed by the fixed fall payments payable pursuant to subparagraph (4)  
40 of such paragraph and then followed by the district's payments to the  
41 teachers' retirement system pursuant to subparagraph (1) of such para-  
42 graph, and any remainder to be deducted from the individualized payments  
43 due the district pursuant to paragraph b of such subdivision shall be  
44 deducted on a chronological basis starting with the earliest payment due  
45 the district.

46 S 39. a. Notwithstanding any other law, rule or regulation to the  
47 contrary, any moneys appropriated to the state education department may  
48 be suballocated to other state departments or agencies, as needed, to  
49 accomplish the intent of the specific appropriations contained therein.

50 b. Notwithstanding any other law, rule or regulation to the contrary,  
51 moneys appropriated to the state education department from the general  
52 fund/aid to localities, local assistance account-001, shall be for  
53 payment of financial assistance, as scheduled, net of disallowances,  
54 refunds, reimbursement and credits.

55 c. Notwithstanding any other law, rule or regulation to the contrary,  
56 all moneys appropriated to the state education department for aid to



localities shall be available for payment of aid heretofore or hereafter to accrue and may be suballocated to other departments and agencies to accomplish the intent of the specific appropriations contained therein.

d. Notwithstanding any other law, rule or regulation to the contrary, moneys appropriated to the state education department for general support for public schools may be interchanged with any other item of appropriation for general support for public schools within the general fund local assistance account office of prekindergarten through grade twelve education programs.

S 40. Notwithstanding the provision of any law, rule, or regulation to the contrary, the city school district of the city of Rochester, upon the consent of the board of cooperative educational services of the supervisory district serving its geographic region may purchase from such board for the 2013--2014 school year, as a non-component school district, services required by article 19 of the education law.

S 41. The amounts specified in this section shall be a setaside from the state funds which each such district is receiving from the total foundation aid:

a. for the purpose of the development, maintenance or expansion of magnet schools or magnet school programs for the 2013--2014 school year. To the city school district of the city of New York there shall be paid forty-eight million one hundred seventy-five thousand dollars (\$48,175,000) including five hundred thousand dollars (\$500,000) for the Andrew Jackson High School; to the Buffalo city school district, twenty-one million twenty-five thousand dollars (\$21,025,000); to the Rochester city school district, fifteen million dollars (\$15,000,000); to the Syracuse city school district, thirteen million dollars (\$13,000,000); to the Yonkers city school district, forty-nine million five hundred thousand dollars (\$49,500,000); to the Newburgh city school district, four million six hundred forty-five thousand dollars (\$4,645,000); to the Poughkeepsie city school district, two million four hundred seventy-five thousand dollars (\$2,475,000); to the Mount Vernon city school district, two million dollars (\$2,000,000); to the New Rochelle city school district, one million four hundred ten thousand dollars (\$1,410,000); to the Schenectady city school district, one million eight hundred thousand dollars (\$1,800,000); to the Port Chester city school district, one million one hundred fifty thousand dollars (\$1,150,000); to the White Plains city school district, nine hundred thousand dollars (\$900,000); to the Niagara Falls city school district, six hundred thousand dollars (\$600,000); to the Albany city school district, three million five hundred fifty thousand dollars (\$3,550,000); to the Utica city school district, two million dollars (\$2,000,000); to the Beacon city school district, five hundred sixty-six thousand dollars (\$566,000); to the Middletown city school district, four hundred thousand dollars (\$400,000); to the Freeport union free school district, four hundred thousand dollars (\$400,000); to the Greenburgh central school district, three hundred thousand dollars (\$300,000); to the Amsterdam city school district, eight hundred thousand dollars (\$800,000); to the Peekskill city school district, two hundred thousand dollars (\$200,000); and to the Hudson city school district, four hundred thousand dollars (\$400,000).

b. notwithstanding the provisions of subdivision a of this section, a school district receiving a grant pursuant to this section may use such grant funds for: (i) any instructional or instructional support costs associated with the operation of a magnet school; or (ii) any instructional or instructional support costs associated with implementation of

1 an alternative approach to reduction of racial isolation and/or enhance-  
2 ment of the instructional program and raising of standards in elementary  
3 and secondary schools of school districts having substantial concen-  
4 trations of minority students. The commissioner of education shall not  
5 be authorized to withhold magnet grant funds from a school district that  
6 used such funds in accordance with this paragraph, notwithstanding any  
7 inconsistency with a request for proposals issued by such commissioner.

8 c. for the purpose of attendance improvement and dropout prevention  
9 for the 2013--2014 school year, for any city school district in a city  
10 having a population of more than one million, the setaside for attend-  
11 ance improvement and dropout prevention shall equal the amount set aside  
12 in the base year. For the 2013--2014 school year, it is further provided  
13 that any city school district in a city having a population of more than  
14 one million shall allocate at least one-third of any increase from base  
15 year levels in funds set aside pursuant to the requirements of this  
16 subdivision to community-based organizations. Any increase required  
17 pursuant to this subdivision to community-based organizations must be in  
18 addition to allocations provided to community-based organizations in the  
19 base year.

20 d. for the purpose of teacher support for the 2013--2014 school year:  
21 to the city school district of the city of New York, sixty-two million  
22 seven hundred seven thousand dollars (\$62,707,000); to the Buffalo city  
23 school district, one million seven hundred forty-one thousand dollars  
24 (\$1,741,000); to the Rochester city school district, one million seven-  
25 ty-six thousand dollars (\$1,076,000); to the Yonkers city school  
26 district, one million one hundred forty-seven thousand dollars  
27 (\$1,147,000); and to the Syracuse city school district, eight hundred  
28 nine thousand dollars (\$809,000). All funds made available to a school  
29 district pursuant to this subdivision shall be distributed among teach-  
30 ers including prekindergarten teachers and teachers of adult vocational  
31 and academic subjects in accordance with this subdivision and shall be  
32 in addition to salaries heretofore or hereafter negotiated or made  
33 available; provided, however, that all funds distributed pursuant to  
34 this section for the current year shall be deemed to incorporate all  
35 funds distributed pursuant to former subdivision 27 of section 3602 of  
36 the education law for prior years. In school districts where the teach-  
37 ers are represented by certified or recognized employee organizations,  
38 all salary increases funded pursuant to this section shall be determined  
39 by separate collective negotiations conducted pursuant to the provisions  
40 and procedures of article 14 of the civil service law, notwithstanding  
41 the existence of a negotiated agreement between a school district and a  
42 certified or recognized employee organization.

43 S 42. Severability. The provisions of this act shall be severable, and  
44 if the application of any clause, sentence, paragraph, subdivision,  
45 section or part of this act to any person or circumstance shall be  
46 adjudged by any court of competent jurisdiction to be invalid, such  
47 judgment shall not necessarily affect, impair or invalidate the applica-  
48 tion of any such clause, sentence, paragraph, subdivision, section, part  
49 of this act or remainder thereof, as the case may be, to any other  
50 person or circumstance, but shall be confined in its operation to the  
51 clause, sentence, paragraph, subdivision, section or part thereof  
52 directly involved in the controversy in which such judgment shall have  
53 been rendered.

54 S 43. This act shall take effect immediately, and shall be deemed to  
55 have been in full force and effect on and after April 1, 2013, provided,  
56 however, that:

1 1. Sections five and six of this act shall take effect immediately and  
2 shall be deemed to have been in full force and effect on and after July  
3 1, 2010; provided, further, that the amendments to subdivision 1 of  
4 section 2856 of the education law made by section five of this act shall  
5 be subject to the expiration and reversion of such subdivision pursuant  
6 to section 27 of chapter 378 of the laws of 2007, as amended, when upon  
7 such date the provisions of section six of this act shall take effect;

8 2. Section nine of this act shall take effect July 1, 2014;

9 3. Sections one, eleven, twelve, thirteen, fourteen, fifteen, eigh-  
10 teen, nineteen, twenty, twenty-one, twenty-seven, twenty-eight, thirty-  
11 five and forty-one of this act shall take effect July 1, 2013;

12 4. The amendments to subdivision 6 of section 4402 of the education  
13 law made by section twenty-one of this act shall not affect the repeal  
14 of such subdivision and shall be deemed repealed therewith;

15 5. The amendments to subdivision 10 of section 4410 of the education  
16 law, made by section twenty-three of this act shall take effect April 1,  
17 2013 and shall first apply to the provision of services and programs  
18 pursuant to section 4410 of the education law in the 2013--2014 school  
19 year;

20 6. The amendments to chapter 756 of the laws of 1992, relating to  
21 funding a program for work force education conducted by a consortium for  
22 worker education in New York city, made by sections twenty-seven and  
23 twenty-eight of this act shall not affect the repeal of such chapter and  
24 shall be deemed repealed therewith; and

25 7. Section thirty-nine of this act shall expire and be deemed repealed  
26 June 30, 2014.

27 PART B

28 Section 1. Section 350 of the education law is amended by adding four  
29 new subdivisions 10, 11, 12 and 13 to read as follows:

30 10. "DORMITORY FACILITIES REVENUE FUND" MEANS THE FUND ESTABLISHED  
31 PURSUANT TO SECTION SIXTEEN HUNDRED EIGHTY-Q OF THE PUBLIC AUTHORITIES  
32 LAW.

33 11. "DORMITORY FACILITIES REVENUES" MEANS ALL MONEYS, INCLUDING RENTS,  
34 FEES AND CHARGES, DERIVED FROM THE USE OR OCCUPANCY OF DORMITORY FACILI-  
35 TIES.

36 12. "DORMITORY FACILITY" MEANS A DORMITORY, AS SUCH TERM IS DEFINED IN  
37 PARAGRAPH (A) OF SUBDIVISION TWO OF SECTION SIXTEEN HUNDRED SEVENTY-SIX  
38 OF THE PUBLIC AUTHORITIES LAW.

39 13. "DORMITORY FACILITY REVENUE BOND" MEANS ANY NOTE OR BOND OF THE  
40 DORMITORY AUTHORITY (I) ISSUED ON OR AFTER THE FIRST DAY OF APRIL, TWO  
41 THOUSAND THIRTEEN FOR THE PURPOSES OF FINANCING DORMITORY FACILITIES OR  
42 REFINANCING NOTES OR BONDS PREVIOUSLY ISSUED IN CONNECTION WITH DORMITO-  
43 RY FACILITIES, INCLUDING NOTES OR BONDS ISSUED TO PAY COSTS INCURRED IN  
44 CONNECTION WITH THE ISSUANCE OF SUCH NOTES OR BONDS, TO FUND ANY RESERVE  
45 FOR THE PAYMENT OF DEBT SERVICE ON SUCH BONDS OR NOTES, TO FUND ANY  
46 RESERVE ESTABLISHED FOR THE IMPROVEMENT, REPAIR, MAINTENANCE OR OPER-  
47 ATIONS OF DORMITORY FACILITIES, OR TO PAY OR PROVIDE FOR THE PAYMENT OF  
48 ANY NOTE OR BOND PREVIOUSLY ISSUED FOR ANY SUCH PURPOSE, AND (II) IS  
49 PAYABLE FROM MONEYS ON DEPOSIT IN THE DORMITORY FACILITIES REVENUE FUND  
50 AND IS NOT PAYABLE FROM ANY REVENUE OF THE STATE.

51 S 2. Subdivision 2 of section 355 of the education law is amended by  
52 adding a new paragraph y to read as follows:

53 Y. TO BETTER SECURE DORMITORY AUTHORITY BONDS ISSUED IN CONNECTION  
54 WITH DORMITORY FACILITIES, INCLUDING DORMITORY FACILITY REVENUE BONDS,

1 THE STATE UNIVERSITY OF NEW YORK IS HEREBY AUTHORIZED, IN ITS OWN NAME,  
2 TO ASSIGN OR OTHERWISE TRANSFER TO THE DORMITORY AUTHORITY ANY OR ALL OF  
3 THE STATE UNIVERSITY'S RIGHTS, TITLE AND INTEREST IN AND TO THE DORMITO-  
4 RY FACILITY REVENUES, AND TO ENTER INTO AGREEMENTS WITH THE DORMITORY  
5 AUTHORITY PURSUANT TO SUBDIVISION TWO OF SECTION SIXTEEN HUNDRED EIGHT-  
6 Y-Q OF THE PUBLIC AUTHORITIES LAW IN FURTHERANCE OF SUCH ASSIGNMENT OR  
7 TRANSFER. ANY ASSIGNMENT OR TRANSFER MADE PURSUANT TO THIS PARAGRAPH  
8 SHALL CONSTITUTE A TRUE SALE AND ABSOLUTE TRANSFER OF THE DORMITORY  
9 FACILITIES REVENUES. THE CHARACTERIZATION OF SUCH ASSIGNMENT OR TRANSFER  
10 SHALL NOT BE NEGATED OR ADVERSELY AFFECTED BY THE RETENTION BY THE STATE  
11 UNIVERSITY OF NEW YORK OF ANY OWNERSHIP INTEREST IN THE DORMITORY FACIL-  
12 ITIES REVENUES OR OF ANY RESIDUAL RIGHT TO PAYMENT OF ANY DORMITORY  
13 FACILITY REVENUES REMAINING IN THE DORMITORY FACILITIES REVENUE FUND  
14 AFTER THE MONEYS THEREIN HAVE BEEN APPLIED IN ACCORDANCE WITH PARAGRAPH  
15 (B) OF SUBDIVISION THREE OF SECTION SIXTEEN HUNDRED EIGHTY-Q OF THE  
16 PUBLIC AUTHORITIES LAW. ALL RIGHTS, TITLE AND INTEREST IN AND TO ANY  
17 MONEYS PAID TO OR UPON THE ORDER OF THE STATE UNIVERSITY OF NEW YORK  
18 PURSUANT TO ANY AGREEMENT BY AND BETWEEN THE DORMITORY AUTHORITY AND THE  
19 STATE UNIVERSITY OF NEW YORK ENTERED INTO PURSUANT TO SUBDIVISION TWO OF  
20 SECTION SIXTEEN HUNDRED EIGHTY-Q OF THE PUBLIC AUTHORITIES LAW OR PURSU-  
21 ANT TO ANY AGREEMENT ENTERED INTO PURSUANT TO PARAGRAPH J OF SUBDIVISION  
22 TWO OF SECTION SIXTEEN HUNDRED EIGHTY OF THE PUBLIC AUTHORITIES LAW  
23 SHALL VEST IN THE STATE UNIVERSITY OF NEW YORK AND BE THE ABSOLUTE PROP-  
24 erty OF THE STATE UNIVERSITY OF NEW YORK, AND THE DORMITORY AUTHORITY  
25 SHALL NO LONGER HAVE ANY INTEREST IN SUCH MONEYS.

26 S 3. Subdivision 8 of section 355 of the education law, as amended by  
27 chapter 553 of the laws of 1985, is amended to read as follows:

28 8. [All] EXCEPT AS OTHERWISE PROVIDED HEREIN, ALL moneys received by  
29 the state university of New York and by state-operated institutions  
30 thereof from appropriations, tuition, fees, user charges, sales of  
31 products and services and from all other sources, including sources and  
32 activities of the state university which are intended by law to be self-  
33 supporting may be credited to an appropriate fund or funds to be desig-  
34 nated by the state comptroller. The amounts so paid into such fund or  
35 funds which were received by or for the state university shall be used  
36 for expenses of the state university in carrying out any of its objects  
37 and purposes and such amounts received by or for state-operated insti-  
38 tutions of the state university shall be used for expenses of the state  
39 university under regulations prescribed by the state university trus-  
40 tees. NOTWITHSTANDING THE FOREGOING PROVISIONS OF THIS SUBDIVISION, ALL  
41 DORMITORY FACILITIES REVENUES TRANSFERRED TO THE DORMITORY AUTHORITY BY  
42 ASSIGNMENT OR OTHERWISE PURSUANT TO PARAGRAPH Y OF SUBDIVISION TWO OF  
43 THIS SECTION SHALL UPON RECEIPT BY THE STATE UNIVERSITY ACTING AS AGENT  
44 FOR THE DORMITORY AUTHORITY BE TRANSFERRED AND IMMEDIATELY PAID WITHOUT  
45 APPROPRIATION THEREOF TO THE COMMISSIONER OF TAXATION AND FINANCE PURSU-  
46 ANT TO SUBDIVISION FOUR OF SECTION FOUR OF THE STATE FINANCE LAW FOR  
47 DEPOSIT TO THE DORMITORY FACILITIES REVENUE FUND.

48 S 4. The public authorities law is amended by adding a new section  
49 1680-q to read as follows:

50 S 1680-Q. STATE UNIVERSITY OF NEW YORK DORMITORY FACILITIES. 1. AS  
51 USED IN OR REFERRED TO IN THIS SECTION, UNLESS A DIFFERENT MEANING  
52 APPEARS FROM THE CONTEXT, THE FOLLOWING TERMS SHALL HAVE THE FOLLOWING  
53 RESPECTIVE MEANINGS:

54 (A) "AGREEMENT" MEANS AN AGREEMENT BY AND BETWEEN THE AUTHORITY AND  
55 THE STATE UNIVERSITY ENTERED INTO PURSUANT TO THIS SECTION.

1 (B) "DORMITORY FACILITIES REVENUE FUND" MEANS THE FUND ESTABLISHED  
2 PURSUANT TO SUBDIVISION THREE OF THIS SECTION.

3 (C) "DORMITORY FACILITIES REVENUES" MEANS ALL MONEYS, INCLUDING RENTS,  
4 FEES AND CHARGES, DERIVED FROM THE USE OR OCCUPANCY OF DORMITORY FACILI-  
5 TIES.

6 (D) "DORMITORY FACILITY" MEANS A DORMITORY, AS SUCH TERM IS DEFINED IN  
7 PARAGRAPH (A) OF SUBDIVISION TWO OF SECTION SIXTEEN HUNDRED SEVENTY-SIX  
8 OF THIS TITLE.

9 (E) "DORMITORY FACILITY REVENUE BOND" MEANS ANY NOTE OR BOND OF THE  
10 AUTHORITY (I) ISSUED ON OR AFTER THE FIRST DAY OF APRIL, TWO THOUSAND  
11 THIRTEEN FOR THE PURPOSES OF FINANCING DORMITORY FACILITIES OR REFINANC-  
12 ING NOTES OR BONDS ISSUED PREVIOUSLY IN CONNECTION WITH DORMITORY FACIL-  
13 ITIES, INCLUDING NOTES OR BONDS ISSUED TO PAY COSTS INCURRED IN  
14 CONNECTION WITH THE ISSUANCE OF SUCH NOTES OR BONDS, TO FUND ANY RESERVE  
15 FOR THE PAYMENT OF DEBT SERVICE ON SUCH BONDS, TO FUND ANY RESERVE  
16 ESTABLISHED FOR THE IMPROVEMENT, REPAIR, MAINTENANCE OR OPERATIONS OF  
17 DORMITORY FACILITIES, OR TO PAY OR PROVIDE FOR THE PAYMENT OF ANY NOTE  
18 OR BOND PREVIOUSLY ISSUED FOR ANY SUCH PURPOSE, AND (II) IS PAYABLE FROM  
19 MONEYS ON DEPOSIT IN THE DORMITORY FACILITIES REVENUE FUND.

20 (F) "PRIOR DORMITORY FACILITY BOND" MEANS ANY NOTE OR BOND OF THE  
21 AUTHORITY ISSUED PRIOR TO APRIL FIRST, TWO THOUSAND THIRTEEN IN  
22 CONNECTION WITH DORMITORY FACILITIES.

23 (G) "STATE UNIVERSITY" MEANS THE STATE UNIVERSITY OF NEW YORK, A  
24 CORPORATION WITHIN THE STATE EDUCATION DEPARTMENT AND WITHIN THE UNIVER-  
25 SITY OF THE STATE OF NEW YORK CREATED BY SECTION THREE HUNDRED FIFTY-TWO  
26 OF THE EDUCATION LAW.

27 2. THE AUTHORITY MAY, FROM AND AFTER APRIL FIRST, TWO THOUSAND THIR-  
28 TEEN, ISSUE DORMITORY FACILITY REVENUE BONDS IN AN AMOUNT NOT TO EXCEED  
29 NINE HUNDRED FORTY-FOUR MILLION DOLLARS. SUCH AMOUNT SHALL BE EXCLUSIVE  
30 OF BONDS AND NOTES ISSUED TO FUND ANY RESERVE FUND OR FUNDS, COST OF  
31 ISSUANCE, ORIGINAL ISSUE PREMIUM, AND TO REFUND ANY PRIOR DORMITORY  
32 FACILITY BONDS OR ANY DORMITORY FACILITY REVENUE BONDS. THE AUTHORITY  
33 AND THE STATE UNIVERSITY ARE HEREBY AUTHORIZED TO ENTER INTO AGREEMENTS  
34 RELATING TO, AMONG OTHER THINGS, THE ACQUISITION OF PROPERTY OR INTER-  
35 ESTS THEREIN, THE CONSTRUCTION, RECONSTRUCTION, REHABILITATION, IMPROVE-  
36 MENT, EQUIPPING AND FURNISHING OF DORMITORY FACILITIES, THE OPERATION  
37 AND MAINTENANCE OF DORMITORY FACILITIES, AND THE BILLING, COLLECTION AND  
38 DISBURSEMENT OF DORMITORY FACILITIES REVENUES, THE TITLE TO WHICH HAS  
39 BEEN CONVEYED, ASSIGNED OR OTHERWISE TRANSFERRED TO THE AUTHORITY PURSU-  
40 ANT TO PARAGRAPH Y OF SUBDIVISION TWO OF SECTION THREE HUNDRED  
41 FIFTY-FIVE OF THE EDUCATION LAW. NO DEBT SHALL BE CONTRACTED EXCEPT TO  
42 FINANCE CAPITAL WORKS OR PURPOSES. NOTWITHSTANDING ANY OTHER PROVISION  
43 OF LAW, DORMITORY FACILITY REVENUES SHALL NOT BE DEEMED TO BE REVENUES  
44 OF THE STATE. THE STATE SHALL NOT BE LIABLE FOR ANY PAYMENTS ON ANY  
45 DORMITORY FACILITY REVENUE BONDS, AND SUCH BONDS SHALL NOT BE A DEBT OF  
46 THE STATE.

47 3. (A) THERE IS HEREBY ESTABLISHED IN THE CUSTODY OF THE COMMISSIONER  
48 OF TAXATION AND FINANCE A SPECIAL FUND TO BE KNOWN AS THE DORMITORY  
49 FACILITIES REVENUE FUND. SUCH FUND SHALL CONSIST OF ALL DORMITORY FACIL-  
50 ITIES REVENUES CONVEYED, ASSIGNED OR OTHERWISE TRANSFERRED TO THE  
51 AUTHORITY PURSUANT TO PARAGRAPH Y OF SUBDIVISION TWO OF SECTION THREE  
52 HUNDRED FIFTY-FIVE OF THE EDUCATION LAW, WHICH UPON RECEIPT BY THE  
53 COMMISSIONER OF TAXATION AND FINANCE SHALL BE DEPOSITED IN SUCH FUND AND  
54 HELD BY THE COMMISSIONER OF TAXATION AND FINANCE PURSUANT TO SUBDIVISION  
55 FOUR OF SECTION FOUR OF THE STATE FINANCE LAW. THE MONEYS IN THE FUND  
56 SHALL BE THE SOLE AND EXCLUSIVE PROPERTY OF THE AUTHORITY. THE MONEYS

1 HELD IN THE FUND SHALL BE HELD SEPARATE AND APART FROM AND NOT COMMUN-  
2 GLED WITH ANY MONEYS OF THE STATE OR ANY OTHER MONEYS IN THE CUSTODY OF  
3 THE COMMISSIONER OF TAXATION AND FINANCE. ALL DEPOSITS OF MONEYS SHALL,  
4 IF REQUIRED BY THE COMMISSIONER OF TAXATION AND FINANCE, BE SECURED BY  
5 OBLIGATIONS OF THE UNITED STATES OF AMERICA OR OF THE STATE HAVING A  
6 MARKET VALUE EQUAL AT ALL TIMES TO THE AMOUNT OF SUCH DEPOSITS AND ALL  
7 BANKS AND TRUST COMPANIES ARE AUTHORIZED TO GIVE SECURITY FOR SUCH  
8 DEPOSITS. ANY MONEYS IN SUCH FUND MAY, IN THE DISCRETION OF THE COMMISS-  
9 SIONER OF TAXATION AND FINANCE, BE INVESTED IN OBLIGATIONS DESCRIBED IN  
10 SECTION NINETY-EIGHT OF THE STATE FINANCE LAW. THE COMMISSIONER OF TAXA-  
11 TION AND FINANCE SHALL CERTIFY TO THE AUTHORITY AND THE STATE UNIVERSITY  
12 NOT LATER THAN THE FIFTEENTH DAY OF EACH MONTH THE AMOUNT OF DORMITORY  
13 FACILITIES REVENUES DEPOSITED IN THE FUND DURING THE PRECEDING CALENDAR  
14 MONTH AND THE AMOUNT HELD IN THE FUND AS OF THE LAST DAY OF SUCH PRECED-  
15 ING CALENDAR MONTH.

16 (B) DURING EACH TWELVE MONTH PERIOD COMMENCING JULY FIRST OF A CALEN-  
17 DAR YEAR AND ENDING ON JUNE THIRTIETH OF THE SUCCEEDING CALENDAR YEAR,  
18 THE COMMISSIONER OF TAXATION AND FINANCE SHALL PAY, WITHOUT APPROPRI-  
19 ATION, TO OR UPON THE ORDER OF THE AUTHORITY FROM THE MONEYS IN THE FUND  
20 THE AMOUNT CERTIFIED TO THE COMMISSIONER OF TAXATION AND FINANCE BY THE  
21 AUTHORITY PURSUANT TO PARAGRAPH (C) OF THIS SUBDIVISION. ANY MONEYS  
22 REMAINING IN THE FUND AFTER PAYMENT TO THE AUTHORITY OF THE AMOUNT SO  
23 CERTIFIED SHALL BE PAID BY THE COMMISSIONER OF TAXATION AND FINANCE IN  
24 ACCORDANCE WITH THE AGREEMENT. ALL RIGHTS, TITLE AND INTEREST IN AND TO  
25 ANY MONEYS PAID TO OR UPON THE ORDER OF THE STATE UNIVERSITY PURSUANT TO  
26 THE AGREEMENT SHALL VEST IN THE STATE UNIVERSITY AND BE THE ABSOLUTE  
27 PROPERTY OF THE STATE UNIVERSITY, AND THE AUTHORITY SHALL NO LONGER HAVE  
28 ANY INTEREST IN SUCH MONEYS.

29 (C) THE AUTHORITY SHALL, NOT LATER THAN BY THE FIRST DAY OF JUNE OF  
30 EACH CALENDAR YEAR, CERTIFY TO THE COMMISSIONER OF TAXATION AND FINANCE  
31 AND TO THE STATE UNIVERSITY: (I) THE AMOUNT OF THE RENTALS, INCLUDING  
32 THE AMOUNTS REQUIRED FOR PAYMENT OF THE PRINCIPAL OF, AND INTEREST ON  
33 PRIOR DORMITORY FACILITY BONDS REQUIRED TO BE MADE BY THE STATE UNIVER-  
34 SITY TO THE AUTHORITY DURING THE TWELVE MONTH PERIOD COMMENCING ON THE  
35 SUCCEEDING JULY FIRST AND ENDING ON THE SUCCEEDING JUNE THIRTIETH PURSU-  
36 ANT TO THE AGREEMENT BETWEEN THE AUTHORITY AND THE STATE UNIVERSITY,  
37 DATED AS OF THE TWENTIETH DAY OF SEPTEMBER, NINETEEN HUNDRED  
38 NINETY-FIVE, AS AMENDED AND RESTATED; (II) THE AMOUNT REQUIRED TO MAIN-  
39 TAIN ANY RESERVES FOR THE REPAIR AND REPLACEMENT OF DORMITORY FACILITIES  
40 OR THE OPERATIONS AND MAINTENANCE OF DORMITORY FACILITIES IN CONNECTION  
41 WITH THE PRIOR DORMITORY FACILITY BONDS; (III) THE AMOUNT REQUIRED FOR  
42 PAYMENT OF THE PRINCIPAL OF, WHETHER AT MATURITY OR DUE THROUGH MANDATO-  
43 RY REDEMPTION, AND INTEREST ON DORMITORY FACILITY REVENUE BONDS PAYABLE  
44 ON JANUARY FIRST OF SUCH TWELVE MONTH PERIOD AND ON JULY FIRST NEXT  
45 SUCCEEDING SUCH TWELVE MONTH PERIOD; (IV) THE AMOUNT REQUIRED TO MAIN-  
46 TAIN ANY RESERVES FOR THE REPAIR AND REPLACEMENT OF DORMITORY FACILITIES  
47 OR THE OPERATIONS AND MAINTENANCE OF DORMITORY FACILITIES IN CONNECTION  
48 WITH THE DORMITORY FACILITY REVENUE BONDS; (V) THE AMOUNT REQUIRED TO  
49 RESTORE ANY RESERVE FOR THE PAYMENT OF DEBT SERVICE ON DORMITORY FACILI-  
50 TY REVENUE BONDS TO ITS REQUIREMENT; AND (VI) THE COSTS, EXPENSES AND  
51 OVERHEAD OF THE DORMITORY AUTHORITY TO BE INCURRED DURING SUCH TWELVE  
52 MONTH PERIOD IN CONNECTION WITH AND REASONABLY RELATED TO DORMITORY  
53 FACILITIES FINANCED THROUGH THE ISSUANCE OF DORMITORY FACILITY REVENUE  
54 BONDS. EACH SUCH AMOUNT SHALL BE SEPARATELY STATED AND IDENTIFIED IN  
55 SUCH CERTIFICATE. ANY SUCH CERTIFICATE SUBMITTED BY THE DORMITORY  
56 AUTHORITY MAY BE AMENDED BY THE DORMITORY AUTHORITY FROM TIME TO TIME AS

NECESSARY TO ADJUST THE AMOUNTS SET FORTH THEREIN. THE MONEYS PAID TO THE AUTHORITY PURSUANT TO PARAGRAPH (B) OF THIS SUBDIVISION SHALL BE APPLIED BY THE AUTHORITY IN THE ORDER OF PRIORITY IN WHICH THE AMOUNTS SET FORTH IN SUCH CERTIFICATION ARE STATED IN THIS PARAGRAPH.

S 5. For the purposes of paragraphs (b) and (c) of subdivision 3 of section 1680-q of the public authorities law, as added by section four of this act, the dormitory authority shall, within thirty days after the date on which this act shall become effective, make and deliver to the commissioner of taxation and finance and the state university of New York a certification in the form and substance required by such paragraph (c) with respect to amounts required for the items specified therein during the period from the effective date of this act to and including the thirtieth day of June, 2013, and, if this act shall become effective after the first day of June, 2013, for the twelve month period commencing the first day of July, 2013, to and including the thirtieth day of June, 2014. No money shall be paid by the commissioner of taxation and finance out of the dormitory facility revenue fund except unless and until such commissioner has received the certification or certifications required by this section.

S 6. This act shall take effect immediately.

## PART C

Section 1. Paragraph (a) of subdivision 1 of section 1 of part U of chapter 57 of the laws of 2005 amending the labor law and other laws implementing the state fiscal plan for the 2005-2006 state fiscal year, relating to the New York state higher education capital matching grant program for independent colleges, as amended by section 1 of part H of chapter 57 of the laws of 2012, is amended to read as follows:

(a) The New York state higher education capital matching grant board is hereby created to have and exercise the powers, duties and prerogatives provided by the provisions of this section and any other provision of law. The board shall remain in existence during the period of the New York state higher education capital matching grant program from the effective date of this section through March 31, [2013] 2014, or the date on which the last of the funds available for grants under this section shall have been disbursed, whichever is earlier; provided, however, that the termination of the existence of the board shall not affect the power and authority of the dormitory authority to perform its obligations with respect to any bonds, notes, or other indebtedness issued or incurred pursuant to authority granted in this section.

S 2. Paragraph (h) of subdivision 4 of section 1 of part U of chapter 57 of the laws of 2005 amending the labor law and other laws implementing the state fiscal plan for the 2005-2006 state fiscal year, relating to the New York state higher education capital matching grant program for independent colleges, as amended by section 2 of part H of chapter 57 of the laws of 2012, is amended to read as follows:

(h) [If a college did not apply for a potential grant] IN THE EVENT THAT ANY COLLEGES DO NOT APPLY FOR HIGHER EDUCATION CAPITAL MATCHING GRANTS by March 31, 2009, OR IN THE EVENT THEY APPLY FOR AND ARE AWARDED, BUT DO NOT USE THE FULL AMOUNT OF SUCH GRANTS, THE UNUSED funds associated with such [potential grant] GRANTS shall THEREAFTER be awarded[,] TO COLLEGES on a competitive basis, [to other colleges,] according to the priorities set forth below. [Colleges] NOTWITHSTANDING SUBDIVISION FIVE OF THIS SECTION, ANY COLLEGE shall be eligible to apply for [unutilized grants] SUCH UNUSED FUNDS IN RESPONSE TO A REQUEST FOR

1 PROPOSALS FOR A HIGHER EDUCATION CAPITAL MATCHING GRANT PURSUANT TO THIS  
2 PARAGRAPH. In such cases, the following priorities shall apply: first,  
3 priority shall be given to otherwise eligible colleges that either were,  
4 or would have been, deemed ineligible for the program prior to March 31,  
5 2009, due to missed deadlines, insufficient matching funds, lack of  
6 accreditation or other disqualifying reasons; and second, after the  
7 board has acted upon all such first-priority applications for unused  
8 funds, if any such funds remain, those funds shall be available for  
9 distribution to eligible colleges [that are located within the same  
10 Regents of the State of New York region for which such funds were  
11 originally allocated]. THE UNUSED FUNDS ASSOCIATED WITH HIGHER EDUCA-  
12 TION CAPITAL MATCHING GRANTS THAT WERE AVAILABLE IN THE FIRST INSTANCE  
13 TO COLLEGES AND UNIVERSITIES LOCATED IN THE COUNTIES OF NASSAU, SUFFOLK  
14 AND IN THE CITY OF NEW YORK, SHALL BE AWARDED PURSUANT TO THIS PARAGRAPH  
15 TO COLLEGES IN THE COUNTIES OF NASSAU AND SUFFOLK AND THE CITY OF NEW  
16 YORK, AND THE UNUSED FUNDS ASSOCIATED WITH SUCH GRANTS THAT WERE AVAIL-  
17 ABLE IN THE FIRST INSTANCE TO COLLEGES OUTSIDE THE COUNTIES OF NASSAU,  
18 SUFFOLK AND THE CITY OF NEW YORK SHALL BE AWARDED PURSUANT TO THIS PARA-  
19 GRAPH TO COLLEGES LOCATED OUTSIDE THE COUNTIES OF NASSAU, SUFFOLK AND  
20 THE CITY OF NEW YORK. The dormitory authority shall develop a request  
21 for proposals and application process, in consultation with the board,  
22 for [such] HIGHER EDUCATION CAPITAL MATCHING grants AWARDED PURSUANT TO  
23 THIS PARAGRAPH, and shall develop criteria, subject to review by the  
24 board, for the awarding of such grants. Such criteria shall [incorporate]  
25 INCLUDE, BUT NOT BE LIMITED TO the matching criteria contained in  
26 paragraph (c) of this subdivision, and the application criteria set  
27 forth in paragraph (e) of this subdivision. The dormitory authority  
28 shall require all applications in response to the request for proposals  
29 to be submitted by September 1, [2012] 2013, and the board shall act on  
30 each application for such matching grants by November 1, [2012] 2013.

31 S 3. Subclause (A) of clause (ii) of paragraph (j) of subdivision 4 of  
32 section 1 of part U of chapter 57 of the laws of 2005 amending the labor  
33 law and other laws implementing the state fiscal plan for the 2005-2006  
34 state fiscal year, relating to the New York state higher education capital  
35 matching grant program for independent colleges, as amended by  
36 section 3 of part H of chapter 57 of the laws of 2012, is amended to  
37 read as follows:

38 (A) Notwithstanding the provision of any general or special law to the  
39 contrary, and subject to the provisions of chapter 59 of the laws of  
40 2000 and to the making of annual appropriations therefor by the legisla-  
41 ture, in order to assist the dormitory authority in providing such high-  
42 er education capital matching grants, the director of the budget is  
43 authorized in any state fiscal year commencing April 1, 2005 or any  
44 state fiscal year thereafter for a period ending on March 31, [2014]  
45 2015, to enter into one or more service contracts, none of which shall  
46 exceed 30 years in duration, with the dormitory authority, upon such  
47 terms as the director of the budget and the dormitory authority agree.

48 S 4. Paragraph (b) of subdivision 7 of section 1 of part U of chapter  
49 57 of the laws of 2005 amending the labor law and other laws implement-  
50 ing the state fiscal plan for the 2005-2006 state fiscal year, relating  
51 to the New York state higher education matching capital grant program  
52 for independent colleges, as amended by section 4 of part H of chapter  
53 57 of the laws of 2012, is amended to read as follows:

54 (b) Any eligible institution receiving a grant pursuant to this arti-  
55 cle shall report to the dormitory authority no later than June 1, [2013]  
56 2014, on the use of funding received and its programmatic and economic



1 impact. The dormitory authority shall submit a report no later than  
2 November 1, [2013] 2014 to the board, the governor, the director of the  
3 budget, the temporary president of the senate, and the speaker of the  
4 assembly on the aggregate impact of the higher education matching capi-  
5 tal grant program. Such report shall provide information on the progress  
6 and economic impact of such project.

