

S T A T E   O F   N E W   Y O R K

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S. 2605--A

A. 3005--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 authorizing the governor to close correctional facilities; and providing for the repeal of such provisions upon expiration thereof (Part A); authorizing the urban development corporation, the office of general services and the department of corrections and community supervision to transfer and convey certain lands in the county of Bronx, city of New York, to the Thomas Mott Osborne Memorial Fund, Inc. (Part B); to amend the vehicle and traffic law, in relation to plea limitations; in relation to extending surcharges and the crime victim assistance fee for certain violations; in relation to enhanced penalties for multiple violations of the mobile phone and texting prohibitions; to amend the state finance law, in relation to certain payments to the state treasurer; and to repeal section 1101 of the vehicle and traffic law relating thereto (Part C); to amend the executive law, in relation to adopting the national crime prevention and privacy compact (Part D); to amend chapter 887 of the laws of 1983, amending the correction law relating to the psychological testing of candidates, in relation to making the provisions of such chapter permanent; to amend chapter 428 of the laws of 1999, amending the executive law and the criminal procedure law relating to expanding the geographic area of employment of certain police officers, in relation to extending the expiration of such chapter; to amend chapter 886 of the laws of 1972, amending the correction law and the penal law relating to prisoner furloughs in certain cases and the crime of absconding therefrom, in relation to making the provisions of such chapter permanent; to amend chapter 261 of the laws of 1987, amending chapters 50, 53 and 54 of the laws of 1987, the correction law, the penal law and other chapters and laws relating to correctional facilities, in

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

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relation to making the provisions of such chapter permanent; to amend chapter 339 of the laws of 1972, amending the correction law and the penal law relating to inmate work release, furlough and leave, in relation to making the provisions of such chapter permanent; to amend chapter 60 of the laws of 1994 relating to certain provisions which impact upon expenditure of certain appropriations made by chapter 50 of the laws of 1994 enacting the state operations budget, in relation to making certain provisions of such chapter permanent; to amend chapter 3 of the laws of 1995, amending the correction law and other laws relating to the incarceration fee, in relation to extending the expiration of certain provisions of such chapter; to amend chapter 55 of the laws of 1992, amending the tax law and other laws relating to taxes, surcharges, fees and funding, in relation to extending the expiration of certain provisions of such chapter; to amend chapter 907 of the laws of 1984, amending the correction law, the New York city criminal court act and the executive law relating to prison and jail housing and alternatives to detention and incarceration programs, in relation to extending the expiration of certain provisions of such chapter; to amend chapter 166 of the laws of 1991, amending the tax law and other laws relating to taxes, in relation to extending the expiration of certain provisions of such chapter; to amend the vehicle and traffic law, in relation to extending the expiration of the mandatory surcharge and victim assistance fee; to amend chapter 713 of the laws of 1988, amending the vehicle and traffic law relating to the ignition interlock device program, in relation to extending the expiration thereof; to amend chapter 435 of the laws of 1997, amending the military law and other laws relating to various provisions, in relation to extending the expiration date of the merit provisions of the correction law and the penal law of such chapter; to amend chapter 412 of the laws of 1999, amending the civil practice law and rules and the court of claims act relating to prisoner litigation reform, in relation to extending the expiration of the inmate filing fee provisions of the civil practice law and rules and general filing fee provision and inmate property claims exhaustion requirement of the court of claims act of such chapter; to amend chapter 222 of the laws of 1994 constituting the family protection and domestic violence intervention act of 1994, in relation to extending the expiration of certain provisions of the criminal procedure law requiring the arrest of certain persons engaged in family violence; to amend chapter 505 of the laws of 1985, amending the criminal procedure law relating to the use of closed-circuit television and other protective measures for certain child witnesses, in relation to extending the expiration of the provisions thereof; to amend chapter 3 of the laws of 1995, enacting the sentencing reform act of 1995, in relation to extending the expiration of certain provisions of such chapter; to amend chapter 689 of the laws of 1993 amending the criminal procedure law relating to electronic court appearance in certain counties, in relation to extending the effective date thereof; to amend chapter 688 of the laws of 2003, amending the executive law relating to enacting the interstate compact for adult offender supervision, in relation to making certain provisions of such chapter permanent; to amend part H of chapter 56 of the laws of 2009, amending the correction law relating to limiting the closing of certain correctional facilities, providing for the custody by the department of correctional services of inmates serving definite sentences, providing for custody of federal prisoners and requiring the closing of certain correctional facilities, in

relation to the effectiveness of such chapter; and to amend section 3 of part C of chapter 152 of the laws of 2001, amending the military law relating to military funds of the organized militia, in relation to the effectiveness thereof (Part E); to amend chapter 503 of the laws of 2009, relating to the disposition of monies recovered by county district attorneys before the filing of an accusatory instrument, in relation to the effectiveness thereof (Part F); to amend the retirement and social security law and the education law, in relation to pension contributions paid by local governments and school districts beginning in the 2013-14 fiscal year and certain fiscal years thereafter (Part G); to amend the civil service law, in relation to the reimbursement of medicare premium charges (Part H); to amend the state finance law, in relation to creating a new New York state gaming commission account (Part I); to amend the tax law, in relation to reducing purse amounts paid from the VLT program (Part J); to amend the state finance law, in relation to reforming the local government citizens re-organization empowerment grant program and the local government efficiency grant program (Part K); providing for the elimination of burdensome reporting requirements imposed on school districts and local governments (Part L); to provide for the administration of certain funds and accounts related to the 2013-14 budget; authorizing certain payments and transfers; to amend chapter 59 of the laws of 2012, relating to providing for administration of certain funds and accounts related to the 2013-2014 budget, in relation to the effectiveness thereof; to amend the state finance law, in relation to school tax relief fund; to amend chapter 60 of the laws of 2011, amending the state finance law relating to disbursements from the tribal-state compact revenue account to certain municipalities, in relation to the availability of moneys; to amend the New York state medical care facilities finance agency act, in relation to the deposit of certain funds; to amend the state finance law, in relation to the issuance of revenue bonds; to amend the public authorities law, in relation to the number of directors required for approval of a resolution authorizing the issuance of bonds or notes; to amend the New York state urban development corporation act, in relation to funding project costs for certain capital projects; to amend chapter 61 of the laws of 2005, relating to providing for the administration of certain funds and accounts related to the 2005-2006 budget, in relation to the Division of Military and Naval Affairs Capital Projects; to amend chapter 389 of the laws of 1997, relating to the financing of the correctional facilities improvement fund and the youth facility improvement fund, in relation to the issuance of bonds; to amend the private housing finance law, in relation to housing program bonds and notes; to amend chapter 329 of the laws of 1991, amending the state finance law and other laws relating to the establishment of the dedicated highway and bridge trust fund, in relation to the issuance of bonds; to amend the public authorities law, in relation to courthouse improvements and training facilities, metropolitan transportation authority facilities, peace bridge projects and issuance of bonds by the dormitory authority; to amend chapter 61 of the laws of 2005, providing for the administration of certain funds and accounts related to the 2005-2006 budget, in relation to issuance of bonds by the urban development corporation; to amend the New York state urban development corporation act, in relation to projects for retention of professional football in western New York; to amend the public authorities law, in relation to the cleaner, greener communities program; to amend the

state finance law, in relation to establishing the sales tax revenue bond tax fund and providing for the deposit of revenues therefrom, establishing the sales tax revenue bond financing program; to amend the tax law, in relation to deposit and disposition of revenue; to amend the state finance law, in relation to establishing the New York state transformative capital fund; to amend the New York state urban development corporation act, in relation to authorizing the urban development corporation to issue bonds to fund project costs for the implementation of a NY-CUNY challenge grant program; to amend chapter 260 of the laws of 2011 amending the education law and the New York state urban development corporation act relating to establishing components of the NY-SUNY 2020 challenge grant program, in relation to the effectiveness thereof; to amend the public authorities law, in relation to dormitories at certain educational institutions other than state operated institutions and statutory or contract colleges under the jurisdiction of the state university of New York; to amend chapter 81 of the laws of 2002, providing for the administration of certain funds and accounts related to the 2002-2003 budget, in relation to increasing the aggregate amount of bonds to be issued by the New York state urban development corporation; to amend the public authorities law, in relation to financing of New York works transportation capital projects; and providing for the repeal of certain provisions upon expiration thereof (Part M); to amend the executive law, the state technology law and the general business law, in relation to providing for the consolidation of certain information technology staff and services within the office of information technology services; and to repeal section 715 of the executive law, relating to the office of cyber security (Part N); to amend the workers' compensation law, in relation to changing the composition of the board's practice committees and to permitting a single arbitrator process; to amend the workers' compensation law, in relation to the collection of assessments for annual expenses and the investment of surplus or reserve; in relation to the representation of funds; in relation to closing the fund for reopened cases; in relation to the termination of payments into the aggregate trust fund; in relation to administration expenses for the state insurance fund; in relation to requiring self-insured municipal groups and county treasurers to provide certain financial information to the workers' compensation board; to amend the workers' compensation law and the public authorities law, in relation to authorizing the workers' compensation board and the dormitory authority to enter into a self-insured bond financing agreement; to amend the volunteer firefighters' benefit law and the volunteer ambulance workers' benefit law, in relation to the payment of benefits and to the assessment of expenses; to amend the public officers law, in relation to indemnification of state officers and employees; and repealing certain provisions of the workers' compensation law, the volunteer firefighters' benefit law and the volunteer ambulance workers' benefit law relating to assessments for expenses, and relating to the location of the workers' compensation board (Part O); to amend the state finance law, in relation to increasing discretionary thresholds for procurement of food commodities (Part P); to amend the executive law, in relation to including school districts and boards of cooperative educational services in the intrastate mutual aid program (Part Q); to amend the public officers law, in relation to exempting certain state employees from the two-year and lifetime bars (Part R); and to amend chapter 56 of the laws of 2011 relating to permitting authorized state

entities to utilize the design-build method for infrastructure projects, in relation to the definition of authorized state entities (Part S)

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 S. 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 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. Notwithstanding the provisions of sections 79-a and 79-b of  
14 the correction law, the governor is authorized to close the Bayview and  
15 Beacon correctional facilities of the department of corrections and  
16 community supervision, in state fiscal year 2013-14, as he determines to  
17 be necessary for the cost-effective and efficient operation of the  
18 correctional system, provided that the governor provides at least 60  
19 days notice prior to any such closures to the temporary president of the  
20 senate and the speaker of the assembly.

21 S 2. This act shall take effect April 1, 2013 and shall expire and be  
22 deemed repealed March 31, 2014.

23 PART B

24 Section 1. Notwithstanding any inconsistent provision of law to the  
25 contrary, the urban development corporation is authorized to transfer  
26 and convey to the Thomas Mott Osborne Memorial Fund, Inc. its right,  
27 title, and interest in the lands and improvements known as the Fulton  
28 Correctional Facility and further described in section two of this act.  
29 The conveyance shall be made upon such terms and conditions, as the  
30 board of directors of the urban development corporation may, in its  
31 discretion, fix and determine. The commissioner of general services and  
32 the commissioner of the department of corrections and community super-  
33 vision are hereby empowered to enter into such contractual agreements  
34 with the corporation and its subsidiaries to effect the transfer and  
35 conveyance and do all things necessary to carry out the provisions of  
36 this act.

37 S 2. The lands to be conveyed pursuant to section one of this act are  
38 situated in the city of New York, county of Bronx, and are generally  
39 described as follows:

40 Parcel I

41 All that piece or parcel of land lying and being in the Borough and  
42 County of the Bronx, City and State of New York, and being all of Lot  
43 No. 30, Block 2928, and being more particularly described as follows:

Beginning at the intersection of the northerly line of E. 171st Street, and the westerly line of Fulton Avenue, thence westerly along the northerly line of E. 171st Street, 115.32 feet to the easterly line of Lot 33; thence northerly along the last mentioned lot line 71.90 feet to the intersection of the southerly line of Lot 29; thence easterly along the last mentioned lot line, 106.08 feet to its intersection with the said westerly line of Fulton Ave.; thence southerly along the said westerly line of Fulton Avenue 80.00 feet to the point or place of beginning.

Parcel II

All that piece or parcel of land lying and being in the Borough and County of the Bronx, City and State of New York, and being all of Lot No. 33, Block 2928, and being more particularly described as follows:

Beginning at the intersection of the northerly line of E. 171st Street, and the westerly line of Lot 30, said point being 115.32 feet westerly from the intersection of the northerly line of E. 171st Street, and the westerly line of Fulton Avenue; thence South  $88^{\circ} 21' 50''$  West, along the northerly line of E. 171st Street, a distance of 75.86 feet to a point, said point being 175.21 feet distant easterly, measured along the northerly line of E. 171st Street from the corner formed by the intersection of the easterly line of 3rd Avenue and the northerly line of E. 171st Street; thence North  $01^{\circ} 11' 27''$  East, and parallel with 3rd Avenue 141.75 feet to a point; thence North  $84^{\circ} 03' 45''$  East, a distance of 50.38 feet to a point; thence South  $01^{\circ} 11' 27''$  West, and parallel to 3rd Avenue, 25.19 feet to a point; thence North  $84^{\circ} 03' 45''$  East, 25.99 feet to a point; thence South  $01^{\circ} 11' 27''$  West, and parallel to 3rd Avenue, 122.30 feet to the point or place of beginning.

S 3. Notwithstanding the foregoing, the authorization to convey the Fulton Correctional Facility shall be subject to the condition precedent that such conveyance shall not impair or result in any diminution of the obligations to holders of any bonds which financed, refinanced or are secured by correctional facilities (or payments in respect thereof), including the Fulton Correctional Facility, and shall not adversely affect any exemption of interest on such bonds from federal income tax.

S 4. The description in section two of this act is not intended to be a legal description but is intended to identify the parcel to be conveyed. As a condition of the purchase, the Thomas Mott Osborne Memorial Fund, Inc. may submit to the urban development corporation for approval, an accurate survey and description of the lands to be conveyed, which may be used in the conveyance thereof.

S 5. Any lands transferred pursuant to this act shall be used for the purpose of providing opportunities for individuals in conflict with the law through reform and rehabilitation programs, alternatives to incarceration and re-entry, for providing services to persons affected by crime and/or incarceration, and for related community activities, and upon termination of such use, title to the lands so transferred shall revert to the state of New York.

S 6. The board of directors of the urban development corporation shall not transfer and convey said lands unless application is made therefor by the Thomas Mott Osborne Memorial Fund, Inc. within one year after the effective date of this act.

S 7. This act shall take effect immediately.

PART C

Section 1. Section 1101 of the vehicle and traffic law is REPEALED.

1 S 2. Section 1180 of the vehicle and traffic law is amended by adding  
2 a new subdivision (i) to read as follows:

3 (I) IN ANY CASE WHEREIN THE CHARGE LAID BEFORE THE COURT ALLEGES A  
4 VIOLATION OF SUBDIVISION (B), (C), (D), (F), OR (G) OF THIS SECTION AND  
5 THE SPEED UPON WHICH THE CHARGE IS BASED EXCEEDS THE APPLICABLE SPEED  
6 LIMIT BY MORE THAN TWENTY MILES PER HOUR, ANY PLEA OF GUILTY THEREAFTER  
7 ENTERED IN SATISFACTION OF SUCH CHARGE MUST INCLUDE, AT A MINIMUM, A  
8 PLEA OF GUILTY TO A VIOLATION OF THIS CHAPTER OR OF ANY ORDINANCE, RULE  
9 OR REGULATION ADOPTED PURSUANT TO THIS CHAPTER FOR WHICH POINTS ARE  
10 ASSIGNED PURSUANT TO THE REGULATIONS OF THE COMMISSIONER; PROVIDED,  
11 HOWEVER, THAT, IF THE DISTRICT ATTORNEY, UPON REVIEWING THE AVAILABLE  
12 EVIDENCE, DETERMINES THAT THE CHARGE OF A VIOLATION OF SUBDIVISION (B),  
13 (C), (D), (F) OR (G) OF THIS SECTION IS NOT WARRANTED, SUCH DISTRICT  
14 ATTORNEY MAY CONSENT TO, AND THE COURT MAY ALLOW, A DISPOSITION BY PLEA  
15 OF GUILTY TO ANOTHER CHARGE. IN ALL SUCH CASES, THE COURT SHALL SET  
16 FORTH UPON THE RECORD THE BASIS FOR SUCH DISPOSITION.

17 S 3. Subdivision 4 of section 1225-c of the vehicle and traffic law,  
18 as added by chapter 69 of the laws of 2001, is amended to read as  
19 follows:

20 4. A violation of subdivision two of this section shall be a traffic  
21 infraction and shall be punishable by a fine of not LESS THAN FIFTY  
22 DOLLARS NOR more than one hundred FIFTY dollars UPON CONVICTION OF A  
23 FIRST VIOLATION; UPON CONVICTION OF A SECOND VIOLATION, BOTH OF WHICH  
24 WERE COMMITTED WITHIN A PERIOD OF EIGHTEEN MONTHS, SUCH VIOLATION SHALL  
25 BE PUNISHED BY A FINE OF NOT LESS THAN TWO HUNDRED DOLLARS NOR MORE THAN  
26 THREE HUNDRED FIFTY DOLLARS; UPON CONVICTION OF A THIRD OR SUBSEQUENT  
27 VIOLATION, ALL OF WHICH WERE COMMITTED WITHIN A PERIOD OF EIGHTEEN  
28 MONTHS, SUCH VIOLATION SHALL BE PUNISHED BY A FINE OF NOT LESS THAN FOUR  
29 HUNDRED DOLLARS NOR MORE THAN FIVE HUNDRED FIFTY DOLLARS.

30 S 4. Subdivision 6 of section 1225-d of the vehicle and traffic law,  
31 as amended by chapter 109 of the laws of 2011, is amended to read as  
32 follows:

33 6. A violation of this section shall be a traffic infraction and shall  
34 be punishable by a fine of not LESS THAN FIFTY DOLLARS NOR more than one  
35 hundred fifty dollars[.]UPON CONVICTION OF A FIRST VIOLATION; UPON  
36 CONVICTION OF A SECOND VIOLATION, BOTH OF WHICH WERE COMMITTED WITHIN A  
37 PERIOD OF EIGHTEEN MONTHS, SUCH VIOLATION SHALL BE PUNISHED BY A FINE OF  
38 NOT LESS THAN TWO HUNDRED DOLLARS NOR MORE THAN THREE HUNDRED FIFTY  
39 DOLLARS; UPON CONVICTION OR A THIRD OR SUBSEQUENT VIOLATION, ALL OF  
40 WHICH WERE COMMITTED WITHIN A PERIOD OF EIGHTEEN MONTHS, SUCH VIOLATION  
41 SHALL BE PUNISHED BY A FINE OF NOT LESS THAN FOUR HUNDRED DOLLARS NOR  
42 MORE THAN FIVE HUNDRED FIFTY DOLLARS.

43 S 5. Subdivision 1 of section 1809 of the vehicle and traffic law, as  
44 amended by section 2 of part DD of chapter 56 of the laws of 2008, the  
45 opening paragraph and paragraph (c) as amended by section 10 of part II  
46 of chapter 59 of the laws of 2010, is amended to read as follows:

47 1. Whenever proceedings in an administrative tribunal or a court of  
48 this state result in a conviction for an offense under this chapter or a  
49 traffic infraction under this chapter, or a local law, ordinance, rule  
50 or regulation adopted pursuant to this chapter, other than a traffic  
51 infraction involving standing, stopping, or parking EXCEPT THOSE SET  
52 FORTH IN SECTIONS TWELVE HUNDRED, TWELVE HUNDRED ONE AND TWELVE HUNDRED  
53 TWO OF THIS CHAPTER, or violations by pedestrians or bicyclists, or  
54 other than an adjudication of liability of an owner for a violation of  
55 subdivision (d) of section eleven hundred eleven of this chapter in  
56 accordance with section eleven hundred eleven-a of this chapter, or

1 other than an adjudication of liability of an owner for a violation of  
2 subdivision (d) of section eleven hundred eleven of this chapter in  
3 accordance with section eleven hundred eleven-b of this chapter, or  
4 other than an adjudication in accordance with section eleven hundred  
5 eleven-c of this chapter for a violation of a bus lane restriction as  
6 defined in such section, there shall be levied a crime victim assistance  
7 fee and a mandatory surcharge, in addition to any sentence required or  
8 permitted by law, in accordance with the following schedule:

9 (a) Whenever proceedings in an administrative tribunal or a court of  
10 this state result in a conviction for a traffic infraction pursuant to  
11 article nine of this chapter, there shall be levied a crime victim  
12 assistance fee in the amount of five dollars and a mandatory surcharge,  
13 in addition to any sentence required or permitted by law, in the amount  
14 of twenty-five dollars.

15 (b) Whenever proceedings in an administrative tribunal or a court of  
16 this state result in a conviction for a misdemeanor or felony pursuant  
17 to section eleven hundred ninety-two of this chapter, there shall be  
18 levied, in addition to any sentence required or permitted by law, a  
19 crime victim assistance fee in the amount of twenty-five dollars and a  
20 mandatory surcharge in accordance with the following schedule:

21 (i) a person convicted of a felony shall pay a mandatory surcharge of  
22 three hundred dollars;

23 (ii) a person convicted of a misdemeanor shall pay a mandatory  
24 surcharge of one hundred seventy-five dollars.

25 (c) Whenever proceedings in an administrative tribunal or a court of  
26 this state result in a conviction for an offense under this chapter  
27 other than a crime pursuant to section eleven hundred ninety-two of this  
28 chapter, or a traffic infraction under this chapter, or a local law,  
29 ordinance, rule or regulation adopted pursuant to this chapter, other  
30 than a traffic infraction involving standing, stopping, or parking,  
31 EXCEPT THOSE SET FORTH IN SECTION TWELVE HUNDRED, TWELVE HUNDRED ONE OR  
32 TWELVE HUNDRED TWO OF THIS CHAPTER or violations by pedestrians or bicy-  
33 clists, or other than an adjudication of liability of an owner for a  
34 violation of subdivision (d) of section eleven hundred eleven of this  
35 chapter in accordance with section eleven hundred eleven-a of this chap-  
36 ter, or other than an adjudication of liability of an owner for a  
37 violation of subdivision (d) of section eleven hundred eleven of this  
38 chapter in accordance with section eleven hundred eleven-b of this chap-  
39 ter, or other than an infraction pursuant to article nine of this chap-  
40 ter or other than an adjudication of liability of an owner for a  
41 violation of toll collection regulations pursuant to section two thou-  
42 sand nine hundred eighty-five of the public authorities law or sections  
43 sixteen-a, sixteen-b and sixteen-c of chapter seven hundred seventy-four  
44 of the laws of nineteen hundred fifty or other than an adjudication in  
45 accordance with section eleven hundred eleven-c of this chapter for a  
46 violation of a bus lane restriction as defined in such section, there  
47 shall be levied a crime victim assistance fee in the amount of five  
48 dollars and a mandatory surcharge, in addition to any sentence required  
49 or permitted by law, in the amount of fifty-five dollars.

50 S. 6. Subdivision 1 of section 1809 of the vehicle and traffic law, as  
51 amended by section 10-a of part II of chapter 59 of the laws of 2010, is  
52 amended to read as follows:

53 1. Whenever proceedings in an administrative tribunal or a court of  
54 this state result in a conviction for a crime under this chapter or a  
55 traffic infraction under this chapter, or a local law, ordinance, rule  
56 or regulation adopted pursuant to this chapter, other than a traffic



1 infraction involving standing, stopping, parking EXCEPT THOSE SET FORTH  
2 IN SECTIONS TWELVE HUNDRED, TWELVE HUNDRED ONE AND TWELVE HUNDRED TWO OF  
3 THIS CHAPTER, or motor vehicle equipment or violations by pedestrians or  
4 bicyclists, or other than an adjudication of liability of an owner for a  
5 violation of subdivision (d) of section eleven hundred eleven of this  
6 chapter in accordance with section eleven hundred eleven-a of this chap-  
7 ter, or other than an adjudication of liability of an owner for a  
8 violation of subdivision (d) of section eleven hundred eleven of this  
9 chapter in accordance with section eleven hundred eleven-b of this chap-  
10 ter, or other than an adjudication in accordance with section eleven  
11 hundred eleven-c of this chapter for a violation of a bus lane  
12 restriction as defined in such section, there shall be levied a mandato-  
13 ry surcharge, in addition to any sentence required or permitted by law,  
14 in the amount of twenty-five dollars.

15 S 7. Subdivision 1 of section 1809 of the vehicle and traffic law, as  
16 amended by section 10-b of part II of chapter 59 of the laws of 2010, is  
17 amended to read as follows:

18 1. Whenever proceedings in an administrative tribunal or a court of  
19 this state result in a conviction for a crime under this chapter or a  
20 traffic infraction under this chapter other than a traffic infraction  
21 involving standing, stopping, parking EXCEPT THOSE SET FORTH IN SECTIONS  
22 TWELVE HUNDRED, TWELVE HUNDRED ONE AND TWELVE HUNDRED TWO OF THIS CHAP-  
23 TER, or motor vehicle equipment or violations by pedestrians or bicy-  
24 clists, or other than an adjudication in accordance with section eleven  
25 hundred eleven-c of this chapter for a violation of a bus lane  
26 restriction as defined in such section, there shall be levied a mandato-  
27 ry surcharge, in addition to any sentence required or permitted by law,  
28 in the amount of seventeen dollars.

29 S 8. Subdivision 1 of section 1809 of the vehicle and traffic law, as  
30 separately amended by chapter 16 of the laws of 1983 and chapter 62 of  
31 the laws of 1989, is amended to read as follows:

32 1. Whenever proceedings in an administrative tribunal or a court of  
33 this state result in a conviction for a crime under this chapter or a  
34 traffic infraction under this chapter other than a traffic infraction  
35 involving standing, stopping, parking EXCEPT THOSE SET FORTH IN SECTIONS  
36 TWELVE HUNDRED, TWELVE HUNDRED ONE AND TWELVE HUNDRED TWO OF THIS CHAP-  
37 TER, or motor vehicle equipment or violations by pedestrians or bicy-  
38 clists, there shall be levied a mandatory surcharge, in addition to any  
39 sentence required or permitted by law, in the amount of seventeen  
40 dollars.

41 S 9. Paragraph a of subdivision 1 of section 1809-e of the vehicle and  
42 traffic law, as amended by section 11 of part II of chapter 59 of the  
43 laws of 2010, is amended to read as follows:

44 a. Notwithstanding any other provision of law, whenever proceedings in  
45 a court or an administrative tribunal of this state result in a  
46 conviction for an offense under this chapter, except a conviction pursu-  
47 ant to section eleven hundred ninety-two of this chapter, or for a traf-  
48 fic infraction under this chapter, or a local law, ordinance, rule or  
49 regulation adopted pursuant to this chapter, except a traffic infraction  
50 involving standing, stopping, or parking, OTHER THAN THOSE SET FORTH IN  
51 SECTIONS TWELVE HUNDRED, TWELVE HUNDRED ONE AND TWELVE HUNDRED TWO, or  
52 violations by pedestrians or bicyclists, and except an adjudication of  
53 liability of an owner for a violation of subdivision (d) of section  
54 eleven hundred eleven of this chapter in accordance with section eleven  
55 hundred eleven-a of this chapter, and except an adjudication of liabil-  
56 ity of an owner for a violation of subdivision (d) of section eleven

1 hundred eleven of this chapter in accordance with section eleven hundred  
2 eleven-b of this chapter, and except an adjudication in accordance with  
3 section eleven hundred eleven-c of this chapter of a violation of a bus  
4 lane restriction as defined in such section, and except an adjudication  
5 of liability of an owner for a violation of toll collection regulations  
6 pursuant to section two thousand nine hundred eighty-five of the public  
7 authorities law or sections sixteen-a, sixteen-b and sixteen-c of chap-  
8 ter seven hundred seventy-four of the laws of nineteen hundred fifty,  
9 there shall be levied in addition to any sentence, penalty or other  
10 surcharge required or permitted by law, an additional surcharge of twen-  
11 ty dollars.

12 S 10. Paragraph a of subdivision 1 of section 1809-e of the vehicle  
13 and traffic law, as amended by section 11-a of part II of chapter 59 of  
14 the laws of 2010, is amended to read as follows:

15 a. Notwithstanding any other provision of law, whenever proceedings in  
16 a court or an administrative tribunal of this state result in a  
17 conviction for an offense under this chapter, except a conviction pursu-  
18 ant to section eleven hundred ninety-two of this chapter, or for a traf-  
19 fic infraction under this chapter, or a local law, ordinance, rule or  
20 regulation adopted pursuant to this chapter, except a traffic infraction  
21 involving standing, stopping, or parking, OTHER THAN THOSE SET FORTH IN  
22 SECTIONS TWELVE HUNDRED, TWELVE HUNDRED ONE AND TWELVE HUNDRED TWO, or  
23 violations by pedestrians or bicyclists, and except an adjudication of  
24 liability of an owner for a violation of subdivision (d) of section  
25 eleven hundred eleven of this chapter in accordance with section eleven  
26 hundred eleven-a of this chapter, and except an adjudication in accord-  
27 ance with section eleven hundred eleven-c of this chapter of a violation  
28 of a bus lane restriction as defined in such section, and except an  
29 adjudication of liability of an owner for a violation of toll collection  
30 regulations pursuant to section two thousand nine hundred eighty-five of  
31 the public authorities law or sections sixteen-a, sixteen-b and  
32 sixteen-c of chapter seven hundred seventy-four of the laws of nineteen  
33 hundred fifty, there shall be levied in addition to any sentence, penal-  
34 ty or other surcharge required or permitted by law, an additional  
35 surcharge of twenty dollars.

36 S 11. Paragraph a of subdivision 1 of section 1809-e of the vehicle  
37 and traffic law, as amended by section 1 of part EE of chapter 56 of the  
38 laws of 2008, is amended to read as follows:

39 a. Notwithstanding any other provision of law, whenever proceedings in  
40 a court or an administrative tribunal of this state result in a  
41 conviction for an offense under this chapter, except a conviction pursu-  
42 ant to section eleven hundred ninety-two of this chapter, or for a traf-  
43 fic infraction under this chapter, or a local law, ordinance, rule or  
44 regulation adopted pursuant to this chapter, except a traffic infraction  
45 involving standing, stopping, or parking, OTHER THAN THOSE SET FORTH IN  
46 SECTIONS TWELVE HUNDRED, TWELVE HUNDRED ONE AND TWELVE HUNDRED TWO, or  
47 violations by pedestrians or bicyclists, and except an adjudication of  
48 liability of an owner for a violation of subdivision (d) of section  
49 eleven hundred eleven of this chapter in accordance with section eleven  
50 hundred eleven-a of this chapter, and except an adjudication of liabil-  
51 ity of an owner for a violation of toll collection regulations pursuant  
52 to section two thousand nine hundred eighty-five of the public authori-  
53 ties law or sections sixteen-a, sixteen-b and sixteen-c of chapter seven  
54 hundred seventy-four of the laws of nineteen hundred fifty, there shall  
55 be levied in addition to any sentence, penalty or other surcharge  
56 required or permitted by law, an additional surcharge of twenty dollars.

1 S 12. Subdivision 3-a of section 121 of the state finance law, as  
2 added by section 16 of part J of chapter 62 of the laws of 2003, is  
3 amended to read as follows:

4 3-a. [On or before the twentieth day of October in each year commenc-  
5 ing with the twentieth of October, two thousand three, the] THE comp-  
6 troller shall determine the difference between: (a) the aggregate  
7 receipts derived by the state from mandatory surcharges collected by an  
8 administrative tribunal or a town or village justice court pursuant to  
9 section eighteen hundred nine of the vehicle and traffic law during the  
10 [preceding] year ending September thirtieth, TWO THOUSAND TWELVE and (b)  
11 the aggregate receipts derived by the state from such mandatory  
12 surcharge collected by an administrative tribunal or a town or a village  
13 justice court in accordance with the provisions of section eighteen  
14 hundred nine of the vehicle and traffic law in effect immediately prior  
15 to April first, two thousand three during the preceding year ending  
16 September thirtieth. Such difference shall be thereupon transferred  
17 ANNUALLY by the comptroller to the credit of the indigent legal services  
18 fund established by section ninety-eight-b of this chapter.

19 S 13. This act shall take effect on the sixtieth day after it shall  
20 have become a law and shall apply to violations committed on or after  
21 such date, provided however, that:

22 (a) the amendments to subdivision 1 of section 1809 of the vehicle and  
23 traffic law made by section five of this act shall be subject to the  
24 expiration and reversion of such subdivision, when upon such date  
25 section six of this act shall take effect; and

26 (b) the amendments to subdivision 1 of section 1809 of the vehicle and  
27 traffic law made by section six of this act shall be subject to the  
28 expiration and reversion of such subdivision, when upon such date  
29 section seven of this act shall take effect; and

30 (c) the amendments to subdivision 1 of section 1809 of the vehicle and  
31 traffic law made by section seven of this act shall be subject to the  
32 expiration and reversion of such subdivision, when upon such date  
33 section eight of this act shall take effect;

34 (d) the amendments to paragraph a of subdivision 1 of section 1809-e  
35 of the vehicle and traffic law made by section nine of this act shall be  
36 subject to the expiration and reversion of such paragraph, when upon  
37 such date section ten of this act shall take effect; and

38 (e) the amendments to paragraph a of subdivision 1 of section 1809-e  
39 of the vehicle and traffic law made by section ten of this act shall be  
40 subject to the expiration and reversion of such paragraph, when upon  
41 such date section eleven of this act shall take effect.

## 42 PART D

43 Section 1. The executive law is amended by adding a new article 38 to  
44 read as follows:

### 45 ARTICLE 38

#### 46 NATIONAL CRIME PREVENTION AND PRIVACY COMPACT

#### 47 SECTION 850. ENACTMENT OF COMPACT.

48 S 850. ENACTMENT OF COMPACT. THE NATIONAL CRIME PREVENTION AND PRIVACY  
49 COMPACT IS HEREBY ENACTED INTO LAW AND ENTERED INTO WITH ALL OTHER  
50 JURISDICTIONS LEGALLY JOINING THEREIN IN THE FORM SUBSTANTIALLY AS  
51 FOLLOWS:

52 THE CONTRACTING PARTIES AGREE TO THE FOLLOWING:

#### 53 NATIONAL CRIME PREVENTION AND PRIVACY COMPACT

54 ARTICLE I. DEFINITIONS.

1 ARTICLE II. PURPOSES.  
2 ARTICLE III. RESPONSIBILITIES OF COMPACT PARTIES.  
3 ARTICLE IV. AUTHORIZED RECORD DISCLOSURES.  
4 ARTICLE V. RECORD REQUEST PROCEDURES.  
5 ARTICLE VI. ESTABLISHMENT OF COMPACT COUNCIL.  
6 ARTICLE VII. RATIFICATION OF COMPACT.  
7 ARTICLE VIII. MISCELLANEOUS PROVISIONS.  
8 ARTICLE IX. RENUNCIATION.  
9 ARTICLE X. SEVERABILITY.  
10 ARTICLE XI. ADJUDICATION OF DISPUTES.

11 OVERVIEW

12 (A) IN GENERAL, THIS COMPACT ORGANIZES AN ELECTRONIC INFORMATION SHAR-  
13 ING SYSTEM AMONG THE FEDERAL GOVERNMENT AND THE STATES TO EXCHANGE CRIM-  
14 INAL HISTORY RECORDS FOR NONCRIMINAL JUSTICE PURPOSES AUTHORIZED BY  
15 FEDERAL OR STATE LAW, SUCH AS BACKGROUND CHECKS FOR GOVERNMENTAL LICENS-  
16 ING AND EMPLOYMENT.

17 (B) UNDER THIS COMPACT, THE FBI AND THE PARTY STATES AGREE TO MAINTAIN  
18 DETAILED DATABASES OF THEIR RESPECTIVE CRIMINAL HISTORY RECORDS, INCLUD-  
19 ING ARRESTS AND DISPOSITIONS, AND TO MAKE THEM AVAILABLE TO THE FEDERAL  
20 GOVERNMENT AND TO PARTY STATES FOR AUTHORIZED PURPOSES. THE FBI SHALL  
21 ALSO MANAGE THE FEDERAL DATA FACILITIES THAT PROVIDE A SIGNIFICANT PART  
22 OF THE INFRASTRUCTURE FOR THE SYSTEM.

23 ARTICLE I--DEFINITIONS

24 AS USED IN THIS COMPACT:

25 (A) "ATTORNEY GENERAL" MEANS THE ATTORNEY GENERAL OF THE UNITED  
26 STATES.

27 (B) "COMPACT OFFICER" MEANS:

28 1. WITH RESPECT TO THE FEDERAL GOVERNMENT, AN OFFICIAL SO DESIGNATED  
29 BY THE DIRECTOR OF THE FBI; AND

30 2. WITH RESPECT TO A PARTY STATE, THE CHIEF ADMINISTRATOR OF THE  
31 STATE'S CRIMINAL HISTORY RECORD REPOSITORY OR A DESIGNEE OF THE CHIEF  
32 ADMINISTRATOR WHO IS A REGULAR FULL-TIME EMPLOYEE OF THE REPOSITORY.

33 (C) "COUNCIL" MEANS THE COMPACT COUNCIL ESTABLISHED UNDER ARTICLE VI.

34 (D) "CRIMINAL HISTORY RECORDS":

35 1. MEANS INFORMATION COLLECTED BY CRIMINAL JUSTICE AGENCIES ON INDI-  
36 VIDUALS CONSISTING OF IDENTIFIABLE DESCRIPTIONS AND NOTATIONS OF  
37 ARRESTS, DETENTIONS, INDICTMENTS, OR OTHER FORMAL CRIMINAL CHARGES, AND  
38 ANY DISPOSITION ARISING THEREFROM, INCLUDING ACQUITTAL, SENTENCING,  
39 CORRECTIONAL SUPERVISION, OR RELEASE; AND

40 2. DOES NOT INCLUDE IDENTIFICATION INFORMATION SUCH AS FINGERPRINT  
41 RECORDS IF SUCH INFORMATION DOES NOT INDICATE INVOLVEMENT OF THE INDI-  
42 VIDUAL WITH THE CRIMINAL JUSTICE SYSTEM.

43 (E) "CRIMINAL HISTORY RECORD REPOSITORY" MEANS THE STATE AGENCY DESIG-  
44 NATED BY THE GOVERNOR OR OTHER APPROPRIATE EXECUTIVE OFFICIAL OR THE  
45 LEGISLATURE OF A STATE TO PERFORM CENTRALIZED RECORDKEEPING FUNCTIONS  
46 FOR CRIMINAL HISTORY RECORDS AND SERVICES IN THE STATE.

47 (F) "CRIMINAL JUSTICE" INCLUDES ACTIVITIES RELATING TO THE DETECTION,  
48 APPREHENSION, DETENTION, PRETRIAL RELEASE, POST-TRIAL RELEASE, PROSE-  
49 CUTION, ADJUDICATION, CORRECTIONAL SUPERVISION, OR REHABILITATION OF  
50 ACCUSED PERSONS OR CRIMINAL OFFENDERS. THE ADMINISTRATION OF CRIMINAL  
51 JUSTICE INCLUDES CRIMINAL IDENTIFICATION ACTIVITIES AND THE COLLECTION,  
52 STORAGE, AND DISSEMINATION OF CRIMINAL HISTORY RECORDS.