7 S 5. This act shall take effect immediately and shall be deemed to  
8 have been in full force and effect on and after April 1, 2013.

9 PART D

10 Section 1. Subdivision 1 of section 6304 of the education law is  
11 amended by adding two new paragraphs b-1 and b-2 to read as follows:

12 B-1. (I) NOTWITHSTANDING ANY PROVISION OF LAW TO THE CONTRARY, FOR THE  
13 COMMUNITY COLLEGE FISCAL YEAR TWO THOUSAND THIRTEEN--TWO THOUSAND FOUR-  
14 TEEN AND THEREAFTER, ENROLLMENT IN A PROGRAM THAT CONFERS A CREDIT-BEAR-  
15 ING CERTIFICATE, AN ASSOCIATE OF OCCUPATIONAL STUDIES DEGREE, OR AN  
16 ASSOCIATE OF APPLIED SCIENCE DEGREE, SHALL ONLY COUNT AS AIDABLE COLLEGE  
17 ENROLLMENT IF:

18 (A) THE PROGRAM IS A PARTNERSHIP BETWEEN THE COMMUNITY COLLEGE AND ONE  
19 OR MORE EMPLOYERS TO TRAIN AND EMPLOY STUDENTS IN A SPECIFIC OCCUPATION;  
20 OR

21 (B) THE PROGRAM (1) PREPARES STUDENTS FOR AN OCCUPATION THAT MEETS  
22 CURRENT OR EMERGING REGIONAL WORKFORCE NEEDS BASED ON A LIST PROVIDED BY  
23 THE DEPARTMENT OF LABOR BASED ON AVAILABLE LABOR MARKET DATA OR IDENTI-  
24 FIED AS SUCH BY THE APPLICABLE REGIONAL ECONOMIC DEVELOPMENT COUNCIL,  
25 AND (2) HAS AN ADVISORY COMMITTEE MADE UP OF MEMBERS OF WHOM THE MAJORI-  
26 TY ARE EMPLOYERS IN THE OCCUPATION OR SECTOR, OR A RELATED SECTOR, THAT  
27 EMPLOY OR COMMIT TO EMPLOY WORKERS IN THE REGION WHERE THE COMMUNITY  
28 COLLEGE IS LOCATED, AND SUCH COMMITTEE SERVES TO ADVISE THE COMMUNITY  
29 COLLEGE ON THE PROGRAM'S CURRICULUM, RECRUITMENT, PLACEMENT AND EVALU-  
30 ATION SO THAT IT REMAINS UP-TO-DATE WITH EMPLOYER NEEDS.

31 (II) NOTWITHSTANDING SUBPARAGRAPH (I) OF THIS PARAGRAPH, ENROLLMENT IN  
32 PROGRAMS THAT FAIL TO MEET THE REQUIREMENTS OF SUBPARAGRAPH (I) OF THIS  
33 PARAGRAPH SHALL COUNT IN THE DETERMINATION OF AIDABLE COLLEGE ENROLLMENT  
34 IN THE TWO THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN COMMUNITY COLLEGE  
35 FISCAL YEAR ONLY TO THE EXTENT A STUDENT WAS ENROLLED IN THE SAME  
36 PROGRAM AND WAS COUNTED IN THE DETERMINATION OF AIDABLE COLLEGE ENROLL-  
37 MENT DURING, OR PRIOR TO, THE TWO THOUSAND TWELVE--TWO THOUSAND THIRTEEN  
38 COMMUNITY COLLEGE FISCAL YEAR.

39 (III) ON OR BEFORE NOVEMBER FIRST OF EACH YEAR, THE STATE UNIVERSITY  
40 TRUSTEES AND THE CITY UNIVERSITY TRUSTEES SHALL EACH SUBMIT A REPORT TO  
41 THE DIRECTOR OF THE BUDGET FOR PURPOSES OF DETERMINING AMOUNTS PAYABLE  
42 TO COMMUNITY COLLEGES. SUCH REPORT SHALL INCLUDE AN ACCOUNTING OF AIDA-  
43 BLE COLLEGE ENROLLMENT AS DETERMINED IN ACCORDANCE WITH THIS PARAGRAPH  
44 FOR PROGRAMS THAT CONFER CREDIT-BEARING CERTIFICATES, ASSOCIATE OF OCCU-  
45 PATIONAL STUDIES DEGREES, OR ASSOCIATE OF APPLIED SCIENCE DEGREES, IN  
46 SUCH A FORM AND MANNER AS THE DIRECTOR OF THE BUDGET MAY REQUIRE TO  
47 VERIFY COMPLIANCE WITH SUBPARAGRAPHS (I) AND (II) OF THIS PARAGRAPH AND  
48 APPROVE OR DENY PAYMENT FOR SUCH PROGRAMS THEREOF; AND PROVIDED FURTHER  
49 THAT, PRIOR TO SUBMITTING SUCH REPORTS, THE CHANCELLOR OF THE STATE  
50 UNIVERSITY OF NEW YORK AND THE CHANCELLOR OF THE CITY UNIVERSITY OF NEW  
51 YORK SHALL ASSIST THE DIRECTOR OF THE BUDGET IN AN EVALUATION OF WHETHER  
52 THERE ARE ADDITIONAL WORKFORCE AND VOCATIONAL PROGRAMS THAT SHALL BE  
53 CONSIDERED IN FUTURE YEARS FOR THE PURPOSE OF MAKING NECESSARY CALCU-  
54 LATIONS PURSUANT TO THIS PARAGRAPH AND PARAGRAPH B-2 OF THIS SECTION.

B-2. (I) NOTWITHSTANDING ANY PROVISION OF LAW TO THE CONTRARY, WITHIN AMOUNTS APPROPRIATED THEREFOR, THE STATE UNIVERSITY OF NEW YORK AND CITY UNIVERSITY OF NEW YORK SHALL MAKE AWARDS TO COMMUNITY COLLEGES FROM A NEXT GENERATION NY JOB LINKAGE PROGRAM INCENTIVE FUND ON A PRO-RATA BASIS IN ACCORDANCE WITH A METHODOLOGY AND IN A FORM AND MANNER DEVELOPED BY THE DIRECTOR OF THE BUDGET, IN CONSULTATION WITH THE STATE UNIVERSITY AND CITY UNIVERSITY, BASED ON MEASURES OF STUDENT SUCCESS FOR ALL STUDENTS ENROLLED IN PROGRAMS THAT MEET THE REQUIREMENTS OF SUBPARAGRAPH (I) OF PARAGRAPH B-1 OF THIS SUBDIVISION INCLUDING, BUT NOT LIMITED TO:

(A) THE NUMBER OF STUDENTS WHO ARE EMPLOYED FOLLOWING DEGREE OR CERTIFICATE COMPLETION AND THEIR WAGE GAINS, IF ANY, AS DETERMINED BY THE DEPARTMENT OF LABOR, WHICH SHALL BE GIVEN THE GREATEST WEIGHTING AMONG ALL MEASURES OF STUDENT SUCCESS;

(B) THE NUMBER OF ON-TIME DEGREE COMPLETIONS, ON-TIME CERTIFICATE COMPLETIONS AND STUDENT TRANSFERS TO OTHER INSTITUTIONS OF HIGHER EDUCATION;

(C) THE NUMBER OF DEGREES AND CERTIFICATE COMPLETIONS THAT DO NOT MEET THE ON-TIME REQUIREMENT OF CLAUSE (B) OF THIS SUBPARAGRAPH WHICH SHALL BE GIVEN LESSER WEIGHT THAN CLAUSE (B);

(D) THE NUMBER OF DEGREE AND CERTIFICATE COMPLETIONS UNDER CLAUSES (B) AND (C) OF THIS SUBPARAGRAPH BY A STUDENT CONSIDERED ACADEMICALLY AT-RISK DUE TO ECONOMIC DISADVANTAGE OR OTHER FACTOR OF UNDER-REPRESENTATION WITHIN THE FIELD OF STUDY; AND

(E) THE NUMBER OF STUDENTS WHO MAKE ADEQUATE PROGRESS TOWARDS COMPLETION OF A DEGREE OR CERTIFICATE, WHICH MAY INCLUDE ACCELERATED COMPLETION OF A DEVELOPMENTAL EDUCATION PROGRAM.

(II) ON OR BEFORE DECEMBER FIRST OF EACH YEAR, OR AN ALTERNATIVE DATE AS DETERMINED BY THE DIRECTOR OF THE BUDGET IN CONSULTATION WITH THE STATE UNIVERSITY AND CITY UNIVERSITY, THE STATE UNIVERSITY TRUSTEES AND THE CITY UNIVERSITY TRUSTEES SHALL EACH SUBMIT A PLAN FOR APPROVAL BY THE DIRECTOR OF THE BUDGET TO ALLOCATE AMOUNTS AVAILABLE FOR THE NEXT GENERATION NY JOB LINKAGE PROGRAM INCENTIVE FUND IN ACCORDANCE WITH THIS PARAGRAPH.

S 2. This act shall take effect immediately.

## PART E

Section 1. Paragraphs (a), (b), (c) and (d) of subdivision 1 of section 131-o of the social services law, as amended by section 1 of part C of chapter 57 of the laws of 2012, are amended to read as follows:

(a) in the case of each individual receiving family care, an amount equal to at least [\$135.00] \$137.00 for each month beginning on or after January first, two thousand [twelve] THIRTEEN.

(b) in the case of each individual receiving residential care, an amount equal to at least [\$155.00] \$158.00 for each month beginning on or after January first, two thousand [twelve] THIRTEEN.

(c) in the case of each individual receiving enhanced residential care, an amount equal to at least [\$184.00] \$187.00 for each month beginning on or after January first, two thousand [twelve] THIRTEEN.

(d) for the period commencing January first, two thousand [thirteen] FOURTEEN, the monthly personal needs allowance shall be an amount equal to the sum of the amounts set forth in subparagraphs one and two of this paragraph:

(1) the amounts specified in paragraphs (a), (b) and (c) of this subdivision; and

(2) the amount in subparagraph one of this paragraph, multiplied by the percentage of any federal supplemental security income cost of living adjustment which becomes effective on or after January first, two thousand [thirteen] FOURTEEN, but prior to June thirtieth, two thousand [thirteen] FOURTEEN, rounded to the nearest whole dollar.

S 2. Paragraphs (a), (b), (c), (d), (e) and (f) of subdivision 2 of section 209 of the social services law, as amended by section 2 of part C of chapter 57 of the laws of 2012, are amended to read as follows:

(a) On and after January first, two thousand [twelve] THIRTEEN, for an eligible individual living alone, [\$785.00] \$797.00; and for an eligible couple living alone, [\$1152.00] \$1170.00.

(b) On and after January first, two thousand [twelve] THIRTEEN, for an eligible individual living with others with or without in-kind income, [\$721.00] \$733.00; and for an eligible couple living with others with or without in-kind income, [\$1094.00] \$1112.00.

(c) On and after January first, two thousand [twelve] THIRTEEN, (i) for an eligible individual receiving family care, [\$964.48] \$976.48 if he or she is receiving such care in the city of New York or the county of Nassau, Suffolk, Westchester or Rockland; and (ii) for an eligible couple receiving family care in the city of New York or the county of Nassau, Suffolk, Westchester or Rockland, two times the amount set forth in subparagraph (i) of this paragraph; or (iii) for an eligible individual receiving such care in any other county in the state, [\$926.48] \$938.48; and (iv) for an eligible couple receiving such care in any other county in the state, two times the amount set forth in subparagraph (iii) of this paragraph.

(d) On and after January first, two thousand [twelve] THIRTEEN, (i) for an eligible individual receiving residential care, [\$1133.00] \$1145.00 if he or she is receiving such care in the city of New York or the county of Nassau, Suffolk, Westchester or Rockland; and (ii) for an eligible couple receiving residential care in the city of New York or the county of Nassau, Suffolk, Westchester or Rockland, two times the amount set forth in subparagraph (i) of this paragraph; or (iii) for an eligible individual receiving such care in any other county in the state, [\$1103.00] \$1115.00; and (iv) for an eligible couple receiving such care in any other county in the state, two times the amount set forth in subparagraph (iii) of this paragraph.

(e) (i) On and after January first, two thousand [twelve] THIRTEEN, for an eligible individual receiving enhanced residential care, [\$1392.00] \$1404.00; and (ii) for an eligible couple receiving enhanced residential care, two times the amount set forth in subparagraph (i) of this paragraph.

(f) The amounts set forth in paragraphs (a) through (e) of this subdivision shall be increased to reflect any increases in federal supplemental security income benefits for individuals or couples which become effective on or after January first, two thousand [thirteen] FOURTEEN but prior to June thirtieth, two thousand [thirteen] FOURTEEN.

S 3. This act shall take effect December 31, 2013.

## PART F

Section 1. Title 1 of article 2-A of the social services law is REPEALED.

1 S 2. The private housing finance law is amended by adding a new arti-  
2 cle 28 to read as follows:

3 ARTICLE 28

4 HOMELESS HOUSING AND ASSISTANCE PROGRAM

5 SECTION 1223. LEGISLATIVE FINDINGS AND PURPOSE.

6 1224. DEFINITIONS.

7 1225. HOMELESS HOUSING AND ASSISTANCE CONTRACTS.

8 1226. GENERAL AND ADMINISTRATIVE PROVISIONS.

9 S 1223. LEGISLATIVE FINDINGS AND PURPOSE. THE LEGISLATURE HEREBY FINDS  
10 THAT THE NEED CONTINUES TO EXIST FOR A PROGRAM TO PROVIDE MONIES TO  
11 NOT-FOR-PROFIT CORPORATIONS, CHARITABLE ORGANIZATIONS, WHOLLY OWNED  
12 SUBSIDIARIES OF NOT-FOR-PROFIT CORPORATIONS OR OF CHARITABLE ORGANIZA-  
13 TIONS, PUBLIC CORPORATIONS AND MUNICIPALITIES TO DEVELOP, EXPAND,  
14 PRESERVE AND IMPROVE THE SUPPLY OF SHELTER AND OTHER SUPPORTIVE HOUSING  
15 ARRANGEMENTS FOR HOMELESS PERSONS. THIS PROGRAM SHALL NOW BE OVERSEEN BY  
16 THE STATE DIVISION OF HOUSING AND COMMUNITY RENEWAL, THE STATE AGENCY  
17 THAT HAS PRIMARY RESPONSIBILITY FOR AND EXPERTISE IN CAPITAL  
18 CONSTRUCTION AND ASSET MANAGEMENT. THE STATE DIVISION OF HOUSING AND  
19 COMMUNITY RENEWAL, IN CONJUNCTION WITH THE HOMELESS HOUSING AND ASSIST-  
20 ANCE CORPORATION, SHALL CONSULT WITH THE OFFICE OF TEMPORARY AND DISA-  
21 BILITY ASSISTANCE, THE OFFICE OF MENTAL HEALTH, THE OFFICE OF ALCOHOLISM  
22 AND SUBSTANCE ABUSE SERVICES AND SUCH OTHER APPROPRIATE AGENCIES AS IT  
23 MAY DEEM NECESSARY IN ORDER TO EFFECTUATE THE PURPOSES OF THIS ARTICLE.  
24 IN ADDITION, THE STATE DIVISION OF HOUSING AND COMMUNITY RENEWAL SHALL  
25 CONSULT WITH THE OFFICE OF TEMPORARY AND DISABILITY ASSISTANCE IN REGARD  
26 TO THE REVIEW OF THE COMPONENTS OF PROPOSED PROJECT OPERATING PLANS AS  
27 REFERENCED IN PARAGRAPHS (B), (C) AND (D) OF SUBDIVISION FOUR OF SECTION  
28 TWELVE HUNDRED TWENTY-FIVE OF THIS ARTICLE.

29 S 1224. DEFINITIONS. AS USED IN THIS ARTICLE, THE FOLLOWING TERMS  
30 SHALL HAVE THE FOLLOWING MEANINGS UNLESS THE CONTEXT CLEARLY REQUIRES  
31 OTHERWISE:

32 1. "CORPORATION" SHALL MEAN THE HOMELESS HOUSING AND ASSISTANCE CORPO-  
33 RATION ESTABLISHED IN SECTION FORTY-FIVE-C OF THIS CHAPTER.

34 2. "HOMELESS PROJECT" SHALL MEAN A SPECIFIC FACILITY, INCLUDING LANDS,  
35 BUILDINGS AND IMPROVEMENTS ACQUIRED, CONSTRUCTED, RENOVATED OR REHABILI-  
36 TATED AND OPERATED BY A NOT-FOR-PROFIT CORPORATION, CHARITABLE ORGANIZA-  
37 TION, WHOLLY OWNED SUBSIDIARY OF A NOT-FOR-PROFIT CORPORATION OR OF A  
38 CHARITABLE ORGANIZATION, PUBLIC CORPORATION OR A MUNICIPALITY TO  
39 INCREASE THE AVAILABILITY OF HOUSING FOR HOMELESS PERSONS, WHICH (A) MAY  
40 INCLUDE FACILITIES FOR ASSOCIATED SERVICES SUCH AS BUT NOT LIMITED TO  
41 DINING, RECREATIONAL, SANITARY, SOCIAL, MEDICAL AND MENTAL HEALTH  
42 SERVICES AS MAY BE DEEMED BY THE CORPORATION TO BE ESSENTIAL TO SUCH A  
43 PROJECT; AND (B) MUST PROVIDE DIRECTLY OR ARRANGE INDIRECTLY SUPPORTIVE  
44 SERVICES, AS DEEMED BY THE CORPORATION TO BE APPROPRIATE TO THE POPU-  
45 LATION TO BE HOUSED AND ESSENTIAL TO SUCH A PROJECT.

46 3. "HOMELESS PERSON" SHALL MEAN A PERSON OR FAMILY WHO IS UNABLE TO  
47 SECURE PERMANENT AND STABLE HOUSING WITHOUT SPECIAL ASSISTANCE, AS  
48 DETERMINED BY THE CORPORATION.

49 4. "PROJECT COST" SHALL MEAN THE COST OF ANY OR ALL UNDERTAKINGS  
50 NECESSARY FOR PLANNING, FINANCING, LAND ACQUISITION, DEMOLITION,  
51 CONSTRUCTION, REHABILITATION, EQUIPMENT, FURNITURE AND SITE DEVELOPMENT.

52 5. "OTHER THAN PROJECT COST" SHALL MEAN COSTS ASSOCIATED WITH SUSTAIN-  
53 ING THE LONG-TERM VIABILITY OF THE PROJECT, INCLUDING, BUT NOT LIMITED  
54 TO STARTUP COSTS, RESERVES, EMERGENT REPAIR NEEDS AND RELATED COSTS TO  
55 THE CORPORATION OF STABILIZING OPERATING PROJECTS, AS MAY BE FURTHER

DEFINED IN THE REGULATIONS AND SUBJECT TO THE LIMITATIONS STATED IN SUBDIVISION NINE OF SECTION TWELVE HUNDRED TWENTY-FIVE OF THIS ARTICLE.

6. "NOT-FOR-PROFIT CORPORATION" AND "CHARITABLE ORGANIZATION" SHALL MEAN ENTITIES ESTABLISHED PURSUANT TO THE NOT-FOR-PROFIT CORPORATION LAW OR OTHERWISE ESTABLISHED PURSUANT TO LAW.

7. "PUBLIC CORPORATION" SHALL MEAN A MUNICIPAL CORPORATION, A DISTRICT CORPORATION, OR A PUBLIC BENEFIT CORPORATION.

S 1225. HOMELESS HOUSING AND ASSISTANCE CONTRACTS. 1. WITHIN THE LIMITS OF FUNDS APPROPRIATED FOR THE HOMELESS HOUSING AND ASSISTANCE PROGRAM, THE CORPORATION IS AUTHORIZED TO ENTER INTO CONTRACTS WITH MUNICIPALITIES TO PROVIDE STATE FINANCIAL ASSISTANCE FOR THE PROJECT COSTS ATTRIBUTABLE TO THE ESTABLISHMENT OF HOMELESS HOUSING PROJECTS. THE MUNICIPALITIES THAT ENTER INTO CONTRACTS WITH THE CORPORATION SHALL UNDERTAKE THE ESTABLISHMENT OF THE HOMELESS HOUSING PROJECT OR SHALL CONTRACT WITH A NOT-FOR-PROFIT CORPORATION OR CHARITABLE ORGANIZATION TO UNDERTAKE THE PROJECT, PURSUANT TO THIS ARTICLE.

2. SUBJECT TO THE APPROVAL OF THE DIRECTOR OF THE BUDGET, THE CORPORATION IS AUTHORIZED TO ENTER INTO CONTRACTS WITH NOT-FOR-PROFIT CORPORATIONS OR SUBSIDIARIES THEREOF, PUBLIC CORPORATIONS OR CHARITABLE ORGANIZATIONS OR SUBSIDIARIES THEREOF TO PROVIDE STATE FINANCIAL ASSISTANCE FOR THE PROJECT COSTS ATTRIBUTABLE TO THE ESTABLISHMENT OF HOMELESS PROJECTS.

3. THE STATE FINANCIAL ASSISTANCE SHALL BE IN THE FORM OF GRANTS, LOANS OR LOAN GUARANTEES, AS THE CORPORATION MAY DETERMINE; PROVIDED, HOWEVER, THAT FINANCIAL ASSISTANCE TO A FOR-PROFIT SUBSIDIARY OF A NOT-FOR-PROFIT CORPORATION OR OF A CHARITABLE ORGANIZATION MUST BE IN THE FORM OF A LOAN OR LOAN GUARANTEE. ANY LOAN TO A FOR-PROFIT SUBSIDIARY SHALL BE REPAID UNDER SUCH TERMS AS WILL PROTECT THE FINANCIAL VIABILITY OF THE PROJECT. SUBJECT TO THE APPROVAL OF THE DIRECTOR OF THE BUDGET, THE CORPORATION MAY CONTRACT WITH OTHER STATE AGENCIES, PUBLIC BENEFIT CORPORATIONS OR PRIVATE INSTITUTIONS TO ADMINISTER A LOAN OR LOAN GUARANTEE PROGRAM PURSUANT TO REGULATIONS TO BE PROMULGATED BY THE CORPORATION.

4. THE CORPORATION SHALL REQUIRE THAT, IN ORDER TO RECEIVE FUNDS PURSUANT TO THIS ARTICLE, THE MUNICIPALITY, NOT-FOR-PROFIT CORPORATION OR SUBSIDIARY THEREOF, PUBLIC CORPORATION OR CHARITABLE ORGANIZATION OR SUBSIDIARY THEREOF MUST SUBMIT AN OPERATING PLAN. SUCH PLAN SHALL INCLUDE:

(A) THE MANNER IN WHICH THE OPERATING EXPENSES OF THE PROJECT SHALL BE MET;

(B) THE SERVICES THAT WILL BE PROVIDED TO HOMELESS PERSONS, INCLUDING PROCEDURES FOR INTAKE, REFERRAL AND OUTREACH;

(C) THE RESPONSIBILITIES OF THE MUNICIPALITY AND SOCIAL SERVICES DISTRICT FOR THE OPERATION OF THE PROJECT;

(D) THE SPECIFIC POPULATION THAT WILL BE SERVED BY THE PROJECT AND HOW THE PROJECT WILL ADDRESS THE POPULATION'S SPECIAL NEEDS;

(E) THE CATEGORY OF FACILITY PROPOSED TO BE ESTABLISHED;

(F) EVIDENCE DEMONSTRATING THAT SUCH PROJECT COMPLIES OR WILL COMPLY WITH EXISTING LOCAL, STATE AND FEDERAL LAWS AND REGULATIONS; AND

(G) A RENT OR OTHER REVENUE STRUCTURE THAT IS AFFORDABLE TO THE POPULATION TO BE HOUSED.

5. THE CORPORATION MAY USE UP TO TWO PERCENT OF THE APPROPRIATION FOR ANY FISCAL YEAR TO PAY FOR TECHNICAL ASSISTANCE IN SUPPORT OF PROJECT DEVELOPMENT AND OPERATION. TECHNICAL ASSISTANCE MAY INCLUDE ASSISTANCE WITH GENERAL PROJECT DEVELOPMENT AND OPERATION, SUPPORT SERVICES DEVELOPMENT, ARCHITECTURE AND ENGINEERING, LEGAL SERVICES AND FINANCIAL

SERVICES AND MAY BE PROVIDED BY INDIVIDUALS AND NOT-FOR-PROFIT OR BUSINESS CORPORATIONS. THE PROVIDERS OF TECHNICAL ASSISTANCE SHALL BE CHOSEN BY THE CORPORATION BASED ON SUCH INFORMATION AS THE CORPORATION SHALL REQUIRE IN A REQUEST FOR PROPOSALS OR IN ANY OTHER COMPETITIVE PROCESS WHICH SATISFIES THE PROVISIONS OF THE STATE FINANCE LAW.

6. PRIOR TO ENTERING INTO A CONTRACT FOR THE ESTABLISHMENT AND OPERATION OF A HOMELESS PROJECT PURSUANT TO THIS SECTION, THE CORPORATION SHALL DETERMINE THAT THE NOT-FOR-PROFIT CORPORATION OR SUBSIDIARY THEREOF, PUBLIC CORPORATION OR CHARITABLE ORGANIZATION OR SUBSIDIARY THEREOF THAT PROPOSES TO UNDERTAKE THE HOMELESS PROJECT IS A BONA FIDE ORGANIZATION WHICH SHALL HAVE DEMONSTRATED BY ITS PAST AND CURRENT ACTIVITIES THAT IT HAS THE ABILITY TO MAINTAIN, MANAGE OR OPERATE HOMELESS PROJECTS, THAT THE ORGANIZATION IS FINANCIALLY RESPONSIBLE, THAT THE PROPOSED PROJECT IS FINANCIALLY VIABLE AND THAT THE PROJECT PLAN HAS BEEN DETERMINED TO BE APPROPRIATE FOR THE NEEDS OF THE HOMELESS IN THE RELEVANT COMMUNITY.

7. EVERY CONTRACT ENTERED INTO FOR THE ESTABLISHMENT AND OPERATION OF A HOMELESS PROJECT PURSUANT TO THIS ARTICLE SHALL CONTAIN A PROVISION THAT IN THE EVENT THE PROPERTY WHICH IS THE SUBJECT OF SUCH CONTRACT CEASES TO BE USED AS A HOMELESS PROJECT DURING A FIFTEEN-YEAR PERIOD COMMENCING WITH THE DATE OF THE CORPORATION'S WRITTEN APPROVAL OF OCCUPANCY OF THE HOMELESS PROJECT, OR SUCH LONGER PERIOD OF TIME AS MAY BE ESTABLISHED IN THE CONTRACT, OR IN CASE OF ANY OTHER SUBSTANTIAL VIOLATION, THE CORPORATION MAY TERMINATE THE CONTRACT AND MAY REQUIRE THE REPAYMENT OF ANY MONEYS PREVIOUSLY ADVANCED TO THE MUNICIPALITY, NOT-FOR-PROFIT CORPORATION OR SUBSIDIARY THEREOF, PUBLIC CORPORATION OR CHARITABLE ORGANIZATION OR SUBSIDIARY THEREOF PURSUANT TO THE TERMS OF SUCH CONTRACT. WHERE THE MUNICIPALITY HAS ENTERED INTO A CONTRACT WITH A NOT-FOR-PROFIT CORPORATION OR SUBSIDIARY THEREOF, PUBLIC CORPORATION OR CHARITABLE ORGANIZATION OR SUBSIDIARY THEREOF, THE CORPORATION MAY, PURSUANT TO THIS SUBDIVISION, REQUIRE THAT THE MUNICIPALITY TERMINATE THE CONTRACT WITH SUCH CORPORATION. ANY MONEY REPAID PURSUANT TO THIS SUBDIVISION SHALL BE RETURNED TO THE HOMELESS HOUSING AND ASSISTANCE ACCOUNT.

8. EACH CONTRACT ENTERED INTO FOR THE ESTABLISHMENT AND OPERATION OF A HOMELESS PROJECT PURSUANT TO THIS ARTICLE SHALL BE SUBJECT TO THE APPROVAL OF THE DIRECTOR OF THE BUDGET AND SHALL PROVIDE FOR PAYMENT TO THE MUNICIPALITY, NOT-FOR-PROFIT CORPORATION OR SUBSIDIARY THEREOF, PUBLIC CORPORATION OR CHARITABLE ORGANIZATION OR SUBSIDIARY THEREOF FOR THE PROJECT COSTS RELATED TO THE HOMELESS PROJECT TO BE ESTABLISHED BY IT, PURSUANT TO A PAYMENT SCHEDULE. THE FULL AMOUNT OF THE CONTRACT, OR ANY APPROPRIATE PORTION THEREOF, AS DETERMINED BY THE CORPORATION AND SUBJECT TO THE APPROVAL OF THE DIRECTOR OF THE BUDGET, SHALL BE AVAILABLE FOR PAYMENT AT ANY TIME ON OR AFTER THE EFFECTIVE DATE OF THE CONTRACT.

9. NOTWITHSTANDING ANY OTHER PROVISION OF THIS ARTICLE, THE CORPORATION MAY, SUBJECT TO THE APPROVAL OF THE DIRECTOR OF THE BUDGET, ENTER INTO CONTRACTS TO PROVIDE FINANCIAL ASSISTANCE FOR OTHER THAN PROJECT COSTS WHERE SUCH FINANCIAL ASSISTANCE CAN BE DEMONSTRATED TO BE NECESSARY; PROVIDED, HOWEVER, THAT NO MORE THAN TWENTY-FIVE PER CENTUM OF THE TOTAL AMOUNT APPROPRIATED FOR THE PURPOSES OF THIS ARTICLE IN ANY FISCAL YEAR SHALL BE ALLOCATED IN CONTRACTS FOR OTHER THAN PROJECT COSTS. IN DETERMINING WHETHER FINANCIAL ASSISTANCE FOR OTHER THAN PROJECT COSTS IS NECESSARY, THE CORPORATION SHALL CONSIDER THE PROPOSED PROJECT'S PLAN FOR MEETING OPERATING EXPENSES, THE EFFORTS MADE BY THE CONTRACTING ORGANIZATIONS TO SECURE ALTERNATIVE SOURCES OF FUNDING FOR OTHER THAN

1 PROJECT COSTS, AND SUCH OTHER FACTORS AS THE CORPORATION SHALL DEEM  
2 APPROPRIATE.

3 10. THE MUNICIPALITY, NOT-FOR-PROFIT CORPORATION OR SUBSIDIARY THERE-  
4 OF, PUBLIC CORPORATION OR CHARITABLE ORGANIZATION OR SUBSIDIARY THEREOF  
5 SEEKING FINANCIAL ASSISTANCE PURSUANT TO THIS ARTICLE SHALL, WITHIN  
6 THIRTY DAYS OF ITS APPLICATION FOR SUCH ASSISTANCE, NOTIFY THE LOCAL  
7 PLANNING BOARD, AS DEFINED BY SECTION TWENTY-SEVEN OF THE GENERAL CITY  
8 LAW, SECTION TWO HUNDRED SEVENTY-ONE OF THE TOWN LAW, OR SECTION 7-718  
9 OF THE VILLAGE LAW, APPROPRIATE FOR THE GEOGRAPHIC AREA IN WHICH THE  
10 PROPOSED HOMELESS PROJECT WOULD BE LOCATED, AND SHALL PROVIDE SUCH BOARD  
11 WITH INFORMATION REGARDING THE PROPOSED HOMELESS PROJECT.

12 S 1226. GENERAL AND ADMINISTRATIVE PROVISIONS. 1. THE CORPORATION  
13 SHALL ISSUE AND PROMULGATE RULES AND REGULATIONS FOR THE ADMINISTRATION  
14 OF THIS ARTICLE. THE RULES AND REGULATIONS SHALL PROVIDE THAT STATE  
15 FINANCIAL ASSISTANCE PURSUANT TO THIS ARTICLE WILL NOT BE AVAILABLE  
16 UNLESS AN APPLICATION HAS BEEN FILED BY THE MUNICIPALITY, NOT-FOR-PROFIT  
17 CORPORATION OR SUBSIDIARY THEREOF, PUBLIC CORPORATION OR CHARITABLE  
18 ORGANIZATION OR SUBSIDIARY THEREOF PURSUANT TO A REQUEST FOR PROPOSALS  
19 ISSUED BY THE CORPORATION. THE RULES AND REGULATIONS SHALL INCLUDE  
20 PROVISIONS CONCERNING ELIGIBILITY OF MUNICIPALITIES AND CONTRACTING  
21 NOT-FOR-PROFIT CORPORATIONS OR SUBSIDIARIES THEREOF, PUBLIC CORPORATIONS  
22 AND CHARITABLE ORGANIZATIONS OR SUBSIDIARIES THEREOF FOR STATE FINANCIAL  
23 ASSISTANCE; THE FORM OF THE APPLICATIONS FOR CONTRACTS; FUNDING CRITERIA  
24 AND THE FUNDING DETERMINATION PROCESS; THE FORM OF THE CONTRACTS; SUPER-  
25 VISION AND EVALUATION OF THE CONTRACTING MUNICIPALITIES OR CORPORATIONS;  
26 REPORTING, BUDGETING AND RECORD-KEEPING REQUIREMENTS; PROVISIONS FOR  
27 MODIFICATION, TERMINATION, EXTENSION AND RENEWAL OF CONTRACTS; AND SUCH  
28 OTHER MATTERS NOT INCONSISTENT WITH THE PURPOSES AND PROVISIONS OF THIS  
29 ARTICLE AS THE CORPORATION SHALL DEEM NECESSARY, PROPER OR APPROPRIATE.

30 2. THE CORPORATION MAY PROVIDE THAT PREFERENCE BE GIVEN TO CONTRACT  
31 APPLICATIONS THAT (A) INVOLVE OTHER SOURCES OF FUNDS (MUNICIPAL, FEDERAL  
32 OR ANY SOURCE OTHER THAN THE STATE), IN-KIND CONTRIBUTIONS MADE BY SUCH  
33 SOURCES, OR INVOLVE PROJECTS RECEIVING STATE FINANCIAL ASSISTANCE PURSU-  
34 ANT TO CHAPTERS THREE HUNDRED THIRTY-EIGHT, THREE HUNDRED THIRTY-NINE  
35 AND FIVE HUNDRED FORTY-NINE OF THE LAWS OF NINETEEN HUNDRED EIGHTY-TWO,  
36 IN ORDER TO MAXIMIZE THE EFFECT OF STATE FINANCIAL ASSISTANCE OR (B)  
37 INVOLVE INNOVATIVE AND COST-EFFECTIVE HOMELESS PROJECTS THAT MAY HELP  
38 RESOLVE THE LONG-TERM PROBLEMS OF THE HOMELESS OR (C) INVOLVE THE REHA-  
39 BILITATION OF EXISTING STRUCTURES.

40 3. THE CORPORATION SHALL EVALUATE THE NEED FOR HOMELESS PROJECTS IN  
41 VARIOUS AREAS OF THE STATE AND AMONG VARIOUS POPULATIONS, INCLUDING, BUT  
42 NOT LIMITED TO, HOMELESS MEN, WOMEN, FAMILIES, PERSONS WITH AIDS,  
43 PERSONS WITH SUBSTANCE ABUSE ISSUES AND/OR MENTAL ILLNESS, VICTIMS OF  
44 DOMESTIC VIOLENCE, VETERANS, RUNAWAY YOUTH, AS IDENTIFIED IN LOCAL  
45 ASSESSMENTS OF NEEDS, AND SHALL ALLOCATE FUNDS, TO THE EXTENT PRACTICA-  
46 BLE, TO MEET THESE NEEDS; PROVIDED, HOWEVER, THAT NO MORE THAN SIXTY PER  
47 CENTUM OF THE TOTAL AMOUNT APPROPRIATED PURSUANT TO THIS ARTICLE IN ANY  
48 FISCAL YEAR SHALL BE ALLOCATED TO CONTRACTS FOR HOMELESS PROJECTS WITHIN  
49 ANY SINGLE MUNICIPALITY, UNLESS THE CORPORATION DETERMINES THAT IT IS IN  
50 THE BEST INTEREST OF THE STATE IN FURTHERANCE OF THE PURPOSES OF THIS  
51 ARTICLE.

52 4. THE CORPORATION SHALL PROVIDE FOR THE REVIEW, AT PERIODIC INTER-  
53 VALS, OF THE PERFORMANCE OF THE MUNICIPALITIES, NOT-FOR-PROFIT CORPO-  
54 RATIONS OR SUBSIDIARIES THEREOF, PUBLIC CORPORATIONS AND CHARITABLE  
55 ORGANIZATIONS OR SUBSIDIARIES THEREOF RECEIVING FINANCIAL ASSISTANCE  
56 PURSUANT TO THIS ARTICLE. SUCH REVIEW SHALL, AMONG OTHER THINGS, BE FOR

1 THE PURPOSES OF ASCERTAINING CONFORMITY TO CONTRACTUAL PROVISIONS, THE  
2 FINANCIAL INTEGRITY AND EFFICIENCY OF THE ORGANIZATIONS AND THE EVALU-  
3 ATION OF THE PROJECT. CONTRACTS ENTERED INTO PURSUANT TO THIS ARTICLE  
4 MAY BE TERMINATED BY THE CORPORATION UPON A FINDING OF SUBSTANTIAL  
5 NONPERFORMANCE OR OTHER BREACH BY THE ORGANIZATION OF ITS OBLIGATIONS  
6 UNDER ITS CONTRACT WITH THE MUNICIPALITY.

7 5. THE CORPORATION SHALL REQUIRE THAT ALL HOMELESS PROJECTS THAT  
8 RECEIVED FINANCIAL ASSISTANCE PURSUANT TO THIS ARTICLE SHALL COMPLY WITH  
9 ALL REGULATIONS APPLICABLE TO PROJECTS OF THIS TYPE PROMULGATED BY THE  
10 CORPORATION AND OTHER MUNICIPAL, STATE AND FEDERAL REGULATIONS AND LAWS.  
11 THE CORPORATION MAY TERMINATE ANY CONTRACT UPON A FINDING THAT A  
12 SUBSTANTIAL VIOLATION OF SUCH REGULATIONS OR LAWS HAS REMAINED UNCOR-  
13 RECTED FOR A SUBSTANTIAL PERIOD OF TIME.

14 6. ON OR BEFORE FEBRUARY FIRST, TWO THOUSAND FOURTEEN AND ON OR BEFORE  
15 FEBRUARY FIRST OF EACH YEAR THEREAFTER IN WHICH CONTRACTS UNDER THIS  
16 SECTION ARE IN FORCE, THE CORPORATION SHALL SUBMIT TO THE GOVERNOR, THE  
17 TEMPORARY PRESIDENT OF THE SENATE AND THE SPEAKER OF THE ASSEMBLY A  
18 REPORT DETAILING PROGRESS AND EVALUATING RESULTS, TO DATE, OF THE  
19 PROGRAM.

20 7. NOTWITHSTANDING THE PROVISIONS OF ANY GENERAL OR SPECIAL LAW, THE  
21 DIRECTOR OF THE BUDGET IS AUTHORIZED TO TRANSFER TO THE HOMELESS HOUSING  
22 AND ASSISTANCE ACCOUNT FUNDS OTHERWISE APPROPRIATED OR REAPPROPRIATED TO  
23 HOUSING AND COMMUNITY RENEWAL FOR THE FISCAL YEARS BEGINNING ON AND  
24 AFTER APRIL FIRST, TWO THOUSAND THIRTEEN, IN AN AMOUNT OR AMOUNTS THE  
25 DIRECTOR OF THE BUDGET DETERMINES TO BE NECESSARY TO CARRY OUT THE  
26 PROVISIONS OF THE HOMELESS HOUSING AND ASSISTANCE PROGRAM.

27 S 3. Subdivisions 2, 3, 3-a, 8 and 10 of section 45-c of the private  
28 housing finance law, as added by chapter 215 of the laws of 1990, are  
29 amended to read as follows:

30 2. The agency may transfer to such subsidiary corporation any real,  
31 personal or mixed property in order to carry out the purposes of [title  
32 one of article two-A of the social services law] ARTICLE TWENTY-EIGHT OF  
33 THIS CHAPTER. Such subsidiary corporation shall have all the privileges,  
34 immunities, tax exemption and other exemptions of the agency to the  
35 extent the same are not inconsistent with this section.

36 3. The membership of such subsidiary corporation shall consist of the  
37 commissioner of [social services] THE STATE DIVISION OF HOUSING AND  
38 COMMUNITY RENEWAL, who shall also serve as its chairperson, the chair-  
39 person of the agency, THE COMMISSIONER OF THE OFFICE OF TEMPORARY AND  
40 DISABILITY ASSISTANCE, THE COMMISSIONER OF THE OFFICE OF MENTAL HEALTH  
41 and [one additional member to be appointed by the chairperson of the  
42 homeless housing and assistance corporation, who shall serve at the  
43 pleasure of such chairperson] THE COMMISSIONER OF THE OFFICE OF ALCOHOL-  
44 ISM AND SUBSTANCE ABUSE SERVICES. The powers of the corporation shall be  
45 vested in and exercised by no less than [two] THREE of the members ther-  
46 eof then in office. The corporation may delegate to one or more of its  
47 members, or its officers, agents and employees, such duties and powers  
48 as it may deem proper.

49 3-a. [The commissioner of social services, and the chairman of the  
50 agency] MEMBERS OF THE CORPORATION may each appoint an individual to  
51 represent them at all meetings of the corporation from which they may be  
52 absent. Any such representative so designated shall have the power to  
53 attend and to vote at any meeting of the corporation [as if the commis-  
54 sioner of social services or chairperson of the agency were present and  
55 voting]. Such designation shall be by written notice filed with the  
56 chairperson of the corporation. The designation of such person shall



1 continue until revoked at any time by written notice to such chair-  
2 person. Such designation shall not be deemed to limit the power of the  
3 [commissioner of social services or the chairperson of the agency]  
4 MEMBERS OF THE CORPORATION to attend and vote at any meeting of the  
5 corporation.

6 8. The corporation may do any and all things necessary or convenient  
7 to carry out and exercise the powers given and granted by this section  
8 and [title one of article two-A of the social services law] ARTICLE  
9 TWENTY-EIGHT OF THIS CHAPTER including, but not limited to contracting  
10 with the commissioner of [social services] THE STATE DIVISION OF HOUSING  
11 AND COMMUNITY RENEWAL to administer any of the provisions of [title one  
12 of article two-A of the social services law] ARTICLE TWENTY-EIGHT OF  
13 THIS CHAPTER.

14 10. Notwithstanding the provisions of article one-A of the public  
15 authorities law, contracts entered into by the corporation pursuant to  
16 [title one of article two-A of the social services law] ARTICLE TWENTY-  
17 EIGHT OF THIS CHAPTER shall not be subject to the provisions of article  
18 one-A of the public authorities law.

19 S 4. Section 59-i of the private housing finance law, as added by  
20 chapter 215 of the laws of 1990, is amended to read as follows:

21 S 59-i. Homeless housing and assistance account. The homeless housing  
22 and assistance corporation created by section forty-five-c of this  
23 [chapter] ARTICLE shall create and establish a special account to be  
24 known as the homeless housing and assistance account and shall pay into  
25 such account any moneys which may be made available to such corporation  
26 for the purposes of such account from any source including but not  
27 limited to moneys appropriated by and made available pursuant to appro-  
28 priation by the state and any income or interest earned by, or increment  
29 to, the account due to the investment thereof. The moneys held in or  
30 credited to the homeless housing and assistance account established  
31 under this section shall be expended solely to carry out the provisions  
32 of [title one of article two-A of the social services law] ARTICLE TWEN-  
33 TY-EIGHT OF THIS CHAPTER.

34 S 5. This act shall take effect immediately, provided, however, that  
35 the rules and regulations currently in effect, as established by the  
36 office of temporary and disability assistance, shall continue to be in  
37 effect as rules and regulations of the corporation until superseded by  
38 rules and regulations issued by the homeless housing and assistance  
39 corporation. Enactment of this act shall be deemed a transfer of func-  
40 tion pursuant to subdivision 2 of section 70 of the civil service law.

#### 41 PART G

42 Section 1. Subdivisions 4 and 5 of section 412 of the executive law,  
43 as amended by chapter 182 of the laws of 2002, are amended to read as  
44 follows:

45 4. "Municipality" shall mean a county, [city, village, town, that part  
46 of a town not included within the boundaries of a village, or a school  
47 district (if approved for such purpose by the commissioner, in instances  
48 where no other municipality, overlapping such school district in whole  
49 or part, is receiving state aid pursuant to this article or upon such  
50 other basis as the commissioner shall by regulation determine). Muni-  
51 cipality may mean an Indian reservation, subject to rules and regulations  
52 of the office] OR A CITY HAVING A POPULATION OF ONE MILLION OR MORE.

53 5. "Youth DEVELOPMENT program" shall mean a ["youth bureau," "recre-  
54 ation project" or "youth service" project established under prior

1 authorizing legislation establishing a temporary state youth commission  
2 as well as similar] local [programs] PROGRAM designed to accomplish the  
3 broad purposes of this article[. The definition, determination and clas-  
4 sification of youth programs shall be] subject to [approval by the  
5 office in accordance with] THE rules and regulations [adopted by it] OF  
6 THE OFFICE; PROVIDED HOWEVER, THE TERM "YOUTH DEVELOPMENT PROGRAM" SHALL  
7 NOT INCLUDE APPROVED RUNAWAY PROGRAMS OR TRANSITIONAL INDEPENDENT LIVING  
8 SUPPORT PROGRAMS AS SUCH TERMS ARE DEFINED IN SECTION FIVE HUNDRED THIR-  
9 TY-TWO-A OF THIS CHAPTER.

10 S 2. Subdivision 1 of section 420 of the executive law is REPEALED and  
11 a new subdivision 1 is added to read as follows:

12 1. A. (1) EACH MUNICIPALITY OPERATING A YOUTH DEVELOPMENT PROGRAM  
13 APPROVED BY THE OFFICE OF CHILDREN AND FAMILY SERVICES SHALL BE ELIGIBLE  
14 FOR ONE HUNDRED PERCENT STATE REIMBURSEMENT OF ITS QUALIFIED EXPENDI-  
15 TURES, SUBJECT TO AVAILABLE APPROPRIATIONS AND EXCLUSIVE OF ANY FEDERAL  
16 FUNDS MADE AVAILABLE THEREFOR, NOT TO EXCEED THE MUNICIPALITY'S DISTRIB-  
17 UTION OF STATE AID UNDER THIS ARTICLE.

18 (2) THE STATE AID APPROPRIATED FOR YOUTH DEVELOPMENT PROGRAMS SHALL BE  
19 DISTRIBUTED BY THE OFFICE OF CHILDREN AND FAMILY SERVICES TO ELIGIBLE  
20 MUNICIPALITIES THAT HAVE AN APPROVED COMPREHENSIVE PLAN PURSUANT TO  
21 SUBPARAGRAPH TWO OF PARAGRAPH C OF THIS SUBDIVISION. SUCH STATE AID  
22 SHALL BE LIMITED TO THE FUNDS SPECIFICALLY APPROPRIATED THEREFOR AND  
23 SHALL BE BASED ON FACTORS THAT SHALL INCLUDE, BUT NOT BE LIMITED TO, THE  
24 NUMBER OF YOUTH UNDER THE AGE OF TWENTY-ONE RESIDING IN THE MUNICIPALITY  
25 AS SHOWN BY THE LAST PUBLISHED FEDERAL CENSUS CERTIFIED IN THE SAME  
26 MANNER AS PROVIDED BY SECTION FIFTY-FOUR OF THE STATE FINANCE LAW.

27 (3) ELIGIBLE MUNICIPALITIES MAY CLAIM UP TO FIFTEEN PERCENT OF THEIR  
28 DISTRIBUTION FOR THE OPERATION OF A YOUTH BUREAU. THE OFFICE SHALL NOT  
29 REIMBURSE ANY CLAIMS UNDER THIS SECTION UNLESS THEY ARE SUBMITTED WITHIN  
30 TWELVE MONTHS OF THE CALENDAR QUARTER IN WHICH THE EXPENDITURE WAS MADE.  
31 THE OFFICE MAY REQUIRE THAT SUCH CLAIMS BE SUBMITTED TO THE OFFICE ELEC-  
32 TRONICALLY IN THE MANNER AND FORMAT REQUIRED BY THE OFFICE.

33 B. YOUTH DEVELOPMENT PROGRAMS SHALL PROVIDE COMMUNITY-LEVEL SERVICES  
34 DESIGNED TO PROMOTE POSITIVE YOUTH DEVELOPMENT. SUCH PROGRAMS MAY  
35 INCLUDE, BUT NOT BE LIMITED TO: PROGRAMS THAT PROMOTE PHYSICAL AND  
36 EMOTIONAL WELLNESS, EDUCATIONAL ACHIEVEMENT OR CIVIC, FAMILY AND COMMU-  
37 NITY ENGAGEMENT; FAMILY SUPPORT SERVICES; SERVICES TO PREVENT CHILD  
38 ABUSE AND NEGLECT; SERVICES TO AVERT FAMILY CRISES; AND SERVICES TO  
39 ASSIST YOUTH IN NEED OF CRISIS INTERVENTION OR RESPITE SERVICES. SUBJECT  
40 TO THE REGULATIONS OF THE OFFICE, A MUNICIPALITY MAY ENTER INTO  
41 CONTRACTS TO EFFECTUATE ITS YOUTH DEVELOPMENT PROGRAM ESTABLISHED AND  
42 APPROVED AS PROVIDED IN THIS ARTICLE.

43 C. EACH MUNICIPALITY SHALL DEVELOP, IN CONSULTATION WITH THE YOUTH  
44 BUREAU, A COMPREHENSIVE PLAN TO OFFER YOUTH DEVELOPMENT PROGRAMS. SUCH  
45 COMPREHENSIVE PLAN SHALL BE SUBJECT TO THE APPROVAL OF THE OFFICE OF  
46 CHILDREN AND FAMILY SERVICES IN ACCORDANCE WITH SUBPARAGRAPH TWO OF THIS  
47 PARAGRAPH AND SHALL BE SUBMITTED BY EACH MUNICIPALITY IN A MANNER AND AT  
48 SUCH TIMES AND FOR SUCH PERIODS AS THE OFFICE OF CHILDREN AND FAMILY  
49 SERVICES SHALL DETERMINE.

50 (1) SUCH COMPREHENSIVE PLAN SHALL:

51 (I) ADDRESS THE NEED IN THE MUNICIPALITY FOR YOUTH DEVELOPMENT  
52 PROGRAMS IN TOWNS AND CITIES WHICH HAVE A YOUTH POPULATION OF TWENTY  
53 THOUSAND OR MORE PERSONS;

54 (II) (A) ASSESS THE NEED IN THE MUNICIPALITY FOR YOUTH DEVELOPMENT  
55 PROGRAMS THAT ASSIST RUNAWAY AND HOMELESS YOUTH AND YOUTH IN NEED OF  
56 CRISIS INTERVENTION OR RESPITE SERVICES;

(B) IF THE MUNICIPALITY IS SEEKING STATE AID TO PROVIDE SERVICES FOR RUNAWAY AND HOMELESS YOUTH, AS DEFINED IN ARTICLE NINETEEN-H OF THIS CHAPTER, THE RUNAWAY AND HOMELESS YOUTH PLAN, AS REQUIRED BY SUBDIVISION TWO OF THIS SECTION, SHALL BE SUBMITTED AS PART OF THE COMPREHENSIVE PLAN THAT IS REQUIRED PURSUANT TO THIS PARAGRAPH; PROVIDED HOWEVER, THAT STATE AID TO PROVIDE SERVICES FOR RUNAWAY AND HOMELESS YOUTH SERVICES SHALL BE FROM AND LIMITED TO FUNDS APPROPRIATED SEPARATELY FOR SUCH RUNAWAY AND HOMELESS YOUTH PROGRAM PURPOSES BY THE STATE, AND SHALL NOT BE INCLUDED UNDER THE LIMITS SET FORTH IN THIS SUBDIVISION;

(III) SPECIFY HOW THE MUNICIPALITY WILL MEASURE PERFORMANCE OUTCOMES FOR SUCH SERVICES AND PROGRAMS COVERED UNDER THE PLAN;

(IV) SPECIFY THE PROJECTED PERFORMANCE OUTCOMES FOR SERVICES AND PROGRAMS COVERED UNDER THE PLAN, INCLUDING PROJECTED POSITIVE OUTCOMES FOR YOUTH WHO PARTICIPATE IN THE SERVICES AND PROGRAMS; AND

(V) PROVIDE INFORMATION ON THE PERFORMANCE OUTCOMES OF SERVICES PROVIDED UNDER THE MUNICIPALITY'S MOST RECENT PLAN APPROVED PURSUANT TO THIS SUBDIVISION, INCLUDING OUTCOME BASED MEASURES THAT DEMONSTRATE THE QUALITY OF SERVICES PROVIDED AND PROGRAM EFFECTIVENESS OF PROGRAMS FUNDED UNDER SUCH PLAN.

(2) THE OFFICE OF CHILDREN AND FAMILY SERVICES MAY APPROVE ALL OR PART OF A MUNICIPALITY'S COMPREHENSIVE PLAN. IF THE OFFICE DOES NOT APPROVE A MUNICIPALITY'S COMPREHENSIVE PLAN, SUCH MUNICIPALITY SHALL HAVE SIXTY DAYS FROM RECEIPT OF THE NOTIFICATION OF DISAPPROVAL TO SUBMIT A REVISED PLAN.

S 3. Subdivision 2 of section 420 of the executive law, as amended by chapter 182 of the laws of 2002, is amended to read as follows:

2. Runaway and homeless youth plan; state aid.

a. A [county] MUNICIPALITY may submit to the [commissioner] OFFICE OF CHILDREN AND FAMILY SERVICES a plan for the providing of services for runaway and homeless youth, as defined in article nineteen-H of this chapter. Where such [county] MUNICIPALITY is receiving state aid pursuant to paragraph a of subdivision one of this section, such runaway and homeless youth plan shall be submitted as part of the comprehensive [county] plan and shall be consistent with the goals and objectives therein. A runaway and homeless youth plan shall be developed in consultation with the county youth bureau and the county or city department of social services, shall be in accordance with the regulations of the [commissioner] OFFICE OF CHILDREN AND FAMILY SERVICES, shall provide for a coordinated range of services for runaway and homeless youth and their families including preventive, temporary shelter, transportation, counseling, and other necessary assistance, and shall provide for the coordination of all available county resources for runaway and homeless youth and their families including services available through the county youth bureau, the county or city department of social services, local boards of education, local drug and alcohol programs and organizations or programs which have past experience dealing with runaway and homeless youth. Such plan may include provisions for transitional independent living support programs for homeless youth between the ages of sixteen and twenty-one as provided in article nineteen-H of this chapter. Such plan shall also provide for the designation and duties of the runaway and homeless youth service coordinator defined in section five hundred thirty-two-a of this chapter who is available on a twenty-four hour basis and maintains information concerning available shelter space, transportation and services. Such plan may include provision for the per diem reimbursement for residential care of runaway and homeless youth in approved runaway programs which are authorized agencies, provided that

1 such per diem reimbursement shall not exceed a total of thirty days for  
2 any one youth.

3 b. Each [county] MUNICIPALITY shall submit to the [commissioner]  
4 OFFICE OF CHILDREN AND FAMILY SERVICES such additional information as  
5 the [commissioner] OFFICE shall require, including but not limited to:

6 (1) A description of the current runaway and homeless population  
7 including their age, place of origin, family status, service needs and  
8 eventual disposition;

9 (2) A description of the public and private resources available to  
10 serve runaway and homeless youth within the county;

11 (3) A description of new services to be provided and current services  
12 to be expanded.

13 c. The [commissioner] OFFICE OF CHILDREN AND FAMILY SERVICES shall  
14 review such plan IN ACCORDANCE WITH SUBPARAGRAPH TWO OF PARAGRAPH C OF  
15 SUBDIVISION ONE OF THIS SECTION and may approve or disapprove such plan  
16 or any part, program, or project within such plan, and may propose such  
17 modifications and conditions as deemed appropriate and necessary.

18 d. (1) [Counties] MUNICIPALITIES having an approved runaway and home-  
19 less youth plan pursuant to this subdivision shall be entitled to  
20 reimbursement by the state for sixty percent of the entire amount of the  
21 expenditures for programs contained in such plan as approved by the  
22 [commissioner] OFFICE OF CHILDREN AND FAMILY SERVICES, after first  
23 deducting therefrom any federal or other state funds received or to be  
24 received on account thereof. All reimbursement pursuant to this subdivi-  
25 sion shall be from and limited to funds appropriated separately for such  
26 runaway and homeless youth program purposes by the state, and shall not  
27 be included under the limits set in subdivision one of this section.  
28 [The county's] A MUNICIPALITY'S share of the cost of such programs may  
29 be met in part by donated private funds or in-kind services, as defined  
30 by the office, provided that such private funding or receipt of services  
31 shall not in the aggregate be more than fifty percent of such [county's]  
32 MUNICIPALITY'S share.

33 (2) Notwithstanding any inconsistent provision of law and subject to  
34 funds appropriated separately therefor, a [county] MUNICIPALITY having  
35 an approved runaway and homeless youth plan which includes provisions  
36 for transitional independent living support programs shall be entitled  
37 to reimbursement by the state for sixty percent of the entire amount of  
38 the approved expenditures for transitional independent living support  
39 programs contained in the plan as approved by the [commissioner] OFFICE  
40 OF CHILDREN AND FAMILY SERVICES. The [county's] MUNICIPALITY'S share of  
41 the cost of such programs may be met by donated private funds or in-kind  
42 services, as defined by the office, provided that such receipt of  
43 in-kind services shall not in the aggregate be more than fifty percent  
44 of such [county's] MUNICIPALITY'S share.

45 S. 4. Paragraphs a and c of subdivision 5 of section 420 of the execu-  
46 tive law, as added by chapter 160 of the laws of 2004, are amended to  
47 read as follows:

48 a. Notwithstanding any other provision of law, the office of children  
49 and family services shall plan for the statewide implementation by the  
50 thirty-first day of December, two thousand eight, of a county child and  
51 family services plan that combines the [county] comprehensive plan  
52 required by this section and the multi-year consolidated services plan  
53 required by section thirty-four-a of the social services law into a  
54 single plan.

55 c. The office of children and family services may waive any regulatory  
56 requirements relating to the content and timing of [county] comprehen-

1 sive plans that may impede the ability of a county to implement a county  
2 child and family services plan.

3 S 5. Section 422 of the executive law is REPEALED.

4 S 6. Subdivisions 4, 5 and 6 of section 532-a of the executive law, as  
5 amended by section 14 of part E of chapter 57 of the laws of 2005, are  
6 amended and a new subdivision 8 is added to read as follows:

7 4. "Approved runaway program" shall mean any non-residential program  
8 approved by the office of children and family services after submission  
9 by the [county youth bureau] MUNICIPALITY, as part of its comprehensive  
10 plan, or any residential facility which is operated by an authorized  
11 agency as defined in subdivision ten of section three hundred seventy-  
12 one of the social services law, and approved by the office of children  
13 and family services after submission by the [county youth bureau] MUNI-  
14 CIPALITY as part of its comprehensive plan, established and operated to  
15 provide services to runaway and homeless youth in accordance with the  
16 regulations of the office of temporary and disability assistance and the  
17 office of children and family services. Such programs may also provide  
18 non-residential crisis intervention and residential respite services to  
19 youth in need of crisis intervention or respite services, as defined in  
20 this section. Residential respite services in an approved runaway  
21 program may be provided for no more than twenty-one days in accordance  
22 with the regulations of the office of children and family services.

23 5. "Runaway and homeless youth service coordinator" shall mean any  
24 person SO designated by [a county] A MUNICIPALITY whose duties shall  
25 include but not be limited to answering inquiries at any time concerning  
26 transportation, shelter and other services available to a runaway or  
27 homeless youth or a youth in need of crisis intervention or respite  
28 services.

29 6. "Transitional independent living support program" shall mean any  
30 non-residential program approved by the office of children and family  
31 services after submission by the [county youth bureau] MUNICIPALITY as  
32 part of its comprehensive plan, or any residential facility approved by  
33 the office of children and family services after submission by the  
34 [county youth bureau] MUNICIPALITY as part of its comprehensive plan TO  
35 OFFER YOUTH DEVELOPMENT PROGRAMS, established and operated to provide  
36 supportive services, for a period of up to eighteen months in accordance  
37 with the regulations of the office of children and family services, to  
38 enable homeless youth between the ages of sixteen and twenty-one to  
39 progress from crisis care and transitional care to independent living.  
40 Such transitional independent living support program may also provide  
41 services to youth in need of crisis intervention or respite services.  
42 Notwithstanding the time limitation in paragraph (i) of subdivision (d)  
43 of section seven hundred thirty-five of the family court act, residen-  
44 tial respite services may be provided in a transitional independent  
45 living support program for a period of more than twenty-one days.

46 8. "MUNICIPALITY" SHALL MEAN A COUNTY, OR A CITY HAVING A POPULATION  
47 OF ONE MILLION OR MORE.

48 S 7. Subdivision 2 of section 532-b of the executive law, as added by  
49 chapter 722 of the laws of 1978, is amended to read as follows:

50 2. The runaway youth may remain in the program on a voluntary basis  
51 for a period not to exceed thirty days from the date of admission where  
52 the filing of a petition pursuant to article ten of the family court act  
53 is not contemplated, in order that arrangements can be made for the  
54 runaway youth's return home, alternative residential placement pursuant  
55 to section three hundred ninety-eight of the social services law, or any  
56 other suitable plan. If the runaway youth and the parent, guardian or

1 custodian agree, in writing, the runaway youth may remain in the runaway  
2 program up to sixty days without the filing of a petition pursuant to  
3 article ten of the family court act, provided that in any such case the  
4 facility shall first have obtained the approval of the [county] MUNICI-  
5 PALITY'S runaway coordinator, who shall notify the [county] THE MUNICI-  
6 PALITY'S youth bureau of his OR HER approval together with a statement  
7 as to the reason why such additional residential stay is necessary and a  
8 description of the efforts being made to find suitable alternative  
9 living arrangements for such youth.

10 S 8. Paragraph (a) of subdivision 6 of section 34-a of the social  
11 services law, as added by chapter 160 of the laws of 2004, is amended to  
12 read as follows:

13 (a) Notwithstanding any other provision of law, the office of children  
14 and family services shall plan for the statewide implementation, by the  
15 thirty-first day of December, two thousand eight, of the use by counties  
16 of a child and family services plan that combines the multi-year consol-  
17 idated services plan required by this section and the [county] compre-  
18 hensive plan required by section four hundred twenty of the executive  
19 law into a single plan.

20 S 9. This act shall take effect January 1, 2014.

## 21 PART H

22 Section 1. This part enacts into law major components of legislation  
23 which are necessary to continue transforming New York's juvenile justice  
24 system. Each component is wholly contained within a subpart identified  
25 as subparts A through B. The effective date for each particular  
26 provision contained within such subpart is set forth in the last section  
27 of such subpart. Any provision in any section contained within a  
28 subpart, including the effective date of the subpart, which makes refer-  
29 ence to a section "of this act", when used in connection with that  
30 particular component, shall be deemed to mean and refer to the corre-  
31 sponding section of the subpart in which it is found. Section three of  
32 this part sets forth the general effective date of this act.

## 33 SUBPART A

34 Section 1. Subdivision 3 of section 501 of the executive law, as  
35 amended by chapter 465 of the laws of 1992, is amended to read as  
36 follows:

37 3. To establish, operate and maintain [division] facilities [and to  
38 contract with authorized agencies as defined in section three hundred  
39 seventy-one of the social services law for the operation and maintenance  
40 of non-secure facilities].

41 S 2. Paragraph (a) of subdivision 11 of section 501 of the executive  
42 law, as amended by chapter 465 of the laws of 1992, is amended to read  
43 as follows:

44 (a) a projection of the numbers of youths to be placed into or commit-  
45 ted to the care of the [division] OFFICE OF CHILDREN AND FAMILY SERVICES  
46 at secure[, ] AND limited secure [and non-secure] levels of care for the  
47 five years encompassed by the plan;

48 S 3. Section 501 of the executive law is amended by adding a new  
49 subdivision 15-a to read as follows:

50 15-A. (A) NOTWITHSTANDING THE PROVISIONS OF PARAGRAPH (C) OF SUBDIVI-  
51 SION FIFTEEN OF THIS SECTION, OR ANY OTHER LAW TO THE CONTRARY, THE  
52 COMMISSIONER OF THE OFFICE OF CHILDREN AND FAMILY SERVICES IS AUTHORIZED

1 TO CLOSE ANY NON-SECURE FACILITIES OPERATED BY THE OFFICE OF CHILDREN  
2 AND FAMILY SERVICES, AND TO MAKE SIGNIFICANT ASSOCIATED SERVICE  
3 REDUCTIONS AND PUBLIC EMPLOYEE STAFFING REDUCTIONS AND TRANSFER OPER-  
4 ATIONS FOR NON-SECURE FACILITIES TO A PRIVATE OR NOT-FOR-PROFIT ENTITY,  
5 AS SHALL BE DETERMINED BY SUCH COMMISSIONER SOLELY TO REFLECT THE  
6 DECREASE IN THE NUMBER OF JUVENILE DELINQUENTS PLACED WITH SUCH OFFICE  
7 CARED FOR IN NON-SECURE SETTINGS OR CONDITIONALLY RELEASED FROM SUCH  
8 SETTINGS.

9 (B) AT LEAST SIXTY DAYS PRIOR TO TAKING ANY SUCH ACTION, THE COMMIS-  
10 SIONER OF THE OFFICE OF CHILDREN AND FAMILY SERVICES SHALL PROVIDE  
11 NOTICE OF SUCH ACTION TO THE SPEAKER OF THE ASSEMBLY AND THE TEMPORARY  
12 PRESIDENT OF THE SENATE AND SHALL POST SUCH NOTICE UPON ITS PUBLIC  
13 WEBSITE. SUCH COMMISSIONER SHALL BE AUTHORIZED TO CONDUCT ANY AND ALL  
14 PREPARATORY ACTIONS WHICH MAY BE REQUIRED TO EFFECTUATE SUCH CLOSURES OR  
15 SIGNIFICANT SERVICE OR STAFFING REDUCTIONS OR TRANSFERS OF OPERATIONS  
16 DURING SUCH SIXTY DAY PERIOD.

17 (C) ANY TRANSFERS OF CAPACITY OR ANY RESULTING TRANSFER OF FUNCTIONS  
18 SHALL BE AUTHORIZED TO BE MADE BY THE COMMISSIONER OF THE OFFICE OF  
19 CHILDREN AND FAMILY SERVICES AND ANY TRANSFER OF PERSONNEL UPON SUCH  
20 TRANSFER OF CAPACITY OR TRANSFER OF FUNCTIONS SHALL BE ACCOMPLISHED IN  
21 ACCORDANCE WITH THE PROVISIONS OF SECTION SEVENTY OF THE CIVIL SERVICE  
22 LAW.

23 S 4. Subdivision 1 of section 504 of the executive law, as added by  
24 chapter 465 of the laws of 1992, is amended to read as follows:

25 1. The [division] OFFICE OF CHILDREN AND FAMILY SERVICES shall operate  
26 and maintain secure[, ] AND limited secure [and non-secure] facilities  
27 for the care, custody, treatment, housing, education, rehabilitation and  
28 guidance of youth placed with or committed to the [division] OFFICE OF  
29 CHILDREN AND FAMILY SERVICES.

30 S 5. Subdivision 4 of section 504 of the executive law, as amended by  
31 chapter 687 of the laws of 1993, is amended to read as follows:

32 4. The [division] OFFICE OF CHILDREN AND FAMILY SERVICES shall deter-  
33 mine the particular [division] OFFICE facility or program in which a  
34 child placed with the [division] OFFICE shall be cared for, based upon  
35 an evaluation of such child. The [division] OFFICE OF CHILDREN AND FAMI-  
36 LY SERVICES shall also have authority to discharge or conditionally  
37 release children placed with it and to transfer such children from a  
38 limited secure [or non-secure] facility to any other limited secure [or  
39 non-secure] facility, when the interest of such children requires such  
40 action[; provided that a child transferred to a non-secure facility from  
41 a limited secure facility may be returned to a limited secure facility  
42 upon a determination by the division that, for any reason, care and  
43 treatment at the non-secure facility is no longer suitable].

44 S 6. Subdivision 5 of section 507-a of the executive law is REPEALED.

45 S 7. Paragraph (f) of subdivision 3 of section 353.2 of the family  
46 court act, as amended by chapter 465 of the laws of 1992, is amended to  
47 read as follows:

48 (f) with the consent of the [division for youth] COMMISSIONER OF THE  
49 LOCAL SOCIAL SERVICES DISTRICT, spend a specified portion of the  
50 probation period, not exceeding one year, in a non-secure [facility]  
51 PLACEMENT provided by THE LOCAL SOCIAL SERVICES DISTRICT [the division  
52 for youth pursuant to article nineteen-G of the executive law].

53 S 8. The opening paragraph and paragraphs (a) and (b) of subdivision 3  
54 of section 353.3 of the family court act, as amended by section 6 of  
55 part G of chapter 58 of the laws of 2010, are amended to read as  
56 follows:

1 Where the respondent is placed with the office of children and family  
2 services, the court shall[, unless it directs the office to place him or  
3 her with an authorized agency or class of authorized agencies, including  
4 if the court finds that the respondent is a sexually exploited child as  
5 defined in subdivision one of section four hundred forty-seven-a of the  
6 social services law, an available long-term safe house pursuant to  
7 subdivision four of this section, authorize the office to] do one of the  
8 following:

9 (a) place the respondent in a secure facility without a further hear-  
10 ing at any time or from time to time during the first sixty days of  
11 residency in office of children and family services facilities.  
12 Notwithstanding the discretion of the office to place the respondent in  
13 a secure facility at any time during the first sixty days of residency  
14 in [a] AN office of children and family services facility, the respond-  
15 ent may be placed in a [non-secure] LIMITED SECURE facility. In the  
16 event that the office desires to transfer a respondent to a secure  
17 facility at any time after the first sixty days of residency in office  
18 facilities, a hearing shall be held pursuant to subdivision three of  
19 section five hundred four-a of the executive law; or

20 (b) place the respondent in a limited secure facility. The respondent  
21 may be transferred by the office to a secure facility after a hearing is  
22 held pursuant to section five hundred four-a of the executive law;  
23 provided, however, that during the first twenty days of residency in  
24 office facilities, the respondent shall not be transferred to a secure  
25 facility unless the respondent has committed an act or acts which are  
26 exceptionally dangerous to the respondent or to others[; or].

27 S 9. Paragraph (c) of subdivision 3 of section 353.3 of the family  
28 court act is REPEALED.

29 S 10. Subdivision 4 of section 353.3 of the family court act is  
30 REPEALED.

31 S 11. Subparagraphs (iii) and (iv) of paragraph (a) of subdivision 4  
32 of section 353.5 of the family court act, as amended by section 6 of  
33 subpart A of part G of chapter 57 of the laws of 2012, are amended to  
34 read as follows:

35 (iii) after the period set under subparagraph (ii) of this paragraph,  
36 the respondent shall be placed in a residential facility for a period of  
37 twelve months; provided, however, that: (A) if the respondent has been  
38 placed from a family court in a social services district operating an  
39 approved juvenile justice services close to home initiative pursuant to  
40 section four hundred four of the social services law, once the time  
41 frames in subparagraph (ii) of this paragraph are met:

42 [(A)] (1) beginning on the effective date of such a social services  
43 district's plan that only covers juvenile delinquents placed in non-se-  
44 cure settings, if the office of children and family services concludes,  
45 based on the needs and best interests of the respondent and the need for  
46 protection for the community, that a non-secure level of care is appro-  
47 priate for the respondent, such office shall file a petition pursuant to  
48 paragraph (b) or (c) of subdivision two of section 355.1 of this part to  
49 have the respondent placed with the applicable local commissioner of  
50 social services; and

51 [(B)] (2) beginning on the effective date of such a social services  
52 district's plan that covers juvenile delinquents placed in limited  
53 secure settings, if the office of children and family services  
54 concludes, based on the needs and best interests of the respondent and  
55 the need for protection for the community, that a non-secure or limited  
56 secure level of care is appropriate for the respondent, such office



1 shall file a petition pursuant to paragraph (b) or (c) of subdivision  
2 two of section 355.1 of this part to have the respondent placed with the  
3 applicable local commissioner of social services[.]; AND

4 (B) IF THE RESPONDENT HAS BEEN PLACED FROM A FAMILY COURT IN A SOCIAL  
5 SERVICES DISTRICT NOT OPERATING AN APPROVED JUVENILE JUSTICE SERVICES  
6 CLOSE TO HOME INITIATIVE PURSUANT TO SECTION FOUR HUNDRED FOUR OF THE  
7 SOCIAL SERVICES LAW, IF THE OFFICE OF CHILDREN AND FAMILY SERVICES  
8 CONCLUDES, BASED ON THE NEEDS AND BEST INTERESTS OF THE RESPONDENT AND  
9 THE NEED FOR PROTECTION FOR THE COMMUNITY, THAT A NON-SECURE LEVEL OF  
10 CARE IS APPROPRIATE FOR THE RESPONDENT, SUCH OFFICE SHALL FILE A PETI-  
11 TION PURSUANT TO PARAGRAPH (F) OF SUBDIVISION TWO OF SECTION 355.1 OF  
12 THIS PART TO HAVE THE RESPONDENT PLACED WITH THE APPLICABLE LOCAL  
13 COMMISSIONER OF SOCIAL SERVICES.

14 (C) If the respondent is placed with the local commissioner of social  
15 services in accordance with clause (A) or (B) of this subparagraph, the  
16 remainder of the provisions of this section shall continue to apply to  
17 the respondent's placement.

18 (iv) the respondent may not be released from a secure facility or  
19 transferred to a facility other than a secure facility during the period  
20 provided in subparagraph (ii) of this paragraph, nor may the respondent  
21 be released from a residential facility during the period provided in  
22 subparagraph (iii) of this paragraph. No home visits shall be permitted  
23 during the period of secure confinement set by the court order or one  
24 year, whichever is less, except for emergency visits for medical treat-  
25 ment or severe illness or death in the family. All home visits must be  
26 accompanied home visits: (A) while a youth is confined in a secure  
27 facility, whether such confinement is pursuant to a court order or  
28 otherwise; (B) while a youth is confined in a residential facility other  
29 than a secure facility within six months after confinement in a secure  
30 facility; and (C) while a youth is confined in a residential facility  
31 other than a secure facility in excess of six months after confinement  
32 in a secure facility unless two accompanied home visits have already  
33 occurred. An "accompanied home visit" shall mean a home visit during  
34 which the youth shall be accompanied at all times while outside the  
35 secure or residential facility by appropriate personnel of the office of  
36 children and family services or, if applicable, a local social services  
37 district [which operates an approved juvenile justice services close to  
38 home initiative pursuant to section four hundred four of the social  
39 services law].