(G) "CRIMINAL JUSTICE AGENCY":

1. MEANS:

A. COURTS; AND

B. A GOVERNMENTAL AGENCY OR ANY SUBUNIT THEREOF THAT:

(I) PERFORMS THE ADMINISTRATION OF CRIMINAL JUSTICE PURSUANT TO A STATUTE OR EXECUTIVE ORDER; AND

(II) ALLOCATES A SUBSTANTIAL PART OF ITS ANNUAL BUDGET TO THE ADMINISTRATION OF CRIMINAL JUSTICE; AND

2. INCLUDES FEDERAL AND STATE INSPECTORS GENERAL OFFICES.

(H) "CRIMINAL JUSTICE SERVICES" MEANS SERVICES PROVIDED BY THE FBI TO CRIMINAL JUSTICE AGENCIES IN RESPONSE TO A REQUEST FOR INFORMATION ABOUT A PARTICULAR INDIVIDUAL OR AS AN UPDATE TO INFORMATION PREVIOUSLY PROVIDED FOR CRIMINAL JUSTICE PURPOSES.

(I) "CRITERION OFFENSE" MEANS ANY FELONY OR MISDEMEANOR OFFENSE NOT INCLUDED ON THE LIST OF NONSERIOUS OFFENSES PUBLISHED PERIODICALLY BY THE FBI.

(J) "DIRECT ACCESS" MEANS ACCESS TO THE NATIONAL IDENTIFICATION INDEX BY COMPUTER TERMINAL OR OTHER AUTOMATED MEANS NOT REQUIRING THE ASSISTANCE OF OR INTERVENTION BY ANY OTHER PARTY OR AGENCY.

(K) "EXECUTIVE ORDER" MEANS AN ORDER OF THE PRESIDENT OF THE UNITED STATES OR THE CHIEF EXECUTIVE OFFICER OF A STATE THAT HAS THE FORCE OF LAW AND THAT IS PROMULGATED IN ACCORDANCE WITH APPLICABLE LAW.

(L) "FBI" MEANS THE FEDERAL BUREAU OF INVESTIGATION.

(M) "INTERSTATE IDENTIFICATION INDEX SYSTEM" OR "III SYSTEM":

1. MEANS THE COOPERATIVE FEDERAL-STATE SYSTEM FOR THE EXCHANGE OF CRIMINAL HISTORY RECORDS; AND

2. INCLUDES THE NATIONAL IDENTIFICATION INDEX, THE NATIONAL FINGERPRINT FILE AND, TO THE EXTENT OF THEIR PARTICIPATION IN SUCH SYSTEM, THE CRIMINAL HISTORY RECORD REPOSITORIES OF THE STATES AND THE FBI.

(N) "NATIONAL FINGERPRINT FILE" MEANS A DATABASE OF FINGERPRINTS, OR OTHER UNIQUELY PERSONAL IDENTIFYING INFORMATION, RELATING TO AN ARRESTED OR CHARGED INDIVIDUAL MAINTAINED BY THE FBI TO PROVIDE POSITIVE IDENTIFICATION OF RECORD SUBJECTS INDEXED IN THE III SYSTEM.

(O) "NATIONAL IDENTIFICATION INDEX" MEANS AN INDEX MAINTAINED BY THE FBI CONSISTING OF NAMES, IDENTIFYING NUMBERS, AND OTHER DESCRIPTIVE INFORMATION RELATING TO RECORD SUBJECTS ABOUT WHOM THERE ARE CRIMINAL HISTORY RECORDS IN THE III SYSTEM.

(P) "NATIONAL INDICES" MEANS THE NATIONAL IDENTIFICATION INDEX AND THE NATIONAL FINGERPRINT FILE.

(Q) "NONPARTY STATE" MEANS A STATE THAT HAS NOT RATIFIED THIS COMPACT.

(R) "NONCRIMINAL JUSTICE PURPOSES" MEANS USES OF CRIMINAL HISTORY RECORDS FOR PURPOSES AUTHORIZED BY FEDERAL OR STATE LAW OTHER THAN PURPOSES RELATING TO CRIMINAL JUSTICE ACTIVITIES, INCLUDING EMPLOYMENT SUITABILITY, LICENSING DETERMINATIONS, IMMIGRATION AND NATURALIZATION MATTERS, AND NATIONAL SECURITY CLEARANCES.

(S) "PARTY STATE" MEANS A STATE THAT HAS RATIFIED THIS COMPACT.

(T) "POSITIVE IDENTIFICATION" MEANS A DETERMINATION, BASED UPON A COMPARISON OF FINGERPRINTS OR OTHER EQUALLY RELIABLE BIOMETRIC IDENTIFICATION TECHNIQUES, THAT THE SUBJECT OF A RECORD SEARCH IS THE SAME PERSON AS THE SUBJECT OF A CRIMINAL HISTORY RECORD OR RECORDS INDEXED IN THE III SYSTEM. IDENTIFICATIONS BASED SOLELY UPON A COMPARISON OF SUBJECTS' NAMES OR OTHER NONUNIQUE IDENTIFICATION CHARACTERISTICS OR NUMBERS, OR COMBINATIONS THEREOF, SHALL NOT CONSTITUTE POSITIVE IDENTIFICATION.

(U) "SEALED RECORD INFORMATION" MEANS:

1. WITH RESPECT TO ADULTS, THAT PORTION OF A RECORD THAT IS:

1 A. NOT AVAILABLE FOR CRIMINAL JUSTICE USES;  
2 B. NOT SUPPORTED BY FINGERPRINTS OR OTHER ACCEPTED MEANS OF POSITIVE  
3 IDENTIFICATION; OR  
4 C. SUBJECT TO RESTRICTIONS ON DISSEMINATION FOR NONCRIMINAL JUSTICE  
5 PURPOSES PURSUANT TO A COURT ORDER RELATED TO A PARTICULAR SUBJECT OR  
6 PURSUANT TO A FEDERAL OR STATE STATUTE THAT REQUIRES ACTION ON A SEALING  
7 PETITION FILED BY A PARTICULAR RECORD SUBJECT; AND  
8 2. WITH RESPECT TO JUVENILES, WHATEVER EACH STATE DETERMINES IS A  
9 SEALED RECORD UNDER ITS OWN LAW AND PROCEDURE.  
10 (V) "STATE" MEANS ANY STATE, TERRITORY, OR POSSESSION OF THE UNITED  
11 STATES, THE DISTRICT OF COLUMBIA, AND THE COMMONWEALTH OF PUERTO RICO.

12 ARTICLE II--PURPOSES

13 THE PURPOSES OF THIS COMPACT ARE TO:  
14 (A) PROVIDE A LEGAL FRAMEWORK FOR THE ESTABLISHMENT OF A COOPERATIVE  
15 FEDERAL-STATE SYSTEM FOR THE INTERSTATE AND FEDERAL-STATE EXCHANGE OF  
16 CRIMINAL HISTORY RECORDS FOR NONCRIMINAL JUSTICE USES;  
17 (B) REQUIRE THE FBI TO PERMIT USE OF THE NATIONAL IDENTIFICATION INDEX  
18 AND THE NATIONAL FINGERPRINT FILE BY EACH PARTY STATE, AND TO PROVIDE,  
19 IN A TIMELY FASHION, FEDERAL AND STATE CRIMINAL HISTORY RECORDS TO  
20 REQUESTING STATES, IN ACCORDANCE WITH THE TERMS OF THIS COMPACT AND WITH  
21 RULES, PROCEDURES, AND STANDARDS ESTABLISHED BY THE COUNCIL UNDER ARTI-  
22 CLE VI;  
23 (C) REQUIRE PARTY STATES TO PROVIDE INFORMATION AND RECORDS FOR THE  
24 NATIONAL IDENTIFICATION INDEX AND THE NATIONAL FINGERPRINT FILE AND TO  
25 PROVIDE CRIMINAL HISTORY RECORDS, IN A TIMELY FASHION, TO CRIMINAL  
26 HISTORY RECORD REPOSITORIES OF OTHER STATES AND THE FEDERAL GOVERNMENT  
27 FOR NONCRIMINAL JUSTICE PURPOSES, IN ACCORDANCE WITH THE TERMS OF THIS  
28 COMPACT AND WITH RULES, PROCEDURES, AND STANDARDS ESTABLISHED BY THE  
29 COUNCIL UNDER ARTICLE VI;  
30 (D) PROVIDE FOR THE ESTABLISHMENT OF A COUNCIL TO MONITOR III SYSTEM  
31 OPERATIONS AND TO PRESCRIBE SYSTEM RULES AND PROCEDURES FOR THE EFFEC-  
32 TIVE AND PROPER OPERATION OF THE III SYSTEM FOR NONCRIMINAL JUSTICE  
33 PURPOSES; AND  
34 (E) REQUIRE THE FBI AND EACH PARTY STATE TO ADHERE TO III SYSTEM STAN-  
35 DARDS CONCERNING RECORD DISSEMINATION AND USE, RESPONSE TIMES, SYSTEM  
36 SECURITY, DATA QUALITY, AND OTHER DULY ESTABLISHED STANDARDS, INCLUDING  
37 THOSE THAT ENHANCE THE ACCURACY AND PRIVACY OF SUCH RECORDS.

38 ARTICLE III--RESPONSIBILITIES OF COMPACT PARTIES

39 (A) THE DIRECTOR OF THE FBI SHALL:  
40 1. APPOINT AN FBI COMPACT OFFICER WHO SHALL:  
41 A. ADMINISTER THIS COMPACT WITHIN THE DEPARTMENT OF JUSTICE AND AMONG  
42 FEDERAL AGENCIES AND OTHER AGENCIES AND ORGANIZATIONS THAT SUBMIT SEARCH  
43 REQUESTS TO THE FBI PURSUANT TO SUBDIVISION (C) OF THIS ARTICLE;  
44 B. ENSURE THAT COMPACT PROVISIONS AND RULES, PROCEDURES, AND STANDARDS  
45 PRESCRIBED BY THE COUNCIL UNDER ARTICLE VI ARE COMPLIED WITH BY THE  
46 DEPARTMENT OF JUSTICE AND THE FEDERAL AGENCIES AND OTHER AGENCIES AND  
47 ORGANIZATIONS REFERRED TO IN SUBPARAGRAPH A OF PARAGRAPH ONE OF SUBDIVI-  
48 SION (A) OF THIS ARTICLE; AND  
49 C. REGULATE THE USE OF RECORDS RECEIVED BY MEANS OF THE III SYSTEM  
50 FROM PARTY STATES WHEN SUCH RECORDS ARE SUPPLIED BY THE FBI DIRECTLY TO  
51 OTHER FEDERAL AGENCIES;

1 2. PROVIDE TO FEDERAL AGENCIES AND TO STATE CRIMINAL HISTORY RECORD  
2 REPOSITORIES, CRIMINAL HISTORY RECORDS MAINTAINED IN ITS DATABASE FOR  
3 THE NONCRIMINAL JUSTICE PURPOSES DESCRIBED IN ARTICLE IV, INCLUDING:

4 A. INFORMATION FROM NONPARTY STATES; AND

5 B. INFORMATION FROM PARTY STATES THAT IS AVAILABLE FROM THE FBI  
6 THROUGH THE III SYSTEM, BUT IS NOT AVAILABLE FROM THE PARTY STATE  
7 THROUGH THE III SYSTEM;

8 C. PROVIDE A TELECOMMUNICATIONS NETWORK AND MAINTAIN CENTRALIZED  
9 FACILITIES FOR THE EXCHANGE OF CRIMINAL HISTORY RECORDS FOR BOTH CRIMI-  
10 NAL JUSTICE PURPOSES AND THE NONCRIMINAL JUSTICE PURPOSES DESCRIBED IN  
11 ARTICLE IV, AND ENSURE THAT THE EXCHANGE OF SUCH RECORDS FOR CRIMINAL  
12 JUSTICE PURPOSES HAS PRIORITY OVER EXCHANGE FOR NONCRIMINAL JUSTICE  
13 PURPOSES; AND

14 D. MODIFY OR ENTER INTO USER AGREEMENTS WITH NONPARTY STATE CRIMINAL  
15 HISTORY RECORD REPOSITORIES TO REQUIRE THEM TO ESTABLISH RECORD REQUEST  
16 PROCEDURES CONFORMING TO THOSE PRESCRIBED IN ARTICLE V.

17 (B) EACH PARTY STATE SHALL:

18 1. APPOINT A COMPACT OFFICER WHO SHALL:

19 A. ADMINISTER THIS COMPACT WITHIN THAT STATE;

20 B. ENSURE THAT COMPACT PROVISIONS AND RULES, PROCEDURES, AND STANDARDS  
21 ESTABLISHED BY THE COUNCIL UNDER ARTICLE VI ARE COMPLIED WITH IN THE  
22 STATE; AND

23 C. REGULATE THE IN-STATE USE OF RECORDS RECEIVED BY MEANS OF THE III  
24 SYSTEM FROM THE FBI OR FROM OTHER PARTY STATES;

25 2. ESTABLISH AND MAINTAIN A CRIMINAL HISTORY RECORD REPOSITORY, WHICH  
26 SHALL PROVIDE:

27 A. INFORMATION AND RECORDS FOR THE NATIONAL IDENTIFICATION INDEX AND  
28 THE NATIONAL FINGERPRINT FILE; AND

29 B. THE STATE'S III SYSTEM-INDEXED CRIMINAL HISTORY RECORDS FOR  
30 NONCRIMINAL JUSTICE PURPOSES DESCRIBED IN ARTICLE IV; AND

31 C. PARTICIPATE IN THE NATIONAL FINGERPRINT FILE; AND

32 D. PROVIDE AND MAINTAIN TELECOMMUNICATIONS LINKS AND RELATED EQUIPMENT  
33 NECESSARY TO SUPPORT THE SERVICES SET FORTH IN THIS COMPACT.

34 (C) COMPLIANCE WITH III SYSTEM STANDARDS. IN CARRYING OUT THEIR  
35 RESPONSIBILITIES UNDER THIS COMPACT, THE FBI AND EACH PARTY STATE SHALL  
36 COMPLY WITH III SYSTEM RULES, PROCEDURES, AND STANDARDS DULY ESTABLISHED  
37 BY THE COUNCIL CONCERNING RECORD DISSEMINATION AND USE, RESPONSE TIMES,  
38 DATA QUALITY, SYSTEM SECURITY, ACCURACY, PRIVACY PROTECTION, AND OTHER  
39 ASPECTS OF III SYSTEM OPERATION.

40 (D) 1. USE OF THE III SYSTEM FOR NONCRIMINAL JUSTICE PURPOSES AUTHOR-  
41 IZED IN THIS COMPACT SHALL BE MANAGED SO AS NOT TO DIMINISH THE LEVEL OF  
42 SERVICES PROVIDED IN SUPPORT OF CRIMINAL JUSTICE PURPOSES.

43 2. ADMINISTRATION OF COMPACT PROVISIONS SHALL NOT REDUCE THE LEVEL OF  
44 SERVICE AVAILABLE TO AUTHORIZED NONCRIMINAL JUSTICE USERS ON THE EFFEC-  
45 TIVE DATE OF THIS COMPACT.

#### 46 ARTICLE IV--AUTHORIZED RECORD DISCLOSURES

47 (A) STATE CRIMINAL HISTORY RECORD REPOSITORIES. TO THE EXTENT AUTHOR-  
48 IZED BY SECTION FIVE HUNDRED FIFTY-TWO-A OF TITLE FIVE OF THE UNITED  
49 STATES CODE, (COMMONLY KNOWN AS THE "PRIVACY ACT OF 1974"), THE FBI  
50 SHALL PROVIDE ON REQUEST CRIMINAL HISTORY RECORDS (EXCLUDING SEALED  
51 RECORDS) TO STATE CRIMINAL HISTORY RECORD REPOSITORIES FOR NONCRIMINAL  
52 JUSTICE PURPOSES ALLOWED BY FEDERAL STATUTE, FEDERAL EXECUTIVE ORDER, OR  
53 A STATE STATUTE THAT HAS BEEN APPROVED BY THE ATTORNEY GENERAL AND THAT  
54 AUTHORIZES NATIONAL INDICES CHECKS.

(B) THE FBI, TO THE EXTENT AUTHORIZED BY SECTION FIVE HUNDRED FIFTY-TWO-A OF TITLE FIVE OF THE UNITED STATES CODE, (COMMONLY KNOWN AS THE "PRIVACY ACT OF 1974"), AND STATE CRIMINAL HISTORY RECORD REPOSITORIES SHALL PROVIDE CRIMINAL HISTORY RECORDS (EXCLUDING SEALED RECORDS) TO CRIMINAL JUSTICE AGENCIES AND OTHER GOVERNMENTAL OR NONGOVERNMENTAL AGENCIES FOR NONCRIMINAL JUSTICE PURPOSES ALLOWED BY FEDERAL STATUTE, FEDERAL EXECUTIVE ORDER, OR A STATE STATUTE THAT HAS BEEN APPROVED BY THE ATTORNEY GENERAL, THAT AUTHORIZES NATIONAL INDICES CHECKS.

(C) ANY RECORD OBTAINED UNDER THIS COMPACT MAY BE USED ONLY FOR THE OFFICIAL PURPOSES FOR WHICH THE RECORD WAS REQUESTED. EACH COMPACT OFFICER SHALL ESTABLISH PROCEDURES, CONSISTENT WITH THIS COMPACT, AND WITH RULES, PROCEDURES, AND STANDARDS ESTABLISHED BY THE COUNCIL UNDER ARTICLE VI, WHICH PROCEDURES SHALL PROTECT THE ACCURACY AND PRIVACY OF THE RECORDS, AND SHALL:

1. ENSURE THAT RECORDS OBTAINED UNDER THIS COMPACT ARE USED ONLY BY AUTHORIZED OFFICIALS FOR AUTHORIZED PURPOSES;

2. REQUIRE THAT SUBSEQUENT RECORD CHECKS ARE REQUESTED TO OBTAIN CURRENT INFORMATION WHENEVER A NEW NEED ARISES; AND

3. ENSURE THAT RECORD ENTRIES THAT MAY NOT LEGALLY BE USED FOR A PARTICULAR NONCRIMINAL JUSTICE PURPOSE ARE DELETED FROM THE RESPONSE AND, IF NO INFORMATION AUTHORIZED FOR RELEASE REMAINS, AN APPROPRIATE "NO RECORD" RESPONSE IS COMMUNICATED TO THE REQUESTING OFFICIAL.

#### ARTICLE V--RECORD REQUEST PROCEDURES

(A) SUBJECT FINGERPRINTS OR OTHER APPROVED FORMS OF POSITIVE IDENTIFICATION SHALL BE SUBMITTED WITH ALL REQUESTS FOR CRIMINAL HISTORY RECORD CHECKS FOR NONCRIMINAL JUSTICE PURPOSES.

(B) EACH REQUEST FOR A CRIMINAL HISTORY RECORD CHECK UTILIZING THE NATIONAL INDICES MADE UNDER ANY APPROVED STATE STATUTE SHALL BE SUBMITTED THROUGH THAT STATE'S CRIMINAL HISTORY RECORD REPOSITORY. A STATE CRIMINAL HISTORY RECORD REPOSITORY SHALL PROCESS AN INTERSTATE REQUEST FOR NONCRIMINAL JUSTICE PURPOSES THROUGH THE NATIONAL INDICES ONLY IF SUCH REQUEST IS TRANSMITTED THROUGH ANOTHER STATE CRIMINAL HISTORY RECORD REPOSITORY OR THE FBI.

(C) EACH REQUEST FOR CRIMINAL HISTORY RECORD CHECKS UTILIZING THE NATIONAL INDICES MADE UNDER FEDERAL AUTHORITY SHALL BE SUBMITTED THROUGH THE FBI OR, IF THE STATE CRIMINAL HISTORY RECORD REPOSITORY CONSENTS TO PROCESS FINGERPRINT SUBMISSIONS, THROUGH THE CRIMINAL HISTORY RECORD REPOSITORY IN THE STATE IN WHICH SUCH REQUEST ORIGINATED. DIRECT ACCESS TO THE NATIONAL IDENTIFICATION INDEX BY ENTITIES OTHER THAN THE FBI AND STATE CRIMINAL HISTORY RECORDS REPOSITORIES SHALL NOT BE PERMITTED FOR NONCRIMINAL JUSTICE PURPOSES.