40 S 12. Subparagraphs (i), (iii) and (iv) of paragraph (c) of subdivi-  
41 sion 4 of section 353.5 of the family court act, as amended by section 6  
42 of subpart A of part G of chapter 57 of the laws of 2012, are amended to  
43 read as follows:

44 (i) after the expiration of the period provided in subparagraph (iii)  
45 of paragraph (a) of this subdivision, the respondent shall not be  
46 released from a residential facility without the written approval of the  
47 office of children and family services or, if applicable, a social  
48 services district [operating an approved juvenile justice services close  
49 to home initiative pursuant to section four hundred four of the social  
50 services law].

51 (iii) the respondent shall not be discharged from the custody of the  
52 office of children and family services or, if applicable, a social  
53 services district [operating an approved juvenile justice services close  
54 to home initiative pursuant to section four hundred four of the social  
55 services law], unless a motion therefor under section 355.1 is granted

1 by the court, which motion shall not be made prior to the expiration of  
2 three years of the placement.

3 (iv) unless otherwise specified in the order, the office of children  
4 and family services or, if applicable, a social services district [oper-  
5 ating an approved juvenile justice services close to home initiative  
6 pursuant to section four hundred four of the social services law] shall  
7 report in writing to the court not less than once every six months  
8 during the placement on the status, adjustment and progress of the  
9 respondent.

10 S 13. Paragraph (d) of subdivision 4 of section 353.5 of the family  
11 court act, as amended by section 6 of subpart A of part G of chapter 57  
12 of the laws of 2012, is amended to read as follows:

13 (d) Upon the expiration of the initial period of placement, or any  
14 extension thereof, the placement may be extended in accordance with  
15 section 355.3 on a petition of any party or the office of children and  
16 family services, or, if applicable, a social services district [operat-  
17 ing an approved juvenile justice services close to home initiative  
18 pursuant to section four hundred four of the social services law], after  
19 a dispositional hearing, for an additional period not to exceed twelve  
20 months, but no initial placement or extension of placement under this  
21 section may continue beyond the respondent's twenty-first birthday.

22 S 14. Subparagraphs (iii) and (iv) of paragraph (a) of subdivision 5  
23 of section 353.5 of the family court act, as amended by section 6 of  
24 subpart A of part G of chapter 57 of the laws of 2012, is amended to  
25 read as follows:

26 (iii) after the period set under subparagraph (ii) of this paragraph,  
27 the respondent shall be placed in a residential facility for a period  
28 set by the order, to be not less than six nor more than twelve months;  
29 provided, however, that (A) if the respondent has been placed from a  
30 family court in a social services district operating an approved juve-  
31 nile justice services close to home initiative pursuant to section four  
32 hundred four of the social services law, once the time frames in subpar-  
33 agraph (ii) of this paragraph are met:

34 [(A)] (1) beginning on the effective date of such a social services  
35 district's plan that only covers juvenile delinquents placed in non-se-  
36 cure settings, if the office of children and family services concludes,  
37 based on the needs and best interests of the respondent and the need for  
38 protection for the community, that a non-secure level of care is appro-  
39 priate for the respondent, such office shall file a petition pursuant to  
40 paragraph (b) or (c) of subdivision two of section 355.1 of this part to  
41 have the respondent placed with the applicable local commissioner of  
42 social services; and

43 [(B)] (2) beginning on the effective date of such a social services  
44 district's plan to implement programs for youth placed in limited secure  
45 settings, if the office of children and family services concludes, based  
46 on the needs and best interests of the respondent and the need for  
47 protection for the community, that a non-secure or limited secure level  
48 of care is appropriate for the respondent, such office shall file a  
49 petition pursuant to paragraph (b) or (c) of subdivision two of section  
50 355.1 of this part to have the respondent placed with the applicable  
51 local commissioner of social services[.]; OR

52 (B) IF THE RESPONDENT HAS BEEN PLACED FROM A FAMILY COURT IN A SOCIAL  
53 SERVICES DISTRICT NOT OPERATING AN APPROVED JUVENILE JUSTICE SERVICES  
54 CLOSE TO HOME INITIATIVE PURSUANT TO SECTION FOUR HUNDRED FOUR OF THE  
55 SOCIAL SERVICES LAW, IF THE OFFICE OF CHILDREN AND FAMILY SERVICES  
56 CONCLUDES, BASED ON THE NEEDS AND BEST INTERESTS OF THE RESPONDENT AND

1 THE NEED FOR PROTECTION FOR THE COMMUNITY, THAT A NON-SECURE LEVEL OF  
2 CARE IS APPROPRIATE FOR THE RESPONDENT, SUCH OFFICE SHALL FILE A PETI-  
3 TION PURSUANT TO PARAGRAPH (F) OF SUBDIVISION TWO OF SECTION 355.1 OF  
4 THIS PART TO HAVE THE RESPONDENT PLACED WITH THE APPLICABLE LOCAL  
5 COMMISSIONER OF SOCIAL SERVICES.

6 (C) If the respondent is placed with a local commissioner of social  
7 services in accordance with clause (A) or (B) of this subparagraph, the  
8 remainder of the provisions of this section shall continue to apply to  
9 the respondent's placement.

10 (iv) the respondent may not be released from a secure facility or  
11 transferred to a facility other than a secure facility during the period  
12 provided by the court pursuant to subparagraph (ii) of this paragraph,  
13 nor may the respondent be released from a residential facility during  
14 the period provided by the court pursuant to subparagraph (iii) of this  
15 paragraph. No home visits shall be permitted during the period of secure  
16 confinement set by the court order or one year, whichever is less,  
17 except for emergency visits for medical treatment or severe illness or  
18 death in the family. All home visits must be accompanied home visits:

19 (A) while a youth is confined in a secure facility, whether such  
20 confinement is pursuant to a court order or otherwise; (B) while a youth  
21 is confined in a residential facility other than a secure facility with-  
22 in six months after confinement in a secure facility; and (C) while a  
23 youth is confined in a residential facility other than a secure facility  
24 in excess of six months after confinement in a secure facility unless  
25 two accompanied home visits have already occurred. An "accompanied home  
26 visit" shall mean a home visit during which the youth shall be accompa-  
27 nied at all times while outside the secure or residential facility by  
28 appropriate personnel of the office of children and family services or,  
29 if applicable, a social services district [operating an approved juve-  
30 nile justice close to home initiative pursuant to section four hundred  
31 four of the social services law].

32 S 15. Subparagraphs (i), (iii) and (iv) of paragraph (c) and paragraph  
33 (d) of subdivision 5 of section 353.5 of the family court act, as  
34 amended by section 6 of subpart A of part G of chapter 57 of the laws of  
35 2012, is amended to read as follows:

36 (i) after the expiration of the period provided in subparagraph (iii)  
37 of paragraph (a) of this subdivision, the respondent shall not be  
38 released from a residential facility without the written approval of the  
39 office of children and family services or, if applicable, a social  
40 services district [operating an approved juvenile justice services close  
41 to home initiative pursuant to section four hundred four of the social  
42 services law].

43 (iii) the respondent shall not be discharged from the custody of the  
44 office of children and family services, or, if applicable, a social  
45 services district [operating an approved juvenile justice services close  
46 to home initiative pursuant to section four hundred four of the social  
47 services law].

48 (iv) unless otherwise specified in the order, the office of children  
49 and family services or, if applicable, a social services district [oper-  
50 ating an approved juvenile justice services close to home initiative  
51 pursuant to section four hundred four of the social services law], shall  
52 report in writing to the court not less than once every six months  
53 during the placement on the status, adjustment and progress of the  
54 respondent.

55 (d) Upon the expiration of the initial period of placement or any  
56 extension thereof, the placement may be extended in accordance with

1 section 355.3 upon petition of any party or the office of children and  
2 family services or, if applicable, a social services district [operating  
3 an approved juvenile justice services close to home initiative pursuant  
4 to section four hundred four of the social services law], after a dispo-  
5 sitional hearing, for an additional period not to exceed twelve months,  
6 but no initial placement or extension of placement under this section  
7 may continue beyond the respondent's twenty-first birthday.

8 S 16. Subdivision 2 of section 355.1 of the family court act is  
9 amended by adding three new paragraphs (d), (e) and (f) to read as  
10 follows:

11 (D) FOR A SOCIAL SERVICES DISTRICT THAT IS NOT OPERATING AN APPROVED  
12 JUVENILE JUSTICE SERVICES CLOSE TO HOME INITIATIVE PURSUANT TO SECTION  
13 FOUR HUNDRED FOUR OF THE SOCIAL SERVICES LAW:

14 (I) IF THE DISTRICT DETERMINES THAT PLACEMENT IN A LIMITED SECURE  
15 FACILITY IS APPROPRIATE AND CONSISTENT WITH THE NEED FOR PROTECTION OF  
16 THE COMMUNITY AND THE NEEDS AND BEST INTERESTS OF THE RESPONDENT PLACED  
17 INTO ITS CARE, THE SOCIAL SERVICES DISTRICT SHALL FILE A PETITION TO  
18 TRANSFER THE CUSTODY OF THE RESPONDENT TO THE OFFICE OF CHILDREN AND  
19 FAMILY SERVICES, AND SHALL PROVIDE A COPY OF SUCH PETITION TO SUCH  
20 OFFICE, THE RESPONDENT, THE ATTORNEY FOR THE RESPONDENT AND THE RESPOND-  
21 ENT'S PARENT OR LEGAL GUARDIAN. THE FAMILY COURT SHALL, AFTER ALLOWING  
22 THE OFFICE OF CHILDREN AND FAMILY SERVICES AND THE ATTORNEY FOR THE  
23 RESPONDENT, AFTER NOTICE HAVING BEEN GIVEN, AN OPPORTUNITY TO BE HEARD,  
24 GRANT SUCH A PETITION ONLY IF THE COURT DETERMINES, AND STATES IN ITS  
25 WRITTEN ORDER, THE REASONS WHY A LIMITED SECURE PLACEMENT IS NECESSARY  
26 AND CONSISTENT WITH THE NEEDS AND BEST INTERESTS OF THE RESPONDENT AND  
27 THE NEED FOR PROTECTION OF THE COMMUNITY.

28 (II) IF THE DISTRICT DETERMINES THAT A SECURE LEVEL OF PLACEMENT IS  
29 APPROPRIATE AND CONSISTENT WITH THE NEED FOR PROTECTION OF THE COMMUNITY  
30 AND THE NEEDS AND BEST INTERESTS OF THE RESPONDENT PLACED INTO ITS CARE,  
31 THE SOCIAL SERVICES DISTRICT SHALL FILE A PETITION TO TRANSFER THE  
32 CUSTODY OF THE RESPONDENT TO THE OFFICE OF CHILDREN AND FAMILY SERVICES,  
33 AND SHALL PROVIDE A COPY OF SUCH PETITION TO SUCH OFFICE, THE RESPOND-  
34 ENT, THE ATTORNEY FOR THE RESPONDENT AND THE RESPONDENT'S PARENT OR  
35 LEGAL GUARDIAN. THE FAMILY COURT SHALL, AFTER ALLOWING THE OFFICE OF  
36 CHILDREN AND FAMILY SERVICES AND THE ATTORNEY FOR THE RESPONDENT, AFTER  
37 NOTICE HAVING BEEN GIVEN, AN OPPORTUNITY TO BE HEARD, GRANT SUCH A PETI-  
38 TION ONLY IF THE COURT DETERMINES, AND STATES IN ITS WRITTEN ORDER, THAT  
39 THE YOUTH NEEDS A SECURE LEVEL OF PLACEMENT BECAUSE:

40 (A) THE RESPONDENT HAS BEEN SHOWN TO BE EXCEPTIONALLY DANGEROUS TO  
41 HIMSELF OR HERSELF OR TO OTHER PERSONS. EXCEPTIONALLY DANGEROUS BEHAVIOR  
42 MAY INCLUDE, BUT IS NOT LIMITED TO, ONE OR MORE SERIOUS INTENTIONAL  
43 ASSAULTS, SEXUAL ASSAULTS OR SETTING FIRES; OR

44 (B) THE RESPONDENT HAS DEMONSTRATED BY A PATTERN OF BEHAVIOR THAT HE  
45 OR SHE NEEDS A MORE STRUCTURED SETTING AND THE SOCIAL SERVICES DISTRICT  
46 HAS CONSIDERED THE APPROPRIATENESS AND AVAILABILITY OF A TRANSFER TO AN  
47 ALTERNATIVE NON-SECURE OR LIMITED SECURE FACILITY. SUCH BEHAVIOR MAY  
48 INCLUDE, BUT IS NOT LIMITED TO: DISRUPTIONS IN FACILITY PROGRAMS;  
49 CONTINUOUSLY AND MALICIOUSLY DESTROYING PROPERTY; OR REPEATEDLY COMMIT-  
50 TING OR INCITING OTHER YOUTH TO COMMIT ASSAULTIVE OR DESTRUCTIVE ACTS.

51 (E) ONCE THE OFFICE OF CHILDREN AND FAMILY SERVICES HAS PROVIDED  
52 NOTICE PURSUANT TO SUBDIVISION FIFTEEN-A OF SECTION FIVE HUNDRED ONE OF  
53 THE EXECUTIVE LAW, TO CLOSE ITS NON-SECURE FACILITIES, TO MAKE SIGNIF-  
54 ICANT SERVICE REDUCTIONS AND PUBLIC EMPLOYEE STAFFING REDUCTIONS AND/OR  
55 TO TRANSFER OPERATIONS OF ANY NON-SECURE FACILITIES OPERATED BY SUCH  
56 OFFICE, SUCH OFFICE SHALL FILE PETITIONS TO TRANSFER CUSTODY OF ALL OF

1 THE YOUTH IN THE OFFICE'S CUSTODY WHO ARE CURRENTLY PLACED IN A NON-SE-  
2 CURE SETTING, OR WHO ARE CONDITIONALLY RELEASED FROM SUCH A SETTING, TO  
3 THE APPLICABLE LOCAL COMMISSIONER OF SOCIAL SERVICES. SUCH A PETITION  
4 SHALL BE PROVIDED TO THE RESPONDENT, THE ATTORNEY FOR THE RESPONDENT,  
5 THE RESPONDENT'S PARENT OR LEGAL GUARDIAN AND THE SOCIAL SERVICES  
6 DISTRICT. THE FAMILY COURT SHALL GRANT SUCH A PETITION, WITHOUT A HEAR-  
7 ING, UNLESS THE ATTORNEY FOR THE RESPONDENT, AFTER NOTICE, REQUESTS A  
8 HEARING AND OBJECTS TO THE TRANSFER ON THE BASIS THAT THE RESPONDENT  
9 NEEDS TO BE PLACED WITH THE OFFICE IN A LIMITED SECURE OR SECURE LEVEL  
10 OF CARE. THE FAMILY COURT SHALL GRANT THE PETITION UNLESS THE COURT  
11 DETERMINES, AND STATES IN ITS WRITTEN ORDER, THE REASONS WHY A LIMITED  
12 SECURE OR SECURE LEVEL OF PLACEMENT IS NECESSARY AND CONSISTENT WITH THE  
13 NEEDS AND BEST INTERESTS OF THE RESPONDENT AND THE NEED FOR PROTECTION  
14 OF THE COMMUNITY. NOTWITHSTANDING ANY PROVISION OF LAW TO THE CONTRARY,  
15 THE FAMILY COURT SHALL DETERMINE SUCH A PETITION WITHIN TEN CALENDAR  
16 DAYS OF THE DATE THE OFFICE FILES SAID PETITION.

17 (F) IF THE OFFICE OF CHILDREN AND FAMILY SERVICES DETERMINES THAT A  
18 NON-SECURE LEVEL OF CARE OR PLACEMENT IS APPROPRIATE AND CONSISTENT WITH  
19 THE NEED FOR PROTECTION OF THE COMMUNITY AND THE NEEDS AND BEST INTER-  
20 ESTS OF A RESPONDENT WHO IS IN THEIR CUSTODY AND PLACED AT EITHER A  
21 LIMITED SECURE OR SECURE FACILITY FROM A FAMILY COURT WITHIN A SOCIAL  
22 SERVICES DISTRICT THAT IS NOT OPERATING AN APPROVED JUVENILE JUSTICE  
23 SERVICES CLOSE TO HOME INITIATIVE PURSUANT TO SECTION FOUR HUNDRED FOUR  
24 OF THE SOCIAL SERVICES LAW, SUCH OFFICE SHALL PETITION THE COURT TO  
25 TRANSFER CUSTODY OF SUCH RESPONDENT TO THE APPLICABLE LOCAL COMMISSIONER  
26 OF SOCIAL SERVICES AND SHALL PROVIDE A COPY OF THE PETITION TO THE  
27 SOCIAL SERVICES DISTRICT, THE ATTORNEY FOR THE RESPONDENT AND THE  
28 PRESENTMENT AGENCY. THE FAMILY COURT SHALL, AFTER ALLOWING THE SOCIAL  
29 SERVICES DISTRICT, THE ATTORNEY FOR THE RESPONDENT AND THE PRESENTMENT  
30 AGENCY AN OPPORTUNITY TO BE HEARD, GRANT SUCH A PETITION UNLESS THE  
31 COURT DETERMINES, AND STATES IN ITS WRITTEN ORDER THE REASONS WHY A  
32 LIMITED SECURE OR SECURE PLACEMENT IS NECESSARY AND CONSISTENT WITH THE  
33 NEEDS AND BEST INTEREST OF THE RESPONDENT AND THE NEED FOR PROTECTION OF  
34 THE COMMUNITY.

35 S 17. This act shall take effect immediately, provided however that  
36 sections seven through fifteen of this act shall take effect May 1, 2013  
37 and provided further, however, that sections one, two, four, five and  
38 six of this act shall take effect March 31, 2014; and provided further  
39 that:

40 (a) the amendments to subparagraphs (iii) and (iv) of paragraph (a) of  
41 subdivision 4 of section 353.5 of the family court act made by section  
42 eleven of this act shall not affect the expiration of such subdivision  
43 and shall be deemed to expire therewith;

44 (b) the amendments to subparagraphs (i), (iii) and (iv) of paragraph  
45 (c) of subdivision 4 of section 353.5 of the family court act made by  
46 section twelve of this act shall not affect the expiration of such  
47 subdivision and shall be deemed to expire therewith;

48 (c) the amendments to paragraph (d) of subdivision 4 of section 353.5  
49 of the family court act made by section thirteen of this act shall not  
50 affect the expiration of such subdivision and shall be deemed to expire  
51 therewith;

52 (d) the amendments to subparagraphs (iii) and (iv) of paragraph (a) of  
53 subdivision 5 of section 353.5 of the family court act made by section  
54 fourteen of this act shall not affect the expiration of such subdivision  
55 and shall be deemed to expire therewith;

(e) the amendments to subparagraphs (i), (iii) and (iv) of paragraph (c) and paragraph (d) of subdivision 5 of section 353.5 of the family court act made by section fifteen of this act shall not affect the expiration of such subdivision and shall be deemed to expire therewith;

(f) the amendments to subdivision 2 of section 355.1 of the family court act made by section sixteen of this act shall not affect the expiration of such subdivision and shall be deemed to expire therewith.

## SUBPART B

Section 1. Subdivision 1 of section 505 of the executive law, as amended by chapter 465 of the laws of 1992, is amended to read as follows:

1. There shall be a facility director of each [division for youth] OFFICE OF CHILDREN AND FAMILY SERVICES OPERATED facility. Such facility director shall be appointed by the [director] COMMISSIONER of the [division] OFFICE OF CHILDREN AND FAMILY SERVICES and THE POSITION shall be in the noncompetitive class and designated as confidential as defined by subdivision two-a of section forty-two of the civil service law. The facility director shall have [two years] SUCH experience [in appropriate titles in state government. Such facility director shall have such] AND other qualifications as may be prescribed by the [director] DIRECTOR OF CLASSIFICATION AND COMPENSATION WITHIN THE DEPARTMENT OF CIVIL SERVICE IN CONSULTATION WITH THE COMMISSIONER of the [division] OFFICE OF CHILDREN AND FAMILY SERVICES, based on differences in duties, levels of responsibility, size and character of the facility, knowledge, skills and abilities required, and other factors affecting the position [and]. SUCH FACILITY DIRECTOR shall serve at the pleasure of the [director] COMMISSIONER of the [division] OFFICE.

S 2. This act shall take effect on the thirtieth day after it shall have become a law.

S 2. Severability clause. If any clause, sentence, paragraph, subdivision, section or part of this act shall be adjudged by any court of competent jurisdiction to be invalid, such judgment shall not affect, impair, or invalidate the remainder thereof, but shall be confined in its operation to the clause, sentence, paragraph, subdivision, section or part thereof directly involved in the controversy in which such judgment shall have been rendered. It is hereby declared to be the intent of the legislature that this act would have been enacted even if such invalid provisions had not been included herein.

S 3. This act shall take effect immediately provided, however, that the applicable effective date of subparts A and B of this act shall be as specifically set forth in the last section of such subparts.

## PART I

Section 1. Sections 46, 47, 48, 49, 50 and 74 of the executive law are REPEALED.

S 2. Section 51 of the executive law, as added by chapter 766 of the laws of 2005, is amended to read as follows:

S 51. Jurisdiction. This article shall, subject to the limitations contained herein, confer upon the office of the state inspector general, jurisdiction over all covered agencies. For the purposes of this article "covered agency" shall include all executive branch agencies, departments, divisions, officers, boards and commissions, public authorities (other than multi-state or multi-national authorities), [and] public

benefit corporations, the heads of which are appointed by the governor and which do not have their own inspector general by statute, AND LOCAL SOCIAL SERVICES DISTRICTS. Wherever a covered agency is a board, commission, a public authority or public benefit corporation, the head of the agency is the chairperson thereof. FOR PURPOSES OF THIS SECTION, "LOCAL SOCIAL SERVICES DISTRICTS" SHALL INCLUDE CONTRACTEES OR RECIPIENTS OF PUBLIC ASSISTANCE SERVICES.

S 3. Subdivisions 6 and 7 of section 53 of the executive law, as added by chapter 766 of the laws of 2005, are amended to read as follows:

6. recommend remedial action to prevent or eliminate corruption, fraud, criminal activity, conflicts of interest or abuse in covered agencies AND OFFICES AND AGENCIES ADMINISTERING OR SUPPORTING PROGRAMS OF THE DEPARTMENT OF FAMILY ASSISTANCE;

7. establish programs for training state AND LOCAL officers and employees OF COVERED AGENCIES regarding the prevention and elimination of corruption, fraud, criminal activity, conflicts of interest or abuse in covered agencies.

S 4. Section 54 of the executive law, as added by chapter 766 of the laws of 2005, is amended to read as follows:

S 54. Powers. The state inspector general shall have the power to:

1. subpoena and enforce the attendance of witnesses;

2. administer oaths or affirmations and examine witnesses under oath;

3. require the production of any books and papers deemed relevant or material to any investigation, examination or review;

4. notwithstanding any law to the contrary, examine and copy or remove documents or records of any kind prepared, maintained or held by any covered agency;

5. require any officer or employee in a covered agency, OR IN ANY OFFICE OR AGENCY ADMINISTERING OR SUPPORTING ANY PROGRAM OF THE DEPARTMENT OF FAMILY ASSISTANCE, to answer questions concerning any matter related to the performance of his or her official duties. No statement or other evidence derived therefrom may be used against such officer or employee in any subsequent criminal prosecution other than for perjury or contempt arising from such testimony. The refusal of any officer or employee to answer questions shall be cause for removal from office or employment or other appropriate penalty;

6. monitor the implementation by covered agencies AND BY OFFICES AND AGENCIES ADMINISTERING OR SUPPORTING PROGRAMS OF THE DEPARTMENT OF FAMILY ASSISTANCE of any recommendations made by THE state inspector general;

7. perform any other functions that are necessary or appropriate to fulfill the duties and responsibilities of office[.];

8. NOTWITHSTANDING ANY OTHER PROVISION OF LAW, RULE OR REGULATION TO THE CONTRARY, NO PERSON SHALL PREVENT, SEEK TO PREVENT, INTERFERE WITH, OBSTRUCT OR OTHERWISE HINDER ANY INVESTIGATION BEING CONDUCTED PURSUANT TO THIS SECTION. SECTION ONE HUNDRED THIRTY-SIX OF THE SOCIAL SERVICES LAW SHALL IN NO WAY BE CONSTRUED TO RESTRICT ANY PERSON OR GOVERNMENTAL BODY FROM COOPERATING WITH AND ASSISTING THE INSPECTOR GENERAL OR HIS OR HER EMPLOYEES IN CARRYING OUT THEIR DUTIES UNDER THIS SECTION. ANY VIOLATION OF THIS PARAGRAPH SHALL CONSTITUTE CAUSE FOR SUSPENSION OR REMOVAL FROM OFFICE OR EMPLOYMENT;

S 5. Subdivisions 3 and 7 of section 32 of the public health law, subdivision 3 as amended by chapter 109 of the laws of 2007 and subdivision 7 as added by chapter 442 of the laws of 2006, are amended to read as follows:

1 3. to coordinate, to the greatest extent possible, activities to  
2 prevent, detect and investigate medical assistance program fraud and  
3 abuse amongst the following: the department; the offices of mental  
4 health, [mental retardation and] PEOPLE WITH developmental disabilities,  
5 alcoholism and substance abuse services, temporary disability assist-  
6 ance, and children and family services; the commission on quality of  
7 care and advocacy for persons with disabilities; the department of  
8 education; the fiscal agent employed to operate the medical assistance  
9 information and payment system; local governments and entities; and to  
10 work in a coordinated and cooperative manner with, to the greatest  
11 extent possible, the deputy attorney general for Medicaid fraud control;  
12 the [welfare] STATE inspector general, federal prosecutors, district  
13 attorneys within the state, the special investigative unit maintained by  
14 each health insurer operating within the state, and the state comp-  
15 troller;

16 7. to make information and evidence relating to suspected criminal  
17 acts which he or she may obtain in carrying out his or her duties avail-  
18 able to appropriate law enforcement officials and to consult with the  
19 deputy attorney general for Medicaid fraud control[, the welfare inspec-  
20 tor general,] and other state and federal law enforcement officials for  
21 coordination of criminal investigations and prosecutions.

22 The inspector shall refer suspected fraud or criminality to the deputy  
23 attorney general for Medicaid fraud control and make any other referrals  
24 to such deputy attorney general as required or contemplated by federal  
25 law. At any time after such referral, with ten days written notice to  
26 the deputy attorney general for Medicaid fraud control or such shorter  
27 time as such deputy attorney general consents to, the inspector may  
28 additionally provide relevant information about suspected fraud or  
29 criminality to any other federal or state law enforcement agency that  
30 the inspector deems appropriate under the circumstances;

31 S 6. Subdivision 2 of section 23 of the social services law, as added  
32 by chapter 545 of the laws of 1978, is amended to read as follows:

33 2. Notwithstanding any law to the contrary, the department, upon  
34 request by the office of [welfare] THE STATE inspector general, shall  
35 provide said office with such information it receives from the wage  
36 reporting system operated by the department of taxation and finance that  
37 the office of [welfare] THE STATE inspector general deems necessary to  
38 carry out its functions and duties under article [four] FOUR-A of the  
39 executive law.

40 S 7. Subdivision 2 of section 136 of the social services law, as  
41 amended by section 24 of part B of chapter 436 of the laws of 1997, is  
42 amended to read as follows:

43 2. All communications and information relating to a person receiving  
44 public assistance or care obtained by any social services official,  
45 service officer, or employee in the course of his or her work shall be  
46 considered confidential and, except as otherwise provided in this  
47 section, shall be disclosed only to the commissioner, or his or her  
48 authorized representative, the commissioner of labor, or his or her  
49 authorized representative, the commissioner of health, or his or her  
50 authorized representative, the [welfare] STATE inspector general, or his  
51 or her authorized representative, the county board of supervisors, city  
52 council, town board or other board or body authorized and required to  
53 appropriate funds for public assistance and care in and for such county,  
54 city or town or its authorized representative or, by authority of the  
55 county, city or town social services official, to a person or agency  
56 considered entitled to such information. Nothing herein shall preclude a



1 social services official from reporting to an appropriate agency or  
2 official, including law enforcement agencies or officials, known or  
3 suspected instances of physical or mental injury, sexual abuse or  
4 exploitation, sexual contact with a minor or negligent treatment or  
5 maltreatment of a child of which the official becomes aware in the  
6 administration of public assistance and care nor shall it preclude  
7 communication with the federal immigration and naturalization service  
8 regarding the immigration status of any individual.

9 S 8. Transfer of employees. Notwithstanding any other provision of  
10 law, rule, or regulation to the contrary, upon the transfer of functions  
11 from the office of the welfare inspector general to the office of the  
12 state inspector general pursuant to this act, all employees of the  
13 office of the welfare inspector general shall be transferred to the  
14 office of the state inspector general. Employees transferred pursuant to  
15 this act shall be transferred without further examination or qualifica-  
16 tion and shall retain their respective civil service classifications,  
17 status and collective bargaining unit designations and collective  
18 bargaining agreements.

19 S 9. Transfer of records. All books, papers, and property of the  
20 office of the welfare inspector general, except those required to be  
21 retained by the New York state attorney general for investigation and  
22 prosecution of pending cases, shall be delivered to the office of the  
23 state inspector general. All books, papers, and property of the office  
24 of the welfare inspector general shall continue to be maintained by the  
25 office of the state inspector general.

26 S 10. Continuity of authority. For the purpose of succession of all  
27 functions, powers, duties and obligations transferred and assigned to,  
28 devolved upon and assumed by it pursuant to this act, the office of the  
29 state inspector general shall be deemed and held to constitute the  
30 continuation of the office of the welfare inspector general.

31 S 11. Completion of unfinished business. Any business or other matter  
32 undertaken or commenced by the office of the welfare inspector general  
33 pertaining to or connected with the functions, powers, obligations and  
34 duties hereby transferred and assigned to the office of the state  
35 inspector general and pending on the effective date of this act may be  
36 conducted and completed by the office of the state inspector general in  
37 the same manner and under the same terms and conditions and with the  
38 same effect as if conducted and completed by the office of the welfare  
39 inspector general, except the office of the state inspector general  
40 shall have no authority to prosecute any pending cases.

41 S 12. Continuation of rules and regulations. All rules, regulations,  
42 acts, orders, determinations, and decisions of the office of the welfare  
43 inspector general pertaining to the functions and powers herein trans-  
44 ferred and assigned, in force at the time of such transfer and assump-  
45 tion, shall continue in full force and effect as rules, regulations,  
46 acts, orders, determinations and decisions of the office of the state  
47 inspector general until duly modified or abrogated by the state inspec-  
48 tor general.

49 S 13. Terms occurring in laws, contracts and other documents. Whenev-  
50 er the office of the welfare inspector general or the welfare inspector  
51 general is referred to or designated in any law, contract or document  
52 pertaining to the functions, powers, obligations and duties hereby  
53 transferred to and assigned to the office of the state inspector general  
54 or the state inspector general, such reference or designation shall be  
55 deemed to refer to the office of the state inspector general or the  
56 state inspector general, as applicable.

1 S 14. Existing rights and remedies preserved. No existing right or  
2 remedy of any character shall be lost, impaired or affected by any  
3 provisions of this act.

4 S 15. Pending actions and proceedings. No action or proceeding pending  
5 at the time when this act shall take effect, brought by or against the  
6 office of the welfare inspector general or the welfare inspector gener-  
7 al, shall be affected by any provision of this act, but the same may be  
8 prosecuted or defended in the name of the state inspector general or the  
9 office of the state inspector general, except the office of the state  
10 inspector general shall have no authority to prosecute any pending  
11 cases. In all such actions and proceedings, the state inspector general,  
12 upon application of the court, shall be substituted as a party.

13 S 16. Transfer of appropriations heretofore made. All appropriations  
14 or reappropriations heretofore made to the office of the welfare inspec-  
15 tor general to the extent of remaining unexpended or unencumbered  
16 balance thereof, whether allocated or unallocated and whether obligated  
17 or unobligated, are hereby transferred to and made available for use and  
18 expenditure by the office of the state inspector general subject to the  
19 approval of the director of the budget for the same purposes for which  
20 originally appropriated or reappropriated and shall be payable on vouch-  
21 ers certified or approved by the state inspector general on audit and  
22 warrant of the comptroller.

23 S 17. Transfer of assets and liabilities. All assets and liabilities  
24 of the office of the welfare inspector general are hereby transferred to  
25 and assumed by the office of the state inspector general.

26 S 18. This act shall take effect immediately.

27 PART J

28 Section 1. Paragraph (b) of subdivision 3 of section 425 of the real  
29 property tax law, as amended by section 1 of part B of chapter 389 of  
30 the laws of 1997, is amended to read as follows:

31 (b) Primary residence. The property must serve as the primary resi-  
32 dence of one or more of the owners thereof. THE COMMISSIONER SHALL  
33 ESTABLISH GUIDELINES FOR DETERMINING WHAT CONSTITUTES A PRIMARY RESI-  
34 DENCE FOR PURPOSES OF THIS SECTION. SUCH GUIDELINES SHALL BE BINDING  
35 UPON APPLICANTS, ASSESSORS AND ALL OTHER PARTIES FOR PURPOSES OF THE  
36 ADMINISTRATION OF THE EXEMPTION AUTHORIZED BY THIS SECTION.

37 S 2. Subdivisions 12 and 13 of section 425 of the real property tax  
38 law, as amended by section 1 of part B of chapter 389 of the laws of  
39 1997, paragraph (a) of subdivision 12 as amended by section 12 of part W  
40 of chapter 56 of the laws of 2010, paragraph (b) of subdivision 12 as  
41 amended and paragraph (d) of subdivision 12 as added by section 1 of  
42 part N of chapter 58 of the laws of 2011 and paragraph (d) of subdivi-  
43 sion 13 as added by section 2 of part N of chapter 58 of the laws of  
44 2011, are amended and two new subdivisions 14 and 15 are added to read  
45 as follows:

46 12. Revocation of prior exemptions. (a) Generally. In addition to  
47 discontinuing the exemption on the next ensuing tentative assessment  
48 roll, if the assessor determines that the property improperly received  
49 the exemption on one or more of the [three] TEN preceding assessment  
50 rolls, or is advised by the department that the applicable income stand-  
51 ard was not satisfied with regard to a property which received the  
52 enhanced exemption on one or more of those rolls, he or she shall  
53 proceed to revoke the improperly granted prior exemption or exemptions.  
54 If the assessor is advised that the department was unable to verify the

1 income eligibility of one or more participants in the income verifica-  
2 tion program, the assessor shall mail that person or those persons a  
3 notice in a form prescribed by the department requesting that the person  
4 or persons document their income in the same manner and to the same  
5 extent as if the person or persons were submitting an initial applica-  
6 tion for the enhanced STAR exemption. If such income documentation is  
7 not provided within forty-five days of such request, or if the documen-  
8 tation provided does not establish the eligibility of the person or  
9 persons to the assessor's satisfaction, the assessor shall treat the  
10 exemption as an improperly granted exemption and proceed in the manner  
11 provided by this subdivision.

12 (b) Procedure. The assessed value attributable to each such improperly  
13 granted exemption shall be entered separately on the next ensuing tenta-  
14 tive or final assessment roll. The provisions of section five hundred  
15 fifty-one or five hundred fifty-three of this chapter, relating to the  
16 entry by the assessor of omitted real property on a tentative or final  
17 assessment roll, shall apply so far as practicable to the revocation  
18 procedure IN THIS SUBDIVISION, except that:

19 (I) the tax rate to be applied to any revoked exemption shall be the  
20 tax rate that was applied to the corresponding assessment roll, [and  
21 that]

22 (II) interest shall then be added to each such product at the rate  
23 prescribed by section nine hundred twenty-four-a of this chapter or such  
24 other law as may be applicable for each month or portion thereon since  
25 the levy of taxes upon the assessment roll or rolls upon which the  
26 exemption was granted, AND

27 (III) A PROCESSING FEE OF FIVE HUNDRED DOLLARS SHALL BE ADDED. SUCH  
28 PROCESSING FEE IMPOSED PURSUANT TO THIS SUBDIVISION SHALL BE RETAINED BY  
29 THE ASSESSING UNIT.

30 (c) Rights of owners. Each owner or owners shall be given notice of  
31 the possible revocation UNDER THIS SUBDIVISION of their exemption or  
32 exemptions at the time and in the manner provided by section five  
33 hundred ten or five hundred fifty-three of this chapter, and shall be  
34 entitled to seek administrative and judicial review of such action in  
35 the manner provided by law.

36 (d) Applicability. The provisions of this subdivision shall not be  
37 applicable to the extent that the prior exemptions shall have been  
38 renounced pursuant to section four hundred ninety-six of this article.

39 13. Penalty for material misstatements. (a) Generally. If the assessor  
40 should determine, within [three] TEN years from the filing of an appli-  
41 cation for exemption pursuant to this section, that there was a material  
42 misstatement on the application, he or she shall proceed to impose a  
43 penalty tax against the property of [one hundred dollars] EITHER TWENTY  
44 PERCENT OF THE TOTAL AMOUNT OF THE IMPROPERLY RECEIVED TAX SAVINGS, OR  
45 ONE HUNDRED DOLLARS, WHICHEVER IS GREATER. An application shall be  
46 deemed to contain a material misstatement for this purpose when either:

47 (i) the applicant or applicants claimed that the property was their  
48 primary residence, when it was not; or

49 (ii) THE APPLICANT OR APPLICANTS CLAIMED THAT THEY HAD RELINQUISHED  
50 THE STAR EXEMPTION ON THEIR FORMER PRIMARY RESIDENCE, WHEN THEY HAD NOT;  
51 OR

52 (III) in the case of an application for the enhanced exemption for  
53 property owned by senior citizens, the applicant or applicants misrepres-  
54 sented their age or income so as to appear eligible for such exemption,  
55 when they were not.