(D) A STATE CRIMINAL HISTORY RECORD REPOSITORY OR THE FBI:

1. MAY CHARGE A FEE, IN ACCORDANCE WITH APPLICABLE LAW, FOR HANDLING A REQUEST INVOLVING FINGERPRINT PROCESSING FOR NONCRIMINAL JUSTICE PURPOSES; AND

2. MAY NOT CHARGE A FEE FOR PROVIDING CRIMINAL HISTORY RECORDS IN RESPONSE TO AN ELECTRONIC REQUEST FOR A RECORD THAT DOES NOT INVOLVE A REQUEST TO PROCESS FINGERPRINTS.

(E) 1. IF A STATE CRIMINAL HISTORY RECORD REPOSITORY CANNOT POSITIVELY IDENTIFY THE SUBJECT OF A RECORD REQUEST MADE FOR NONCRIMINAL JUSTICE PURPOSES, THE REQUEST, TOGETHER WITH FINGERPRINTS OR OTHER APPROVED IDENTIFYING INFORMATION, SHALL BE FORWARDED TO THE FBI FOR A SEARCH OF THE NATIONAL INDICES.



2. IF, WITH RESPECT TO A REQUEST FORWARDED BY A STATE CRIMINAL HISTORY RECORD REPOSITORY UNDER PARAGRAPH ONE OF THIS SUBDIVISION, THE FBI POSITIVELY IDENTIFIES THE SUBJECT AS HAVING A III SYSTEM-INDEXED RECORD OR RECORDS:

A. THE FBI SHALL SO ADVISE THE STATE CRIMINAL HISTORY RECORD REPOSITORY; AND

B. THE STATE CRIMINAL HISTORY RECORD REPOSITORY SHALL BE ENTITLED TO OBTAIN THE ADDITIONAL CRIMINAL HISTORY RECORD INFORMATION FROM THE FBI OR OTHER STATE CRIMINAL HISTORY RECORD REPOSITORIES.

#### ARTICLE VI--ESTABLISHMENT OF COMPACT COUNCIL

(A) 1. IN GENERAL, THERE IS ESTABLISHED A COUNCIL TO BE KNOWN AS THE "COMPACT COUNCIL", WHICH SHALL HAVE THE AUTHORITY TO PROMULGATE RULES AND PROCEDURES GOVERNING THE USE OF THE III SYSTEM FOR NONCRIMINAL JUSTICE PURPOSES, NOT TO CONFLICT WITH FBI ADMINISTRATION OF THE III SYSTEM FOR CRIMINAL JUSTICE PURPOSES.

2. THE COUNCIL SHALL:

A. CONTINUE IN EXISTENCE AS LONG AS THIS COMPACT REMAINS IN EFFECT;

B. BE LOCATED, FOR ADMINISTRATIVE PURPOSES, WITHIN THE FBI; AND

C. BE ORGANIZED AND HOLD ITS FIRST MEETING AS SOON AS PRACTICABLE AFTER THE EFFECTIVE DATE OF THIS COMPACT.

(B) THE COUNCIL SHALL BE COMPOSED OF FIFTEEN MEMBERS, EACH OF WHOM SHALL BE APPOINTED BY THE ATTORNEY GENERAL, AS FOLLOWS:

1. NINE MEMBERS, EACH OF WHOM SHALL SERVE A TWO-YEAR TERM, WHO SHALL BE SELECTED FROM AMONG THE COMPACT OFFICERS OF PARTY STATES BASED ON THE RECOMMENDATION OF THE COMPACT OFFICERS OF ALL PARTY STATES, EXCEPT THAT, IN THE ABSENCE OF THE REQUISITE NUMBER OF COMPACT OFFICERS AVAILABLE TO SERVE, THE CHIEF ADMINISTRATORS OF THE CRIMINAL HISTORY RECORD REPOSITORIES OF NONPARTY STATES SHALL BE ELIGIBLE TO SERVE ON AN INTERIM BASIS.

2. TWO AT-LARGE MEMBERS, NOMINATED BY THE DIRECTOR OF THE FBI, EACH OF WHOM SHALL SERVE A THREE-YEAR TERM, OF WHOM:

A. ONE SHALL BE A REPRESENTATIVE OF THE CRIMINAL JUSTICE AGENCIES OF THE FEDERAL GOVERNMENT AND MAY NOT BE AN EMPLOYEE OF THE FBI; AND

B. ONE SHALL BE A REPRESENTATIVE OF THE NONCRIMINAL JUSTICE AGENCIES OF THE FEDERAL GOVERNMENT.

3. TWO AT-LARGE MEMBERS, NOMINATED BY THE CHAIRMAN OF THE COUNCIL, ONCE THE CHAIRMAN IS ELECTED PURSUANT TO SUBDIVISION (C) OF THIS ARTICLE, EACH OF WHOM SHALL SERVE A THREE-YEAR TERM, OF WHOM:

A. ONE SHALL BE A REPRESENTATIVE OF STATE OR LOCAL CRIMINAL JUSTICE AGENCIES; AND

B. ONE SHALL BE A REPRESENTATIVE OF STATE OR LOCAL NONCRIMINAL JUSTICE AGENCIES.

4. ONE MEMBER, WHO SHALL SERVE A THREE-YEAR TERM, AND WHO SHALL SIMULTANEOUSLY BE A MEMBER OF THE FBI'S ADVISORY POLICY BOARD ON CRIMINAL JUSTICE INFORMATION SERVICES, NOMINATED BY THE MEMBERSHIP OF THAT POLICY BOARD.

5. ONE MEMBER, NOMINATED BY THE DIRECTOR OF THE FBI, WHO SHALL SERVE A THREE-YEAR TERM, AND WHO SHALL BE AN EMPLOYEE OF THE FBI.

(C) 1. IN GENERAL, FROM ITS MEMBERSHIP, THE COUNCIL SHALL ELECT A CHAIRMAN AND A VICE CHAIRMAN OF THE COUNCIL, RESPECTIVELY. BOTH THE CHAIRMAN AND VICE CHAIRMAN OF THE COUNCIL:

A. SHALL BE A COMPACT OFFICER, UNLESS THERE IS NO COMPACT OFFICER ON THE COUNCIL WHO IS WILLING TO SERVE, IN WHICH CASE THE CHAIRMAN MAY BE AN AT-LARGE MEMBER; AND

1 B. SHALL SERVE A TWO-YEAR TERM AND MAY BE REELECTED TO ONLY ONE ADDI-  
2 TIONAL TWO-YEAR TERM.

3 2. THE VICE CHAIRMAN OF THE COUNCIL SHALL SERVE AS THE CHAIRMAN OF  
4 THE COUNCIL IN THE ABSENCE OF THE CHAIRMAN.

5 (D) 1. IN GENERAL, THE COUNCIL SHALL MEET AT LEAST ONCE EACH YEAR AT  
6 THE CALL OF THE CHAIRMAN. EACH MEETING OF THE COUNCIL SHALL BE OPEN TO  
7 THE PUBLIC. THE COUNCIL SHALL PROVIDE PRIOR PUBLIC NOTICE IN THE FEDERAL  
8 REGISTER OF EACH MEETING OF THE COUNCIL, INCLUDING THE MATTERS TO BE  
9 ADDRESSED AT SUCH MEETING.

10 2. A MAJORITY OF THE COUNCIL OR ANY COMMITTEE OF THE COUNCIL SHALL  
11 CONSTITUTE A QUORUM OF THE COUNCIL OR OF SUCH COMMITTEE, RESPECTIVELY,  
12 FOR THE CONDUCT OF BUSINESS. A LESSER NUMBER MAY MEET TO HOLD HEARINGS,  
13 TAKE TESTIMONY, OR CONDUCT ANY BUSINESS NOT REQUIRING A VOTE.

14 (E) THE COUNCIL SHALL MAKE AVAILABLE FOR PUBLIC INSPECTION AND COPYING  
15 AT THE COUNCIL OFFICE WITHIN THE FBI, AND SHALL PUBLISH IN THE FEDERAL  
16 REGISTER, ANY RULES, PROCEDURES, OR STANDARDS ESTABLISHED BY THE COUN-  
17 CIL.

18 (F) THE COUNCIL MAY REQUEST FROM THE FBI SUCH REPORTS, STUDIES,  
19 STATISTICS, OR OTHER INFORMATION OR MATERIALS AS THE COUNCIL DETERMINES  
20 TO BE NECESSARY TO ENABLE THE COUNCIL TO PERFORM ITS DUTIES UNDER THIS  
21 COMPACT. THE FBI, TO THE EXTENT AUTHORIZED BY LAW, MAY PROVIDE SUCH  
22 ASSISTANCE OR INFORMATION UPON SUCH A REQUEST.

23 (G) THE CHAIRMAN MAY ESTABLISH COMMITTEES AS NECESSARY TO CARRY OUT  
24 THIS COMPACT AND MAY PRESCRIBE THEIR MEMBERSHIP, RESPONSIBILITIES, AND  
25 DURATION.

#### 26 ARTICLE VII--RATIFICATION OF COMPACT

27 THIS COMPACT SHALL TAKE EFFECT UPON BEING ENTERED INTO BY TWO OR MORE  
28 STATES AS BETWEEN THOSE STATES AND THE FEDERAL GOVERNMENT. UPON SUBSE-  
29 QUENT ENTERING INTO THIS COMPACT BY ADDITIONAL STATES, IT SHALL BECOME  
30 EFFECTIVE AMONG THOSE STATES AND THE FEDERAL GOVERNMENT AND EACH PARTY  
31 STATE THAT HAS PREVIOUSLY RATIFIED IT. WHEN RATIFIED, THIS COMPACT SHALL  
32 HAVE THE FULL FORCE AND EFFECT OF LAW WITHIN THE RATIFYING JURISDIC-  
33 TIONS. THE FORM OF RATIFICATION SHALL BE IN ACCORDANCE WITH THE LAWS OF  
34 THE EXECUTING STATE.

#### 35 ARTICLE VIII--MISCELLANEOUS PROVISIONS

36 (A) ADMINISTRATION OF THIS COMPACT SHALL NOT INTERFERE WITH THE  
37 MANAGEMENT AND CONTROL OF THE DIRECTOR OF THE FBI OVER THE FBI'S  
38 COLLECTION AND DISSEMINATION OF CRIMINAL HISTORY RECORDS AND THE ADVI-  
39 SORY FUNCTION OF THE FBI'S ADVISORY POLICY BOARD CHARTERED UNDER THE  
40 FEDERAL ADVISORY COMMITTEE ACT (5 U.S.C. APP.) FOR ALL PURPOSES OTHER  
41 THAN NONCRIMINAL JUSTICE.

42 (B) NOTHING IN THIS COMPACT SHALL REQUIRE THE FBI TO OBLIGATE OR  
43 EXPEND FUNDS BEYOND THOSE APPROPRIATED TO THE FBI.

44 (C) NOTHING IN THIS COMPACT SHALL DIMINISH OR LESSEN THE OBLIGATIONS,  
45 RESPONSIBILITIES, AND AUTHORITIES OF ANY STATE, WHETHER A PARTY STATE OR  
46 A NONPARTY STATE, OR OF ANY CRIMINAL HISTORY RECORD REPOSITORY OR OTHER  
47 SUBDIVISION OR COMPONENT THEREOF, UNDER THE DEPARTMENTS OF STATE,  
48 JUSTICE, AND COMMERCE, THE JUDICIARY, AND RELATED AGENCIES APPROPRIATION  
49 ACT, 1973 (PUBLIC LAW 92-544), OR REGULATIONS AND GUIDELINES PROMULGATED  
50 THEREUNDER, INCLUDING THE RULES AND PROCEDURES PROMULGATED BY THE COUN-  
51 CIL UNDER SUBDIVISION (A) OF ARTICLE VI, REGARDING THE USE AND DISSEM-  
52 INATION OF CRIMINAL HISTORY RECORDS AND INFORMATION.

## 1 ARTICLE IX--RENUNCIATION

2 (A) IN GENERAL, THIS COMPACT SHALL BIND EACH PARTY STATE UNTIL  
3 RENOUNCED BY THE PARTY STATE.

4 (B) ANY RENUNCIATION OF THIS COMPACT BY A PARTY STATE SHALL:

5 1. BE EFFECTED IN THE SAME MANNER BY WHICH THE PARTY STATE RATIFIED  
6 THIS COMPACT; AND

7 2. BECOME EFFECTIVE ONE HUNDRED EIGHTY DAYS AFTER WRITTEN NOTICE OF  
8 RENUNCIATION IS PROVIDED BY THE PARTY STATE TO EACH OTHER PARTY STATE  
9 AND TO THE FEDERAL GOVERNMENT.

## 10 ARTICLE X--SEVERABILITY

11 THE PROVISIONS OF THIS COMPACT SHALL BE SEVERABLE, AND IF ANY PHRASE,  
12 CLAUSE, SENTENCE, OR PROVISION OF THIS COMPACT IS DECLARED TO BE CONTRA-  
13 RY TO THE CONSTITUTION OF ANY PARTICIPATING STATE, OR TO THE CONSTITU-  
14 TION OF THE UNITED STATES, OR THE APPLICABILITY THEREOF TO ANY GOVERN-  
15 MENT, AGENCY, PERSON, OR CIRCUMSTANCE IS HELD INVALID, THE VALIDITY OF  
16 THE REMAINDER OF THIS COMPACT AND THE APPLICABILITY THEREOF TO ANY  
17 GOVERNMENT, AGENCY, PERSON, OR CIRCUMSTANCE SHALL NOT BE AFFECTED THERE-  
18 BY. IF A PORTION OF THIS COMPACT IS HELD CONTRARY TO THE CONSTITUTION OF  
19 ANY PARTY STATE, ALL OTHER PORTIONS OF THIS COMPACT SHALL REMAIN IN FULL  
20 FORCE AND EFFECT AS TO THE REMAINING PARTY STATES AND IN FULL FORCE AND  
21 EFFECT AS TO THE PARTY STATE AFFECTED, AS TO ALL OTHER PROVISIONS.

## 22 ARTICLE XI--ADJUDICATION OF DISPUTES

23 (A) THE COUNCIL SHALL:

24 1. HAVE INITIAL AUTHORITY TO MAKE DETERMINATIONS WITH RESPECT TO ANY  
25 DISPUTE REGARDING:

26 A. INTERPRETATION OF THIS COMPACT;

27 B. ANY RULE OR STANDARD ESTABLISHED BY THE COUNCIL PURSUANT TO ARTICLE  
28 V; AND

29 C. ANY DISPUTE OR CONTROVERSY BETWEEN ANY PARTIES TO THIS COMPACT; AND

30 2. HOLD A HEARING CONCERNING ANY DISPUTE DESCRIBED IN PARAGRAPH ONE OF  
31 THIS SUBDIVISION AT A REGULARLY SCHEDULED MEETING OF THE COUNCIL AND  
32 ONLY RENDER A DECISION BASED UPON A MAJORITY VOTE OF THE MEMBERS OF THE  
33 COUNCIL. SUCH DECISION SHALL BE PUBLISHED PURSUANT TO THE REQUIREMENTS  
34 OF SUBDIVISION (E) OF ARTICLE VI.

35 (B) THE FBI SHALL EXERCISE IMMEDIATE AND NECESSARY ACTION TO PRESERVE  
36 THE INTEGRITY OF THE III SYSTEM, MAINTAIN SYSTEM POLICY AND STANDARDS,  
37 PROTECT THE ACCURACY AND PRIVACY OF RECORDS, AND TO PREVENT ABUSES,  
38 UNTIL THE COUNCIL HOLDS A HEARING ON SUCH MATTERS.

39 (C) THE FBI OR A PARTY STATE MAY APPEAL ANY DECISION OF THE COUNCIL TO  
40 THE ATTORNEY GENERAL, AND THEREAFTER MAY FILE SUIT IN THE APPROPRIATE  
41 DISTRICT COURT OF THE UNITED STATES, WHICH SHALL HAVE ORIGINAL JURISDIC-  
42 TION OF ALL CASES OR CONTROVERSIES ARISING UNDER THIS COMPACT. ANY SUIT  
43 ARISING UNDER THIS COMPACT AND INITIATED IN A STATE COURT SHALL BE  
44 REMOVED TO THE APPROPRIATE DISTRICT COURT OF THE UNITED STATES IN THE  
45 MANNER PROVIDED BY SECTION FOURTEEN HUNDRED FORTY-SIX OF TITLE  
46 TWENTY-EIGHT OF THE UNITED STATES CODE, OR OTHER STATUTORY AUTHORITY.

47 S 2. This act shall take effect immediately.

## 48 PART E

1 Section 1. Section 2 of chapter 887 of the laws of 1983, amending the  
2 correction law relating to the psychological testing of candidates, as  
3 amended by section 1 of part A of chapter 57 of the laws of 2011, is  
4 amended to read as follows:

5 S 2. This act shall take effect on the one hundred eightieth day after  
6 it shall have become a law [and shall remain in effect until September  
7 1, 2013].

8 S 2. Section 3 of chapter 428 of the laws of 1999, amending the execu-  
9 tive law and the criminal procedure law relating to expanding the  
10 geographic area of employment of certain police officers, as amended by  
11 section 2 of part A of chapter 57 of the laws of 2011, is amended to  
12 read as follows:

13 S 3. This act shall take effect on the first day of November next  
14 succeeding the date on which it shall have become a law, and shall  
15 remain in effect until the first day of September, [2013] 2015, when it  
16 shall expire and be deemed repealed.

17 S 3. Section 3 of chapter 886 of the laws of 1972, amending the  
18 correction law and the penal law relating to prisoner furloughs in  
19 certain cases and the crime of absconding therefrom, as amended by  
20 section 3 of part A of chapter 57 of the laws of 2011, is amended to  
21 read as follows:

22 S 3. This act shall take effect 60 days after it shall have become a  
23 law [and shall remain in effect until September 1, 2013].

24 S 4. Section 20 of chapter 261 of the laws of 1987, amending chapters  
25 50, 53 and 54 of the laws of 1987, the correction law, the penal law and  
26 other chapters and laws relating to correctional facilities, as amended  
27 by section 4 of part A of chapter 57 of the laws of 2011, is amended to  
28 read as follows:

29 S 20. This act shall take effect immediately [except that section  
30 thirteen of this act shall expire and be of no further force or effect  
31 on and after September 1, 2013] and shall not apply to persons committed  
32 to the custody of the department after such date, and provided further  
33 that the commissioner of correctional services shall report each January  
34 first and July first during such time as the earned eligibility program  
35 is in effect, to the chairmen of the senate crime victims, crime and  
36 correction committee, the senate codes committee, the assembly  
37 correction committee, and the assembly codes committee, the standards in  
38 effect for earned eligibility during the prior six-month period, the  
39 number of inmates subject to the provisions of earned eligibility, the  
40 number who actually received certificates of earned eligibility during  
41 that period of time, the number of inmates with certificates who are  
42 granted parole upon their first consideration for parole, the number  
43 with certificates who are denied parole upon their first consideration,  
44 and the number of individuals granted and denied parole who did not have  
45 earned eligibility certificates.

46 S 5. Subdivision (q) of section 427 of chapter 55 of the laws of 1992,  
47 amending the tax law and other laws relating to taxes, surcharges, fees  
48 and funding, as amended by section 5 of part A of chapter 57 of the laws  
49 of 2011, is amended to read as follows:

50 (q) the provisions of section two hundred eighty-four of this act  
51 shall remain in effect until September 1, [2013] 2015 and be applicable  
52 to all persons entering the program on or before August 31, [2013] 2015.