1 (b) Procedure. When the assessor determines that a penalty tax should  
2 be imposed, the penalty tax shall be entered on the next ensuing tenta-  
3 tive or final assessment roll. The procedures set forth in section five  
4 hundred fifty-one or five hundred fifty-three of this chapter, relating  
5 to the entry by the assessor of omitted real property on a tentative or  
6 final assessment roll, shall apply so far as practicable when imposing a  
7 penalty tax pursuant to this subdivision. Each owner or owners shall be  
8 given notice of the possible imposition of a penalty tax at the time and  
9 in the manner provided by section five hundred ten or five hundred  
10 fifty-three of this chapter, and shall be entitled to seek administra-  
11 tive and judicial review of such action in the manner provided by law.  
12 Any penalty tax imposed pursuant to this subdivision shall be retained  
13 by the assessing unit.

14 (c) Additional consequences. A penalty tax may be imposed pursuant to  
15 this subdivision whether or not the improper exemption has been revoked  
16 in the manner provided by this section. In addition, a person or persons  
17 who are found to have made a material misstatement shall be disqualified  
18 from further exemption pursuant to this section for a period of [five]  
19 TEN years, and may be subject to prosecution pursuant to the penal law.

20 (d) Applicability. The provisions of this subdivision shall not be  
21 applicable to the extent that the prior exemptions shall have been  
22 renounced pursuant to section four hundred ninety-six of this article.

23 14. STAR REGISTRATION PROGRAM. (A) THE COMMISSIONER SHALL ESTABLISH  
24 AND IMPLEMENT A PROGRAM UNDER WHICH ALL OWNERS OF PROPERTIES INITIALLY  
25 APPLYING FOR AND THOSE RECEIVING A BASIC STAR EXEMPTION SHALL BE  
26 REQUIRED TO BE REGISTERED WITH THE COMMISSIONER IN THE MANNER, AT SUCH  
27 INTERVALS, AND BY THE DATE OR DATES PRESCRIBED BY THE COMMISSIONER.

28 (B) NOTWITHSTANDING ANY PROVISION OF LAW TO THE CONTRARY, THE COMMIS-  
29 SIONER SHALL DIRECT THE REMOVAL OR DENIAL OF A STAR EXEMPTION IF HE OR  
30 SHE FINDS THAT ONE OR MORE OF THE FOLLOWING CONDITIONS EXIST:

31 (I) ALL OWNERS OF THE PROPERTY HAVE NOT BEEN REGISTERED BY THE  
32 PRESCRIBED DATE AND NO ACCEPTABLE JUSTIFICATION HAS BEEN PRESENTED FOR  
33 SUCH FAILURE;

34 (II) THE OWNERS OF THE PROPERTY ARE IMPROPERLY RECEIVING MULTIPLE STAR  
35 EXEMPTIONS;

36 (III) THE PROPERTY DOES NOT SERVE AS THE PRIMARY RESIDENCE OF ANY OF  
37 ITS OWNERS;

38 (IV) THE APPLICABLE INCOME LIMITATION HAS BEEN EXCEEDED; OR

39 (V) THE PROPERTY IS OTHERWISE INELIGIBLE FOR THE STAR EXEMPTION.

40 (C) PRIOR TO DIRECTING THAT A STAR EXEMPTION BE REMOVED OR DENIED  
41 PURSUANT TO THIS SUBDIVISION, THE COMMISSIONER SHALL PROVIDE THE PROPER-  
42 TY OWNERS WITH NOTICE AND AN OPPORTUNITY TO SHOW THE COMMISSIONER THAT  
43 THE PROPERTY IS ELIGIBLE TO RECEIVE THE EXEMPTION. IF THE OWNERS FAIL TO  
44 RESPOND TO SUCH NOTICE, OR IF THEIR RESPONSE DOES NOT SHOW TO THE  
45 COMMISSIONER'S SATISFACTION THAT THE PROPERTY IS ELIGIBLE FOR THE  
46 EXEMPTION, THE COMMISSIONER SHALL DIRECT THE ASSESSOR OR OTHER PERSON  
47 HAVING CUSTODY OR CONTROL OF THE ASSESSMENT ROLL OR TAX ROLL TO REMOVE  
48 OR DENY THE EXEMPTION, AND TO CORRECT THE ROLL ACCORDINGLY. SUCH A  
49 DIRECTIVE SHALL BE BINDING UPON THE ASSESSOR OR OTHER PERSON HAVING  
50 CUSTODY OR CONTROL OF THE ASSESSMENT ROLL OR TAX ROLL, AND SHALL BE  
51 IMPLEMENTED BY SUCH PERSON WITHOUT THE NEED FOR FURTHER DOCUMENTATION OR  
52 APPROVAL.

53 (D) NOTWITHSTANDING THE PROVISIONS OF PARAGRAPH (B) OF SUBDIVISION SIX  
54 OF THIS SECTION, NEITHER AN ASSESSOR NOR A BOARD OF ASSESSMENT REVIEW  
55 HAS THE AUTHORITY TO CONSIDER AN OBJECTION TO THE REMOVAL OR DENIAL OF  
56 AN EXEMPTION PURSUANT TO THIS SUBDIVISION, NOR MAY SUCH AN ACTION BE

REVIEWED IN A PROCEEDING TO REVIEW AN ASSESSMENT PURSUANT TO TITLE ONE OR ONE-A OF ARTICLE SEVEN OF THIS CHAPTER. SUCH AN ACTION MAY ONLY BE CHALLENGED BEFORE THE DEPARTMENT OF TAXATION AND FINANCE ON THE GROUNDS OF A MISTAKE OF FACT. THE TAXPAYER SHALL HAVE NO RIGHT TO COMMENCE A COURT ACTION, ADMINISTRATIVE PROCEEDING OR ANY OTHER FORM OF LEGAL RECOURSE AGAINST THE COMMISSIONER, THE DEPARTMENT OF TAXATION AND FINANCE, ASSESSOR OR OTHER PERSON HAVING CUSTODY OR CONTROL OF THE ASSESSMENT ROLL OR TAX ROLL REGARDING SUCH ACTION.

(E) THE COMMISSIONER SHALL BE ENTITLED TO UTILIZE INFORMATION FROM ANY FILINGS OF A TAXPAYER WITH THE DEPARTMENT OF TAXATION AND FINANCE IN CONJUNCTION WITH THE STAR REGISTRATION PROGRAM. THE DISCLOSURE TO THE ASSESSOR OR OTHER PERSON HAVING CUSTODY OR CONTROL OF THE ASSESSMENT ROLL OR TAX ROLL OF NAMES AND ADDRESSES OF PROPERTY OWNERS AFFECTED BY THIS SUBDIVISION, COLLECTED FROM THE REGISTRATION PROCESS AND OTHER FILINGS WITH THE DEPARTMENT OF TAXATION AND FINANCE SHALL NOT CONSTITUTE A VIOLATION OF THE SECRECY PROVISIONS OF THE TAX LAW. THE COMMISSIONER SHALL PROVIDE NO OTHER INFORMATION ABOUT THE INCOME OF A TAXPAYER TO THE ASSESSOR OR OTHER PERSON HAVING CUSTODY OR CONTROL OF THE ASSESSMENT ROLL OR TAX ROLL.

15. DISCLOSURE OF CERTAIN DATA. THE COMMISSIONER IS AUTHORIZED TO DISCLOSE TO ASSESSORS AND COUNTY DIRECTORS OF REAL PROPERTY TAX SERVICES SUCH DATA AS HE OR SHE DEEMS NECESSARY TO THE EFFECTIVE ADMINISTRATION OF THE STAR EXEMPTION AUTHORIZED BY THIS SECTION, NOTWITHSTANDING THE SECRECY PROVISIONS OF THE TAX LAW, PROVIDED THAT THE DATA SO DISCLOSED SHALL NOT BE SUBJECT TO FURTHER DISCLOSURE UNDER ARTICLE SIX OF THE PUBLIC OFFICERS LAW OR OTHERWISE.

S 3. This act shall take effect April 1, 2013.

## PART K

Section 1. Articles 16 and 17 of the private housing finance law are REPEALED.

S 2. The private housing finance law is amended by adding a new article 27 to read as follows:

### ARTICLE XXVII

#### COMMUNITY PRESERVATION PROGRAM

SECTION 1230. PURPOSE.

1231. DEFINITIONS.

1232. PROGRAM CONTRACTS.

1233. TECHNICAL SERVICES AND ASSISTANCE TO COMMUNITY PRESERVATION CORPORATIONS.

1234. RULES AND REGULATIONS.

1235. ANNUAL REPORT.

1236. RELATIONSHIP TO OTHER LAWS.

S 1230. PURPOSE. THERE CONTINUES TO EXIST IN ALL AREAS OF THE STATE SIGNIFICANT UNMET HOUSING NEEDS OF PERSONS AND FAMILIES OF LOW OR MODERATE INCOME, NUMEROUS HOUSING UNITS WHICH ARE DETERIORATING OR IN NEED OF REHABILITATION OR IMPROVEMENT, AND RELATED FACTORS DEMONSTRATING A NEED FOR ATTENTION TO HOUSING PRESERVATION AND COMMUNITY REVITALIZATION. IT IS THE PURPOSE OF THIS ARTICLE TO ESTABLISH A COMMUNITY PRESERVATION PROGRAM WITHIN THE HOUSING TRUST FUND CORPORATION.

S 1231. DEFINITIONS. AS USED IN THIS ARTICLE:

1. "HOUSING TRUST FUND CORPORATION" SHALL MEAN THE HOUSING TRUST FUND CORPORATION AS CREATED BY SECTION FORTY-FIVE-A OF THIS CHAPTER.

2. "COMMUNITY PRESERVATION CORPORATION" SHALL MEAN A CORPORATION ORGANIZED UNDER THE PROVISIONS OF THE NOT-FOR-PROFIT CORPORATION LAW

1 THAT HAS BEEN ENGAGED PRIMARILY IN HOUSING PRESERVATION AND COMMUNITY  
2 RENEWAL ACTIVITIES AS DEFINED IN SUBDIVISION FIVE OF THIS SECTION.

3 3. "ELIGIBLE APPLICANT" SHALL MEAN ANY COMMUNITY CORPORATION OR COMBI-  
4 NATION OF CORPORATIONS IN EXISTENCE FOR A PERIOD OF ONE OR MORE YEARS  
5 PRIOR TO APPLICATION.

6 4. "REGION" SHALL MEAN ANY COMMUNITY AREA WITHIN THE STATE SUCH AS A  
7 COUNTY, CITY, TOWN, VILLAGE, POSTAL ZONE, OR CENSUS TRACT OR ANY SPECI-  
8 FIED PART OR COMBINATION THEREOF AS APPROVED BY THE HOUSING TRUST FUND  
9 CORPORATION, WITHIN WHICH HOUSING AND COMMUNITY RENEWAL ACTIVITIES FUND-  
10 ED IN PART PURSUANT TO THIS ARTICLE ARE TO BE CARRIED OUT.

11 5. "HOUSING PRESERVATION AND COMMUNITY RENEWAL ACTIVITIES" SHALL MEAN  
12 ACTIVITIES ENGAGED IN BY A COMMUNITY PRESERVATION CORPORATION WITHIN A  
13 REGION, PROVIDED, HOWEVER, THAT THE HOUSING TRUST FUND CORPORATION MAY  
14 ALLOW A COMMUNITY PRESERVATION CORPORATION TO ENGAGE IN SUCH ACTIVITIES  
15 IN UNSERVED AND UNDERSERVED AREAS OF A MUNICIPALITY LYING OUTSIDE OF ITS  
16 DESIGNATED REGION, THAT INCLUDE: (A) THE NEW CONSTRUCTION OR THE ACQUI-  
17 SITION, MAINTENANCE, PRESERVATION, REPAIR, REHABILITATION OR OTHER  
18 IMPROVEMENT OF VACANT OR OCCUPIED HOUSING ACCOMMODATIONS; DEMOLITION OR  
19 SEALING OF VACANT STRUCTURES WHERE NECESSARY OR APPROPRIATE; DISPOSITION  
20 OF HOUSING ACCOMMODATIONS TO PRESENT OR POTENTIAL OCCUPANTS OR CO-OPERA-  
21 TIVE ORGANIZATIONS; TRAINING OR OTHER FORMS OF ASSISTANCE TO OCCUPANTS  
22 OF HOUSING ACCOMMODATIONS; AND MANAGEMENT OF HOUSING ACCOMMODATIONS AS  
23 AGENT FOR THE OWNERS, RECEIVERS, ADMINISTRATORS OR MUNICIPALITIES; OR  
24 (B) ACTIVITIES, SIMILAR TO THOSE SPECIFIED IN PARAGRAPH (A) OF THIS  
25 SUBDIVISION, AIMED AT ACCOMPLISHING SIMILAR PURPOSES AND MEETING SIMILAR  
26 NEEDS WITH RESPECT TO RETAIL AND SERVICE ESTABLISHMENTS WITHIN A REGION  
27 WHEN CARRIED OUT IN CONNECTION WITH AND INCIDENTAL TO A PROGRAM OF HOUS-  
28 ING RELATED ACTIVITIES.

29 6. "PERSONS OF LOW INCOME" SHALL MEAN INDIVIDUALS AND FAMILIES WHOSE  
30 ANNUAL INCOMES DO NOT EXCEED NINETY PERCENT OF THE MEDIAN ANNUAL INCOME  
31 FOR ALL RESIDENTS OF THE REGION WITHIN WHICH THEY RESIDE OR A LARGER  
32 AREA ENCOMPASSING SUCH REGION FOR WHICH MEDIAN ANNUAL INCOME CAN BE  
33 DETERMINED.

34 7. "MERGED CORPORATION" SHALL MEAN A COMMUNITY PRESERVATION CORPO-  
35 RATION MAINTAINING A CONTRACT PURSUANT TO THIS ARTICLE THAT HAS UNDER-  
36 GONE A MERGER WITH ONE OR MORE OTHER COMMUNITY PRESERVATION CORPO-  
37 RATIONS, WHICH IS ALSO MAINTAINING A CONTRACT PURSUANT TO THIS ARTICLE,  
38 THAT HAS LED THE MERGED CORPORATION TO REDUCE THE NUMBER OF CONTRACTS  
39 BEING MAINTAINED WITH THE HOUSING TRUST FUND CORPORATION PURSUANT TO  
40 THIS ARTICLE TO A TOTAL OF ONE.

41 8. "UNMERGED CORPORATION" SHALL MEAN A COMMUNITY PRESERVATION CORPO-  
42 RATION THAT IS NOT A MERGED CORPORATION.

43 S 1232. PROGRAM CONTRACTS. 1. IN ORDER TO BE ELIGIBLE TO RECEIVE FUNDS  
44 PURSUANT TO THIS ARTICLE, AN ELIGIBLE APPLICANT SHALL SUBMIT A PROPOSAL  
45 BASED ON CRITERIA AS DETERMINED BY THE HOUSING TRUST FUND CORPORATION.

46 2. WITHIN THE LIMIT OF FUNDS AVAILABLE IN THE COMMUNITY PRESERVATION  
47 APPROPRIATION, THE HOUSING TRUST FUND CORPORATION MAY ENTER INTO  
48 CONTRACTS WITH CORPORATIONS TO PROVIDE HOUSING PRESERVATION AND COMMUNI-  
49 TY RENEWAL ACTIVITIES.

50 3. IN DETERMINING TO ENTER INTO A CONTRACT WITH A COMMUNITY PRESERVA-  
51 TION CORPORATION OR CORPORATIONS PURSUANT TO THIS ARTICLE THE HOUSING  
52 TRUST FUND CORPORATION SHALL DETERMINE THAT THE DEMOGRAPHIC AND OTHER  
53 RELEVANT DATA PERTAINING TO A REGION AS SPECIFIED IN THE CONTRACT INDI-  
54 CATE THAT SUCH REGION CONTAINS SIGNIFICANT UNMET HOUSING NEEDS OF  
55 PERSONS OF LOW INCOME, THAT THE HOUSING STOCK OF SUCH REGION, BECAUSE OF  
56 ITS AGE, DETERIORATION, OR OTHER FACTORS, REQUIRES IMPROVEMENT IN ORDER

1 TO PRESERVE THE COMMUNITIES WITHIN THE REGION AND THAT THE CORPORATION  
2 PROPOSES TO ASSIST SUCH REGION THROUGH ACTIVE INTERVENTION TO EFFECT THE  
3 REGION'S PRESERVATION, STABILIZATION OR IMPROVEMENT. THE HOUSING TRUST  
4 FUND CORPORATION SHALL ALSO DETERMINE THAT THE COMMUNITY PRESERVATION  
5 CORPORATION POSSESSES OR WILL ACQUIRE OR GAIN ACCESS TO THE REQUISITE  
6 STAFF, OFFICE FACILITIES WITHIN SUCH COMMUNITY, EQUIPMENT AND EXPERTISE  
7 TO ENABLE IT TO PERFORM THE ACTIVITIES WHICH IT PROPOSES TO UNDERTAKE  
8 PURSUANT TO SUCH CONTRACT; PROVIDED, HOWEVER, THAT THE MERGED CORPO-  
9 RATION'S OFFICE FACILITIES MAY BE LOCATED OUTSIDE SUCH COMMUNITY IF THEY  
10 ARE LOCATED IN A COMMUNITY WHOLLY CONTAINED WITHIN THE MERGED CORPO-  
11 RATION'S COMMUNITY, AND PROVIDED FURTHER, HOWEVER, THAT IT SHALL NOT BE  
12 A BAR TO THE HOUSING TRUST FUND CORPORATION'S CONTRACTING WITH A COMMU-  
13 NITY PRESERVATION CORPORATION THAT ONE OR MORE ORGANIZATIONS, WHETHER  
14 PURSUANT TO CONTRACT WITH THE HOUSING TRUST FUND CORPORATION OR NOT, ARE  
15 CONDUCTING COMMUNITY PRESERVATION ACTIVITIES WHOLLY OR PARTIALLY WITHIN  
16 THE SAME COMMUNITY. THE COMMUNITY PRESERVATION CORPORATION'S OFFICERS,  
17 DIRECTORS AND MEMBERS SHALL BE FAIRLY REPRESENTATIVE OF THE RESIDENTS  
18 AND OTHER LEGITIMATE INTERESTS OF THE COMMUNITY, THAT THEY WILL CARRY  
19 OUT SUCH A CONTRACT IN A RESPONSIBLE MANNER AND THAT AT LEAST  
20 THIRTY-THREE PERCENT OF THE DIRECTORS OF THE COMMUNITY PRESERVATION  
21 CORPORATION ARE RESIDENTS OF THE COMMUNITY.

22 4. EACH CONTRACT ENTERED INTO PURSUANT TO THIS ARTICLE SHALL PROVIDE  
23 FOR PAYMENT TO THE CORPORATION FOR THE HOUSING PRESERVATION AND COMMUNI-  
24 TY RENEWAL ACTIVITIES TO BE PERFORMED BY IT. PAYMENTS SHALL BE BASED ON  
25 PERFORMANCE CRITERIA ESTABLISHED BY THE HOUSING TRUST FUND CORPORATION.

26 5. PAYMENT PURSUANT TO THIS ARTICLE SHALL BE RESTRICTED TO SUMS  
27 REQUIRED FOR THE PAYMENT OF SALARIES AND WAGES TO EMPLOYEES OF SUCH  
28 CORPORATIONS WHO ARE ENGAGED IN RENDERING HOUSING PRESERVATION AND  
29 COMMUNITY RENEWAL ACTIVITIES, FEES TO CONSULTANTS AND PROFESSIONALS  
30 RETAINED BY THEM FOR PLANNING AND PERFORMING SUCH ACTIVITIES AND OTHER  
31 COSTS AND EXPENSES DIRECTLY RELATED TO SUCH EMPLOYEES, CONSULTANTS AND  
32 PROFESSIONALS. SUCH FUNDS MAY BE USED FOR PLANNING ANY HOUSING PRESERVA-  
33 TION AND COMMUNITY RENEWAL ACTIVITY AND FOR RENOVATING, REPAIRING,  
34 FURNISHING, EQUIPPING AND OPERATING AN OFFICE FACILITY TO BE USED IN  
35 CONNECTION WITH THE CONDUCT OF HOUSING PRESERVATION AND COMMUNITY  
36 RENEWAL ACTIVITIES BY THE CORPORATION.

37 6. CONTRACTS PURSUANT TO THIS SECTION SHALL BE FOR A PERIOD TO BE  
38 DETERMINED AT THE DISCRETION OF THE HOUSING TRUST FUND CORPORATION.

39 7. THE HOUSING TRUST FUND CORPORATION MAY WITHHOLD PAYMENTS AND MAY  
40 ELECT NOT TO RENEW OR EXTEND A CONTRACT OR ENTER A SUCCEEDING CONTRACT  
41 WITH ANY COMMUNITY PRESERVATION CORPORATION IF THE CORPORATION IS NOT IN  
42 COMPLIANCE WITH ITS CONTRACT, HAS FAILED TO SUBMIT DOCUMENTATION  
43 REQUIRED UNDER ITS CONTRACT OR REQUESTED BY THE HOUSING TRUST FUND  
44 CORPORATION OR HAS NOT SATISFIED ANY OTHER CONDITIONS CONSISTENT WITH  
45 THIS ARTICLE FOR RENEWING OR EXTENDING A CONTRACT OR ENTERING A SUCCEED-  
46 ING CONTRACT.

47 8. THE HOUSING TRUST FUND CORPORATION MAY ENTER INTO CONTRACTS WITH  
48 NEW COMMUNITY PRESERVATION CORPORATIONS TO PERFORM HOUSING PRESERVATION  
49 AND COMMUNITY RENEWAL ACTIVITIES IN A COMMUNITY THAT IS UNSERVED OR  
50 UNDERSERVED AS DETERMINED BY THE HOUSING TRUST FUND CORPORATION.

51 9. IF FUNDS ARE NOT COLLECTED BY A COMMUNITY PRESERVATION CORPORATION  
52 OR FUNDS ARE REMAINING FROM A TERMINATED COMMUNITY PRESERVATION  
53 CONTRACT, SUCH FUNDS MAY BE DEPOSITED IN THE MERGED CORPORATION SAVINGS  
54 FUND AND USED TO FUND A NEW COMMUNITY PRESERVATION CORPORATION, MAY BE  
55 REALLOCATED TO THE EXISTING CORPORATIONS, MAY BE USED TO PROVIDE TECHNI-

CAL ASSISTANCE OR MAY BE USED FOR OTHER COMMUNITY PRESERVATION PROGRAM PURPOSES AS DETERMINED BY THE HOUSING TRUST FUND CORPORATION.

10. WHEN DISBURSING FUNDS FOR CONTRACTS WITH COMMUNITY PRESERVATION CORPORATIONS, PURSUANT TO THIS ARTICLE, THE HOUSING TRUST FUND CORPORATION SHALL USE THE FOLLOWING CRITERIA, FORMULAS AND TABLES TO DETERMINE THE DISTRIBUTION OF FUNDS:

(A) (I) THE TOTAL UNMERGED CORPORATION FUNDING SHALL EQUAL THE CURRENT NUMBER OF UNMERGED CORPORATION CONTRACTS MULTIPLIED BY THE PER GROUP AWARD.

(II) THE UNMERGED CORPORATION FUNDING SHALL EQUAL THE PER GROUP AWARD.

(III) THE MERGED CORPORATION FUNDING SHALL EQUAL THE FUNDING MODIFICATION MULTIPLIED BY THE PER GROUP AWARD.

(B) MERGED CORPORATION FUNDING SHALL BE DETERMINED ON AN INDIVIDUAL BASIS FOR EACH COMMUNITY PRESERVATION CORPORATION. THE FOLLOWING TABLES SHOW THE FUNDING MODIFICATION TO BE USED:

(I) IN THE CASE OF TWO CORPORATIONS MERGING, THE FOLLOWING TABLE SHALL BE USED:

YEARS SINCE MERGER	FUNDING MODIFICATION
1	200%
2	190%
3	180%
4	170%
5	160%
6	150%

(II) IN THE CASE OF THREE CORPORATIONS MERGING, THE FOLLOWING TABLE SHALL BE USED:

YEARS SINCE MERGER	FUNDING MODIFICATION
1	300%
2	290%
3	280%
4	270%
5	260%
6	250%
7	240%
8	230%
9	220%
10	210%
11	200%

(III) IN THE CASE OF FOUR OR MORE CORPORATIONS MERGING, THE FOLLOWING TABLE SHALL BE USED:

YEARS SINCE MERGER	FUNDING MODIFICATION
1	400%
2	390%
3	380%
4	370%
5	360%
6	350%
7	340%
8	330%
9	320%
10	310%
11	300%
12	290%



1	13	280%
2	14	270%
3	15	260%
4	16	250%

5 (C) IF A COMMUNITY PRESERVATION CORPORATION THAT HAS UNDERGONE A MERG-  
6 ER CONTINUES TO RENEW THEIR CONTRACT BEYOND THE TIMEFRAMES LISTED IN THE  
7 ABOVE TABLES, IT SHALL HAVE ITS FUNDING DETERMINED USING THE LAST FUND-  
8 ING MODIFICATION LISTED.

9 (D) THE MERGED CORPORATION SAVINGS SHALL BE DETERMINED ON AN INDIVID-  
10 UAL BASIS FOR EACH MERGED CORPORATION. IT SHALL BE CALCULATED BY  
11 SUBTRACTING THE AMOUNT OF SUCH CORPORATION'S MERGED CORPORATION FUNDING  
12 FROM THE AMOUNT THE MERGED CORPORATIONS WOULD HAVE RECEIVED IF THEY HAD  
13 MAINTAINED SEPARATE CONTRACTS.

14 (E) THE PER GROUP AWARD SHALL BE DETERMINED BY DIVIDING THE TOTAL  
15 FUNDING AVAILABLE, MINUS THE AMOUNTS OF ANY CONTRACTS FOR THE PROVISION  
16 OF TECHNICAL ASSISTANCE, BY THE NUMBER OF COMMUNITY PRESERVATION CORPO-  
17 RATIONS DETERMINED TO BE QUALIFIED FOR FUNDING BY THE HOUSING TRUST FUND  
18 CORPORATION AS OF THE EFFECTIVE DATE OF THIS ARTICLE AND SUBSEQUENT  
19 THERETO, WHICH WERE IN EXISTENCE AS OF AUGUST FIRST, TWO THOUSAND  
20 TWELVE, OR WHICH CAME INTO EXISTENCE THEREAFTER, MINUS ANY CORPORATIONS  
21 WHICH HAVE CEASED TO EXIST AND WERE NOT REPLACED OR MERGED.

22 11. THE HOUSING TRUST FUND CORPORATION SHALL CREATE A FUND TO HOLD AND  
23 SHALL TRANSFER ALL FUNDS DETERMINED TO BE MERGED CORPORATION SAVINGS  
24 PURSUANT TO PARAGRAPH (D) OF SUBDIVISION TEN OF THIS SECTION INTO SUCH  
25 FUND. THE HOUSING TRUST FUND CORPORATION SHALL USE SUCH FUNDS, AS AVAIL-  
26 ABLE, FOR ENTERING INTO NEW CONTRACTS OR REALLOCATING FUNDS TO EXISTING  
27 CORPORATIONS, PURSUANT TO THIS SECTION, WITH COMMUNITY PRESERVATION  
28 CORPORATIONS LOCATED IN AREAS OF THE STATE THAT ARE CURRENTLY UNSERVED  
29 BY A COMMUNITY PRESERVATION CORPORATION.

30 S 1233. TECHNICAL SERVICES AND ASSISTANCE TO COMMUNITY PRESERVATION  
31 CORPORATIONS. THE HOUSING TRUST FUND CORPORATION IS HEREBY AUTHORIZED TO  
32 RENDER TO COMMUNITY PRESERVATION CORPORATIONS SUCH TECHNICAL SERVICES  
33 AND ASSISTANCE AS IT MAY POSSESS OR AS MAY BE AVAILABLE TO IT TO ENABLE  
34 SUCH CORPORATIONS TO COMPLY WITH THE INTENT AND PROVISIONS OF THIS ARTI-  
35 CLE. THE HOUSING TRUST FUND CORPORATION IS FURTHER AUTHORIZED TO TAKE  
36 ALL STEPS NECESSARY TO ENCOURAGE THE FORMATION, ORGANIZATION AND GROWTH  
37 OF NEW COMMUNITY PRESERVATION CORPORATIONS. THE HOUSING TRUST FUND  
38 CORPORATION MAY ALSO CONTRACT WITH MUNICIPAL AND OTHER PUBLIC AGENCIES  
39 AND WITH PRIVATE PERSONS, FIRMS AND CORPORATIONS FOR THE PROVISION OF  
40 SUCH TECHNICAL SERVICES AND ASSISTANCE WHICH MAY INCLUDE: PREPARATION  
41 AND SUBMISSION OF PROPOSALS FOR ENTERING INTO CONTRACTS WITH THE HOUSING  
42 TRUST FUND CORPORATION; PREPARATION AND SUBMISSION OF REPORTS REQUIRED  
43 UNDER SUCH CONTRACTS OR REGULATIONS ISSUED BY THE HOUSING TRUST FUND  
44 CORPORATION; INTERNAL ORGANIZATION AND MANAGEMENT OF THE COMMUNITY PRES-  
45 ERVATION CORPORATIONS; RECRUITMENT AND TRAINING OF PERSONNEL OF THE  
46 COMMUNITY PRESERVATION CORPORATIONS; PREPARATION OF PLANS AND PROJECTS,  
47 NEGOTIATION OF AGREEMENTS AND COMPLIANCE WITH REQUIREMENTS OF PROGRAMS  
48 IN WHICH COMMUNITY PRESERVATION CORPORATIONS MAY BECOME ENGAGED IN THE  
49 COURSE OF THEIR COMMUNITY PRESERVATION ACTIVITIES; AND OTHER TECHNICAL  
50 ADVICE OR ASSISTANCE RELATING TO THE PERFORMANCE OR RENDITION OF COMMU-  
51 NITY PRESERVATION ACTIVITIES.

52 S 1234. RULES AND REGULATIONS. THE HOUSING TRUST FUND CORPORATION MAY  
53 ISSUE RULES AND REGULATIONS OR OPERATIONAL BULLETINS FOR THE APPLICATION  
54 AND AWARDING OF FUNDS UNDER THIS ARTICLE.

55 S 1235. ANNUAL REPORT. THE HOUSING TRUST FUND CORPORATION SHALL, ON OR  
56 BEFORE SEPTEMBER THIRTIETH IN EACH YEAR SUBMIT A REPORT TO THE LEGISLA-

1 TURE ON THE IMPLEMENTATION OF THIS ARTICLE. SUCH REPORT SHALL INCLUDE,  
2 BUT NOT BE LIMITED TO, FOR EACH CORPORATION RECEIVING PAYMENTS UNDER  
3 THIS ARTICLE: A DESCRIPTION OF SUCH CORPORATION'S CONTRACT AMOUNT AND  
4 CUMULATIVE TOTAL; THE SPECIFIC COMMUNITY PRESERVATION ACTIVITIES  
5 PERFORMED BY SUCH CORPORATION; THE FINDINGS REQUIRED BY THE HOUSING  
6 TRUST FUND CORPORATION UNDER SUBDIVISION THREE OF SECTION TWELVE HUNDRED  
7 THIRTY-TWO OF THIS ARTICLE; THE AMOUNTS OF MONIES RECEIVED BY THE CORPO-  
8 RATION FROM SOURCES OTHER THAN PAYMENTS MADE PURSUANT TO THIS ARTICLE;  
9 THE VALUE OF SERVICES RENDERED FOR THE BENEFIT OF THE CORPORATION FOR  
10 WHICH PAYMENT IS NOT REQUIRED TO BE MADE; AND SUCH OTHER INFORMATION AS  
11 THE HOUSING TRUST FUND CORPORATION DEEMS APPROPRIATE.

12 S 1236. RELATIONSHIP TO OTHER LAWS. NOTHING IN THIS ARTICLE SHALL BE  
13 DEEMED TO DENY OR LIMIT THE RIGHT OF ANY CORPORATION TO SEEK OR RECEIVE  
14 ASSISTANCE UNDER, OR OTHERWISE PARTICIPATE IN, ANY OTHER PROGRAM PURSU-  
15 ANT TO THIS CHAPTER, OR ANY OTHER GOVERNMENTAL PROGRAM RELATING TO HOUS-  
16 ING OR COMMUNITY RENEWAL. NOTHING IN THIS ARTICLE SHALL BE DEEMED TO  
17 DENY OR LIMIT THE RIGHT OF ANY CORPORATION TO CARRY OUT ANY PROGRAM OR  
18 SERVICE THROUGH A SUBSIDIARY CORPORATION OR OTHER INSTRUMENTALITY.

19 S 3. Subdivision 5 of section 921 of the private housing finance law,  
20 as added by chapter 166 of the laws of 1991, is amended to read as  
21 follows:

22 5. "Neighborhood" shall mean an area within the municipality identi-  
23 fied by recognized or established boundaries consistent with a determi-  
24 nation of neighborhood eligibility under article [sixteen] TWENTY-SEVEN  
25 of this chapter.

26 S 4. The opening paragraph of section 1021 of the private housing  
27 finance law, as added by chapter 911 of the laws of 1982, is amended to  
28 read as follows:

29 As used in this article, any term defined in article [seventeen] TWEN-  
30 TY-SEVEN of this chapter shall have the same meaning herein as set forth  
31 therein and the following terms shall have the following meanings:

32 S 5. Section 1051 of the private housing finance law, as added by  
33 chapter 725 of the laws of 1983, is amended to read as follows:

34 S 1051. Legislative findings and statement of policy. The legislature  
35 hereby finds and declares that there exists in many portions of the  
36 rural areas of the state substantial needs for revitalization and  
37 improvement of housing and of local commercial and service facilities,  
38 and for related community renewal activities. The findings set forth in  
39 article [seventeen] TWENTY-SEVEN of this chapter, with respect to the  
40 special needs and problems of such areas and the significant potential  
41 role of locally based not-for-profit organizations in helping to meet  
42 such needs, are hereby reaffirmed. The legislature hereby determines  
43 that, in addition to the program of state support to help meet the  
44 administrative expenses of such organizations under article [seventeen]  
45 TWENTY-SEVEN, a further public need exists for state funding of a  
46 portion of the costs of specific revitalization projects carried out by  
47 such groups and similar local organizations. It is the purpose of this  
48 article to encourage community preservation and improvement in the rural  
49 area of the state by establishing a program of such funding.

50 S 6. Section 1052 of the private housing finance law, as added by  
51 chapter 725 of the laws of 1983 and paragraph 3 of subdivision (b) as  
52 added by chapter 166 of the laws of 1991, is amended to read as follows:

53 S 1052. Definitions. As used in this article:

54 (a) all terms defined in article [seventeen] TWENTY-SEVEN of this  
55 chapter shall have the same meanings herein as specified therein; and

56 (b) the following terms shall have the following meanings:

(1) "rural area revitalization project" means a specific work or series of works for the revitalization and improvement of a region of the rural area of the state through creation, preservation or improvement of housing resources; creation, preservation or improvement of local commercial facilities; restoration or improvement of public facilities or other aspects of the area environment; related community preservation or renewal activities; or any combination of the above.

(2) "qualified applicant" means a not-for-profit corporation under contract pursuant to article [seventeen] TWENTY-SEVEN of this chapter or any other locally based organization which is either incorporated under the not-for-profit corporation law (or such law together with any other applicable law) or, if unincorporated, is not organized for the private profit or benefit of its members.

(3) "Corporation" means the housing trust fund corporation established in section forty-five-a of this chapter.

S 7. Subdivision 3 of section 1053 of the private housing finance law, as amended by chapter 63 of the laws of 2012, is amended to read as follows:

3. Each contract pursuant to this section shall provide for payment by the corporation for the activities to be carried out pursuant to the contract. Such payment shall be based on the projected costs of such activities and the other sources of funding which may be available to the applicant (including, if applicable, funding pursuant to article [seventeen] TWENTY-SEVEN of this chapter) from any source. Up to ten percent of the program or project cost may be used for the qualified applicant's operating expenses including expenses related to organization operating support and administration of the contract. The total state payment pursuant to any one contract shall not exceed two hundred thousand dollars.

S 8. This act shall take effect July 1, 2013.