53 S 6. Section 10 of chapter 339 of the laws of 1972, amending the  
54 correction law and the penal law relating to inmate work release,  
55 furlough and leave, as amended by section 6 of part A of chapter 57 of  
56 the laws of 2011, is amended to read as follows:

1 S 10. This act shall take effect 30 days after it shall have become a  
2 law [and shall remain in effect until September 1, 2013], and provided  
3 further that the commissioner of correctional services shall report each  
4 January first, and July first, to the chairman of the senate crime  
5 victims, crime and correction committee, the senate codes committee, the  
6 assembly correction committee, and the assembly codes committee, the  
7 number of eligible inmates in each facility under the custody and  
8 control of the commissioner who have applied for participation in any  
9 program offered under the provisions of work release, furlough, or  
10 leave, and the number of such inmates who have been approved for partic-  
11 ipation.

12 S 7. Subdivision (c) of section 46 of chapter 60 of the laws of 1994  
13 relating to certain provisions which impact upon expenditure of certain  
14 appropriations made by chapter 50 of the laws of 1994 enacting the state  
15 operations budget, as amended by section 7 of part A of chapter 57 of  
16 the laws of 2011, is amended to read as follows:

17 (c) sections forty-one and forty-two of this act [shall expire Septem-  
18 ber 1, 2013; provided, that the provisions of section forty-two of this  
19 act] shall apply to inmates entering the work release program on or  
20 after such effective date; and

21 S 8. Subdivision h of section 74 of chapter 3 of the laws of 1995,  
22 amending the correction law and other laws relating to the incarceration  
23 fee, as amended by section 9 of part A of chapter 57 of the laws of  
24 2011, is amended to read as follows:

25 h. Section fifty-two of this act shall be deemed to have been in full  
26 force and effect on and after April 1, 1995; provided, however, that the  
27 provisions of section 189 of the correction law, as amended by section  
28 fifty-five of this act, subdivision 5 of section 60.35 of the penal law,  
29 as amended by section fifty-six of this act, and section fifty-seven of  
30 this act shall expire September 1, [2013] 2015, when upon such date the  
31 amendments to the correction law and penal law made by sections fifty-  
32 five and fifty-six of this act shall revert to and be read as if the  
33 provisions of this act had not been enacted; provided, however, that  
34 sections sixty-two, sixty-three and sixty-four of this act shall be  
35 deemed to have been in full force and effect on and after March 1, 1995  
36 and shall be deemed repealed April 1, 1996 and upon such date the  
37 provisions of subsection (e) of section 9110 of the insurance law and  
38 subdivision 2 of section 89-d of the state finance law shall revert to  
39 and be read as set out in law on the date immediately preceding the  
40 effective date of sections sixty-two and sixty-three of this act;

41 S 9. Subdivision (z) of section 427 of chapter 55 of the laws of 1992,  
42 amending the tax law and other laws relating to taxes, surcharges, fees  
43 and funding, as amended by section 10 of part A of chapter 57 of the  
44 laws of 2011, is amended to read as follows:

45 (z) the provisions of section three hundred eighty-one of this act  
46 shall apply to all persons supervised by the department of corrections  
47 and community supervision on or after the effective date of this act,  
48 provided however, that subdivision 9 of section 259-a of the executive  
49 law, as added by section three hundred eighty-one of this act, shall  
50 expire on September 1, [2013] 2015;

51 S 10. Subdivision (aa) of section 427 of chapter 55 of the laws of  
52 1992, amending the tax law and other laws relating to taxes, surcharges,  
53 fees and funding, as amended by section 11 of part A of chapter 57 of  
54 the laws of 2011, is amended to read as follows:

1 (aa) the provisions of sections three hundred eighty-two, three  
2 hundred eighty-three and three hundred eighty-four of this act shall  
3 expire on September 1, [2013] 2015;

4 S 11. Section 12 of chapter 907 of the laws of 1984, amending the  
5 correction law, the New York city criminal court act and the executive  
6 law relating to prison and jail housing and alternatives to detention  
7 and incarceration programs, as amended by section 12 of part A of chap-  
8 ter 57 of the laws of 2011, is amended to read as follows:

9 S 12. This act shall take effect immediately, except that the  
10 provisions of sections one through ten of this act shall remain in full  
11 force and effect until September 1, [2013] 2015 on which date those  
12 provisions shall be deemed to be repealed.

13 S 12. Subdivision (p) of section 406 of chapter 166 of the laws of  
14 1991, amending the tax law and other laws relating to taxes, as amended  
15 by section 13 of part A of chapter 57 of the laws of 2011, is amended to  
16 read as follows:

17 (p) The amendments to section 1809 of the vehicle and traffic law made  
18 by sections three hundred thirty-seven and three hundred thirty-eight of  
19 this act shall not apply to any offense committed prior to such effec-  
20 tive date; provided, further, that section three hundred forty-one of  
21 this act shall take effect immediately and shall expire November 1, 1993  
22 at which time it shall be deemed repealed; sections three hundred  
23 forty-five and three hundred forty-six of this act shall take effect  
24 July 1, 1991; sections three hundred fifty-five, three hundred fifty-  
25 six, three hundred fifty-seven and three hundred fifty-nine of this act  
26 shall take effect immediately and shall expire June 30, 1995 and shall  
27 revert to and be read as if this act had not been enacted; section three  
28 hundred fifty-eight of this act shall take effect immediately and shall  
29 expire June 30, 1998 and shall revert to and be read as if this act had  
30 not been enacted; section three hundred sixty-four through three hundred  
31 sixty-seven of this act shall apply to claims filed on or after such  
32 effective date; sections three hundred sixty-nine, three hundred seven-  
33 ty-two, three hundred seventy-three, three hundred seventy-four, three  
34 hundred seventy-five and three hundred seventy-six of this act shall  
35 remain in effect until September 1, [2013] 2015, at which time they  
36 shall be deemed repealed; provided, however, that the mandatory  
37 surcharge provided in section three hundred seventy-four of this act  
38 shall apply to parking violations occurring on or after said effective  
39 date; and provided further that the amendments made to section 235 of  
40 the vehicle and traffic law by section three hundred seventy-two of this  
41 act, the amendments made to section 1809 of the vehicle and traffic law  
42 by sections three hundred thirty-seven and three hundred thirty-eight of  
43 this act and the amendments made to section 215-a of the labor law by  
44 section three hundred seventy-five of this act shall expire on September  
45 1, [2013] 2015 and upon such date the provisions of such subdivisions  
46 and sections shall revert to and be read as if the provisions of this  
47 act had not been enacted; the amendments to subdivisions 2 and 3 of  
48 section 400.05 of the penal law made by sections three hundred seventy-  
49 seven and three hundred seventy-eight of this act shall expire on July  
50 1, 1992 and upon such date the provisions of such subdivisions shall  
51 revert and shall be read as if the provisions of this act had not been  
52 enacted; the state board of law examiners shall take such action as is  
53 necessary to assure that all applicants for examination for admission to  
54 practice as an attorney and counsellor at law shall pay the increased  
55 examination fee provided for by the amendment made to section 465 of the  
56 judiciary law by section three hundred eighty of this act for any exam-

1 ination given on or after the effective date of this act notwithstanding  
2 that an applicant for such examination may have prepaid a lesser fee for  
3 such examination as required by the provisions of such section 465 as of  
4 the date prior to the effective date of this act; the provisions of  
5 section 306-a of the civil practice law and rules as added by section  
6 three hundred eighty-one of this act shall apply to all actions pending  
7 on or commenced on or after September 1, 1991, provided, however, that  
8 for the purposes of this section service of such summons made prior to  
9 such date shall be deemed to have been completed on September 1, 1991;  
10 the provisions of section three hundred eighty-three of this act shall  
11 apply to all money deposited in connection with a cash bail or a  
12 partially secured bail bond on or after such effective date; and the  
13 provisions of sections three hundred eighty-four and three hundred  
14 eighty-five of this act shall apply only to jury service commenced  
15 during a judicial term beginning on or after the effective date of this  
16 act; provided, however, that nothing contained herein shall be deemed to  
17 affect the application, qualification, expiration or repeal of any  
18 provision of law amended by any section of this act and such provisions  
19 shall be applied or qualified or shall expire or be deemed repealed in  
20 the same manner, to the same extent and on the same date as the case may  
21 be as otherwise provided by law;

22 S 13. Subdivision 8 of section 1809 of the vehicle and traffic law, as  
23 amended by section 14 of part A of chapter 57 of the laws of 2011, is  
24 amended to read as follows:

25 8. The provisions of this section shall only apply to offenses commit-  
26 ted on or before September first, two thousand [thirteen] FIFTEEN.

27 S 14. Section 6 of chapter 713 of the laws of 1988, amending the vehi-  
28 cle and traffic law relating to the ignition interlock device program,  
29 as amended by section 15 of part A of chapter 57 of the laws of 2011, is  
30 amended to read as follows:

31 S 6. This act shall take effect on the first day of April next  
32 succeeding the date on which it shall have become a law; provided,  
33 however, that effective immediately, the addition, amendment or repeal  
34 of any rule or regulation necessary for the implementation of the fore-  
35 going sections of this act on their effective date is authorized and  
36 directed to be made and completed on or before such effective date and  
37 shall remain in full force and effect until the first day of September,  
38 [2013] 2015 when upon such date the provisions of this act shall be  
39 deemed repealed.

40 S 15. Paragraph a of subdivision 6 of section 76 of chapter 435 of the  
41 laws of 1997, amending the military law and other laws relating to vari-  
42 ous provisions, as amended by section 16 of part A of chapter 57 of the  
43 laws of 2011, is amended to read as follows:

44 a. sections forty-three through forty-five of this act shall expire  
45 and be deemed repealed on September 1, [2013] 2015;

46 S 16. Section 4 of part D of chapter 412 of the laws of 1999, amending  
47 the civil practice law and rules and the court of claims act relating to  
48 prisoner litigation reform, as amended by section 17 of part A of chap-  
49 ter 57 of the laws of 2011, is amended to read as follows:

50 S 4. This act shall take effect 120 days after it shall have become a  
51 law and shall remain in full force and effect until September 1, [2013]  
52 2015, when upon such date it shall expire.

53 S 17. Subdivision 2 of section 59 of chapter 222 of the laws of 1994,  
54 constituting the family protection and domestic violence intervention  
55 act of 1994, as amended by section 18 of part A of chapter 57 of the  
56 laws of 2011, is amended to read as follows:

1 2. Subdivision 4 of section 140.10 of the criminal procedure law as  
2 added by section thirty-two of this act shall take effect January 1,  
3 1996 and shall expire and be deemed repealed on September 1, [2013]  
4 2015.

5 S 18. Section 5 of chapter 505 of the laws of 1985, amending the crim-  
6 inal procedure law relating to the use of closed-circuit television and  
7 other protective measures for certain child witnesses, as amended by  
8 section 19 of part A of chapter 57 of the laws of 2011, is amended to  
9 read as follows:

10 S 5. This act shall take effect immediately and shall apply to all  
11 criminal actions and proceedings commenced prior to the effective date  
12 of this act but still pending on such date as well as all criminal  
13 actions and proceedings commenced on or after such effective date and  
14 its provisions shall expire on September 1, [2013] 2015, when upon such  
15 date the provisions of this act shall be deemed repealed.

16 S 19. Subdivision d of section 74 of chapter 3 of the laws of 1995,  
17 enacting the sentencing reform act of 1995, as amended by section 20 of  
18 part A of chapter 57 of the laws of 2011, is amended to read as follows:

19 d. Sections one-a through twenty, twenty-four through twenty-eight,  
20 thirty through thirty-nine, forty-two and forty-four of this act shall  
21 be deemed repealed on September 1, [2013] 2015;

22 S 20. Section 2 of chapter 689 of the laws of 1993 amending the crimi-  
23 nal procedure law relating to electronic court appearance in certain  
24 counties, as amended by section 21 of part A of chapter 57 of the laws  
25 of 2011, is amended to read as follows:

26 S 2. This act shall take effect immediately, except that the  
27 provisions of this act shall be deemed to have been in full force and  
28 effect since July 1, 1992 and the provisions of this act shall expire  
29 September 1, [2013] 2015 when upon such date the provisions of this act  
30 shall be deemed repealed.

31 S 21. Section 3 of chapter 688 of the laws of 2003, amending the exec-  
32 utive law relating to enacting the interstate compact for adult offender  
33 supervision, as amended by section 22 of part A of chapter 57 of the  
34 laws of 2011, is amended to read as follows:

35 S 3. This act shall take effect immediately, except that section one  
36 of this act shall take effect on the first of January next succeeding  
37 the date on which it shall have become a law[, and shall remain in  
38 effect until the first of September, 2013, upon which date this act  
39 shall be deemed repealed and have no further force and effect]; provided  
40 that section one of this act shall only take effect with respect to any  
41 compacting state which has enacted an interstate compact entitled  
42 "Interstate compact for adult offender supervision" and having an iden-  
43 tical effect to that added by section one of this act and provided  
44 further that with respect to any such compacting state, upon the effec-  
45 tive date of section one of this act, section 259-m of the executive law  
46 is hereby deemed REPEALED and section 259-mm of the executive law, as  
47 added by section one of this act, shall take effect; and provided  
48 further that with respect to any state which has not enacted an inter-  
49 state compact entitled "Interstate compact for adult offender super-  
50 vision" and having an identical effect to that added by section one of  
51 this act, section 259-m of the executive law shall take effect and the  
52 provisions of section one of this act, with respect to any such state,  
53 shall have no force or effect until such time as such state shall adopt  
54 an interstate compact entitled "Interstate compact for adult offender  
55 supervision" and having an identical effect to that added by section one  
56 of this act in which case, with respect to such state, effective imme-



diately, section 259-m of the executive law is deemed repealed and section 259-mm of the executive law, as added by section one of this act, shall take effect.

S 22. Section 8 of part H of chapter 56 of the laws of 2009, amending the correction law relating to limiting the closing of certain correctional facilities, providing for the custody by the department of correctional services of inmates serving definite sentences, providing for custody of federal prisoners and requiring the closing of certain correctional facilities, as amended by section 23 of part A of chapter 57 of the laws of 2011, is amended to read as follows:

S 8. This act shall take effect immediately; provided, however that sections five and six of this act shall expire and be deemed repealed September 1, [2013] 2015.

S 23. Section 3 of part C of chapter 152 of the laws of 2001 amending the military law relating to military funds of the organized militia, as amended by section 25 of part A of chapter 57 of the laws of 2011, is amended to read as follows:

S 3. This act shall take effect on the same date as the reversion of subdivision 5 of section 183 and subdivision 1 of section 221 of the military law as provided by section 76 of chapter 435 of the laws of 1997, as amended by section 1 of chapter 19 of the laws of 1999 notwithstanding this act shall be deemed to have been in full force and effect on and after July 31, 2005 and shall remain in full force and effect until September 1, [2013] 2015 when upon such date this act shall expire.

S 24. This act shall take effect immediately.

#### PART F

Section 1. Section 2 of part H of chapter 503 of the laws of 2009 relating to the disposition of monies recovered by county district attorneys before the filing of an accusatory instrument, as amended by section 1 of part F of chapter 55 of the laws of 2012, is amended to read as follows:

S 2. This act shall take effect immediately and shall remain in full force and effect until March 31, [2013] 2014, when it shall expire and be deemed repealed.

S 2. This act shall take effect immediately and shall be deemed to have been in full force and effect on and after March 31, 2013.

#### PART G

Section 1. Legislative findings and intent. The legislature finds that local governments and school districts are facing increased stress from rising costs including employee pension obligations. Ultimately, the growth in pension costs results in greater stress on the already overburdened taxpayer.

It is the intent of the legislature to offer local governments and school districts the option to lock-in to a long-term stable pension contribution rate. The intent is to provide local governments with more stability and predictability for pension obligations, while simultaneously ensuring the adequacy of pension system funding.

It is the intent of the legislature to authorize the comptroller and the New York state teachers' retirement system board to establish a long-term stable contribution option assuming a baseline term of twenty-five years. If the comptroller and the New York state teachers'

1 retirement system board elect to implement this act, the comptroller and  
2 the New York state teachers' retirement system board, at their  
3 discretion, will determine whether such baseline term shall be increased  
4 or decreased, as appropriate to ensure adequate pension system funding.  
5 It is the intent of the legislature that the comptroller and the New  
6 York state teachers' retirement system board, subject to their  
7 discretion, strive to minimize any extension of such baseline term or  
8 terms, to the extent possible, and to the extent an extension is neces-  
9 sary, limit any extension of such baseline term or terms not to exceed  
10 five additional years, to the extent possible, while ensuring adequate  
11 pension system funding over the full term of this option.

12 S 2. The retirement and social security law is amended by adding a new  
13 section 17-e to read as follows:

14 S 17-E. LONG-TERM STABLE CONTRIBUTION OPTION FOR PARTICIPATING MUNICI-  
15 PAL EMPLOYERS FOR THE TWO THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN  
16 FISCAL YEAR. A. IN ADDITION TO THE DEFINITIONS IN SECTION TWO OF THIS  
17 ARTICLE, WHEN USED IN THIS SECTION:

18 (1) "PARTICIPATING MUNICIPAL EMPLOYER" SHALL MEAN A COUNTY, CITY,  
19 TOWN, VILLAGE OR SCHOOL DISTRICT WHO ELECTS TO PAY THE STABLE CONTRIB-  
20 UTION AMOUNT IN THE MANNER PROVIDED IN THIS SECTION.

21 (2) "STABLE CONTRIBUTION AMOUNT" SHALL MEAN AN AMOUNT EQUAL TO TWELVE  
22 PERCENT OF THE ESTIMATED PENSIONABLE SALARY BASE (EXCLUSIVE OF PAYMENTS  
23 FOR GROUP TERM LIFE INSURANCE, DEFICIENCY PAYMENTS, ADJUSTMENTS RELATING  
24 TO PRIOR FISCAL YEARS' OBLIGATIONS, OBLIGATIONS PERTAINING TO RETIREMENT  
25 INCENTIVES AND AMORTIZED PAYMENTS PURSUANT TO SECTION NINETEEN-A OF THIS  
26 TITLE OR ANY OTHER OBLIGATIONS THAT A PARTICIPATING MUNICIPAL EMPLOYER  
27 IS PERMITTED TO PAY ON AN AMORTIZED BASIS).

28 (3) "STABLE CONTRIBUTION RATE" SHALL MEAN TWELVE PERCENT.

29 B. NOTWITHSTANDING THE PROVISIONS OF THIS CHAPTER OR ANY OTHER LAW TO  
30 THE CONTRARY, THE COMPTROLLER, IN HIS OR HER DISCRETION, SHALL HAVE  
31 AUTHORITY TO IMPLEMENT THE PROVISIONS OF THIS SECTION. IF THE COMP-  
32 TROLLER ELECTS TO IMPLEMENT THE PROVISIONS OF THIS SECTION, THE  
33 PROVISIONS OF THIS SECTION SHALL APPLY TO THE PAYMENT OF PARTICIPATING  
34 MUNICIPAL EMPLOYER CONTRIBUTIONS FOR THE FISCAL YEAR COMMENCING ON APRIL  
35 FIRST, TWO THOUSAND THIRTEEN, AND FOR SUBSEQUENT FISCAL YEARS.

36 C. FOR EACH FISCAL YEAR TO WHICH THE PROVISIONS OF THIS SECTION APPLY,  
37 THE COMPTROLLER SHALL USE THE STABLE CONTRIBUTION RATE FOR PARTICIPATING  
38 MUNICIPAL EMPLOYERS.