## PART L

Section 1. Subdivision 8 of section 2404 of the public authorities law is REPEALED and a new subdivision 8 is added to read as follows:

(8) TO INVEST ANY FUNDS OR OTHER MONEYS UNDER ITS CUSTODY AND CONTROL IN INVESTMENT SECURITIES OR UNDER ANY ANCILLARY BOND FACILITY;

S 2. Section 2402 of the public authorities law is amended by adding two new subdivisions 18 and 19 to read as follows:

(18) "INVESTMENT SECURITIES". SUBJECT TO, OR AS OTHERWISE PROVIDED IN, THE PROVISIONS OF ANY CONTRACT WITH BONDHOLDERS OF THE AGENCY: (I) GENERAL OBLIGATIONS OF, OR OBLIGATIONS GUARANTEED BY, ANY STATE OF THE UNITED STATES OF AMERICA OR POLITICAL SUBDIVISION THEREOF, THE DISTRICT OF COLUMBIA, OR ANY AGENCY OR INSTRUMENTALITY THEREOF RECEIVING ONE OF THE THREE HIGHEST LONG-TERM UNSECURED DEBT RATING CATEGORIES AVAILABLE FOR SUCH SECURITIES OF AT LEAST ONE INDEPENDENT RATING AGENCY; OR (II) CERTIFICATES OF DEPOSIT, SAVINGS ACCOUNTS, TIME DEPOSITS OR OTHER OBLIGATIONS OR ACCOUNTS OF BANKS OR TRUST COMPANIES IN THE STATE, SECURED, IF THE AGENCY SHALL SO REQUIRE, IN SUCH MANNER AS THE AGENCY MAY SO DETERMINE; OR (III) OTHERWISE, IN THE DISCRETION OF THE AGENCY, OBLIGATIONS IN WHICH THE COMPTROLLER IS AUTHORIZED TO INVEST, PURSUANT TO EITHER SECTION NINETY-EIGHT OR NINETY-EIGHT-A OF THE STATE FINANCE LAW.

(19) "ANCILLARY BOND FACILITY". ANY INTEREST RATE EXCHANGE OR SIMILAR AGREEMENT OR ANY BOND INSURANCE POLICY, LETTER OF CREDIT OR OTHER CREDIT ENHANCEMENT FACILITY, LIQUIDITY FACILITY, GUARANTEED INVESTMENT OR REINVESTMENT AGREEMENT, OR OTHER SIMILAR AGREEMENT, ARRANGEMENT OR CONTRACT.

1 S 3. Subdivision 9 of section 2427 of the public authorities law, as  
2 added by chapter 788 of the laws of 1978, is amended to read as follows:

3 9. To invest any funds held in reserves or sinking funds or any funds  
4 not required for immediate use or disbursement, at the discretion of the  
5 agency, in obligations of the state [of] OR federal government or of any  
6 city of the state, the principal and interest of which are guaranteed by  
7 the state or federal government, OBLIGATIONS OF PUBLIC AUTHORITIES  
8 CREATED UNDER NEW YORK STATE LAW, obligations of agencies of the federal  
9 government, GOVERNMENT NATIONAL MORTGAGE ASSOCIATION, FEDERAL NATIONAL  
10 MORTGAGE ASSOCIATION, AND THE FEDERAL HOME LOAN MORTGAGE CORPORATION  
11 MORTGAGE BACKED SECURITIES, OR IN FHA INSURED LOANS ORIGINATED BY THE  
12 NEW YORK STATE HOUSING FINANCE AGENCY, or special time deposits in, or  
13 certificates of deposit issued by, a bank or trust company authorized to  
14 do business in the state and secured by a pledge of obligations of the  
15 United States of America or obligations of the state, any city of the  
16 state, other municipal corporation, school district or district corpo-  
17 ration of the state or obligations of agencies of the federal govern-  
18 ment, provided that any such investment from time to time (1) may be  
19 legally purchased by savings banks of the state as investments of funds  
20 belonging to them or in their control and (2) shall be approved by the  
21 comptroller.

22 S 4. Subdivision 4 of section 2429-b of the public authorities law, as  
23 amended by chapter 3 of the laws of 2004, is amended to read as follows:

24 4. Moneys in such fund may be invested (a) in special time deposit  
25 accounts in, or certificates of deposit issued by, a bank, trust compa-  
26 ny, savings bank or savings and loan association located and authorized  
27 to do business in this state, provided, however, that such time deposit  
28 account or certificate of deposit shall be payable within such time as  
29 the proceeds may be needed to meet expenditures estimated to be incurred  
30 by the agency and provided further that such time deposit account or  
31 certificate of deposit be secured by a pledge of obligations of the  
32 United States of America or obligations of the state, any city of the  
33 state, or other municipal corporation, school district or district  
34 corporation of the state or obligations of agencies of the federal  
35 government; or (b) in obligations of the United States of America or the  
36 state which may from time to time be legally purchased by savings banks  
37 within the state as an investment of funds belonging to them or in their  
38 control, or in obligations of the Federal National Mortgage Association,  
39 OR IN GOVERNMENT NATIONAL MORTGAGE ASSOCIATION, FEDERAL NATIONAL MORT-  
40 GAGE ASSOCIATION, AND THE FEDERAL HOME LOAN MORTGAGE CORPORATION MORT-  
41 GAGE BACKED SECURITIES, OR IN FHA INSURED LOANS ORIGINATED BY THE NEW  
42 YORK STATE HOUSING FINANCE AGENCY OR IN OBLIGATIONS OF PUBLIC AUTHORI-  
43 TIES CREATED UNDER STATE LAW, provided such obligations shall be payable  
44 or redeemable at the option of the owner within such times as the  
45 proceeds may be needed to meet expenditures estimated to be incurred by  
46 the agency.

47 S 5. Subdivision 8 of section 44 of the private housing finance law is  
48 REPEALED and a new subdivision 8 is added to read as follows:

49 8. TO INVEST ANY FUNDS OR OTHER MONEYS UNDER ITS CUSTODY AND CONTROL  
50 IN INVESTMENT SECURITIES OR UNDER ANY ANCILLARY BOND FACILITY.

51 S 6. Section 42 of the private housing finance law is amended by  
52 adding two new subdivisions 26 and 27 to read as follows:

53 26. "INVESTMENT SECURITIES" SHALL MEAN, SUBJECT TO OR, AS OTHERWISE  
54 PROVIDED IN, THE PROVISIONS OF ANY CONTRACT WITH BONDHOLDERS OF THE  
55 AGENCY: (I) GENERAL OBLIGATIONS OF, OR OBLIGATIONS GUARANTEED BY, ANY  
56 STATE OF THE UNITED STATES OF AMERICA OR POLITICAL SUBDIVISION THEREOF,

1 THE DISTRICT OF COLUMBIA, OR ANY AGENCY OR INSTRUMENTALITY THEREOF  
2 RECEIVING ONE OF THE THREE HIGHEST LONG-TERM UNSECURED DEBT RATING CATE-  
3 GORIES AVAILABLE FOR SUCH SECURITIES OF AT LEAST ONE INDEPENDENT RATING  
4 AGENCY; OR (II) CERTIFICATES OF DEPOSIT, SAVINGS ACCOUNTS, TIME DEPOSITS  
5 OR OTHER OBLIGATIONS OR ACCOUNTS OF BANKS OR TRUST COMPANIES IN THE  
6 STATE, SECURED, IF THE AGENCY SHALL SO REQUIRE, IN SUCH MANNER AS THE  
7 AGENCY MAY SO DETERMINE; OR (III) OTHERWISE, IN THE DISCRETION OF THE  
8 AGENCY, OBLIGATIONS IN WHICH THE COMPTROLLER IS AUTHORIZED TO INVEST,  
9 PURSUANT TO EITHER SECTION NINETY-EIGHT OR NINETY-EIGHT-A OF THE STATE  
10 FINANCE LAW.

11 27. "ANCILLARY BOND FACILITY" SHALL MEAN ANY INTEREST RATE EXCHANGE OR  
12 SIMILAR AGREEMENT OR ANY BOND INSURANCE POLICY, LETTER OF CREDIT OR  
13 OTHER CREDIT ENHANCEMENT FACILITY, LIQUIDITY FACILITY, GUARANTEED  
14 INVESTMENT OR REINVESTMENT AGREEMENT, OR OTHER SIMILAR AGREEMENT,  
15 ARRANGEMENT OR CONTRACT.

16 S 7. This act shall take effect immediately.

17 PART M

18 Section 1. Notwithstanding any other provision of law, and provided  
19 that the reserves in the project pool insurance account of the mortgage  
20 insurance fund created pursuant to section 2429-b of the public authori-  
21 ties law are sufficient to attain and maintain the credit rating (as  
22 determined by the agency) required to accomplish the purposes of such  
23 account, the board of directors of the state of New York mortgage agency  
24 shall authorize the transfer from the project pool insurance account of  
25 the mortgage insurance fund to the state treasury for deposit in the  
26 general fund a total sum not to exceed one hundred million dollars as  
27 soon as practicable but no later than March 31, 2014.

28 S 2. Notwithstanding any other provision of law, the housing trust  
29 fund corporation (the corporation) may provide, for purposes of the  
30 community preservation program, a sum not to exceed twelve million eigh-  
31 teen thousand dollars for the fiscal year ending March 31, 2014.  
32 Notwithstanding any other provision of law, and provided that the  
33 reserves in the project pool insurance account of the mortgage insurance  
34 fund created pursuant to section 2429-b of the public authorities law  
35 are sufficient to attain and maintain the credit rating (as determined  
36 by the agency) required to accomplish the purposes of such account, the  
37 board of directors of the state of New York mortgage agency shall  
38 authorize the transfer from the project pool insurance account of the  
39 mortgage insurance fund to the housing trust fund corporation (the  
40 corporation), for the purposes of reimbursing any costs associated with  
41 community preservation program contracts authorized by this section, a  
42 total sum not to exceed twelve million eighteen thousand dollars as soon  
43 as practicable but no later than June 30, 2013.

44 S 3. Notwithstanding any other provision of law, the housing trust  
45 fund corporation (the corporation) may provide, for purposes of the  
46 rural rental assistance program, a sum not to exceed twenty million four  
47 hundred thousand dollars for the fiscal year ending March 31, 2014.  
48 Notwithstanding any other provision of law, and provided that the  
49 reserves in the project pool insurance account of the mortgage insurance  
50 fund created pursuant to section 2429-b of the public authorities law  
51 are sufficient to attain and maintain the credit rating (as determined  
52 by the agency) required to accomplish the purposes of such account, the  
53 board of directors of the state of New York mortgage agency shall  
54 authorize the transfer from the project pool insurance account of the

1 mortgage insurance fund to the housing trust fund corporation (the  
2 corporation), for the purposes of reimbursing any costs associated with  
3 rural rental assistance program contracts authorized by this section, a  
4 total sum not to exceed twenty million four hundred thousand dollars as  
5 soon as practicable but no later than June 30, 2013.

6 S 4. Notwithstanding any other provision of law, the housing finance  
7 agency may provide, for costs associated with the rehabilitation of  
8 Mitchell Lama housing projects, a sum not to exceed seventeen million  
9 five hundred eighty-two thousand dollars for the fiscal year ending  
10 March 31, 2014. Notwithstanding any other provision of law, and provided  
11 that the reserves in the project pool insurance account of the mortgage  
12 insurance fund created pursuant to section 2429-b of the public authori-  
13 ties law are sufficient to attain and maintain the credit rating (as  
14 determined by the agency) required to accomplish the purposes of such  
15 account, the board of directors of the state of New York mortgage agency  
16 shall authorize the transfer from the project pool insurance account of  
17 the mortgage insurance fund to the housing finance agency, for the  
18 purposes of reimbursing any costs associated with Mitchell Lama housing  
19 projects authorized by this section, a total sum not to exceed seventeen  
20 million five hundred eighty-two thousand dollars as soon as practicable  
21 but no later than March 30, 2014.

22 S 5. This act shall take effect immediately.

23 PART N

24 Section 1. Section 21 of the labor law is amended by adding a new  
25 subdivision 14 to read as follows:

26 14. SHALL DO ALL THINGS NECESSARY FOR THE OPERATION OF THE NEW YORK  
27 STATE DATA CENTER ESTABLISHED IN THE DEPARTMENT IN COOPERATION WITH THE  
28 UNITED STATES BUREAU OF THE CENSUS; TO COOPERATE WITH OTHER STATE AGEN-  
29 CIES, UNIVERSITIES, REGIONAL ORGANIZATIONS, BOARDS, COMMISSIONS, AND  
30 OTHER ENTITIES IN THE DISSEMINATION OF SOCIO-ECONOMIC INFORMATION AND  
31 DATA THROUGH THE NEW YORK STATE DATA CENTER PROGRAM; IN RELATION TO SUCH  
32 INFORMATION AND DATA, TO PROVIDE TECHNICAL ASSISTANCE TO OTHER STATE  
33 AGENCIES, UNIVERSITIES, REGIONAL ORGANIZATIONS, BOARDS, COMMISSIONS AND  
34 OTHER ENTITIES; AND TO PREPARE ESTIMATES AND THE OFFICIAL PROJECTIONS OF  
35 POPULATION, HOUSEHOLDS AND OTHER CHARACTERISTICS OF THE STATE FOR USE BY  
36 ALL STATE AGENCIES.

37 S 2. Subdivision 17 of section 100 of the economic development law is  
38 REPEALED.

39 S 3. This act shall take effect immediately.

40 PART O

41 Section 1. Paragraph (a) of subdivision 1 of section 518 of the labor  
42 law, as amended by chapter 589 of the laws of 1998, is amended to read  
43 as follows:

44 (a) "Wages" means all remuneration paid, except that such term does  
45 not include remuneration paid to an employee by an employer after eight  
46 thousand five hundred dollars have been paid to such employee by such  
47 employer with respect to employment during any calendar year, EXCEPT  
48 THAT SUCH TERM DOES NOT INCLUDE REMUNERATION PAID TO AN EMPLOYEE BY AN  
49 EMPLOYER WITH RESPECT TO EMPLOYMENT DURING ANY CALENDAR YEAR BEGINNING  
50 WITH THE FIRST DAY OF

51 THAT EXCEEDS

52 JANUARY 2014

\$10,300

1	JANUARY 2015	\$10,500
2	JANUARY 2016	\$10,700
3	JANUARY 2017	\$10,900
4	JANUARY 2018	\$11,100
5	JANUARY 2019	\$11,400
6	JANUARY 2020	\$11,600
7	JANUARY 2021	\$11,800
8	JANUARY 2022	\$12,000
9	JANUARY 2023	\$12,300
10	JANUARY 2024	\$12,500
11	JANUARY 2025	\$12,800
12	JANUARY 2026	\$13,000

13 AND EACH YEAR THEREAFTER ON THE FIRST DAY OF JANUARY THAT EXCEEDS  
14 SIXTEEN PERCENT OF THE STATE'S AVERAGE ANNUAL WAGE AS DETERMINED BY THE  
15 COMMISSIONER ON AN ANNUAL BASIS PURSUANT TO SECTION FIVE HUNDRED TWEN-  
16 TY-NINE OF THIS ARTICLE; PROVIDED, HOWEVER, THAT IN CALCULATING SUCH  
17 MAXIMUM AMOUNT OF REMUNERATION, THE AMOUNT ARRIVED AT BY MULTIPLYING THE  
18 STATE'S AVERAGE ANNUAL WAGE TIMES SIXTEEN PERCENT SHALL BE ROUNDED UP TO  
19 THE NEAREST HUNDRED DOLLARS. IN NO EVENT SHALL THE STATE'S ANNUAL AVER-  
20 AGE WAGE BE REDUCED FROM THE AMOUNT DETERMINED IN THE PREVIOUS YEAR. The  
21 term "employment" includes for the purposes of this subdivision services  
22 constituting employment under any unemployment compensation law of  
23 another state or the United States.

24 S. 2. Subdivision 1 and paragraph (a) of subdivision 2 of section 527  
25 of the labor law, subdivision 1 as amended by chapter 413 of the laws of  
26 2003 and paragraph (a) of subdivision 2 as amended by chapter 5 of the  
27 laws of 2000, are amended to read as follows:

28 1. Basic condition. "Valid original claim" is a claim filed by a  
29 claimant who meets the following qualifications: (a) is able to work,  
30 and available for work; (b) is not subject to any disqualification or  
31 suspension under this article; (c) his OR HER previously established  
32 benefit year, if any, has expired; (d) has been paid remuneration by  
33 employers liable for contributions or for payments in lieu of contrib-  
34 utions under this article, other than employers from whom the claimant  
35 lost employment under conditions which would be disqualifying FOR  
36 MISCONDUCT pursuant to [subdivision] SUBDIVISIONS three AND SIX of  
37 section five hundred ninety-three of this article, for employment during  
38 at least two calendar quarters of the base period, with remuneration of  
39 one and one-half times the high calendar quarter [earnings] REMUNERATION  
40 within the base period and with at least [one] TWO thousand [six] ONE  
41 hundred dollars of such remuneration being paid during the high calendar  
42 quarter of such base period. For purposes of this section, the [earn-  
43 ings] REMUNERATION in the high calendar quarter of the base period used  
44 in determining a valid original claim shall not exceed an amount equal  
45 to twenty-two times the maximum benefit rate as set forth in subdivision  
46 five of section five hundred ninety of this article for all individuals.

47 (a) An individual who is unable to file a valid original claim in  
48 accordance with subdivision one of this section, files a valid original  
49 claim by meeting the qualifications enumerated in paragraphs (a), (b)  
50 and (c) of subdivision one of this section and by having been paid  
51 remuneration by employers liable for contributions or for payments in  
52 lieu of contributions under this article, other than employers from whom  
53 the claimant lost employment under conditions which [are] WOULD BE  
54 disqualifying FOR MISCONDUCT pursuant to [subdivision] SUBDIVISIONS  
55 three AND SIX of section five hundred ninety-three of this article, for  
56 employment during at least two calendar quarters of the base period,

1 with remuneration of one and one-half times the high calendar quarter  
2 [earnings] REMUNERATION within the base period and with at least [one]  
3 TWO thousand [six] ONE hundred dollars of such remuneration being paid  
4 during the high calendar quarter of such base period. For purposes of  
5 this section, the [earnings] REMUNERATION in the high calendar quarter  
6 of the base period used in determining a valid original claim shall not  
7 exceed an amount equal to twenty-two times the maximum benefit rate as  
8 set forth in subdivision five of section five hundred ninety of this  
9 article for all individuals.

10 S 3. The labor law is amended by adding a new section 529 to read as  
11 follows:

12 S 529. AVERAGE ANNUAL WAGE; AVERAGE WEEKLY WAGE. 1. THE "AVERAGE ANNU-  
13 AL WAGE" SHALL BE THE AVERAGE ANNUAL WAGE OF THE STATE OF NEW YORK FOR  
14 THE PREVIOUS CALENDAR YEAR AS DETERMINED BY THE COMMISSIONER NO LATER  
15 THAN THE THIRTY-FIRST DAY OF MAY OF EACH YEAR.

16 2. THE "AVERAGE WEEKLY WAGE" SHALL BE THE AVERAGE WEEKLY WAGE OF THE  
17 STATE OF NEW YORK FOR THE PREVIOUS CALENDAR YEAR AS DETERMINED BY THE  
18 COMMISSIONER NO LATER THAN THE THIRTY-FIRST DAY OF MAY OF EACH YEAR.

19 S 4. Subdivisions 1 and 3 of section 576 of the labor law, as amended  
20 by chapter 49 of the laws of 1966, are amended to read as follows:

21 1. Determinations of liability for contributions. No determination of  
22 liability for contributions pursuant to section five hundred sixty of  
23 this article shall be made more than three years after the last day of  
24 the calendar year in which the wages on which such liability is based  
25 were paid, EXCEPT AS PROVIDED IN SUBDIVISION THREE OF THIS SECTION.

26 3. Determinations of LIABILITY FOR AND amount of contributions after  
27 contest. If an employer contests a determination of liability for  
28 contributions, a determination of the amount of contributions due FOR  
29 THE CONTESTED PERIOD AND SUBSEQUENT PERIODS may be made at any time  
30 prior to the latter of the following:

31 (a) three years after the last day of the calendar year in which the  
32 wages on which such contributions are based were paid; or

33 (b) two years after the last day of the calendar year in which such  
34 determination of liability for contributions became final and irrev-  
35 ovable.

36 S 5. Paragraph (a) of subdivision 1 of section 577 of the labor law is  
37 amended by adding a new subparagraph 9 to read as follows:

38 (9) MONIES PURSUANT TO SECTION FIVE HUNDRED NINETY-FOUR OF THIS TITLE.

39 S 6. Subparagraph 3 of paragraph (e) of subdivision 1 of section 581  
40 of the labor law, as amended by chapter 589 of the laws of 1998, is  
41 amended to read as follows:

42 (3) An employer's account shall not be charged, and the charges shall  
43 instead be made to the general account, for benefits paid to a claimant  
44 after the expiration of a period of disqualification from benefits  
45 following a final determination that the claimant lost employment with  
46 the employer through misconduct or voluntary separation of employment  
47 without good cause within the meaning of section five hundred ninety-  
48 three of this article and the charges are attributable to remuneration  
49 paid during the claimant's base period of employment with such employer  
50 prior to the claimant's loss of employment with such employer through  
51 misconduct or voluntary separation of employment without good cause,  
52 PROVIDED, HOWEVER, THAT AN EMPLOYER SHALL NOT BE RELIEVED OF CHARGES  
53 PURSUANT TO THIS SUBPARAGRAPH IF AN EMPLOYER OR ITS AGENT FAILS TO  
54 SUBMIT INFORMATION RESULTING IN AN OVERPAYMENT PURSUANT TO SECTION FIVE  
55 HUNDRED NINETY-SEVEN OF THIS ARTICLE.



S 7. Paragraph (a) of subdivision 2 of section 581 of the labor law, as added by chapter 413 of the laws of 2003, is amended to read as follows:

(a) Each qualified employer's rate of contribution shall be the percentage shown in the column headed by the size of the fund index as of the computation date and on the same line with his or her negative or positive employer's account percentage, except that if within the three payroll years preceding the computation date any part of a negative balance has been transferred from any employer's account as a charge to the general account pursuant to the provisions of paragraph (e) of subdivision one of this section such employer's rate of contribution shall be the maximum contribution rate as shown in the column headed by the size of fund index;

#### Size of Fund Index

Employer's

Account

Percentage

Less Than 0%	0% but less than 0.5%	0.5% but less than 1.0%	1.0% but less than 1.5%	1.5% but less than 2.0%	2.0% but less than 2.5%	2.5% but less than 3.0%	3.0% but less than 3.5%	3.5% but less than 4.0%	4.0% but less than 4.5%	4.5% but less than 5.0%	5.0% or more
8.90	8.70	8.50	8.30	8.10	7.30	6.90	6.50	6.20	6.10	6.00	5.90
8.80	8.60	8.40	8.20	8.00	7.20	6.80	6.40	6.10	6.00	5.90	5.80
8.70	8.50	8.30	8.10	7.90	7.10	6.70	6.30	6.00	5.90	5.80	5.70
8.60	8.40	8.20	8.00	7.80	7.00	6.60	6.20	5.90	5.80	5.70	5.60
8.50	8.30	8.10	7.90	7.70	6.90	6.50	6.10	5.80	5.70	5.60	5.50
8.40	8.20	8.00	7.80	7.60	6.80	6.40	6.00	5.70	5.60	5.50	5.40
8.30	8.10	7.90	7.70	7.50	6.70	6.30	5.90	5.60	5.50	5.40	5.30
8.20	8.00	7.80	7.60	7.40	6.60	6.20	5.80	5.50	5.40	5.30	5.20

Negative

21.0%

or more

8.90 8.70 8.50 8.30 8.10 7.30 6.90 6.50 6.20 6.10 6.00 5.90

20.5%

or more

but less

than 21.0%

8.80 8.60 8.40 8.20 8.00 7.20 6.80 6.40 6.10 6.00 5.90 5.80

20.0%

or more

but less

than 20.5%

8.70 8.50 8.30 8.10 7.90 7.10 6.70 6.30 6.00 5.90 5.80 5.70

19.5%

or more

but less

than 20.0%

8.60 8.40 8.20 8.00 7.80 7.00 6.60 6.20 5.90 5.80 5.70 5.60

19.0%

or more

but less

than 19.5%

8.50 8.30 8.10 7.90 7.70 6.90 6.50 6.10 5.80 5.70 5.60 5.50

18.5%

or more

but less

than 19.0%

8.40 8.20 8.00 7.80 7.60 6.80 6.40 6.00 5.70 5.60 5.50 5.40

18.0%

or more

but less

than 18.5%

8.30 8.10 7.90 7.70 7.50 6.70 6.30 5.90 5.60 5.50 5.40 5.30

17.5%

or more

but less

than 18.0%

8.20 8.00 7.80 7.60 7.40 6.60 6.20 5.80 5.50 5.40 5.30 5.20

1	17.0%													
2	or more													
3	but less													
4	than 17.5%	8.10	7.90	7.70	7.50	7.30	6.50	6.10	5.70	5.40	5.30	5.20	5.10	
5	16.5%													
6	or more													
7	but less													
8	than 17.0%	8.00	7.80	7.60	7.40	7.20	6.40	6.00	5.60	5.30	5.20	5.10	5.00	
9	16.0%													
10	or more													
11	but less													
12	than 16.5%	7.90	7.70	7.50	7.30	7.10	6.30	5.90	5.50	5.20	5.10	5.00	4.90	
13	15.5%													
14	or more													
15	but less													
16	than 16.0%	7.80	7.60	7.40	7.20	7.00	6.20	5.80	5.40	5.10	5.00	4.90	4.80	
17	15.0%													
18	or more													
19	but less													
20	than 15.5%	7.70	7.50	7.30	7.10	6.90	6.10	5.70	5.30	5.00	4.90	4.80	4.70	
21	14.5%													
22	or more													
23	but less													
24	than 15.0%	7.60	7.40	7.20	7.00	6.80	6.00	5.60	5.20	4.90	4.80	4.70	4.60	
25	14.0%													
26	or more													
27	but less													
28	than 14.5%	7.50	7.30	7.10	6.90	6.70	5.90	5.50	5.10	4.80	4.70	4.60	4.50	
29	13.5%													
30	or more													
31	but less													
32	than 14.0%	7.40	7.20	7.00	6.80	6.60	5.80	5.40	5.00	4.70	4.60	4.50	4.40	
33	13.0%													
34	or more													
35	but less													
36	than 13.5%	7.30	7.10	6.90	6.70	6.50	5.70	5.30	4.90	4.60	4.50	4.40	4.30	
37	12.5%													
38	or more													
39	but less													
40	than 13.0%	7.20	7.00	6.80	6.60	6.40	5.60	5.20	4.80	4.50	4.40	4.30	4.20	
41	12.0%													
42	or more													
43	but less													
44	than 12.5%	7.10	6.90	6.70	6.50	6.30	5.50	5.10	4.70	4.40	4.30	4.20	4.10	
45	11.5%													
46	or more													
47	but less													
48	than 12.0%	7.00	6.80	6.60	6.40	6.20	5.40	5.00	4.60	4.30	4.20	4.10	4.00	
49	11.0%													
50	or more													
51	but less													
52	than 11.5%	6.90	6.70	6.50	6.30	6.10	5.30	4.90	4.50	4.20	4.10	4.00	3.90	
53	10.5%													
54	or more													
55	but less													
56	than 11.0%	6.80	6.60	6.40	6.20	6.00	5.20	4.80	4.40	4.10	4.00	3.90	3.80	

1	10.0%												
2	or more												
3	but less												
4	than 10.5%	6.70	6.50	6.30	6.10	5.90	5.10	4.70	4.30	4.00	3.90	3.80	3.70
5	9.5%												
6	or more												
7	but less												
8	than 10.0%	6.60	6.40	6.20	6.00	5.80	5.00	4.60	4.20	3.90	3.80	3.70	3.60
9	9.0%												
10	or more												
11	but less												
12	than 9.5%	6.50	6.30	6.10	5.90	5.70	4.90	4.50	4.10	3.80	3.70	3.60	3.50
13	8.5%												
14	or more												
15	but less												
16	than 9.0%	6.40	6.20	6.00	5.80	5.60	4.80	4.40	4.00	3.70	3.60	3.50	3.40
17	8.0%												
18	or more												
19	but less												
20	than 8.5%	6.30	6.10	5.90	5.70	5.50	4.70	4.30	3.90	3.60	3.50	3.40	3.30
21	7.0%												
22	or more												
23	but less												
24	than 8.0%	6.20	6.00	5.80	5.60	5.40	4.60	4.20	3.80	3.50	3.40	3.30	3.20
25	6.0%												
26	or more												
27	but less												
28	than 7.0%	6.10	5.90	5.70	5.50	5.30	4.50	4.10	3.70	3.40	3.30	3.20	3.10
29	5.0%												
30	or more												
31	but less												
32	than 6.0%	6.00	5.80	5.60	5.40	5.20	4.40	4.00	3.60	3.30	3.20	3.10	3.00
33	4.0%												
34	or more												
35	but less												
36	than 5.0%	5.90	5.70	5.50	5.30	5.10	4.30	3.90	3.50	3.20	3.10	3.00	2.90
37	3.0%												
38	or more												
39	but less												
40	than 4.0%	5.60	5.40	5.20	5.00	4.80	4.20	3.80	3.40	3.10	3.00	2.90	2.80
41	2.0%												
42	or more												
43	but less												
44	than 3.0%	5.50	5.30	5.10	4.90	4.70	4.10	3.70	3.30	3.00	2.90	2.80	2.70
45	1.0%												
46	or more												
47	but less												
48	than 2.0%	5.40	5.20	5.00	4.80	4.60	4.00	3.60	3.20	2.90	2.80	2.70	2.60
49	Less												
50	than 1.0%	5.20	5.00	4.80	4.60	4.40	3.80	3.40	3.00	2.70	2.60	2.50	2.40
51	Positive												
52	Less												
53	than 1.0%	4.10	3.90	3.70	3.50	3.30	2.90	2.50	2.10	1.90	1.80	1.70	1.60
54	1.0%												

[illegible]

1	or more													
2	but less													
3	than 8.0%	2.60	2.40	2.20	2.00	1.80	1.40	1.00	0.60	0.40	0.30	0.20	0.10	
4	8.0%													
5	or more but													
6	less than													
7	8.25%	2.50	2.30	2.10	1.90	1.70	1.30	0.90	0.50	0.30	0.20	0.10	0.00	
8	8.25%													
9	or more													
10	but less													
11	than 8.5%	2.40	2.20	2.00	1.80	1.60	1.20	0.80	0.40	0.20	0.10	0.00	0.00	
12	8.5%													
13	or more but													
14	less than													
15	8.75%	2.30	2.10	1.90	1.70	1.50	1.10	0.70	0.30	0.10	0.00	0.00	0.00	
16	8.75%													
17	or more													
18	but less													
19	than 9.0%	2.20	2.00	1.80	1.60	1.40	1.00	0.60	0.20	0.00	0.00	0.00	0.00	
20	9.0%													
21	or more but													
22	less than													
23	9.25%	2.10	1.90	1.70	1.50	1.30	0.90	0.50	0.10	0.00	0.00	0.00	0.00	
24	9.25%													
25	or more													
26	but less													
27	than 9.5%	2.00	1.80	1.60	1.40	1.20	0.80	0.40	0.00	0.00	0.00	0.00	0.00	
28	9.5%													
29	or more but													
30	less than													
31	9.75%	1.90	1.70	1.50	1.30	1.10	0.70	0.30	0.00	0.00	0.00	0.00	0.00	
32	9.75%													
33	or more but													
34	less than													
35	10.0%	1.80	1.60	1.40	1.20	1.00	0.60	0.20	0.00	0.00	0.00	0.00	0.00	
36	10.0%													
37	or more but													
38	less than													
39	10.25%	1.70	1.50	1.30	1.10	0.90	0.50	0.10	0.00	0.00	0.00	0.00	0.00	
40	10.25%													
41	or more but													
42	less than													
43	10.5%	1.60	1.40	1.20	1.00	0.80	0.40	0.00	0.00	0.00	0.00	0.00	0.00	
44	10.5%													
45	or more [but													
46	less than													
47	10.75%]	1.50	1.30	1.10	0.90	0.70	0.30	0.00	0.00	0.00	0.00	0.00	0.00	
48	[10.75%													
49	or more but													
50	less than													
51	11.0%	1.40	1.20	1.00	0.80	0.60	0.20	0.00	0.00	0.00	0.00	0.00	0.00	
52	11.0%													
53	or more but													
54	less than													
55	11.25%	1.30	1.10	0.90	0.70	0.50	0.10	0.00	0.00	0.00	0.00	0.00	0.00	
56	11.25%													

1	or more but													
2	less than													
3	11.5%	1.20	1.00	0.80	0.60	0.40	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4	11.5%													
5	or more but													
6	less than													
7	11.75%	1.10	0.90	0.70	0.50	0.30	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
8	11.75%													
9	or more but													
10	less than													
11	12.0%	1.00	0.80	0.60	0.40	0.20	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
12	12.0% or													
13	more	0.90	0.70	0.50	0.30	0.10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00]

14 S 8. Subdivision 5 of section 590 of the labor law, as amended by  
 15 chapter 413 of the laws of 2003, is amended to read as follows:

16 5. Benefit rate. (A) A claimant's weekly benefit amount shall be one  
 17 twenty-sixth of the remuneration paid during the highest calendar quar-  
 18 ter of the base period by employers, liable for contributions or  
 19 payments in lieu of contributions under this article, PROVIDED THE  
 20 CLAIMANT HAS REMUNERATION PAID IN ALL FOUR CALENDAR QUARTERS DURING HIS  
 21 OR HER BASE PERIOD OR ALTERNATE BASE PERIOD. However, for [claimants]  
 22 ANY CLAIMANT WHO HAS REMUNERATION PAID IN ALL FOUR CALENDAR QUARTERS  
 23 DURING HIS OR HER BASE PERIOD OR ALTERNATE BASE PERIOD AND whose high  
 24 calendar quarter remuneration during the base period is three thousand  
 25 five hundred seventy-five dollars or less, the benefit amount shall be  
 26 one twenty-fifth of the remuneration paid during the highest calendar  
 27 quarter of the base period by employers liable for contributions or  
 28 payments in lieu of contributions under this article. A CLAIMANT'S WEEK-  
 29 LY BENEFIT SHALL BE ONE TWENTY-SIXTH OF THE AVERAGE REMUNERATION PAID IN  
 30 THE TWO HIGHEST QUARTERS PAID DURING THE BASE PERIOD OR ALTERNATE BASE  
 31 PERIOD BY EMPLOYERS LIABLE FOR CONTRIBUTIONS OR PAYMENTS IN LIEU OF  
 32 CONTRIBUTIONS UNDER THIS ARTICLE WHEN THE CLAIMANT HAS REMUNERATION PAID  
 33 IN TWO OR THREE CALENDAR QUARTERS. HOWEVER, FOR ANY CLAIMANT WHO HAS  
 34 REMUNERATION PAID IN TWO OR THREE CALENDAR QUARTERS DURING HIS OR HER  
 35 BASE PERIOD OR ALTERNATE BASE PERIOD AND WHOSE HIGH CALENDAR QUARTER  
 36 REMUNERATION DURING THE BASE PERIOD IS THREE THOUSAND FIVE HUNDRED  
 37 SEVENTY-FIVE DOLLARS OR LESS, THE BENEFIT AMOUNT SHALL BE ONE  
 38 TWENTY-FIFTH OF THE REMUNERATION PAID DURING THE HIGHEST CALENDAR QUAR-  
 39 TER OF THE BASE PERIOD BY EMPLOYERS LIABLE FOR CONTRIBUTIONS OR PAYMENTS  
 40 IN LIEU OF CONTRIBUTIONS UNDER THIS ARTICLE. Any claimant whose high  
 41 calendar quarter remuneration during the base period is more than three  
 42 thousand five hundred seventy-five dollars shall not have a weekly bene-  
 43 fit amount less than one hundred forty-three dollars. The weekly benefit  
 44 amount, so computed, that is not a multiple of one dollar shall be  
 45 lowered to the next multiple of one dollar. On the first Monday of  
 46 September, nineteen hundred ninety-eight the weekly benefit amount shall  
 47 not exceed three hundred sixty-five dollars nor be less than forty  
 48 dollars, until the first Monday of September, two thousand, at which  
 49 time the maximum benefit payable pursuant to this subdivision shall  
 50 equal one-half of the state average weekly wage for covered employment  
 51 as calculated by the department no sooner than July first, two thousand  
 52 and no later than August first, two thousand, rounded down to the lowest  
 53 dollar. ON AND AFTER THE FIRST MONDAY OF OCTOBER, TWO THOUSAND FOURTEEN,  
 54 THE WEEKLY BENEFIT SHALL NOT BE LESS THAN ONE HUNDRED DOLLARS, NOR SHALL  
 55 IT EXCEED FOUR HUNDRED TWENTY DOLLARS UNTIL THE FIRST MONDAY OF OCTOBER,  
 56 TWO THOUSAND FIFTEEN WHEN THE MAXIMUM BENEFIT AMOUNT SHALL BE FOUR

1 HUNDRED TWENTY-FIVE DOLLARS, UNTIL THE FIRST MONDAY OF OCTOBER, TWO  
2 THOUSAND SIXTEEN WHEN THE MAXIMUM BENEFIT AMOUNT SHALL BE FOUR HUNDRED  
3 THIRTY DOLLARS, UNTIL THE FIRST MONDAY OF OCTOBER, TWO THOUSAND SEVEN-  
4 TEEN WHEN THE MAXIMUM BENEFIT AMOUNT SHALL BE FOUR HUNDRED THIRTY-FIVE  
5 DOLLARS, UNTIL THE FIRST MONDAY OF OCTOBER, TWO THOUSAND EIGHTEEN WHEN  
6 THE MAXIMUM BENEFIT AMOUNT SHALL BE FOUR HUNDRED FIFTY DOLLARS, UNTIL  
7 THE FIRST MONDAY OF OCTOBER, TWO THOUSAND NINETEEN WHEN THE MAXIMUM  
8 BENEFIT AMOUNT SHALL BE THIRTY-SIX PERCENT OF THE AVERAGE WEEKLY WAGE  
9 UNTIL THE FIRST MONDAY OF OCTOBER, TWO THOUSAND TWENTY WHEN THE MAXIMUM  
10 BENEFIT AMOUNT SHALL BE THIRTY-EIGHT PERCENT OF THE AVERAGE WEEKLY WAGE,  
11 UNTIL THE FIRST MONDAY OF OCTOBER TWO THOUSAND TWENTY-ONE WHEN THE MAXI-  
12 MUM BENEFIT AMOUNT SHALL BE FORTY PERCENT OF THE AVERAGE WEEKLY WAGE,  
13 UNTIL THE FIRST MONDAY OF OCTOBER, TWO THOUSAND TWENTY-TWO WHEN THE  
14 MAXIMUM BENEFIT AMOUNT SHALL BE FORTY-TWO PERCENT OF THE AVERAGE WEEKLY  
15 WAGE, UNTIL THE FIRST MONDAY OF OCTOBER, TWO THOUSAND TWENTY-THREE WHEN  
16 THE MAXIMUM BENEFIT AMOUNT SHALL BE FORTY-FOUR PERCENT OF THE AVERAGE  
17 WEEKLY WAGE, UNTIL THE FIRST MONDAY OF OCTOBER, TWO THOUSAND TWENTY-FOUR  
18 WHEN THE MAXIMUM BENEFIT AMOUNT SHALL BE FORTY-SIX PERCENT OF THE AVER-  
19 AGE WEEKLY WAGE, UNTIL THE FIRST MONDAY OF OCTOBER, TWO THOUSAND TWEN-  
20 TY-FIVE WHEN THE MAXIMUM BENEFIT AMOUNT SHALL BE FORTY-EIGHT PERCENT OF  
21 THE AVERAGE WEEKLY WAGE, UNTIL THE FIRST MONDAY OF OCTOBER, TWO THOUSAND  
22 TWENTY-SIX AND EACH YEAR THEREAFTER ON THE FIRST MONDAY OF OCTOBER WHEN  
23 THE MAXIMUM BENEFIT AMOUNT SHALL BE FIFTY PERCENT OF THE AVERAGE WEEKLY  
24 WAGE PROVIDED, HOWEVER, THAT IN NO EVENT SHALL THE MAXIMUM BENEFIT  
25 AMOUNT BE REDUCED FROM THE PREVIOUS YEAR.