39 D. IF THE COMPTROLLER, IN HIS OR HER DISCRETION, DECIDES TO PERMIT A  
40 STABLE EMPLOYER CONTRIBUTION OPTION PURSUANT TO THIS SECTION, THEN, THE  
41 COMPTROLLER SHALL DETERMINE THE STABLE CONTRIBUTION AMOUNT FOR A PARTIC-  
42 IPATING MUNICIPAL EMPLOYER PURSUANT TO PARAGRAPH TWO OF SUBDIVISION A OF  
43 THIS SECTION. SUCH CONTRIBUTION SHALL BE IN LIEU OF THE PARTICIPATING  
44 MUNICIPAL EMPLOYER'S NORMAL AND ADMINISTRATIVE CONTRIBUTIONS FOR THE  
45 FISCAL YEAR DETERMINED IN ACCORDANCE WITH SECTIONS TWENTY-THREE AND  
46 TWENTY-THREE-A OF THIS ARTICLE.

47 E. PARTICIPATING MUNICIPAL EMPLOYERS ARE AUTHORIZED TO CHOOSE THE  
48 STABLE EMPLOYER CONTRIBUTION OPTION WITH REGARD TO THE FEBRUARY FIRST,  
49 TWO THOUSAND FOURTEEN PENSION BILL. A PARTICIPATING MUNICIPAL EMPLOYER,  
50 MAY, IN LIEU OF PAYING ITS NORMAL AND ADMINISTRATIVE FEBRUARY FIRST, TWO  
51 THOUSAND FOURTEEN PENSION BILL, PAY THE STABLE CONTRIBUTION AMOUNT. SUCH  
52 PARTICIPATING MUNICIPAL EMPLOYER SHALL PAY THE STABLE CONTRIBUTION  
53 AMOUNT FOR A PERIOD OF TWENTY-FIVE YEARS PROVIDED, HOWEVER, THAT SUCH  
54 TWENTY-FIVE YEAR PERIOD MAY BE INCREASED OR DECREASED AT THE DISCRETION  
55 OF THE COMPTROLLER PURSUANT TO SUBDIVISION K OF THIS SECTION. THIS  
56 LONG-TERM STABLE CONTRIBUTION OPTION SHALL COMMENCE IN THE FISCAL YEAR

ENDING MARCH THIRTY-FIRST, TWO THOUSAND FOURTEEN AND SHALL END AT THE DISCRETION OF THE COMPTROLLER PURSUANT TO SUBDIVISION K OF THIS SECTION.

F. ANY PARTICIPATING MUNICIPAL EMPLOYER WHICH ELECTS TO PAY THE STABLE CONTRIBUTION AMOUNT PURSUANT TO SUBDIVISIONS A, B, C, D AND E OF THIS SECTION SHALL PAY THE AMOUNT BASED ON THE STABLE CONTRIBUTION RATE FOR A PERIOD OF TWENTY-FIVE YEARS, SUCH TERM AS SUBJECT TO INCREASE OR DECREASE AT THE DISCRETION OF THE COMPTROLLER PURSUANT TO SUBDIVISION K OF THIS SECTION. THIS LONG-TERM STABLE CONTRIBUTION SHALL COMMENCE IN THE FISCAL YEAR ENDING MARCH THIRTY-FIRST, TWO THOUSAND FOURTEEN AND SHALL END AT THE DISCRETION OF THE COMPTROLLER PURSUANT TO SUBDIVISION K OF THIS SECTION. UPON COMPLETION OF SUCH LONG-TERM STABLE CONTRIBUTION OPTION, THE PARTICIPATING MUNICIPAL EMPLOYER SHALL RESUME PAYING NORMAL AND ADMINISTRATIVE EMPLOYER CONTRIBUTIONS PURSUANT TO SECTIONS TWENTY-THREE AND TWENTY-THREE-A OF THIS ARTICLE.

G. A PARTICIPATING MUNICIPAL EMPLOYER MAKING A PAYMENT PURSUANT TO SUBDIVISIONS A, B, C, D, E AND F OF THIS SECTION SHALL PAY ON FEBRUARY FIRST, TWO THOUSAND FOURTEEN AN AMOUNT DETERMINED BY THE COMPTROLLER BY ADDING THE FOLLOWING TWO AMOUNTS TOGETHER:

(1) THE STABLE CONTRIBUTION AMOUNT CALCULATED PURSUANT TO SUBDIVISIONS A, B, C, D, E AND F OF THIS SECTION; AND

(2) PAYMENTS FOR GROUP TERM LIFE INSURANCE, DEFICIENCY PAYMENTS, ADJUSTMENTS RELATING TO PRIOR FISCAL YEARS' OBLIGATIONS, OBLIGATIONS PERTAINING TO RETIREMENT INCENTIVES AND AMORTIZED PAYMENTS PURSUANT TO SECTION NINETEEN-A OF THIS TITLE OR ANY OTHER OBLIGATIONS THAT A PARTICIPATING MUNICIPAL EMPLOYER IS PERMITTED TO PAY ON AN AMORTIZED BASIS.

H. THE STABLE CONTRIBUTION AMOUNT MUST BE PAID IN FULL BY PARTICIPATING MUNICIPAL EMPLOYERS ON THE DATE SET FORTH IN SUBDIVISION C OF SECTION SEVENTEEN OF THIS TITLE.

I. A PARTICIPATING MUNICIPAL EMPLOYER WHICH ELECTS THE LONG-TERM STABLE CONTRIBUTION OPTION SHALL BE PROHIBITED FROM AMORTIZING ANY PORTION OF ITS FUTURE PENSION BILL PURSUANT TO THE OPTION OTHERWISE AVAILABLE IN SECTION NINETEEN-A OF THIS TITLE.

J. THE COMPTROLLER IS AUTHORIZED TO EVALUATE THE STABLE CONTRIBUTION RATE USED TO CALCULATE PARTICIPATING MUNICIPAL EMPLOYER CONTRIBUTION AMOUNTS IN THE FISCAL YEAR COMMENCING ON APRIL FIRST, TWO THOUSAND SEVENTEEN AND SUBSEQUENTLY IN THE FISCAL YEAR COMMENCING ON APRIL FIRST, TWO THOUSAND TWENTY-TWO. SUCH EVALUATION SHALL BE BASED ON A LONG-TERM PROJECTION OF ASSETS AND LIABILITIES SO AS TO ENSURE THAT CONTRIBUTIONS BY MUNICIPAL EMPLOYERS WHICH PARTICIPATE IN THE LONG-TERM STABLE CONTRIBUTION OPTION ARE ADEQUATE TO ENSURE THAT SYSTEM ASSETS OVER THE LONG-TERM STABLE CONTRIBUTION OPTION PERIOD ARE SUFFICIENT TO FUND BENEFITS FOR ACTIVE AND RETIRED MEMBERS ASSOCIATED WITH PARTICIPATING MUNICIPAL EMPLOYERS. THE COMPTROLLER IS AUTHORIZED TO INCREASE THE STABLE CONTRIBUTION RATE BY UP TO TWO PERCENTAGE POINTS AT SUCH FIVE-YEAR AND SUBSEQUENT TEN-YEAR EVALUATION. THE REVISED STABLE CONTRIBUTION RATE RESULTING FROM THE FIVE AND SUBSEQUENT TEN-YEAR EVALUATIONS MAY NOT, IN COMBINATION, EXCEED SIXTEEN PERCENT. THE COMPTROLLER IS AUTHORIZED TO DECREASE THE STABLE CONTRIBUTION RATE IF WARRANTED AT THE TEN-YEAR EVALUATION BUT IN NO EVENT SHALL THE STABLE CONTRIBUTION RATE BE LESS THAN TWELVE PERCENT.

K. (1) THE BASELINE LONG-TERM STABLE CONTRIBUTION TERM SHALL BE TWENTY-FIVE YEARS. PROVIDED, HOWEVER, SUCH BASELINE LONG-TERM STABLE CONTRIBUTION TERM MAY EVENTUALLY BE INCREASED OR DECREASED, AT THE DISCRETION OF THE COMPTROLLER, SO AS TO ENSURE THAT SYSTEM ASSETS ARE SUFFICIENT TO FUND BENEFITS FOR ACTIVE AND RETIRED MEMBERS ASSOCIATED WITH PARTICIPATING MUNICIPAL EMPLOYERS.

(2) THE COMPTROLLER IS AUTHORIZED TO EVALUATE THE BASELINE LONG-TERM STABLE CONTRIBUTION TERM EVERY FIVE YEARS AFTER THE FISCAL YEAR COMMENCING ON APRIL FIRST, TWO THOUSAND THIRTEEN. SUCH EVALUATION SHALL INFORM PARTICIPATING MUNICIPAL EMPLOYERS WHETHER THE BASELINE LONG-TERM STABLE CONTRIBUTION TERM IS EXPECTED TO INCREASE OR DECREASE PURSUANT TO PARAGRAPH ONE OF THIS SUBDIVISION AND THE DURATION OF SUCH INCREASE OR DECREASE.

L. A PARTICIPATING MUNICIPAL EMPLOYER MAY ELECT TO TERMINATE PARTICIPATION IN THE LONG-TERM STABLE CONTRIBUTION OPTION AND RESUME PAYMENT OF THE NORMAL AND ADMINISTRATIVE CONTRIBUTIONS IN ACCORDANCE WITH SECTIONS TWENTY-THREE AND TWENTY-THREE-A OF THIS ARTICLE. PROVIDED, HOWEVER, THAT SUCH PARTICIPATING MUNICIPAL EMPLOYER WHICH ELECTS TO TERMINATE PARTICIPATION SHALL MAKE A RECONCILIATION CONTRIBUTION TO THE RETIREMENT SYSTEM, AT AN AMOUNT TO BE DETERMINED BY THE COMPTROLLER, ADEQUATE TO FUND THE BENEFITS FOR ACTIVE AND RETIRED MEMBERS ASSOCIATED WITH SUCH PARTICIPATING MUNICIPAL EMPLOYER HAD SUCH PARTICIPATING MUNICIPAL EMPLOYER NOT ELECTED THE PROVISIONS OF THIS SECTION. SUCH RECONCILIATION CONTRIBUTION SHALL BE MADE OVER A PERIOD NOT TO EXCEED FIVE YEARS AND SHALL BE MADE IN ADDITION TO THE NORMAL AND ADMINISTRATIVE CONTRIBUTIONS PURSUANT TO SECTIONS TWENTY-THREE AND TWENTY-THREE-A OF THIS ARTICLE FOR THE FISCAL YEAR IN WHICH SUCH PARTICIPATING MUNICIPAL EMPLOYER CHOOSES TO RESUME PAYMENT OF THE NORMAL AND ADMINISTRATIVE CONTRIBUTIONS PURSUANT TO SECTIONS TWENTY-THREE AND TWENTY-THREE-A OF THIS ARTICLE. TERMINATION OF THE LONG-TERM STABLE CONTRIBUTION OPTION BY A PARTICIPATING MUNICIPAL EMPLOYER SHALL BE SUBJECT TO TIMING AND NOTIFICATION PROCEDURES ESTABLISHED BY THE COMPTROLLER.

S 3. Paragraph 1 of subdivision b of section 23-a of the retirement and social security law, as added by section 1 of part A of chapter 49 of the laws of 2003, is amended to read as follows:

1. revision of the schedule pertaining to the valuation, billing and payment of contributions by the state and participating employers, EXCLUDING PARTICIPATING MUNICIPAL EMPLOYERS AS DEFINED IN SECTION SEVENTEEN-E OF THIS ARTICLE, under which the valuation of the assets and liabilities of the retirement system, EXCLUDING THE ASSETS AND LIABILITIES ASSOCIATED WITH PARTICIPATING MUNICIPAL EMPLOYERS AS DEFINED IN SECTION SEVENTEEN-E OF THIS ARTICLE, undertaken on the first day of a fiscal year shall be used to determine the contribution rates to be applied to the pensionable salaries of the state and participating employers, WITH THE EXCEPTION OF THE PENSIONABLE SALARIES OF PARTICIPATING MUNICIPAL EMPLOYERS AS DEFINED IN SECTION SEVENTEEN-E OF THIS ARTICLE, for the next succeeding fiscal year; and

S 4. The retirement and social security law is amended by adding a new section 317-e to read as follows:

S 317-E. LONG-TERM STABLE CONTRIBUTION OPTION FOR PARTICIPATING MUNICIPAL EMPLOYERS FOR THE TWO THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN FISCAL YEAR. A. IN ADDITION TO THE DEFINITIONS IN SECTION THREE HUNDRED TWO OF THIS ARTICLE, WHEN USED IN THIS SECTION:

(1) "PARTICIPATING MUNICIPAL EMPLOYER" SHALL MEAN A COUNTY, CITY, TOWN OR VILLAGE WHO ELECTS TO PAY THE STABLE CONTRIBUTION AMOUNT IN THE MANNER PROVIDED IN THIS SECTION.

(2) "STABLE CONTRIBUTION AMOUNT" SHALL MEAN AN AMOUNT EQUAL TO EIGHTEEN AND FIVE-TENTHS PERCENT OF THE ESTIMATED PENSIONABLE SALARY BASE (EXCLUSIVE OF PAYMENTS FOR GROUP TERM LIFE INSURANCE, DEFICIENCY PAYMENTS, ADJUSTMENTS RELATING TO PRIOR FISCAL YEARS' OBLIGATIONS, OBLIGATIONS PERTAINING TO RETIREMENT INCENTIVES AND AMORTIZED PAYMENTS PURSUANT TO SECTION THREE HUNDRED NINETEEN-A OF THIS TITLE OR ANY OTHER

OBLIGATIONS THAT A PARTICIPATING MUNICIPAL EMPLOYER IS PERMITTED TO PAY ON AN AMORTIZED BASIS).

(3) "STABLE CONTRIBUTION RATE" SHALL MEAN EIGHTEEN AND FIVE-TENTHS PERCENT.

B. NOTWITHSTANDING THE PROVISIONS OF THIS CHAPTER OR ANY OTHER LAW TO THE CONTRARY, THE COMPTROLLER, IN HIS OR HER DISCRETION, SHALL HAVE AUTHORITY TO IMPLEMENT THE PROVISIONS OF THIS SECTION. IF THE COMPTROLLER ELECTS TO IMPLEMENT THE PROVISIONS OF THIS SECTION, THE PROVISIONS OF THIS SECTION SHALL APPLY TO THE PAYMENT OF PARTICIPATING MUNICIPAL EMPLOYER CONTRIBUTIONS FOR THE FISCAL YEAR COMMENCING ON APRIL FIRST, TWO THOUSAND THIRTEEN, AND FOR SUBSEQUENT FISCAL YEARS.

C. FOR EACH FISCAL YEAR TO WHICH THE PROVISIONS OF THIS SECTION APPLY, THE COMPTROLLER SHALL USE THE STABLE CONTRIBUTION RATE FOR PARTICIPATING MUNICIPAL EMPLOYERS.

D. IF THE COMPTROLLER, IN HIS OR HER DISCRETION, DECIDES TO PERMIT A STABLE EMPLOYER CONTRIBUTION OPTION PURSUANT TO THIS SECTION, THEN, THE COMPTROLLER SHALL DETERMINE THE STABLE CONTRIBUTION AMOUNT FOR A PARTICIPATING MUNICIPAL EMPLOYER PURSUANT TO PARAGRAPH TWO OF SUBDIVISION A OF THIS SECTION. SUCH CONTRIBUTION SHALL BE IN LIEU OF THE PARTICIPATING MUNICIPAL EMPLOYER'S NORMAL AND ADMINISTRATIVE CONTRIBUTIONS FOR THE FISCAL YEAR DETERMINED IN ACCORDANCE WITH SECTIONS THREE HUNDRED TWENTY-THREE AND THREE HUNDRED TWENTY-THREE-A OF THIS ARTICLE.

E. PARTICIPATING MUNICIPAL EMPLOYERS ARE AUTHORIZED TO CHOOSE THE STABLE EMPLOYER CONTRIBUTION OPTION WITH REGARD TO THE FEBRUARY FIRST, TWO THOUSAND FOURTEEN PENSION BILL. A PARTICIPATING MUNICIPAL EMPLOYER, MAY, IN LIEU OF PAYING ITS NORMAL AND ADMINISTRATIVE FEBRUARY FIRST, TWO THOUSAND FOURTEEN PENSION BILL, PAY THE STABLE CONTRIBUTION AMOUNT. SUCH PARTICIPATING MUNICIPAL EMPLOYER SHALL PAY THE STABLE CONTRIBUTION AMOUNT FOR A PERIOD OF TWENTY-FIVE YEARS PROVIDED, HOWEVER, THAT SUCH TWENTY-FIVE YEAR PERIOD MAY BE INCREASED OR DECREASED AT THE DISCRETION OF THE COMPTROLLER PURSUANT TO SUBDIVISION K OF THIS SECTION. THIS LONG-TERM STABLE CONTRIBUTION OPTION SHALL COMMENCE IN THE FISCAL YEAR ENDING MARCH THIRTY-FIRST, TWO THOUSAND FOURTEEN AND SHALL END AT THE DISCRETION OF THE COMPTROLLER PURSUANT TO SUBDIVISION K OF THIS SECTION.

F. ANY PARTICIPATING MUNICIPAL EMPLOYER WHICH ELECTS TO PAY THE STABLE CONTRIBUTION AMOUNT PURSUANT TO SUBDIVISIONS A, B, C, D AND E OF THIS SECTION SHALL PAY THE AMOUNT BASED ON THE STABLE CONTRIBUTION RATE FOR A PERIOD OF TWENTY-FIVE YEARS, SUCH TERM AS SUBJECT TO INCREASE OR DECREASE AT THE DISCRETION OF THE COMPTROLLER PURSUANT TO SUBDIVISION K OF THIS SECTION. THIS LONG-TERM STABLE CONTRIBUTION SHALL COMMENCE IN THE FISCAL YEAR ENDING MARCH THIRTY-FIRST, TWO THOUSAND FOURTEEN AND SHALL END AT THE DISCRETION OF THE COMPTROLLER PURSUANT TO SUBDIVISION K OF THIS SECTION. UPON COMPLETION OF SUCH LONG-TERM STABLE CONTRIBUTION OPTION, THE PARTICIPATING MUNICIPAL EMPLOYER SHALL RESUME PAYING NORMAL AND ADMINISTRATIVE EMPLOYER CONTRIBUTIONS PURSUANT TO SECTIONS THREE HUNDRED TWENTY-THREE AND THREE HUNDRED TWENTY-THREE-A OF THIS ARTICLE.

G. A PARTICIPATING MUNICIPAL EMPLOYER MAKING A PAYMENT PURSUANT TO SUBDIVISIONS A, B, C, D, E AND F OF THIS SECTION SHALL PAY ON FEBRUARY FIRST, TWO THOUSAND FOURTEEN AN AMOUNT DETERMINED BY THE COMPTROLLER BY ADDING THE FOLLOWING TWO AMOUNTS TOGETHER:

(1) THE STABLE CONTRIBUTION AMOUNT CALCULATED PURSUANT TO SUBDIVISIONS A, B, C, D, E AND F OF THIS SECTION; AND

(2) PAYMENTS FOR GROUP TERM LIFE INSURANCE, DEFICIENCY PAYMENTS, ADJUSTMENTS RELATING TO PRIOR FISCAL YEARS' OBLIGATIONS, OBLIGATIONS PERTAINING TO RETIREMENT INCENTIVES AND AMORTIZED PAYMENTS PURSUANT TO SECTION THREE HUNDRED NINETEEN-A OF THIS TITLE OR ANY OTHER OBLIGATIONS

1 THAT A PARTICIPATING MUNICIPAL EMPLOYER IS PERMITTED TO PAY ON AN AMOR-  
2 TIZED BASIS.

3 H. THE STABLE CONTRIBUTION AMOUNT MUST BE PAID IN FULL BY PARTICIPAT-  
4 ING MUNICIPAL EMPLOYERS ON THE DATE SET FORTH IN SUBDIVISION C OF  
5 SECTION THREE HUNDRED SEVENTEEN OF THIS TITLE.

6 I. A PARTICIPATING MUNICIPAL EMPLOYER WHICH ELECTS THE LONG-TERM  
7 STABLE CONTRIBUTION OPTION SHALL BE PROHIBITED FROM AMORTIZING ANY  
8 PORTION OF ITS FUTURE PENSION BILL PURSUANT TO THE OPTION OTHERWISE  
9 AVAILABLE IN SECTION THREE HUNDRED NINETEEN-A OF THIS TITLE.

10 J. THE COMPTROLLER IS AUTHORIZED TO EVALUATE THE STABLE CONTRIBUTION  
11 RATE USED TO CALCULATE PARTICIPATING MUNICIPAL EMPLOYER CONTRIBUTION  
12 AMOUNTS IN THE FISCAL YEAR COMMENCING ON APRIL FIRST, TWO THOUSAND  
13 SEVENTEEN AND SUBSEQUENTLY IN THE FISCAL YEAR COMMENCING ON APRIL FIRST,  
14 TWO THOUSAND TWENTY-TWO. SUCH EVALUATION SHALL BE BASED ON A LONG-TERM  
15 PROJECTION OF ASSETS AND LIABILITIES SO AS TO ENSURE THAT CONTRIBUTIONS  
16 BY MUNICIPAL EMPLOYERS WHICH PARTICIPATE IN THE LONG-TERM STABLE  
17 CONTRIBUTION OPTION ARE ADEQUATE TO ENSURE THAT SYSTEM ASSETS OVER THE  
18 LONG-TERM STABLE CONTRIBUTION OPTION PERIOD ARE SUFFICIENT TO FUND BENE-  
19 FITS FOR ACTIVE AND RETIRED MEMBERS ASSOCIATED WITH PARTICIPATING MUNIC-  
20 IPAL EMPLOYERS. THE COMPTROLLER IS AUTHORIZED TO INCREASE THE STABLE  
21 CONTRIBUTION RATE BY UP TO TWO PERCENTAGE POINTS AT SUCH FIVE-YEAR AND  
22 SUBSEQUENT TEN-YEAR EVALUATION. THE REVISED STABLE CONTRIBUTION RATE  
23 RESULTING FROM THE FIVE AND SUBSEQUENT TEN-YEAR EVALUATIONS MAY NOT, IN  
24 COMBINATION, EXCEED TWENTY-TWO AND FIVE-TENTHS PERCENT. THE COMPTROLLER  
25 IS AUTHORIZED TO DECREASE THE STABLE CONTRIBUTION RATE IF WARRANTED AT  
26 THE TEN-YEAR EVALUATION BUT IN NO EVENT SHALL THE STABLE CONTRIBUTION  
27 RATE BE LESS THAN EIGHTEEN AND FIVE-TENTHS PERCENT.

28 K. (1) THE BASELINE LONG-TERM STABLE CONTRIBUTION TERM SHALL BE TWEN-  
29 TY-FIVE YEARS. PROVIDED, HOWEVER, SUCH BASELINE LONG-TERM STABLE  
30 CONTRIBUTION TERM MAY EVENTUALLY BE INCREASED OR DECREASED, AT THE  
31 DISCRETION OF THE COMPTROLLER, SO AS TO ENSURE THAT SYSTEM ASSETS ARE  
32 SUFFICIENT TO FUND BENEFITS FOR ACTIVE AND RETIRED MEMBERS ASSOCIATED  
33 WITH PARTICIPATING MUNICIPAL EMPLOYERS.

34 (2) THE COMPTROLLER IS AUTHORIZED TO EVALUATE THE BASELINE LONG-TERM  
35 STABLE CONTRIBUTION TERM EVERY FIVE YEARS AFTER THE FISCAL YEAR COMMENC-  
36 ING ON APRIL FIRST, TWO THOUSAND THIRTEEN. SUCH EVALUATION SHALL INFORM  
37 PARTICIPATING MUNICIPAL EMPLOYERS WHETHER THE BASELINE LONG-TERM STABLE  
38 CONTRIBUTION TERM IS EXPECTED TO INCREASE OR DECREASE PURSUANT TO PARA-  
39 GRAPH ONE OF THIS SUBDIVISION AND THE DURATION OF SUCH INCREASE OR  
40 DECREASE.

41 L. A PARTICIPATING MUNICIPAL EMPLOYER MAY ELECT TO TERMINATE PARTIC-  
42 IPATION IN THE LONG-TERM STABLE CONTRIBUTION OPTION AND RESUME PAYMENT  
43 OF THE NORMAL AND ADMINISTRATIVE CONTRIBUTIONS IN ACCORDANCE WITH  
44 SECTIONS THREE HUNDRED TWENTY-THREE AND THREE HUNDRED TWENTY-THREE-A OF  
45 THIS ARTICLE. PROVIDED, HOWEVER, THAT SUCH PARTICIPATING MUNICIPAL  
46 EMPLOYER WHICH ELECTS TO TERMINATE PARTICIPATION SHALL MAKE A RECONCIL-  
47 IATION CONTRIBUTION TO THE RETIREMENT SYSTEM, AT AN AMOUNT TO BE DETER-  
48 MINED BY THE COMPTROLLER, ADEQUATE TO FUND THE BENEFITS FOR ACTIVE AND  
49 RETIRED MEMBERS ASSOCIATED WITH SUCH PARTICIPATING MUNICIPAL EMPLOYER  
50 HAD SUCH PARTICIPATING MUNICIPAL EMPLOYER NOT ELECTED THE PROVISIONS OF  
51 THIS SECTION. SUCH RECONCILIATION CONTRIBUTION SHALL BE MADE OVER A  
52 PERIOD NOT TO EXCEED FIVE YEARS AND SHALL BE MADE IN ADDITION TO THE  
53 NORMAL AND ADMINISTRATIVE CONTRIBUTIONS PURSUANT TO SECTIONS THREE  
54 HUNDRED TWENTY-THREE AND THREE HUNDRED TWENTY-THREE-A OF THIS ARTICLE  
55 FOR THE FISCAL YEAR IN WHICH SUCH PARTICIPATING MUNICIPAL EMPLOYER  
56 CHOOSES TO RESUME PAYMENT OF THE NORMAL AND ADMINISTRATIVE CONTRIBUTIONS

PURSUANT TO SECTIONS THREE HUNDRED TWENTY-THREE AND THREE HUNDRED TWENTY-THREE-A OF THIS ARTICLE. TERMINATION OF THE LONG-TERM STABLE CONTRIBUTION OPTION BY A PARTICIPATING MUNICIPAL EMPLOYER SHALL BE SUBJECT TO TIMING AND NOTIFICATION PROCEDURES ESTABLISHED BY THE CONTROLLER.

S 5. Paragraph 1 of subdivision b of section 323-a of the retirement and social security law, as added by section 2 of part A of chapter 49 of the laws of 2003, is amended to read as follows:

1. revision of the schedule pertaining to the valuation, billing and payment of contributions by the state and participating employers, EXCLUDING PARTICIPATING MUNICIPAL EMPLOYERS AS DEFINED IN SECTION THREE HUNDRED SEVENTEEN-E OF THIS ARTICLE, under which the valuation of the assets and liabilities of the retirement system, EXCLUDING THE ASSETS AND LIABILITIES ASSOCIATED WITH PARTICIPATING MUNICIPAL EMPLOYERS AS DEFINED IN SECTION THREE HUNDRED SEVENTEEN-E OF THIS ARTICLE, undertaken on the first day of a fiscal year shall be used to determine the contribution rates to be applied to the pensionable salaries of the state and participating employers, WITH THE EXCEPTION OF THE PENSIONABLE SALARIES OF PARTICIPATING MUNICIPAL EMPLOYERS AS DEFINED IN SECTION THREE HUNDRED SEVENTEEN-E OF THIS ARTICLE, for the next succeeding fiscal year; and

S 6. Section 521 of the education law is amended by adding a new subdivision 3 to read as follows:

3. LONG-TERM STABLE CONTRIBUTION OPTION FOR PARTICIPATING EDUCATIONAL EMPLOYERS FOR THE TWO THOUSAND THIRTEEN--TWO THOUSAND FOURTEEN PLAN YEAR. A. IN ADDITION TO THE DEFINITIONS IN SECTION FIVE HUNDRED ONE OF THIS ARTICLE, WHEN USED IN THIS SUBDIVISION:

(1) "PARTICIPATING EDUCATIONAL EMPLOYER" SHALL MEAN THE CITY, VILLAGE, SCHOOL DISTRICT BOARD OR TRUSTEE BY WHICH A TEACHER IS PAID WHO ELECTS TO PAY THE STABLE CONTRIBUTION AMOUNT IN THE MANNER PROVIDED IN THIS SECTION.

(2) "STABLE CONTRIBUTION AMOUNT" SHALL MEAN AN AMOUNT EQUAL TO TWELVE AND FIVE-TENTHS PERCENT OF THE ESTIMATED PENSIONABLE SALARY BASE (EXCLUSIVE OF PAYMENTS FOR GROUP TERM LIFE INSURANCE, DEFICIENCY CONTRIBUTIONS, ADJUSTMENTS RELATING TO PRIOR FISCAL YEARS' OBLIGATIONS, OBLIGATIONS PERTAINING TO RETIREMENT INCENTIVES OR ANY OTHER OBLIGATIONS THAT A PARTICIPATING EDUCATIONAL EMPLOYER IS PERMITTED TO PAY ON AN AMORTIZED BASIS).

(3) "STABLE CONTRIBUTION RATE" SHALL MEAN TWELVE AND FIVE-TENTHS PERCENT.

B. NOTWITHSTANDING THE PROVISIONS OF THIS CHAPTER OR ANY OTHER LAW TO THE CONTRARY, THE RETIREMENT BOARD, IN ITS DISCRETION, SHALL HAVE AUTHORITY TO IMPLEMENT THE PROVISIONS OF THIS SUBDIVISION. IF THE RETIREMENT BOARD ELECTS TO IMPLEMENT THE PROVISIONS OF THIS SUBDIVISION, THE PROVISIONS OF THIS SECTION SHALL APPLY TO THE PAYMENT OF PARTICIPATING EDUCATIONAL EMPLOYER CONTRIBUTIONS FOR THE PLAN YEAR COMMENCING WITH THE JULY FIRST, TWO THOUSAND THIRTEEN FISCAL YEAR, AND FOR SUBSEQUENT FISCAL YEARS.

C. FOR EACH PLAN YEAR TO WHICH THE PROVISIONS OF THIS SUBDIVISION APPLY, THE RETIREMENT BOARD SHALL USE A STABLE CONTRIBUTION RATE FOR PARTICIPATING EDUCATIONAL EMPLOYERS.

D. IF THE RETIREMENT BOARD, IN ITS DISCRETION, DECIDES TO PERMIT A STABLE EMPLOYER CONTRIBUTION OPTION PURSUANT TO THIS SUBDIVISION, THEN, THE RETIREMENT BOARD SHALL DETERMINE THE STABLE CONTRIBUTION AMOUNT FOR A PARTICIPATING EDUCATIONAL EMPLOYER PURSUANT TO SUBPARAGRAPH TWO OF PARAGRAPH A OF THIS SUBDIVISION. SUCH CONTRIBUTION SHALL BE IN LIEU OF A

1 PARTICIPATING EDUCATIONAL EMPLOYER'S NORMAL CONTRIBUTIONS AND ADMINIS-  
2 TRATIVE CONTRIBUTIONS PURSUANT TO SECTIONS FIVE HUNDRED SEVENTEEN AND  
3 FIVE HUNDRED NINETEEN OF THIS ARTICLE FOR THE FISCAL YEAR COMMENCING  
4 JULY FIRST, TWO THOUSAND THIRTEEN, AND FOR SUBSEQUENT FISCAL YEARS.

5 E. PARTICIPATING EDUCATIONAL EMPLOYERS ARE AUTHORIZED TO CHOOSE THE  
6 STABLE EMPLOYER CONTRIBUTION OPTION COMMENCING WITH THE JULY FIRST, TWO  
7 THOUSAND THIRTEEN FISCAL YEAR PENSION BILL. A PARTICIPATING EDUCATIONAL  
8 EMPLOYER, MAY, IN LIEU OF PAYING ITS NORMAL AND ADMINISTRATIVE CONTRIB-  
9 UTION COMMENCING WITH THE JULY FIRST, TWO THOUSAND THIRTEEN FISCAL YEAR  
10 PENSION BILL, PAY THE STABLE CONTRIBUTION AMOUNT. SUCH PARTICIPATING  
11 EDUCATIONAL EMPLOYER SHALL PAY THE STABLE CONTRIBUTION AMOUNT FOR A  
12 PERIOD OF TWENTY-FIVE YEARS PROVIDED, HOWEVER, THAT SUCH TWENTY-FIVE  
13 YEAR PERIOD MAY BE INCREASED OR DECREASED AT THE DISCRETION OF THE  
14 RETIREMENT BOARD PURSUANT TO PARAGRAPH J OF THIS SUBDIVISION. THIS  
15 LONG-TERM STABLE CONTRIBUTION OPTION SHALL COMMENCE WITH THE JULY FIRST,  
16 TWO THOUSAND THIRTEEN FISCAL YEAR AND SHALL END AT THE DISCRETION OF THE  
17 RETIREMENT BOARD PURSUANT TO PARAGRAPH J OF THIS SUBDIVISION.

18 F. ANY PARTICIPATING EDUCATIONAL EMPLOYER WHICH ELECTS TO PAY THE  
19 STABLE CONTRIBUTION AMOUNT PURSUANT TO PARAGRAPHS A, B, C, D AND E OF  
20 THIS SUBDIVISION SHALL PAY THE AMOUNT BASED ON THE STABLE CONTRIBUTION  
21 RATE FOR A PERIOD OF TWENTY-FIVE YEARS, SUCH TERM AS SUBJECT TO INCREASE  
22 OR DECREASE AT THE DISCRETION OF THE RETIREMENT BOARD PURSUANT TO PARA-  
23 GRAPH J OF THIS SUBDIVISION. THIS LONG-TERM STABLE CONTRIBUTION SHALL  
24 COMMENCE WITH THE JULY FIRST, TWO THOUSAND THIRTEEN FISCAL YEAR AND  
25 SHALL END AT THE DISCRETION OF THE RETIREMENT BOARD PURSUANT TO PARA-  
26 GRAPH J OF THIS SUBDIVISION. UPON COMPLETION OF SUCH LONG-TERM STABLE  
27 CONTRIBUTION OPTION, THE PARTICIPATING EDUCATIONAL EMPLOYER SHALL RESUME  
28 PAYING NORMAL AND ADMINISTRATIVE CONTRIBUTIONS PURSUANT TO SECTIONS FIVE  
29 HUNDRED SEVENTEEN AND FIVE HUNDRED NINETEEN OF THIS ARTICLE.

30 G. A PARTICIPATING EDUCATIONAL EMPLOYER MAKING A PAYMENT PURSUANT TO  
31 PARAGRAPHS A, B, C, D, E AND F OF THIS SUBDIVISION SHALL PAY COMMENCING  
32 WITH THE JULY FIRST, TWO THOUSAND THIRTEEN FISCAL YEAR AN AMOUNT DETER-  
33 MINED BY THE RETIREMENT BOARD BY ADDING THE FOLLOWING TWO AMOUNTS  
34 TOGETHER:

35 (1) THE STABLE CONTRIBUTION AMOUNT CALCULATED PURSUANT TO PARAGRAPHS  
36 A, B, C, D, E AND F OF THIS SUBDIVISION; AND

37 (2) PAYMENTS FOR GROUP TERM LIFE INSURANCE, DEFICIENCY PAYMENTS,  
38 ADJUSTMENTS RELATING TO PRIOR FISCAL YEARS' OBLIGATIONS AND OBLIGATIONS  
39 PERTAINING TO RETIREMENT INCENTIVES OR ANY OTHER OBLIGATIONS THAT A  
40 PARTICIPATING EDUCATIONAL EMPLOYER IS PERMITTED TO PAY ON AN AMORTIZED  
41 BASIS.

42 H. THE STABLE CONTRIBUTION AMOUNT MUST BE PAID IN FULL BY PARTICIPAT-  
43 ING EDUCATIONAL EMPLOYERS ON THE DATES SPECIFIED IN PARAGRAPH H OF  
44 SUBDIVISION TWO OF THIS SECTION.

45 I. THE RETIREMENT BOARD IS AUTHORIZED TO EVALUATE THE STABLE CONTRIB-  
46 UTION RATE USED TO CALCULATE PARTICIPATING EDUCATIONAL EMPLOYER CONTRIB-  
47 UTION AMOUNTS IN THE FISCAL YEAR COMMENCING ON JULY FIRST, TWO THOUSAND  
48 SEVENTEEN AND SUBSEQUENTLY IN THE FISCAL YEAR COMMENCING ON JULY FIRST,  
49 TWO THOUSAND TWENTY-TWO. SUCH EVALUATION SHALL BE BASED ON A LONG-TERM  
50 PROJECTION OF ASSETS AND LIABILITIES SO AS TO ENSURE THAT CONTRIBUTIONS  
51 BY PARTICIPATING EDUCATIONAL EMPLOYERS WHICH PARTICIPATE IN THE  
52 LONG-TERM STABLE CONTRIBUTION OPTION ARE ADEQUATE TO ENSURE THAT SYSTEM  
53 ASSETS OVER THE LONG-TERM STABLE OPTION PERIOD ARE SUFFICIENT TO FUND  
54 BENEFITS FOR ACTIVE AND RETIRED MEMBERS ASSOCIATED WITH PARTICIPATING  
55 EDUCATIONAL EMPLOYERS. THE RETIREMENT BOARD IS AUTHORIZED TO INCREASE  
56 THE STABLE CONTRIBUTION RATE BY UP TO TWO PERCENTAGE POINTS AT SUCH



FIVE-YEAR AND SUBSEQUENT TEN-YEAR EVALUATION. THE REVISED STABLE CONTRIBUTION RATE RESULTING FROM THE FIVE AND SUBSEQUENT TEN-YEAR EVALUATION MAY NOT, IN COMBINATION, EXCEED SIXTEEN AND FIVE-TENTHS PERCENT. THE RETIREMENT BOARD IS AUTHORIZED TO DECREASE THE STABLE CONTRIBUTION RATE IF WARRANTED AT THE TEN-YEAR EVALUATION BUT IN NO EVENT SHALL THE STABLE CONTRIBUTION RATE BE LESS THAN TWELVE AND FIVE-TENTHS PERCENT.

J. (1) THE BASELINE LONG-TERM STABLE CONTRIBUTION TERM SHALL BE TWENTY-FIVE YEARS. PROVIDED, HOWEVER, SUCH BASELINE LONG-TERM STABLE CONTRIBUTION TERM MAY EVENTUALLY BE INCREASED OR DECREASED, AT THE DISCRETION OF THE RETIREMENT BOARD, SO AS TO ENSURE THAT SYSTEM ASSETS ARE SUFFICIENT TO FUND BENEFITS FOR ACTIVE AND RETIRED MEMBERS ASSOCIATED WITH PARTICIPATING EDUCATIONAL EMPLOYERS.

(2) THE RETIREMENT BOARD IS AUTHORIZED TO EVALUATE THE BASELINE LONG-TERM STABLE CONTRIBUTION TERM EVERY FIVE YEARS AFTER THE FISCAL YEAR COMMENCING ON JULY FIRST, TWO THOUSAND THIRTEEN. SUCH EVALUATION SHALL INFORM PARTICIPATING EDUCATIONAL EMPLOYERS WHETHER THE BASELINE LONG-TERM STABLE CONTRIBUTION TERM IS EXPECTED TO INCREASE OR DECREASE PURSUANT TO SUBPARAGRAPH ONE OF THIS PARAGRAPH AND THE DURATION OF SUCH INCREASE OR DECREASE.