26 (B) NOTWITHSTANDING THE FOREGOING, THE MAXIMUM BENEFIT AMOUNT SHALL  
27 NOT BE INCREASED IN ACCORDANCE WITH THE SCHEDULE SET FORTH IN PARAGRAPH  
28 (A) OF THIS SUBDIVISION IN ANY YEAR IN WHICH THE COMMISSIONER DETERMINES  
29 THAT THE STATE HAS HAD A DECREASE IN PRIVATE SECTOR JOBS IN EACH MONTH  
30 OF THE FIRST TWO CALENDAR QUARTERS OF THE YEAR IN WHICH THE MAXIMUM  
31 BENEFIT AMOUNT INCREASE IS SCHEDULED TO OCCUR. IF THE COMMISSIONER  
32 DETERMINES THAT THE STATE HAS NOT HAD A DECREASE IN PRIVATE SECTOR JOBS  
33 IN EACH MONTH IN THE FIRST TWO CALENDAR QUARTERS IN YEARS SUBSEQUENT TO  
34 SUCH SUSPENSION OF AN INCREASE IN THE MAXIMUM BENEFIT AMOUNT, THEN THE  
35 MAXIMUM BENEFIT AMOUNT SHALL INCREASE TO THE AMOUNT FOR THE YEAR PREVI-  
36 OUSLY SCHEDULED TO BE ESTABLISHED PURSUANT TO PARAGRAPH (A) OF THIS  
37 SUBDIVISION HAD THE INCREASE NOT BEEN SUSPENDED AND INCREASED ANNUALLY  
38 THEREAFTER IN ACCORDANCE WITH THE SCHEDULE SET FORTH IN PARAGRAPH (A) OF  
39 THIS SUBDIVISION. IN NO CASE SHALL SUCH SUSPENSION RESULT IN A REDUCTION  
40 OF THE MAXIMUM BENEFIT AMOUNT TO LESS THAN THE AMOUNT PROVIDED IN THE  
41 MOST RECENT YEAR.

42 S 9. Paragraph (b) of subdivision 5 of section 590 of the labor law,  
43 as added by section eight of this act, is REPEALED and a new paragraph  
44 (b) is added to read as follows:

45 (B) NOTWITHSTANDING THE FOREGOING, THE MAXIMUM BENEFIT AMOUNT SHALL  
46 NOT BE INCREASED IN ACCORDANCE WITH THE SCHEDULE SET FORTH IN PARAGRAPH  
47 (A) OF THIS SUBDIVISION IN ANY YEAR IN WHICH THE BALANCE OF THE FUND ON  
48 THE THIRTY-FIRST DAY OF DECEMBER OF THE PRIOR YEAR IS LESS THAN AN  
49 AMOUNT OF THE FUNDS PROJECTED TO BE NEEDED TO PAY FOR THE INCREASE IN  
50 BENEFITS AS DETERMINED BY THE COMMISSIONER. IF FUND REVENUES ARE DETER-  
51 MINED BY THE COMMISSIONER TO BE SUFFICIENT TO PAY FOR THE INCREASE IN  
52 BENEFITS IN YEARS SUBSEQUENT TO SUCH SUSPENSION OF AN INCREASE IN THE  
53 MAXIMUM BENEFIT AMOUNT, THEN THE MAXIMUM BENEFIT AMOUNT SHALL INCREASE  
54 TO THE AMOUNT FOR THE YEAR PREVIOUSLY SCHEDULED TO BE ESTABLISHED PURSU-  
55 ANT TO PARAGRAPH (A) OF THIS SUBDIVISION HAD THE INCREASE NOT BEEN  
56 SUSPENDED AND INCREASED ANNUALLY THEREAFTER IN ACCORDANCE WITH THE SCHE-

DULE SET FORTH IN PARAGRAPH (A) OF THIS SUBDIVISION. IN NO CASE SHALL SUCH SUSPENSION RESULT IN A REDUCTION OF THE MAXIMUM BENEFIT AMOUNT TO LESS THAN THE AMOUNT PROVIDED IN THE MOST RECENT YEAR.

S 10. Paragraph (b) of subdivision 5 of section 590 of the labor law, as added by section nine of this act is REPEALED and a new paragraph (b) is added to read as follows:

(B) NOTWITHSTANDING THE FOREGOING, THE MAXIMUM BENEFIT AMOUNT SHALL NOT BE INCREASED IN ACCORDANCE WITH THE SCHEDULE SET FORTH IN PARAGRAPH (A) OF THIS SUBDIVISION IN ANY YEAR IN WHICH THE BALANCE OF THE FUND IS DETERMINED BY THE COMMISSIONER TO NOT HAVE REACHED OR EXCEEDED THIRTY PERCENT OF THE AVERAGE HIGH COST MULTIPLE, AS DEFINED IN 20 CFR PART 606 AS THE STANDARD FOR RECEIPT OF INTEREST-FREE FEDERAL LOANS, ON AT LEAST ONE DAY BETWEEN APRIL FIRST AND JUNE THIRTIETH OF THE SAME CALENDAR YEAR AS THE INCREASE SHALL TAKE EFFECT. IF, FOLLOWING SUCH SUSPENSION OF AN INCREASE IN THE MAXIMUM BENEFIT AMOUNT, THE COMMISSIONER SHALL DETERMINE, ON AT LEAST ONE DAY BETWEEN APRIL FIRST AND JUNE THIRTIETH THAT THE BALANCE OF THE FUND IS GREATER THAN SUCH THIRTY PERCENT AVERAGE HIGH COST MULTIPLE, THEN THE MAXIMUM BENEFIT AMOUNT SHALL INCREASE TO THE PERCENTAGE FOR THE YEAR PREVIOUSLY SCHEDULED TO BE ESTABLISHED PURSUANT TO PARAGRAPH (A) OF THIS SUBDIVISION HAD THE INCREASE NOT BEEN SUSPENDED AND INCREASED ANNUALLY THEREAFTER IN ACCORDANCE WITH THE SCHEDULE SET FORTH IN PARAGRAPH (A) OF THIS SUBDIVISION. IN NO CASE SHALL SUCH SUSPENSION RESULT IN A REDUCTION OF THE MAXIMUM BENEFIT AMOUNT TO LESS THAN THE AMOUNT PROVIDED IN THE MOST RECENT YEAR.

S 11. Subdivision 9 of section 590 of the labor law is amended by adding a new paragraph (d) to read as follows:

(D) AN ALIEN WHO IS NOT ELIGIBLE UNDER 8 USC 1621(A) SHALL BE ELIGIBLE FOR BENEFITS, PROVIDED SUCH ALIEN IS ELIGIBLE FOR BENEFITS UNDER THE PROVISIONS OF THIS ARTICLE AND SECTION 3304 (A) (14) OF THE FEDERAL UNEMPLOYMENT TAX ACT.

S 12. Subdivision 2 of section 591 of the labor law, as amended by chapter 720 of the laws of 1953, is amended to read as follows:

2. Availability [and], capability, AND WORK SEARCH. No benefits shall be payable to any claimant who is not capable of work or who is not ready, willing and able to work in his usual employment or in any other for which he is reasonably fitted by training and experience AND WHO IS NOT ACTIVELY SEEKING WORK. IN ORDER TO BE ACTIVELY SEEKING WORK A CLAIMANT MUST BE ENGAGED IN SYSTEMATIC AND SUSTAINED EFFORTS TO FIND WORK WHICH SHALL INCLUDE CONTACTING AT LEAST TWO PROSPECTIVE EMPLOYERS FOR EACH WEEK CLAIMED. THE CLAIMANT MUST ALSO BE ENGAGED IN OTHER ACTIVITIES TO OBTAIN NEW WORK AS DETERMINED BY THE COMMISSIONER. THE CLAIMANT SHALL BE REQUIRED TO MAINTAIN DOCUMENTATION AND PROVIDE PROOF OF WORK SEARCH EFFORTS AS PRESCRIBED BY THE COMMISSIONER AND SHALL BE SUBJECT TO A RANDOM AUDIT.

S 13. Section 591 of the labor law is amended by adding a new subdivision 6 to read as follows:

6. DISMISSAL PAY. (A) NO BENEFITS SHALL BE PAYABLE TO A CLAIMANT FOR ANY WEEK DURING A DISMISSAL PERIOD FOR WHICH A CLAIMANT RECEIVES DISMISSAL PAY, NOR SHALL ANY DAY WITHIN SUCH WEEK BE CONSIDERED A DAY OF TOTAL UNEMPLOYMENT UNDER SECTION FIVE HUNDRED TWENTY-TWO OF THIS ARTICLE, IF SUCH WEEKLY DISMISSAL PAY EXCEEDS THE MAXIMUM WEEKLY BENEFIT RATE.

(B) THE TERM "DISMISSAL PAY", AS USED IN THIS SUBDIVISION, MEANS ONE OR MORE PAYMENTS MADE BY AN EMPLOYER TO AN EMPLOYEE DUE TO HIS OR HER SEPARATION FROM SERVICE OF THE EMPLOYER REGARDLESS OF WHETHER THE EMPLOYER IS LEGALLY BOUND BY CONTRACT, STATUTE OR OTHERWISE TO MAKE SUCH



PAYMENTS. THE TERM DOES NOT INCLUDE PAYMENTS FOR PENSION, RETIREMENT, ACCRUED LEAVE, AND HEALTH INSURANCE OR PAYMENTS FOR SUPPLEMENTAL UNEMPLOYMENT BENEFITS.

(C) THE TERM "DISMISSAL PERIOD", AS USED IN THIS SUBDIVISION, MEANS THE TIME DESIGNATED FOR WEEKS OF DISMISSAL PAY ATTRIBUTABLE TO THE CLAIMANT'S WEEKLY EARNINGS IN ACCORDANCE WITH THE COLLECTIVE BARGAINING AGREEMENT, EMPLOYMENT CONTRACT, EMPLOYER'S DISMISSAL POLICY, DISMISSAL AGREEMENT WITH THE EMPLOYER OR OTHER SUCH AGREEMENT. IF NO SUCH AGREEMENT, CONTRACT OR POLICY DESIGNATES A DISMISSAL PERIOD, THEN THE DISMISSAL PERIOD SHALL BE THE TIME DESIGNATED IN WRITING IN ADVANCE BY THE EMPLOYER TO BE CONSIDERED THE DISMISSAL PERIOD. IF NO TIME PERIOD IS DESIGNATED, THE DISMISSAL PERIOD SHALL COMMENCE ON THE DAY AFTER THE CLAIMANT'S LAST DAY OF EMPLOYMENT. IF THE DISMISSAL PAYMENT IS IN A LUMP SUM AMOUNT OR FOR AN INDEFINITE PERIOD, DISMISSAL PAYMENTS SHALL BE ALLOCATED ON A WEEKLY BASIS FROM THE DAY AFTER THE CLAIMANT'S LAST DAY OF EMPLOYMENT AND THE CLAIMANT SHALL NOT BE ELIGIBLE FOR BENEFITS FOR ANY WEEK FOR WHICH IT IS DETERMINED THAT THE CLAIMANT RECEIVES DISMISSAL PAY. THE AMOUNT OF DISMISSAL PAY SHALL BE ALLOCATED BASED ON THE CLAIMANT'S ACTUAL WEEKLY REMUNERATION PAID BY THE EMPLOYER DURING HIS OR HER EMPLOYMENT OR, IF SUCH AMOUNT CANNOT BE DETERMINED, THE AMOUNT OF THE CLAIMANT'S AVERAGE WEEKLY WAGE FOR THE HIGHEST CALENDAR QUARTER.

(D) NOTWITHSTANDING THE FOREGOING, THE PROVISIONS OF THIS SUBDIVISION SHALL NOT APPLY DURING ANY WEEKS IN WHICH THE INITIAL PAYMENT OF DISMISSAL PAY IS MADE MORE THAN THIRTY DAYS FROM THE LAST DAY OF THE CLAIMANT'S EMPLOYMENT.

S 14. Subparagraph (i) of paragraph (b) of subdivision 2 of section 591-a of the labor law, as added by chapter 413 of the laws of 2003, is amended to read as follows:

(i) requirements relating to total unemployment, as defined in section five hundred twenty-two of this article, availability for work AND SEARCH FOR WORK, as set forth in subdivision two of section five hundred ninety-one of this title and refusal to accept work, as set forth in subdivision two of section five hundred ninety-three of this title, are not applicable to such individuals;

S 15. Paragraph (a) of subdivision 1, the opening paragraph of subdivision 2 and subdivision 3 of section 593 of the labor law, paragraph (a) of subdivision 1 as amended by chapter 35 of the laws of 2009, the opening paragraph of subdivision 2 as amended by chapter 5 of the laws of 2000, and subdivision 3 as amended by chapter 589 of the laws of 1998, are amended and a new subdivision 6 is added to read as follows:

(a) No days of total unemployment shall be deemed to occur after a claimant's voluntary separation without good cause from employment until he or she has subsequently worked in employment and earned remuneration at least equal to [five] TEN times his or her weekly benefit rate. In addition to other circumstances that may be found to constitute good cause, including a compelling family reason as set forth in paragraph (b) of this subdivision, voluntary separation from employment shall not in itself disqualify a claimant if circumstances have developed in the course of such employment that would have justified the claimant in refusing such employment in the first instance under the terms of subdivision two of this section or if the claimant, pursuant to an option provided under a collective bargaining agreement or written employer plan which permits waiver of his OR HER right to retain the employment when there is a temporary layoff because of lack of work, has elected to be separated for a temporary period and the employer has consented thereto.

1 No days of total unemployment shall be deemed to occur beginning with  
2 the day on which a claimant, without good cause, refuses to accept an  
3 offer of employment for which he OR SHE is reasonably fitted by training  
4 and experience, including employment not subject to this article, until  
5 he OR SHE has subsequently worked in employment and earned remuneration  
6 at least equal to [five] TEN times his or her weekly benefit rate.  
7 Except that claimants who are not subject to a recall date or who do not  
8 obtain employment through a union hiring hall and who are still unem-  
9 ployed after receiving [thirteen] TEN weeks of benefits shall be  
10 required to accept any employment proffered that such claimants are  
11 capable of performing, provided that such employment would result in a  
12 wage not less than eighty percent of such claimant's high calendar quar-  
13 ter wages received in the base period and not substantially less than  
14 the prevailing wage for similar work in the locality as provided for in  
15 paragraph (d) of this subdivision. No refusal to accept employment shall  
16 be deemed without good cause nor shall it disqualify any claimant other-  
17 wise eligible to receive benefits if:

18 3. Misconduct. No days of total unemployment shall be deemed to occur  
19 after a claimant lost employment through misconduct in connection with  
20 his or her employment until he or she has subsequently worked in employ-  
21 ment and earned remuneration at least equal to [five] TEN times his or  
22 her weekly benefit rate.

23 6. DETERMINATIONS AND HEARINGS. THE COMMISSIONER SHALL ISSUE A DETER-  
24 MINATION FOR ANY PROTEST THAT IS FILED BY ANY BASE PERIOD EMPLOYER WITH-  
25 IN THE TIME SPECIFIED IN THE NOTIFICATION OF POTENTIAL CHARGES BASED ON  
26 VOLUNTARY SEPARATIONS OR MISCONDUCT. AN EMPLOYER OR CLAIMANT MAY REQUEST  
27 A HEARING OF SUCH DETERMINATION PURSUANT TO SECTION SIX HUNDRED TWENTY  
28 OF THIS ARTICLE.

29 S 16. Section 594 of the labor law, as amended by chapter 728 of the  
30 laws of 1952, and the opening paragraph as amended by chapter 139 of the  
31 laws of 1968, are amended to read as follows:

32 S 594. Reduction AND RECOVERY of benefits AND PENALTIES for WILFUL  
33 false statement OR OMISSION. A claimant who has wilfully made a false  
34 statement or representation OR WILFULLY CONCEALED ANY PERTINENT FACT to  
35 obtain any benefit under the provisions of this article shall forfeit  
36 benefits for at least the first four but not more than the first eighty  
37 effective days following discovery of such offense for which he OR SHE  
38 otherwise would have been entitled to receive benefits. Such penalty  
39 shall apply only once with respect to each such offense.

40 For the purpose of subdivision four of section five hundred ninety of  
41 this article, the claimant shall be deemed to have received benefits for  
42 such forfeited effective days.

43 The penalty provided in this section shall not be confined to a single  
44 benefit year but shall no longer apply in whole or in part after the  
45 expiration of two years from the date [on which the offense was commit-  
46 ted] OF THE FINAL DETERMINATION. SUCH TWO-YEAR PERIOD SHALL BE TOLLED  
47 DURING THE TIME PERIOD A CLAIMANT HAS AN APPEAL PENDING.

48 A claimant shall refund all moneys received because of such false  
49 statement or representation [made by him] OR WILFUL CONCEALMENT AND PAY  
50 A CIVIL PENALTY IN AN AMOUNT EQUAL TO THE GREATER OF ONE HUNDRED DOLLARS  
51 OR FIFTEEN PERCENT OF THE TOTAL OVERPAID BENEFITS DETERMINED PURSUANT TO  
52 THIS SECTION. WHEN A DETERMINATION BASED UPON A WILFUL FALSE STATEMENT  
53 OR REPRESENTATION OR BASED UPON THE WILFUL CONCEALMENT OF A PERTINENT  
54 FACT IN CONNECTION WITH THE CLAIM FOR BENEFITS BECOMES FINAL THROUGH  
55 EXHAUSTION OF APPEAL RIGHTS OR FAILURE TO EXHAUST HEARING RIGHTS, THE  
56 COMMISSIONER MAY FILE WITH THE COUNTY CLERK OF THE COUNTY WHERE THE

1 CLAIMANT RESIDES THE FINAL DETERMINATION OF THE COMMISSIONER OR THE  
2 FINAL DECISION BY AN ADMINISTRATIVE LAW JUDGE, THE APPEAL BOARD OR A  
3 COURT CONTAINING THE AMOUNT FOUND TO BE DUE INCLUDING INTEREST AND CIVIL  
4 PENALTY. THE FILING OF SUCH FINAL DETERMINATION OR DECISION SHALL HAVE  
5 THE FULL FORCE AND EFFECT OF A JUDGMENT DULY DOCKETED IN THE OFFICE OF  
6 SUCH CLERK. THE FINAL DETERMINATION OR DECISION MAY BE ENFORCED BY AND  
7 IN THE SAME MANNER, AND WITH LIKE EFFECT AS IF IT WERE A DEFAULT AS SET  
8 FORTH IN SECTION FIVE HUNDRED SEVENTY-THREE OF THIS ARTICLE. MONEYS  
9 RECEIVED BECAUSE OF SUCH FALSE STATEMENT OR REPRESENTATION OR WILFUL  
10 CONCEALMENT, INCLUDING THE ACCRUAL OF INTEREST, MAY ALSO BE RECOVERED AS  
11 PRESCRIBED BY THE CIVIL PRACTICE LAW AND RULES FOR THE RECOVERY OF A  
12 MONEY JUDGMENT OR THROUGH COMMON LAW OR STATUTORY RIGHTS OF OFFSET OR  
13 ANY CRIMINAL PROSECUTION. THE PENALTIES COLLECTED HEREUNDER SHALL BE  
14 DEPOSITED IN THE FUND. THE PENALTIES ASSESSED UNDER THIS SUBDIVISION  
15 SHALL APPLY AND BE ASSESSED FOR ANY BENEFITS PAID UNDER FEDERAL UNEM-  
16 PLOYMENT AND EXTENDED UNEMPLOYMENT PROGRAMS ADMINISTERED BY THE DEPART-  
17 MENT IN THE SAME MANNER AS PROVIDED IN THIS ARTICLE. THE PENALTIES IN  
18 THIS SECTION SHALL BE IN ADDITION TO ANY PENALTIES IMPOSED UNDER THIS  
19 CHAPTER OR ANY STATE OR FEDERAL CRIMINAL STATUTE.

20 S 17. Section 596 of the labor law is amended by adding a new subdivi-  
21 sion 7 to read as follows:

22 7. NOTWITHSTANDING THE PROVISIONS OF SECTION FIVE HUNDRED NINETY-FIVE  
23 OF THIS TITLE, THE COMMISSIONER SHALL DEDUCT AND WITHHOLD ANY OVERPAY-  
24 MENTS ESTABLISHED UNDER THIS ARTICLE OR UNDER ANY STATE OR FEDERAL UNEM-  
25 PLOYMENT COMPENSATION PROGRAM FROM BENEFITS PAYABLE TO AN INDIVIDUAL. NO  
26 PENALTIES OR INTEREST ASSESSED PURSUANT TO SECTION FIVE HUNDRED NINETY-  
27 FOUR OF THIS TITLE MAY BE DEDUCTED OR WITHHELD FROM BENEFITS.

28 S 18. Subdivision 2 of section 597 of the labor law is amended by  
29 adding a new paragraph (d) to read as follows:

30 (D) NOTWITHSTANDING ANY PROVISIONS OF THIS ARTICLE, UNLESS A COMMIS-  
31 SIONER'S ERROR IS SHOWN OR THE FAILURE IS THE DIRECT RESULT OF A DISAS-  
32 TER EMERGENCY DECLARED BY THE GOVERNOR OR PRESIDENT, AN EMPLOYER'S  
33 ACCOUNT SHALL NOT BE RELIEVED OF CHARGES RESULTING IN AN OVERPAYMENT OF  
34 BENEFITS WHEN THE COMMISSIONER DETERMINES THAT THE OVERPAYMENT WAS MADE  
35 BECAUSE THE EMPLOYER OR THE AGENT OF THE EMPLOYER FAILED TO TIMELY OR  
36 ADEQUATELY RESPOND TO A REQUEST FOR INFORMATION IN THE NOTICE OF POTEN-  
37 TIAL CHARGES OR OTHER SUCH NOTICE REQUESTING INFORMATION IN RELATION TO  
38 A CLAIM UNDER THIS ARTICLE, PROVIDED, HOWEVER, THAT THE COMMISSIONER  
39 SHALL RELIEVE THE EMPLOYER OF CHARGES THE FIRST TIME THAT THE EMPLOYER  
40 FAILS TO PROVIDE TIMELY OR ADEQUATE INFORMATION, IF THE EMPLOYER  
41 PROVIDES GOOD CAUSE FOR SUCH FAILURE AS DETERMINED BY THE COMMISSIONER.

42 "TIMELY" SHALL MEAN A RESPONSE IS PROVIDED IN THE TIME PERIOD SPECI-  
43 FIED IN THE NOTICE AS PRESCRIBED BY THE COMMISSIONER.

44 THE TERM "ADEQUATELY" SHALL MEAN THAT THE EMPLOYER OR ITS AGENT  
45 SUBMITTED INFORMATION SUFFICIENT TO RENDER A CORRECT DETERMINATION.

46 THIS PROHIBITION FOR RELIEF OF CHARGES SHALL APPLY TO ALL EMPLOYERS  
47 UNDER THIS ARTICLE INCLUDING EMPLOYERS ELECTING PAYMENT IN LIEU OF  
48 CONTRIBUTIONS.

49 S 19. Section 600 of the labor law, as added by chapter 793 of the  
50 laws of 1963, subdivision 6 as amended by chapter 391 of the laws of  
51 2005, subdivision 7 as added by chapter 362 of the laws of 1980, para-  
52 graph (a) of subdivision 7 as amended by chapter 176 of the laws of  
53 2004, paragraph (b) of subdivision 7 as amended by chapter 5 of the laws  
54 of 2000, and paragraph (c) of subdivision 7 as relettered by chapter 895  
55 of the laws of 1980, is amended to read as follows:

1 S 600. Effect of retirement payments. 1. Reduction of benefit rate.  
2 [If a claimant retires or is retired from employment by an employer and,  
3 due to such retirement, is receiving a pension or retirement payment  
4 under a plan financed in whole or in part by such employer, such claim-  
5 ant's benefit rate for four effective days otherwise applicable under  
6 subdivision seven of section five hundred ninety shall be reduced as  
7 hereinafter provided.

8 2. Application. The reduction shall apply only to benefits which when  
9 paid will be chargeable to the account of the employer who provided the  
10 pension or retirement benefit.

11 3. Amount of reduction. If the pension or retirement payment is made  
12 under a plan to which the employer is the sole contributor, the claim-  
13 ant's benefit rate shall be reduced by the largest number of whole  
14 dollars which is not more than the prorated weekly amount of his pension  
15 or retirement payment under such plan. If the pension or retirement  
16 payment is made under a plan to which the employer is not the sole  
17 contributor, the claimant's benefit rate shall be reduced by the largest  
18 number of whole dollars which is not more than one-half of the prorated  
19 weekly amount of his pension or retirement payments under such plan, but  
20 no reduction shall apply if the claimant demonstrates that the employer  
21 contributed less than fifty per centum to the plan.

22 4. Reduction equal to benefit rate. If the amount to be deducted from  
23 a claimant's benefit rate equals or exceeds such rate, he shall be inel-  
24 igible to receive any benefits which if paid would be chargeable to the  
25 employer involved in the pension or retirement plan, but any benefits  
26 which would in the absence of this section be chargeable to the accounts  
27 of other employers shall be payable to the claimant.

28 5. Reduction not established. If, at the time benefits are payable, it  
29 has not been established that the claimant will be receiving such  
30 pension or retirement payment, benefits due shall be paid without a  
31 reduction, subject to review within the period and under the conditions  
32 as provided in subdivisions three and four of section five hundred ninety-  
33 ty-seven with respect to retroactive payment of remuneration.

34 6. Limitation. For the purposes of this section, the terms "pension or  
35 retirement payment" and "governmental or other pension, retirement or  
36 retired pay, annuity, or any other similar periodic payment which is  
37 based on previous work" shall not include payments made from a qualified  
38 trust to an eligible retirement plan under the terms and conditions  
39 specified in section four hundred two of the internal revenue code for  
40 federal income tax purposes, such payments commonly known as eligible  
41 rollover distributions.

42 7. Alternative condition. (a) When a reduction for retirement payments  
43 is required by the federal unemployment tax act as a condition for full  
44 tax credit, in which event the provisions of subdivisions one, two,  
45 three, four and five of this section shall not be operative, the] (A)  
46 THE benefit rate of a claimant who is receiving a governmental or other  
47 pension, retirement or retired pay, annuity, or any other similar peri-  
48 odic payment which is based on his previous work, shall be reduced as  
49 hereinafter provided, if such payment is made under a plan maintained or  
50 contributed to by his base period employer and, except for payments made  
51 under the social security act or the railroad retirement act of 1974,  
52 the claimant's employment with, or remuneration from, such employer  
53 after the beginning of the base period affected his eligibility for, or  
54 increased the amount of, such pension, retirement or retired pay, annui-  
55 ty, or other similar periodic payment.

1 (b) [If the claimant made no contribution for the pension, retirement  
2 or retired pay, annuity, or other similar periodic payment, his] THE  
3 CLAIMANT'S benefit rate shall be reduced by the largest number of whole  
4 dollars which is not more than the pro-rated weekly amount of such  
5 payment. If the claimant was the sole contributor for the pension,  
6 retirement or retired pay, annuity, or other similar periodic payment,  
7 no reduction shall apply. [If the claimant's contributions for the  
8 pension, retirement or retired pay, annuity, or other similar periodic  
9 payment were less than one hundred per centum, the commissioner shall  
10 determine the amount of the reduction by taking into account the claim-  
11 ant's contributions in a manner consistent with the federal unemployment  
12 tax act.]

13 (c) If, at the time benefits are payable, it has not been established  
14 that the claimant will be receiving such pension, retirement or retired  
15 pay, annuity or other payment, benefits due shall be paid without a  
16 reduction, subject to review within the period and under the conditions  
17 as provided in subdivisions three and four of section five hundred nine-  
18 ty-seven with respect to retroactive payment of remuneration.

19 (D) FOR THE PURPOSES OF THIS SECTION, THE TERMS "PENSION OR RETIREMENT  
20 PAYMENT" AND "GOVERNMENTAL OR OTHER PENSION, RETIREMENT OR RETIRED PAY,  
21 ANNUITY, OR ANY OTHER SIMILAR PERIODIC PAYMENT WHICH IS BASED ON PREVI-  
22 OUS WORK" SHALL NOT INCLUDE PAYMENTS MADE FROM A QUALIFIED TRUST TO AN  
23 ELIGIBLE RETIREMENT PLAN UNDER THE TERMS AND CONDITIONS SPECIFIED IN  
24 SECTION FOUR HUNDRED TWO OF THE INTERNAL REVENUE CODE FOR FEDERAL INCOME  
25 TAX PURPOSES, SUCH PAYMENTS COMMONLY KNOWN AS ELIGIBLE ROLLOVER DISTRIB-  
26 UTIONS.

27 S 20. Section 602 of the labor law, as amended by chapter 214 of the  
28 laws of 1998, is amended to read as follows:

29 S 602. Application. This title shall apply to a claimant employed by  
30 an employer whose application to participate in a shared work program  
31 has been approved by the commissioner. The provisions of subdivision  
32 four of section five hundred twenty-seven, subdivisions three and seven  
33 of section five hundred ninety and subdivision four of section five  
34 hundred ninety-six of this article shall not be applicable to such  
35 claimant and he OR SHE shall not be required to be available for work  
36 with any other employer NOR SHALL HE OR SHE BE REQUIRED TO SEARCH FOR  
37 WORK IN ACCORDANCE WITH SUBDIVISION TWO OF SECTION FIVE HUNDRED NINETY-  
38 ONE OF THIS ARTICLE IF HE OR SHE IS AVAILABLE FOR HIS OR HER USUAL HOURS  
39 OF WORK WITH HIS OR HER EMPLOYER THAT HAS BEEN ACCEPTED TO PARTICIPATE  
40 IN THE SHARED WORK PROGRAM. The other provisions of this article shall  
41 apply to such claimants and their employers to the extent that they are  
42 not inconsistent with the provisions of this title.

43 S 21. Section 603 of the labor law, as added by chapter 438 of the  
44 laws of 1985, is amended to read as follows:

45 S 603. Definitions. For purposes of this title: "Total unemployment"  
46 shall mean the total lack of any employment on any day, other than with  
47 an employer applying for a shared work program. ["Full time hours" shall  
48 mean at least thirty-five but not more than forty hours per week, and  
49 shall not include overtime as defined in the Fair Labor Standards Act.]  
50 "Work force" shall mean the total work force, a clearly identifiable  
51 unit or units thereof, or a particular shift or shifts. THE WORK FORCE  
52 SUBJECT TO REDUCTION SHALL CONSIST OF NO LESS THAN TWO EMPLOYEES.

53 S 21-a. Section 604 of the labor law, as amended by chapter 564 of the  
54 laws of 2002, is amended to read as follows:

55 S 604. Eligibility conditions. A claimant shall be eligible for bene-  
56 fits under this title if he OR SHE works less than his OR HER normal

1 [full time] hours in a week for his customary employer, and that employ-  
2 er has reduced or restricted the claimant's weekly hours of work, or has  
3 rehired a claimant previously laid off and reduced his OR HER weekly  
4 hours of work from those previously worked, as the result of a plan by  
5 the employer to stabilize the work force by a program of sharing the  
6 work remaining after a reduction in total hours of work and a corre-  
7 sponding reduction in wages, provided the program requires not less than  
8 a twenty percent nor more than a sixty percent reduction in hours and  
9 wages among the work force. A claimant receiving supplemental unemploy-  
10 ment compensation benefits, as defined in section five hundred one (c)  
11 (17) (D) of the internal revenue code of nineteen hundred fifty-four,  
12 shall not be eligible hereunder. Any employee who was otherwise eligible  
13 for benefits under this title but was denied benefits during the period  
14 beginning October first, two thousand one and ending on December first,  
15 two thousand one because more than five percent of his OR HER wages were  
16 derived from piece work, shall be entitled to make a retroactive claim  
17 for such benefits provided such claim is filed within sixty days of the  
18 effective date of this sentence.

19 S 22. Section 605 of the labor law, as amended by section 2 of chapter  
20 81 of the laws of 1992, is amended to read as follows:

21 S 605. Qualified employers; application. An employer who has at least  
22 [five] TWO full time employees may apply to participate in a shared work  
23 program. The WRITTEN application shall be made according to such forms  
24 and procedures as the commissioner may specify and shall include such  
25 information as the commissioner may require, INCLUDING SUCH OTHER INFOR-  
26 MATION THAT THE UNITED STATES SECRETARY OF LABOR DETERMINES TO BE APPRO-  
27 PRIATE FOR PURPOSES OF A SHARED WORK PROGRAM. The commissioner shall  
28 not approve such application unless the employer (1) [agrees] CERTIFIES  
29 that for the duration of the program it will not eliminate or diminish  
30 health insurance, medical insurance, RETIREMENT BENEFITS or any other  
31 fringe benefits provided to employees immediately prior to the applica-  
32 tion UNLESS SUCH BENEFITS PROVIDED TO EMPLOYEES THAT DO NOT PARTICIPATE  
33 IN THE SHARED WORK PROGRAM ARE REDUCED OR DIMINISHED TO THE SAME EXTENT  
34 AS THOSE EMPLOYEES THAT PARTICIPATE IN THE SHARED WORK PROGRAM; (2)  
35 certifies that the collective bargaining agent for the employees, if  
36 any, has agreed to participate in the program; (3) certifies that if not  
37 for the shared work program to be initiated the employer would reduce or  
38 would have reduced its work force to a degree equivalent to the total  
39 number of working hours proposed to be reduced or restricted for all  
40 included employees; (4) certifies that it will not hire additional part  
41 time or full time employees for the affected work force while the  
42 program is in operation; [and] (5) agrees that no participant of the  
43 program shall receive, in the aggregate, more than [twenty] TWENTY-SIX  
44 weeks of benefits exclusive of the waiting week; (6) PROVIDES A  
45 DESCRIPTION OF HOW WORKERS IN THE WORK FORCE WILL BE NOTIFIED OF THE  
46 SHARED WORK PROGRAM IN ADVANCE OF IT TAKING EFFECT, IF FEASIBLE, AND IF  
47 SUCH NOTICE IS NOT FEASIBLE, PROVIDES AN EXPLANATION OF WHY SUCH NOTICE  
48 IS NOT FEASIBLE; (7) PROVIDES AN ESTIMATE OF THE NUMBER OF WORKERS WHO  
49 WOULD BE LAID OFF IF THE EMPLOYER COULD NOT PARTICIPATE IN THE SHARED  
50 WORK PROGRAM; AND (8) CERTIFIES THAT THE TERMS OF THE EMPLOYER'S WRITTEN  
51 PLAN AND IMPLEMENTATION SHALL BE CONSISTENT WITH EMPLOYER OBLIGATIONS  
52 UNDER APPLICABLE FEDERAL AND STATE LAWS.

53 S 22-a. Section 605 of the labor law, as amended by section twenty-two  
54 of this act is REPEALED and a new section 605 is added to read as  
55 follows:

1 S 605. QUALIFIED EMPLOYERS; APPLICATION. AN EMPLOYER WHO HAS AT LEAST  
2 FIVE FULL TIME EMPLOYEES MAY APPLY TO PARTICIPATE IN A SHARED WORK  
3 PROGRAM. THE WRITTEN APPLICATION SHALL BE MADE ACCORDING TO SUCH FORMS  
4 AND PROCEDURES AS THE COMMISSIONER MAY SPECIFY AND SHALL INCLUDE SUCH  
5 INFORMATION AS THE COMMISSIONER MAY REQUIRE, INCLUDING SUCH OTHER INFOR-  
6 MATION THAT THE UNITED STATES SECRETARY OF LABOR DETERMINES TO BE APPRO-  
7 PRIATE FOR PURPOSES OF A SHARED WORK PROGRAM. THE COMMISSIONER SHALL NOT  
8 APPROVE SUCH APPLICATION UNLESS THE EMPLOYER (1) CERTIFIES THAT FOR THE  
9 DURATION OF THE PROGRAM IT WILL NOT ELIMINATE OR DIMINISH HEALTH INSUR-  
10 ANCE, MEDICAL INSURANCE, RETIREMENT BENEFITS OR ANY OTHER FRINGE BENE-  
11 FITS PROVIDED TO EMPLOYEES IMMEDIATELY PRIOR TO THE APPLICATION UNLESS  
12 SUCH BENEFITS PROVIDED TO EMPLOYEES THAT DO NOT PARTICIPATE IN THE  
13 SHARED WORK PROGRAM ARE REDUCED OR DIMINISHED TO THE SAME EXTENT AS  
14 THOSE EMPLOYEES THAT PARTICIPATE IN THE SHARED WORK PROGRAM; (2) CERTI-  
15 FIES THAT THE COLLECTIVE BARGAINING AGENT FOR THE EMPLOYEES, IF ANY, HAS  
16 AGREED TO PARTICIPATE IN THE PROGRAM; (3) CERTIFIES THAT IF NOT FOR THE  
17 SHARED WORK PROGRAM TO BE INITIATED THE EMPLOYER WOULD REDUCE OR WOULD  
18 HAVE REDUCED ITS WORK FORCE TO A DEGREE EQUIVALENT TO THE TOTAL NUMBER  
19 OF WORKING HOURS PROPOSED TO BE REDUCED OR RESTRICTED FOR ALL INCLUDED  
20 EMPLOYEES; (4) CERTIFIES THAT IT WILL NOT HIRE ADDITIONAL PART TIME OR  
21 FULL TIME EMPLOYEES FOR THE AFFECTED WORK FORCE WHILE THE PROGRAM IS IN  
22 OPERATION; (5) AGREES THAT NO PARTICIPANT OF THE PROGRAM SHALL RECEIVE,  
23 IN THE AGGREGATE, MORE THAN TWENTY WEEKS OF BENEFITS EXCLUSIVE OF THE  
24 WAITING WEEK; (6) PROVIDES A DESCRIPTION OF HOW WORKERS IN THE WORK  
25 FORCE WILL BE NOTIFIED OF THE SHARED WORK PROGRAM IN ADVANCE OF IT  
26 TAKING EFFECT, IF FEASIBLE, AND IF SUCH NOTICE IS NOT FEASIBLE, PROVIDES  
27 AN EXPLANATION OF WHY SUCH NOTICE IS NOT FEASIBLE; (7) PROVIDES AN ESTI-  
28 MATE OF THE NUMBER OF WORKERS WHO WOULD BE LAID OFF IF THE EMPLOYER  
29 COULD NOT PARTICIPATE IN THE SHARED WORK PROGRAM; AND (8) CERTIFIES THAT  
30 THE TERMS OF THE EMPLOYER'S WRITTEN PLAN AND IMPLEMENTATION SHALL BE  
31 CONSISTENT WITH EMPLOYER OBLIGATIONS UNDER APPLICABLE FEDERAL AND STATE  
32 LAWS.

33 S 23. Section 607 of the labor law, as added by chapter 438 of the  
34 laws of 1985, subdivision 1 as amended by section 4 of chapter 81 of the  
35 laws of 1992, is amended to read as follows:

36 S 607. Benefits. 1. Amount. An eligible claimant shall be paid bene-  
37 fits for any week equal to his OR HER benefit rate multiplied by the  
38 percentage of reduction of his OR HER wages resulting from reduced hours  
39 of work, but only if such percentage is no less than twenty percent. The  
40 weekly benefit amount shall be rounded off to the nearest dollar. A  
41 claimant shall not be paid such benefits in excess of [twenty]  
42 TWENTY-SIX weeks during a benefit year.

43 2. Waiting period. A claimant shall not be entitled to benefits for  
44 the first week of unemployment under a shared work program unless he OR  
45 SHE has served a waiting period in his OR HER benefit year pursuant to  
46 subdivision seven of section five hundred ninety of this article.

47 S 23-a. Subdivision 1 of section 607 of the labor law, as amended by  
48 section twenty-three of this act is REPEALED, and a new subdivision 1 is  
49 added to read as follows:

50 1. AMOUNT. AN ELIGIBLE CLAIMANT SHALL BE PAID BENEFITS FOR ANY WEEK  
51 EQUAL TO HIS OR HER BENEFIT RATE MULTIPLIED BY THE PERCENTAGE OF  
52 REDUCTION OF HIS OR HER WAGES RESULTING FROM REDUCED HOURS OF WORK, BUT  
53 ONLY IF SUCH PERCENTAGE IS NO LESS THAN TWENTY PERCENT. THE WEEKLY BENE-  
54 FIT AMOUNT SHALL BE ROUNDED OFF TO THE NEAREST DOLLAR. A CLAIMANT SHALL  
55 NOT BE PAID SUCH BENEFITS IN EXCESS OF TWENTY WEEKS DURING A BENEFIT  
56 YEAR.

1 S 24. The labor law is amended by adding a new section 609 to read as  
2 follows:

3 S 609. TRAINING. ELIGIBLE EMPLOYEES MAY PARTICIPATE, AS APPROPRIATE,  
4 IN TRAINING TO ENHANCE JOB SKILLS IF SUCH PROGRAM HAS BEEN APPROVED BY  
5 THE COMMISSIONER. SUCH TRAINING MAY INCLUDE EMPLOYER-SPONSORED TRAINING  
6 OR WORKER TRAINING FUNDED UNDER THE WORKFORCE INVESTMENT ACT OF 1998.

7 S 25. Section 611 of the labor law, as amended by chapter 589 of the  
8 laws of 1998, is amended to read as follows:

9 S 611. Charging of benefits. Benefits paid to a claimant shall be  
10 charged to the employers' accounts as provided in paragraph (e) of  
11 subdivision one of section five hundred eighty-one of this article.  
12 HOWEVER, EXCEPT FOR INDIVIDUALS EMPLOYED BY A PARTICIPATING EMPLOYER ON  
13 A SEASONAL, TEMPORARY OR INTERMITTENT BASIS, NO BENEFITS PAID TO A  
14 CLAIMANT SHALL BE CHARGED TO AN EMPLOYER'S ACCOUNT IF THE STATE IS REIM-  
15 BURED BY THE UNITED STATES PURSUANT TO THE MIDDLE CLASS TAX RELIEF AND  
16 JOB CREATION ACT OF 2012, PL 112-96.

17 S 26. The labor law is amended by adding a new section 612 to read as  
18 follows:

19 S 612. SEVERABILITY. IF ANY AMENDMENT CONTAINED IN A CLAUSE,  
20 SENTENCE, PARAGRAPH, SECTION OR PART OF THIS TITLE SHALL BE ADJUDGED BY  
21 THE UNITED STATES DEPARTMENT OF LABOR TO VIOLATE REQUIREMENTS FOR MAIN-  
22 TAINING BENEFIT STANDARDS REQUIRED OF THE STATE IN ORDER TO BE ELIGIBLE  
23 FOR ANY FINANCIAL BENEFIT OFFERED THROUGH FEDERAL LAW OR REGULATION  
24 INCLUDING, BUT NOT LIMITED TO, THE WAIVER OF INTEREST ON ADVANCES OR THE  
25 WAIVER OF OBLIGATIONS TO REPAY SUCH ADVANCES TO THE STATE UNEMPLOYMENT  
26 INSURANCE FUND, SUCH AMENDMENTS SHALL BE SEVERED FROM THIS ACT AND SHALL  
27 NOT AFFECT, IMPAIR OR INVALIDATE THE REMAINDER THEREOF.

28 S 27. Section 39 of part P2 of chapter 62 of the laws of 2003, amend-  
29 ing the state finance law and other laws relating to authorizing and  
30 directing the state comptroller to loan money to certain funds and  
31 accounts, as amended by section 1 of part W of chapter 58 of the laws of  
32 2011, is amended to read as follows:

33 S 39. This act shall take effect immediately and shall be deemed to  
34 have been in full force and effect on and after April 1, 2003; provided,  
35 however, that sections one, three, four, six, seven through fifteen, and  
36 seventeen of this act shall expire March 31, 2004, when upon such date  
37 the provisions of such sections shall be deemed repealed; [and sections  
38 thirty and thirty-one of this act shall expire December 31, 2013] and  
39 the amendments made to section 69-c of the state finance law by section  
40 thirty-two of this act shall not affect the expiration and repeal of  
41 such section and shall be deemed to be expired therewith.

42 S 28. Severability. If any amendment contained in a clause, sentence,  
43 paragraph, section or part of this act shall be adjudged by the United  
44 States Department of Labor to violate requirements for maintaining bene-  
45 fit standards required of the state in order to be eligible for any  
46 financial benefit offered through federal law or regulation including,  
47 but not limited to, the waiver of interest on advances or the waiver of  
48 obligations to repay such advances to the state unemployment insurance  
49 fund, such amendments shall be severed from this act and shall not  
50 affect, impair or invalidate the remainder thereof.

51 S 29. This act shall take effect immediately, provided, however, that:

52 a. sections one, three, seven, and eight of this act shall take effect  
53 January 1, 2014;

54 b. sections two, thirteen, fifteen, and nineteen of this act shall  
55 apply to all claims filed after January 1, 2014;

56 c. section nine of this act shall take effect January 1, 2017;



1 d. section ten of this act shall take effect January 1, 2019;  
2 e. sections five, six, sixteen, seventeen, and eighteen of this act  
3 shall apply to all overpayments established after October 1, 2013;  
4 f. sections fourteen, twenty, twenty-one, twenty-one-a, twenty-two,  
5 twenty-three, twenty-four, and twenty-six of this act shall take effect  
6 on the thirtieth day after it shall have become a law;  
7 g. section twenty-five of this act shall expire and be deemed repealed  
8 August 23, 2015;  
9 h. section twelve of this act shall take effect January 1, 2014 or on  
10 the same date as the reversion of subdivision 2 of section 591 of the  
11 labor law as provided in section 10 of chapter 413 of the laws of 2003,  
12 as amended, whichever is later;  
13 i. the amendments to section 591-a of the labor law made by section  
14 fourteen of this act shall not affect the repeal of such section and  
15 shall be deemed repealed therewith; and  
16 j. sections twenty-two-a and twenty-three-a of this act shall take  
17 effect August 23, 2015.

18 PART P

19 Section 1. Subdivisions 1, 4 and 5 of section 652 of the labor law, as  
20 amended by chapter 747 of the laws of 2004, are amended to read as  
21 follows:

22 1. Statutory. Every employer shall pay to each of its employees for  
23 each hour worked a wage of not less than:

24 \$4.25 on and after April 1, 1991,

25 \$5.15 on and after March 31, 2000,

26 \$6.00 on and after January 1, 2005,

27 \$6.75 on and after January 1, 2006,

28 \$7.15 on and after January 1, 2007,

29 \$8.75 ON AND AFTER JULY 1, 2013, or, if greater, such other wage as  
30 may be established by federal law pursuant to 29 U.S.C. section 206 or  
31 its successors

32 or such other wage as may be established in accordance with the  
33 provisions of this article.

34 4. Notwithstanding subdivisions one and two of this section, the wage  
35 for an employee who is a food service worker receiving tips shall be a  
36 cash wage of at least three dollars and thirty cents per hour on or  
37 after March thirty-first, two thousand; three dollars and eighty-five  
38 cents on or after January first, two thousand five; at least four  
39 dollars and thirty-five cents on or after January first, two thousand  
40 six; [and] at least four dollars and sixty cents on or after January  
41 first, two thousand seven; AND AT LEAST SIX DOLLARS AND THREE CENTS ON  
42 OR AFTER JULY FIRST, TWO THOUSAND THIRTEEN, provided that the tips of  
43 such an employee, when added to such cash wage, are equal to or exceed  
44 the minimum wage in effect pursuant to subdivision one of this section  
45 and provided further that no other cash wage is established pursuant to  
46 section six hundred fifty-three of this article. In the event the cash  
47 wage payable under the Fair Labor Standards Act (29 United States Code  
48 Sec. 203 (m), as amended), is increased after enactment of this subdivi-  
49 sion, the cash wage payable under this subdivision shall automatically  
50 be increased by the proportionate increase in the cash wage payable  
51 under such federal law, and will be immediately enforceable as the cash  
52 wage payable to food service workers under this article.

53 5. Notwithstanding subdivisions one and two of this section, meal and  
54 lodging allowances for a food service worker receiving a cash wage

amounting to three dollars and thirty cents per hour on or after March thirty-first, two thousand; three dollars and eighty-five cents on or after January first, two thousand five; four dollars and thirty-five cents on or after January first, two thousand six; [and] four dollars and sixty cents on or after January first, two thousand seven; AND AT LEAST SIX DOLLARS AND THREE CENTS ON OR AFTER JULY FIRST, TWO THOUSAND THIRTEEN, shall not increase more than two-thirds of the increase required by subdivision two of this section as applied to state wage orders in effect pursuant to subdivision one of this section.

S 2. This act shall take effect immediately.

#### PART Q

Section 1. Paragraph (d) of subdivision 4 of section 209 of the civil service law, as amended by section 9 of part A of chapter 504 of the laws of 2009, is amended to read as follows:

(d) The provisions of this subdivision shall expire [thirty-six] FORTY years from July first, nineteen hundred seventy-seven, and hereafter may be renewed every four years.

S 2. Section 209 of the civil service law is amended by adding a new subdivision 6 to read as follows:

6. (A) FOR DISPUTES CONCERNING AN IMPASSE PURSUANT TO SUBDIVISION FOUR OF THIS SECTION THAT INVOLVE A COUNTY, CITY, TOWN, OR VILLAGE SUBJECT TO SECTION THREE-C OF THE GENERAL MUNICIPAL LAW, A PUBLIC ARBITRATION PANEL SHALL MAKE A DETERMINATION AS TO WHETHER SUCH COUNTY, CITY, TOWN, OR VILLAGE, IS A DISTRESSED PUBLIC EMPLOYER AS PART OF ITS ANALYSIS OF THE FINANCIAL ABILITY OF THE PUBLIC EMPLOYER TO PAY.

(B) IN EVALUATING WHETHER A PUBLIC EMPLOYER COVERED BY THIS SUBDIVISION IS A DISTRESSED PUBLIC EMPLOYER, SUCH PUBLIC ARBITRATION PANEL SHALL CONSIDER THE AVERAGE FULL VALUE PROPERTY TAX RATE OF SUCH PUBLIC EMPLOYER AND THE AVERAGE FUND BALANCE PERCENTAGE OF SUCH PUBLIC EMPLOYER.

I. FOR PURPOSES OF THIS SUBDIVISION, "FULL VALUE PROPERTY TAX RATE" SHALL MEAN THE AMOUNT TO BE RAISED BY TAX ON REAL ESTATE BY A LOCAL GOVERNMENT IN A GIVEN FISCAL YEAR DIVIDED BY THE FULL VALUATION OF TAXABLE REAL ESTATE FOR THAT SAME FISCAL YEAR AS REPORTED TO THE OFFICE OF THE STATE COMPTROLLER.

II. FOR PURPOSES OF THIS SUBDIVISION, "AVERAGE FULL VALUE PROPERTY TAX RATE" SHALL MEAN THE SUM OF THE FULL VALUE PROPERTY TAX RATES FOR THE FIVE MOST RECENT FISCAL YEARS DIVIDED BY FIVE.

III. FOR PURPOSES OF THIS SUBDIVISION, "FUND BALANCE PERCENTAGE" SHALL MEAN THE TOTAL FUND BALANCE IN THE GENERAL FUND OF A LOCAL GOVERNMENT IN A GIVEN FISCAL YEAR DIVIDED BY THE TOTAL EXPENDITURES FROM THE GENERAL FUND FOR THAT SAME FISCAL YEAR AS REPORTED TO THE OFFICE OF THE STATE COMPTROLLER.

IV. FOR PURPOSES OF THIS SUBDIVISION, "AVERAGE FUND BALANCE PERCENTAGE" SHALL MEAN THE SUM OF THE FUND BALANCE PERCENTAGES FOR THE FIVE MOST RECENTLY COMPLETED FISCAL YEARS DIVIDED BY FIVE.

(C) IF THE AVERAGE FULL VALUE PROPERTY TAX RATE OF SUCH PUBLIC EMPLOYER IS GREATER THAN THE AVERAGE FULL VALUE PROPERTY TAX RATE OF SEVENTY-FIVE PERCENT OF COUNTIES, CITIES, TOWNS, AND VILLAGES, WITH LOCAL FISCAL YEARS ENDING IN THE SAME CALENDAR YEAR AS OF THE MOST RECENTLY AVAILABLE INFORMATION, THE PUBLIC ARBITRATION PANEL MUST FIND THAT SUCH PUBLIC EMPLOYER IS FISCALLY DISTRESSED. THE OFFICE OF THE STATE COMPTROLLER SHALL MAKE PUBLICLY AVAILABLE THE LIST OF COUNTIES, CITIES, TOWNS, AND VILLAGES, THAT HAVE AN AVERAGE FULL VALUE PROPERTY TAX RATE THAT MEETS

1 SUCH CRITERIA IN EACH LOCAL FISCAL YEAR. IF A PUBLIC EMPLOYER HAS NOT  
2 REPORTED TO THE OFFICE OF THE STATE COMPTROLLER THE INFORMATION NECES-  
3 SARY TO CALCULATE ITS AVERAGE FULL VALUE PROPERTY TAX RATE, THE PUBLIC  
4 ARBITRATION PANEL MAY NOT USE THE AVERAGE FULL VALUE PROPERTY TAX RATE  
5 AS A BASIS BY WHICH TO FIND THAT SUCH PUBLIC EMPLOYER IS FISCALLY  
6 DISTRESSED.

7 (D) IF THE AVERAGE FUND BALANCE PERCENTAGE OF SUCH PUBLIC EMPLOYER IS  
8 LESS THAN FIVE PERCENT, THE PUBLIC ARBITRATION PANEL MUST FIND THAT SUCH  
9 PUBLIC EMPLOYER IS FISCALLY DISTRESSED. THE OFFICE OF THE STATE COMP-  
10 TROLLER SHALL MAKE PUBLICLY AVAILABLE THE LIST OF COUNTIES, CITIES,  
11 TOWNS, AND VILLAGES, THAT HAVE AN AVERAGE FUND BALANCE PERCENTAGE THAT  
12 MEETS SUCH CRITERIA IN EACH LOCAL FISCAL YEAR. IF A PUBLIC EMPLOYER HAS  
13 NOT REPORTED TO THE OFFICE OF THE STATE COMPTROLLER THE INFORMATION  
14 NECESSARY TO CALCULATE ITS AVERAGE FUND BALANCE PERCENTAGE, THE PUBLIC  
15 ARBITRATION PANEL MAY NOT USE THE AVERAGE FUND BALANCE PERCENTAGE AS A  
16 BASIS BY WHICH TO FIND THAT SUCH PUBLIC EMPLOYER IS FISCALLY DISTRESSED.

17 (E) WHEN SUCH PUBLIC EMPLOYER HAS BEEN FOUND TO BE FISCALLY  
18 DISTRESSED, THE PUBLIC ARBITRATION PANEL SHALL NOT HAVE THE AUTHORITY TO  
19 ISSUE A DETERMINATION THAT INCREASES THE COST OF TERMS AND CONDITIONS OF  
20 EMPLOYMENT APPLICABLE TO EMPLOYEES UNDER THE JURISDICTION OF SUCH PANEL  
21 EXCEPT AS PROVIDED HEREIN.

22 I. FOR THE FIRST YEAR OF THE DETERMINATION, THE PANEL SHALL NOT ISSUE  
23 A DETERMINATION THAT MAKES CHANGES TO AND INCREASES THE COST OF ALL  
24 TERMS AND CONDITIONS OF EMPLOYMENT BY MORE THAN TWO PERCENT OF THE  
25 AGGREGATE AMOUNT EXPENDED BY THE PUBLIC EMPLOYER ON THE TERMS OF COLLEC-  
26 TIVE BARGAINING AGREEMENTS DIRECTLY RELATING TO COMPENSATION OF ALL  
27 EMPLOYEES SUBJECT TO THE PUBLIC ARBITRATION PANEL'S JURISDICTION IN THE  
28 TWELVE MONTHS IMMEDIATELY PRECEDING THE EXPIRATION OF THE COLLECTIVE  
29 BARGAINING AGREEMENT OR INTEREST ARBITRATION AWARD THAT IS THE SUBJECT  
30 OF THE IMPASSE BEFORE THE PANEL. FOR THE FIRST YEAR OF THE DETERMI-  
31 NATION, THE PANEL IS REQUIRED TO FURTHER REDUCE THIS TWO PERCENT BY THE  
32 AMOUNT OF ANY INCREASED COST THAT THE PUBLIC EMPLOYER WILL INCUR FOR  
33 INSURANCE, MEDICAL, AND HOSPITALIZATION BENEFITS PROVIDED TO EMPLOYEES  
34 SUBJECT TO THE PANEL'S JURISDICTION THAT WILL EXCEED A TWO PERCENT  
35 INCREASE IN COST TO THE PUBLIC EMPLOYER TO PROVIDE INSURANCE, MEDICAL,  
36 AND HOSPITALIZATION BENEFITS TO EMPLOYEES UNDER THE PANEL'S JURISDICTION  
37 DURING THE FIRST YEAR OF THE DETERMINATION.

38 II. FOR THE SECOND YEAR OF THE DETERMINATION, THE PANEL SHALL NOT  
39 ISSUE A DETERMINATION THAT MAKES CHANGES TO AND INCREASES THE COST OF  
40 ALL TERMS AND CONDITIONS OF EMPLOYMENT BY MORE THAN TWO PERCENT OF THE  
41 AGGREGATE AMOUNT EXPENDED BY THE PUBLIC EMPLOYER ON THE TERMS OF COLLEC-  
42 TIVE BARGAINING AGREEMENTS DIRECTLY RELATING TO COMPENSATION OF ALL  
43 EMPLOYEES SUBJECT TO THE PUBLIC ARBITRATION PANEL'S JURISDICTION IN THE  
44 TWELVE MONTHS IMMEDIATELY PRECEDING THE EXPIRATION OF THE COLLECTIVE  
45 BARGAINING AGREEMENT OR INTEREST ARBITRATION AWARD THAT IS THE SUBJECT  
46 OF THE IMPASSE BEFORE THE PANEL. FOR THE SECOND YEAR OF THE DETERMI-  
47 NATION, THE PANEL IS REQUIRED TO FURTHER REDUCE THIS TWO PERCENT BY THE  
48 AMOUNT OF ANY INCREASED COST THAT THE PUBLIC EMPLOYER WILL INCUR FOR  
49 INSURANCE, MEDICAL, AND HOSPITALIZATION BENEFITS PROVIDED TO EMPLOYEES  
50 SUBJECT TO THE PANEL'S JURISDICTION THAT WILL EXCEED A TWO PERCENT  
51 INCREASE IN COST TO THE PUBLIC EMPLOYER TO PROVIDE INSURANCE, MEDICAL,  
52 AND HOSPITALIZATION BENEFITS FOR EMPLOYEES UNDER THE PANEL'S JURISDIC-  
53 TION DURING THE FIRST YEAR OF THE DETERMINATION. IF THE ACTUAL AMOUNT OF  
54 THE INCREASED COST THAT A PUBLIC EMPLOYER WILL INCUR FOR INSURANCE,  
55 MEDICAL, AND HOSPITALIZATION BENEFITS FOR EMPLOYEES SUBJECT TO THE  
56 PANEL'S JURISDICTION IN YEAR TWO OF THE DETERMINATION IS KNOWN, THE

PUBLIC ARBITRATION PANEL SHALL USE THAT AMOUNT RATHER THAN THE FIRST YEAR AMOUNT TO CALCULATE ANY REDUCTION. THE DETERMINATION FOR YEAR TWO WILL BE IN ADDITION TO THE DETERMINATION FOR YEAR ONE.

III. FOR THE PURPOSES OF DETERMINING THE AMOUNTS AVAILABLE PURSUANT TO THIS PARAGRAPH, "TERMS OF COLLECTIVE BARGAINING AGREEMENTS DIRECTLY RELATING TO COMPENSATION" INCLUDES, BUT IS NOT LIMITED TO, SALARY, STIPENDS, LOCATION PAY, INSURANCE, MEDICAL AND HOSPITALIZATION BENEFITS; AND SHALL NOT APPLY TO NON-COMPENSATORY ISSUES INCLUDING, BUT NOT LIMITED TO, JOB SECURITY, DISCIPLINARY PROCEDURES AND ACTIONS, DEPLOYMENT OR SCHEDULING, OR ISSUES RELATING TO ELIGIBILITY FOR OVERTIME COMPENSATION.

(F) ADDITIONALLY, WHEN THERE HAS BEEN A FINDING OF FISCAL DISTRESS, A PUBLIC ARBITRATION PANEL SHALL NOT HAVE THE AUTHORITY TO CREATE NEW TERMS AND CONDITIONS OF EMPLOYMENT THAT INCREASE COSTS OF TERMS AND CONDITIONS OF EMPLOYMENT TO THE FISCALLY DISTRESSED PUBLIC EMPLOYER IF THE INCREASE IN COSTS WOULD CAUSE THE OVERALL COST OF THE DETERMINATION TO EXCEED THE LIMITATION ON THE PUBLIC ARBITRATION PANEL'S AUTHORITY AS CONTAINED IN PARAGRAPH (E) OF THIS SUBDIVISION.

(G) NOTHING HEREIN SHALL REQUIRE A PUBLIC ARBITRATION PANEL, WHERE A FINDING THAT A DISTRESSED PUBLIC EMPLOYER IS REQUIRED, TO GRANT ANY CHANGE IN TERMS AND CONDITIONS OF EMPLOYMENT UNLESS OTHERWISE WARRANTED AFTER TAKING INTO CONSIDERATION ALL OTHER RELEVANT AND REQUIRED FACTORS.

(H) NOTHING HEREIN SHALL REQUIRE A PUBLIC ARBITRATION PANEL, WHERE A FINDING THAT A DISTRESSED PUBLIC EMPLOYER IS NOT REQUIRED, TO GRANT ANY CHANGE IN TERMS AND CONDITIONS OF EMPLOYMENT UNLESS OTHERWISE WARRANTED AFTER TAKING INTO CONSIDERATION ALL OTHER RELEVANT AND REQUIRED FACTORS.

(I) THE PROVISIONS OF THIS SUBDIVISION SHALL EXPIRE FOUR YEARS FROM JULY FIRST, TWO THOUSAND THIRTEEN.

S 3. This act shall take effect immediately and shall be effective for all collective bargaining agreements and interest arbitration awards that expire on or after April 1, 2013.

## PART R

Section 1. The racing, pari-mutuel wagering and breeding law is amended by adding a new article 13 to read as follows:

### ARTICLE 13

#### PHASE ONE CASINO GAMBLING

SECTION 1301. STATEMENT OF PURPOSE.

1302. PHASE ONE CASINO GAMBLING FACILITIES.

1303. CASINO GAMBLING REGULATION.

1304. CASINO GAMBLING REVENUE.

1305. GAMING REGULATORY STUDY.

1306. CASINO REQUEST FOR INFORMATION.

S 1301. STATEMENT OF PURPOSE. IN ORDER TO REVITALIZE THE ECONOMY OF UPSTATE NEW YORK, BY INCREASING TOURISM AND JOBS THROUGH DESTINATION RESORTS IN UPSTATE NEW YORK, AND TO PROVIDE REVENUE TO FUND EDUCATION AND REDUCE PROPERTY TAXES, THE STATE HEREBY LEGALIZES CASINO GAMBLING AS REGULATED BY THE STATE GAMING COMMISSION.

S 1302. PHASE ONE CASINO GAMBLING FACILITIES. 1. THE LEGISLATURE SHALL AUTHORIZE UP TO THREE CASINOS SUBJECT TO THE REGULATION OF THE STATE GAMING COMMISSION.

2. THE THREE CASINOS AUTHORIZED BY THE LEGISLATURE CANNOT BE LOCATED:

(A) IN THE CITY OF NEW YORK; AND

(B) IN THE COUNTIES OF NASSAU, PUTNAM, ROCKLAND, SUFFOLK, AND WEST-CHESTER.

1 S 1303. CASINO GAMBLING REGULATION. 1. THERE IS HEREBY CREATED IN THE  
2 GAMING COMMISSION A SEPARATE OFFICE OF CASINO GAMBLING REGULATION. THE  
3 OFFICE SHALL REGULATE CASINO GAMBLING FACILITIES AUTHORIZED PURSUANT TO  
4 SECTION NINE OF ARTICLE ONE OF THE STATE CONSTITUTION.

5 2. UTILIZING ITS BEST INDEPENDENT AND UNBIASED JUDGMENT AS PART OF A  
6 COMPETITIVE PROCESS, THE GAMING COMMISSION SHALL SELECT THE LOCATIONS  
7 AND THE OPERATORS OF THE CASINO FACILITIES AUTHORIZED BY THIS ARTICLE.

8 3. NO CASINO LOCATION AND OPERATOR MAY BE SELECTED BY THE GAMING  
9 COMMISSION UNLESS THAT LOCATION AND OPERATOR HAVE SIGNIFICANT SUPPORT  
10 FROM BOTH THE LOCAL GOVERNMENT AND THE LOCAL COMMUNITY IN WHICH THE  
11 CASINO IS TO BE LOCATED.

12 S 1304. CASINO GAMBLING REVENUE. REVENUE DERIVED BY THE STATE FROM THE  
13 GROSS GAMING REVENUE OF THE CASINO FACILITIES AUTHORIZED BY THIS ARTICLE  
14 SHALL BE ALLOCATED TO A CASINO REVENUE FUND AUTHORIZED PURSUANT TO THE  
15 STATE FINANCE LAW AND DISTRIBUTED AS FOLLOWS:

16 1. 90% FOR ELEMENTARY AND SECONDARY EDUCATION; AND

17 2. 10% FOR LOCAL GOVERNMENT PROPERTY TAX RELIEF.

18 S 1305. GAMING REGULATORY STUDY. 1. THE STATE GAMING COMMISSION IS  
19 HEREBY DIRECTED TO CONDUCT A COMPREHENSIVE STUDY OF EXISTING LEGAL  
20 FRAMEWORKS GOVERNING THE LICENSING AND REGULATION OF CASINO GAMBLING.  
21 SUCH STUDY SHALL INCLUDE A REVIEW OF VARIOUS SYSTEMS OF GAMING REGU-  
22 LATION AND THE EFFECTIVENESS OF THOSE SYSTEMS. SUCH STUDY SHALL CONSIDER  
23 THE METHODS AND MANNERS OF LICENSING OF: FACILITIES; ENTERPRISES UNDER-  
24 TAKING DIRECT AND INDIRECT BUSINESS WITH SUCH FACILITIES; AND PERSONNEL  
25 DIRECTLY AND INDIRECTLY EMPLOYED BY SUCH FACILITIES AND ENTERPRISES.

26 2. THE COMMISSION SHALL ALSO STUDY THE APPROPRIATE RATES OF TAXATION  
27 OF SUCH GAMING ACTIVITIES AND PROVIDE RECOMMENDATIONS ON CLARIFYING AND  
28 HARMONIZING INCONSISTENT METHODS OF TREATMENT OF VARIOUS FORMS OF GAMING  
29 AUTHORIZED IN THE STATE AND THE PARTICIPANTS WITHIN, IDENTIFYING CASES  
30 WHERE THE DISPARITY SERVES A COMPELLING STATE INTEREST.

31 3. THE COMMISSION SHALL ALSO STUDY THE LEVELS OF CAPITAL INVESTMENT  
32 THAT MIGHT BE APPROPRIATE TO LOCATE DESTINATION CASINO RESORTS IN  
33 UPSTATE NEW YORK.

34 4. THE COMMISSION SHALL CONSULT WITH THE REGIONAL ECONOMIC DEVELOP-  
35 MENTS COUNCILS IN PREPARING THE STUDY REQUIRED BY THIS SECTION.

36 5. THE COMMISSION SHALL SUBMIT TO THE GOVERNOR, SPEAKER OF THE ASSEM-  
37 BLY AND TEMPORARY PRESIDENT OF THE SENATE, NO LATER THAN THE FIFTEENTH  
38 DAY OF MAY, TWO THOUSAND THIRTEEN, A WRITTEN REPORT ON ITS FINDINGS,  
39 CONCLUSIONS AND RECOMMENDATIONS FOR PROPOSED CHANGES TO STATE LAWS AND  
40 REGULATIONS NECESSARY TO PROVIDE FOR THE LICENSING AND REGULATION OF  
41 CASINO GAMBLING IN NEW YORK STATE.

42 S 1306. CASINO REQUEST FOR INFORMATION. THE STATE GAMING COMMISSION  
43 SHALL ISSUE A REQUEST FOR INFORMATION FOR THE PURPOSE OF SOLICITING  
44 INTEREST FROM ENTITIES SEEKING AN AWARD OF A LICENSE TO DEVELOP AND  
45 OPERATE ONE OF THE THREE INITIAL CASINO FACILITIES AUTHORIZED BY THIS  
46 ARTICLE. THE REQUEST SHOULD SEEK INFORMATION FROM POTENTIAL GAMING  
47 FACILITY OPERATORS THAT WILL ASSIST IN MAKING INFORMED DECISIONS ABOUT  
48 EXPANDED REGULATED PRIVATE SECTOR GAMING. ADDITIONALLY, THE REQUEST  
49 SHOULD ASSIST THE COMMISSION IN DETERMINING THE RANGE OF POSSIBLE DEVEL-  
50 OPMENT AVAILABLE IN THE MARKET AND HELP IDENTIFY AND ASSESS POTENTIAL  
51 GAMING SERVICE PROVIDER INTEREST. POTENTIAL GAMING FACILITY OPERATORS  
52 THAT RESPOND TO REQUESTS SHALL DEMONSTRATE THAT THERE IS SIGNIFICANT  
53 SUPPORT FOR THE CASINO FACILITY FROM THE LOCAL GOVERNMENT COMMUNITY  
54 WHERE THE FACILITY IS PROPOSED TO BE LOCATED.

55 S 2. The state finance law is amended by adding a new section 92-a to  
56 read as follows:

1 S 92-A. CASINO REVENUE FUND. 1. THERE IS HEREBY ESTABLISHED IN THE  
2 JOINT CUSTODY OF THE COMPTROLLER AND THE COMMISSIONER OF TAXATION AND  
3 FINANCE A SPECIAL FUND TO BE KNOWN AS THE CASINO REVENUE FUND.

4 2. SUCH FUND SHALL CONSIST OF THE STATE CASINO REVENUES DERIVED FROM  
5 STATE TAXATION OF THE GROSS GAMING REVENUE OF LICENSED CASINOS, AND ALL  
6 OTHER MONEYS CREDITED OR TRANSFERRED THERETO FROM ANY OTHER FUND OR  
7 SOURCE PURSUANT TO LAW.

8 3. NINETY PERCENT OF THE MONEYS IN SUCH FUND SHALL BE APPROPRIATED OR  
9 TRANSFERRED ONLY FOR ELEMENTARY AND SECONDARY EDUCATION.

10 4. NOTWITHSTANDING ANY PROVISION OF LAW TO THE CONTRARY, AMOUNTS  
11 APPROPRIATED OR TRANSFERRED FROM THE CASINO REVENUE FUND SHALL NOT BE  
12 INCLUDED IN: (I) THE ALLOWABLE GROWTH AMOUNT COMPUTED PURSUANT TO PARA-  
13 GRAPH (DD) OF SUBDIVISION ONE OF SECTION THIRTY-SIX HUNDRED TWO OF THE  
14 EDUCATION LAW, (II) THE PRELIMINARY GROWTH AMOUNT COMPUTED PURSUANT TO  
15 PARAGRAPH (FF) OF SUBDIVISION ONE OF SECTION THIRTY-SIX HUNDRED TWO OF  
16 THE EDUCATION LAW, AND (III) THE ALLOCABLE GROWTH AMOUNT COMPUTED PURSU-  
17 ANT TO PARAGRAPH (GG) OF SUBDIVISION ONE OF SECTION THIRTY-SIX HUNDRED  
18 TWO OF THE EDUCATION LAW.

19 5. ALL PAYMENTS OF MONEYS FROM THE CASINO REVENUE FUND SHALL BE MADE  
20 ON THE AUDIT AND WARRANT OF THE STATE COMPTROLLER.

21 S 3. This act shall take effect immediately.

22 S 2. Severability clause. If any clause, sentence, paragraph, subdivi-  
23 sion, section or part of this act shall be adjudged by any court of  
24 competent jurisdiction to be invalid, such judgment shall not affect,  
25 impair, or invalidate the remainder thereof, but shall be confined in  
26 its operation to the clause, sentence, paragraph, subdivision, section  
27 or part thereof directly involved in the controversy in which such judg-  
28 ment shall have been rendered. It is hereby declared to be the intent of  
29 the legislature that this act would have been enacted even if such  
30 invalid provisions had not been included herein.

31 S 3. This act shall take effect immediately provided, however, that  
32 the applicable effective date of Parts A through R of this act shall be  
33 as specifically set forth in the last section of such Parts.