K. A PARTICIPATING EDUCATIONAL EMPLOYER MAY ELECT TO TERMINATE PARTICIPATION IN THE LONG-TERM STABLE CONTRIBUTION OPTION AND RESUME PAYMENT OF THE NORMAL AND ADMINISTRATIVE CONTRIBUTIONS IN ACCORDANCE WITH SECTIONS FIVE HUNDRED SEVENTEEN AND FIVE HUNDRED NINETEEN OF THIS ARTICLE. PROVIDED, HOWEVER, THAT SUCH PARTICIPATING EDUCATIONAL EMPLOYER WHICH ELECTS TO TERMINATE PARTICIPATION SHALL MAKE A RECONCILIATION CONTRIBUTION TO THE RETIREMENT SYSTEM, AT AN AMOUNT TO BE DETERMINED BY THE RETIREMENT BOARD, ADEQUATE TO FUND THE BENEFITS FOR ACTIVE AND RETIRED MEMBERS ASSOCIATED WITH SUCH PARTICIPATING EDUCATIONAL EMPLOYER HAD SUCH PARTICIPATING EDUCATIONAL EMPLOYER NOT ELECTED THE PROVISIONS OF THIS SECTION. SUCH RECONCILIATION CONTRIBUTION SHALL BE MADE OVER A PERIOD NOT TO EXCEED FIVE YEARS AND SHALL BE MADE IN ADDITION TO THE NORMAL AND ADMINISTRATIVE CONTRIBUTIONS PURSUANT TO SECTIONS FIVE HUNDRED SEVENTEEN AND FIVE HUNDRED NINETEEN OF THIS ARTICLE FOR THE FISCAL YEAR IN WHICH SUCH PARTICIPATING EDUCATIONAL EMPLOYER CHOOSES TO RESUME PAYMENT OF THE NORMAL AND ADMINISTRATIVE CONTRIBUTIONS PURSUANT TO SECTIONS FIVE HUNDRED SEVENTEEN AND FIVE HUNDRED NINETEEN OF THIS ARTICLE. TERMINATION OF THE LONG-TERM STABLE CONTRIBUTION OPTION BY A PARTICIPATING EDUCATIONAL EMPLOYER SHALL BE SUBJECT TO TIMING AND NOTIFICATION PROCEDURES ESTABLISHED BY THE RETIREMENT BOARD.

S 7. Paragraph a of subdivision 2 of section 517 of the education law is amended to read as follows:

a. On account of each teacher who is a member of the retirement system there shall be paid annually into the pension accumulation fund by employers, a certain percentage of the earnable compensation of each of such members of the retirement system to be known as the "normal contribution" and a further percentage known as the "deficiency contribution." The rates per centum of such contributions shall be fixed on the basis of the liabilities of the retirement system as shown by actuarial valuations; PROVIDED, HOWEVER, THAT THE RATE PER CENTUM OF THE NORMAL CONTRIBUTION BE FIXED ON THE BASIS OF THE LIABILITIES OF THE RETIREMENT SYSTEM AS SHOWN BY ACTUARIAL VALUATIONS, EXCLUDING THE LIABILITIES ASSOCIATED WITH PARTICIPATING EDUCATIONAL EMPLOYERS AS DEFINED IN SUBPARAGRAPH ONE OF PARAGRAPH A OF SUBDIVISION THREE OF SECTION FIVE HUNDRED TWENTY-ONE OF THIS ARTICLE.

S 8. This act shall take effect immediately.

FISCAL NOTE.--Pursuant to Legislative Law, Section 50:

This bill would amend the Retirement and Social Security Law and the Education Law as it pertains to bills for certain eligible employers of the New York State and Local Employees' Retirement System (ERS), the New York State and Local Police and Fire Retirement System (PFRS), and the Teachers' Retirement System (TRS).

This bill puts in place a program that allows ERS, PFRS and TRS local government and school district employers, if they choose to participate, to secure a long-term stable employer contribution rate instead of the fluctuating normal employer contribution rate applied to the employer's pensionable wage base. The Comptroller and the TRS Retirement Board will determine the final length of the stable pension contribution term by increasing or decreasing such term to ensure appropriate pension system funding. The stable pension contribution rates would be 12 percent for ERS, 12.5 percent for TRS, and 18.5 percent for PFRS. These stable pension contribution rates could be increased, by up to two percentage points, at the discretion of the Comptroller and the TRS Retirement Board, upon evaluations by System actuaries, five and ten years after commencement of the long-term stable contribution option.

If this bill is enacted, we estimate that there would be little or no impact on the funded status of the ERS, PFRS and TRS systems over the full term of the program. For those local governments and school districts which elect this option, employer pension contributions would be less than the normal employer pension contributions they would otherwise pay in the early years of the long-term stable employer contribution option and employer pension contributions would be more than the normal employer contributions they would otherwise pay in the later years of the option.

This estimate, dated January 22, 2013, and intended for use only during the 2013 Legislative Session, is prepared by the State of New York Division of the Budget.

1

## PART H

2 Section 1. Section 167-a of the civil service law, as amended by  
3 section 1 of part I of chapter 55 of the laws of 2012, is amended to  
4 read as follows:

5 S 167-a. Reimbursement for medicare premium charges. Upon exclusion  
6 from the coverage of the health benefit plan of supplementary medical  
7 insurance benefits for which an active or retired employee or a depend-  
8 ent covered by the health benefit plan is or would be eligible under the  
9 federal old-age, survivors and disability insurance program, an amount  
10 equal to the STANDARD MEDICARE premium charge WITHOUT ANY INCOME-RELATED  
11 ADJUSTMENT for such supplementary medical insurance benefits for such  
12 active or retired employee and his or her dependents, if any, shall be  
13 paid monthly or at other intervals to such active or retired employee  
14 from the health insurance fund. Where appropriate, such amount may be  
15 deducted from contributions payable by the employee or retired employee;  
16 or where appropriate in the case of a retired employee receiving a  
17 retirement allowance, such amount may be included with payments of his  
18 or her retirement allowance. All state employer, employee, retired  
19 employee and dependent contributions to the health insurance fund,  
20 including contributions from public authorities, public benefit corpo-  
21 rations or other quasi-public organizations of the state eligible for  
22 participation in the health benefit plan as authorized by subdivision  
23 two of section one hundred sixty-three of this article, shall be  
24 adjusted as necessary to cover the cost of reimbursing federal old-age,

1 survivors and disability insurance program premium charges under this  
2 section. This cost shall be included in the calculation of premium or  
3 subscription charges for health coverage provided to employees and  
4 retired employees of the state, public authorities, public benefit  
5 corporations or other quasi-public organizations of the state; provided,  
6 however, the state, public authorities, public benefit corporations or  
7 other quasi-public organizations of the state shall remain obligated to  
8 pay no less than its share of such increased cost consistent with its  
9 share of premium or subscription charges provided for by this article.  
10 All other employer contributions to the health insurance fund shall be  
11 adjusted as necessary to provide for such payments.

12 S 2. This act shall take effect immediately and shall be deemed to  
13 have been in full force and effect on and after January 1, 2013.

14

## PART I

15 Section 1. The state finance law is amended by adding a new section  
16 99-u to read as follows:

17 S 99-U. NEW YORK STATE GAMING COMMISSION ACCOUNT. 1. THERE IS HEREBY  
18 ESTABLISHED IN THE JOINT CUSTODY OF THE COMPTROLLER AND THE EXECUTIVE  
19 DIRECTOR OF THE NEW YORK STATE GAMING COMMISSION AN ACCOUNT IN THE  
20 MISCELLANEOUS SPECIAL REVENUE FUND TO BE KNOWN AS THE "NEW YORK STATE  
21 GAMING COMMISSION ACCOUNT".

22 2. SUCH ACCOUNT SHALL CONSIST OF MONEYS TRANSFERRED THERETO FROM THE  
23 STATE LOTTERY FUND ADMINISTRATION ACCOUNT, THE REGULATION OF RACING  
24 ACCOUNT, THE BELL JAR COLLECTION ACCOUNT OR THE REGULATION OF INDIAN  
25 GAMING ACCOUNT.

26 3. ALL MONEYS IN THE NEW YORK STATE GAMING COMMISSION ACCOUNT SHALL BE  
27 AVAILABLE, SUBJECT TO APPROPRIATION, FOR THE PAYMENT OF ADMINISTRATIVE  
28 EXPENSES OF THE NEW YORK STATE GAMING COMMISSION.

29 S 2. This act shall take effect immediately and shall be deemed to  
30 have been in full force and effect on and after February 1, 2013.

31

## PART J

32 Section 1. Paragraphs 2 and 3 of subdivision b of section 1612 of the  
33 tax law, as amended by section 1 of part 01 of chapter 57 of the laws of  
34 2009, are amended to read as follows:

35 2. As consideration for the operation of a video lottery gaming facil-  
36 ity, the division, shall cause the investment in the racing industry of  
37 a portion of the vendor fee received pursuant to paragraph one of this  
38 subdivision in the manner set forth in this subdivision. With the  
39 exception of Aqueduct racetrack, each such track shall dedicate a  
40 portion of its vendor fees, received pursuant to clause (A), (B), (C),  
41 (D), (E), (F), or (G) of subparagraph (ii) of paragraph one of this  
42 subdivision, solely for the purpose of enhancing purses at such track,  
43 in an amount equal to eight and three-quarters percent of the total  
44 revenue wagered at the vendor track after pay out for prizes. ONE  
45 PERCENT OF SUCH PURSE ENHANCEMENT AMOUNT SHALL BE PAID TO THE GAMING  
46 COMMISSION TO BE USED EXCLUSIVELY TO PROMOTE AND ENSURE EQUINE HEALTH  
47 AND SAFETY IN NEW YORK. ANY PORTION OF SUCH FUNDING TO THE GAMING  
48 COMMISSION UNUSED DURING A FISCAL YEAR SHALL BE RETURNED TO THE VIDEO  
49 LOTTERY GAMING OPERATORS ON A PRO RATA BASIS IN ACCORDANCE WITH THE  
50 AMOUNTS ORIGINALLY CONTRIBUTED BY EACH OPERATOR AND SHALL BE USED FOR  
51 THE PURPOSE OF ENHANCING PURSES AT SUCH TRACK. In addition, with the  
52 exception of Aqueduct racetrack, one and one-quarter percent of total

revenue wagered at the vendor track after pay out for prizes, received pursuant to clause (A), (B), (C), (D), (E), (F), or (G) of subparagraph (ii) of paragraph one of this subdivision, shall be distributed to the appropriate breeding fund for the manner of racing conducted by such track.

Provided, further, that nothing in this paragraph shall prevent each track from entering into an agreement, not to exceed five years, with the organization authorized to represent its horsemen to increase or decrease the portion of its vendor fee dedicated to enhancing purses at such track during the years of participation by such track, or to race fewer dates than required herein.

3. Nothing in paragraph two of this subdivision shall affect any agreement in effect on or before the effective date of this paragraph, EXCEPT THAT THE OBLIGATION TO PAY FUNDS TO THE GAMING COMMISSION TO PROMOTE AND ENSURE EQUINE HEALTH AND SAFETY SHALL SUPERSEDE ANY PROVISION TO THE CONTRARY IN ANY SUCH AGREEMENT.

S 2. Paragraph 1 of subdivision f of section 1612 of the tax law, as amended by chapter 140 of the laws of 2008, is amended to read as follows:

1. Six and one-half percent of the total wagered after payout of prizes for the first year of operation of video lottery gaming at Aqueduct racetrack, seven percent of the total wagered after payout of prizes for the second year of operation, and seven and one-half percent of the total wagered after payout of prizes for the third year of operation and thereafter, for the purpose of enhancing purses at Aqueduct racetrack, Belmont Park racetrack and Saratoga race course. ONE PERCENT OF SUCH PURSE ENHANCEMENT AMOUNT SHALL BE PAID TO THE GAMING COMMISSION TO BE USED EXCLUSIVELY TO PROMOTE AND ENSURE EQUINE HEALTH AND SAFETY IN NEW YORK. ANY PORTION OF SUCH FUNDING TO THE GAMING COMMISSION UNUSED DURING A FISCAL YEAR SHALL BE RETURNED ON A PRO RATA BASIS IN ACCORDANCE WITH THE AMOUNTS ORIGINALLY CONTRIBUTED AND SHALL BE USED FOR THE PURPOSE OF ENHANCING PURSES AT SUCH TRACKS.

S 3. This act shall take effect immediately.

#### PART K

Section 1. Subparagraph (vii) of paragraph q of subdivision 10 of section 54 of the state finance law, as added by section 3 of part K of chapter 57 of the laws of 2011, is amended to read as follows:

(vii) Matching funds equal to [ten] AT LEAST FIFTY percent of the total cost of activities under the grant work plan approved by the department of state shall be required FOR A LOCAL GOVERNMENT RE-ORGANIZATION GRANT FOR A RE-ORGANIZATION STUDY, EXCEPT FOR SUCH GRANTS THAT ARE AWARDED TO A LOCAL GOVERNMENT ENTITY ELIGIBLE FOR AN EXPEDITED GRANT PURSUANT TO SUBPARAGRAPH (V) OF THIS PARAGRAPH. UPON IMPLEMENTATION OF THE LOCAL GOVERNMENT RE-ORGANIZATION, THE LOCAL MATCHING FUNDS REQUIRED BY SUCH GRANT FOR A RE-ORGANIZATION STUDY SHALL BE REFUNDED EXCEPT FOR TEN PERCENT OF THE TOTAL COST OF ACTIVITIES UNDER THE GRANT WORK PLAN APPROVED BY THE DEPARTMENT OF STATE. MATCHING FUNDS EQUAL TO AT LEAST TEN PERCENT OF THE TOTAL COST OF ACTIVITIES UNDER THE GRANT WORK PLAN APPROVED BY THE DEPARTMENT OF STATE SHALL BE REQUIRED FOR A LOCAL GOVERNMENT RE-ORGANIZATION GRANT FOR A RE-ORGANIZATION STUDY AWARDED TO A LOCAL GOVERNMENT ENTITY ELIGIBLE FOR AN EXPEDITED GRANT PURSUANT TO SUBPARAGRAPH (V) OF THIS PARAGRAPH AND FOR A LOCAL GOVERNMENT RE-ORGANIZATION GRANT FOR THE IMPLEMENTATION OF A RE-ORGANIZATION.

1 S 2. The opening paragraph of paragraph r of subdivision 10 of  
2 section 54 of the state finance law, as added by section 3 of part K of  
3 chapter 57 of the laws of 2011, is amended to read as follows:

4 Local government efficiency grant program beginning in the state  
5 fiscal year commencing April first, two thousand eleven AND CONTINUING  
6 UNTIL THE END OF THE STATE FISCAL YEAR COMMENCING APRIL FIRST, TWO THOU-  
7 SAND TWELVE.

8 S 3. Paragraphs s and t of subdivision 10 of section 54 of the state  
9 finance law, paragraph t as relettered by section 3 of part K of chapter  
10 57 of the laws of 2011, are relettered paragraphs t and u and a new  
11 paragraph s is added to read as follows:

12 S. LOCAL GOVERNMENT EFFICIENCY GRANT PROGRAM BEGINNING IN THE STATE  
13 FISCAL YEAR COMMENCING APRIL FIRST, TWO THOUSAND THIRTEEN. (I) (1) FOR  
14 THE PURPOSES OF THIS PARAGRAPH, "MUNICIPALITY" SHALL MEAN A COUNTY,  
15 CITY, TOWN, VILLAGE, SPECIAL IMPROVEMENT DISTRICT, FIRE DISTRICT, PUBLIC  
16 LIBRARY, ASSOCIATION LIBRARY, OR PUBLIC LIBRARY SYSTEM AS DEFINED BY  
17 SECTION TWO HUNDRED SEVENTY-TWO OF THE EDUCATION LAW, PROVIDED HOWEVER,  
18 THAT FOR THE PURPOSES OF THIS DEFINITION, A PUBLIC LIBRARY SYSTEM SHALL  
19 BE CONSIDERED A MUNICIPALITY ONLY IN INSTANCES WHERE SUCH PUBLIC LIBRARY  
20 SYSTEM ADVANCES A JOINT APPLICATION ON BEHALF OF ITS MEMBER LIBRARIES,  
21 WATER AUTHORITY, SEWER AUTHORITY, REGIONAL PLANNING AND DEVELOPMENT  
22 BOARD, SCHOOL DISTRICT, OR BOARD OF COOPERATIVE EDUCATIONAL SERVICES;  
23 PROVIDED, HOWEVER, THAT FOR THE PURPOSES OF THIS DEFINITION, A BOARD OF  
24 COOPERATIVE EDUCATIONAL SERVICES SHALL BE CONSIDERED A MUNICIPALITY ONLY  
25 IN INSTANCES WHERE SUCH BOARD OF COOPERATIVE EDUCATIONAL SERVICES  
26 ADVANCES A JOINT APPLICATION ON BEHALF OF SCHOOL DISTRICTS AND OTHER  
27 MUNICIPALITIES WITHIN THE BOARD OF COOPERATIVE EDUCATIONAL SERVICES  
28 REGION; PROVIDED, HOWEVER, THAT ANY AGREEMENTS WITH A BOARD OF COOPER-  
29 ATIVE EDUCATIONAL SERVICES: SHALL NOT GENERATE ADDITIONAL STATE AID;  
30 SHALL BE DEEMED NOT TO BE A PART OF THE PROGRAM, CAPITAL AND ADMINISTRA-  
31 TIVE BUDGETS OF THE BOARD OF COOPERATIVE EDUCATIONAL SERVICES FOR THE  
32 PURPOSES OF COMPUTING CHARGES UPON COMPONENT SCHOOL DISTRICTS PURSUANT  
33 TO SUBDIVISION ONE AND SUBPARAGRAPH SEVEN OF PARAGRAPH B OF SUBDIVISION  
34 FOUR OF SECTION NINETEEN HUNDRED FIFTY AND SUBDIVISION ONE OF SECTION  
35 NINETEEN HUNDRED FIFTY-ONE OF THE EDUCATION LAW; AND SHALL BE DEEMED TO  
36 BE A COOPERATIVE MUNICIPAL SERVICE FOR PURPOSES OF SUBPARAGRAPH TWO OF  
37 PARAGRAPH D OF SUBDIVISION FOUR OF SECTION NINETEEN HUNDRED FIFTY OF THE  
38 EDUCATION LAW.

39 (2) FOR THE PURPOSES OF THIS PARAGRAPH, "FUNCTIONAL CONSOLIDATION"  
40 SHALL MEAN ONE MUNICIPALITY COMPLETELY PROVIDING A SERVICE OR FUNCTION  
41 FOR ANOTHER MUNICIPALITY, WHICH NO LONGER PROVIDES SUCH SERVICE OR FUNC-  
42 TION.

43 (II) WITHIN THE ANNUAL AMOUNTS APPROPRIATED THEREFOR, THE SECRETARY OF  
44 STATE MAY AWARD COMPETITIVE GRANTS TO MUNICIPALITIES TO COVER COSTS  
45 ASSOCIATED WITH LOCAL GOVERNMENT EFFICIENCY PROJECTS, INCLUDING, BUT NOT  
46 LIMITED TO, PLANNING FOR OR IMPLEMENTATION OF A MUNICIPAL CONSOLIDATION  
47 OR DISSOLUTION, A FUNCTIONAL CONSOLIDATION, A CITY OR COUNTY CHARTER  
48 REVISION THAT INCLUDES FUNCTIONAL CONSOLIDATION, SHARED OR COOPERATIVE  
49 SERVICES, AND REGIONALIZED DELIVERY OF SERVICES; PROVIDED, HOWEVER, THAT  
50 SUCH LOCAL GOVERNMENT EFFICIENCY PROJECTS MUST DEMONSTRATE NEW OPPORTU-  
51 NITIES FOR FINANCIAL SAVINGS AND OPERATIONAL EFFICIENCIES; PROVIDED,  
52 FURTHER, THAT ELIGIBLE LOCAL GOVERNMENT EFFICIENCY PROJECTS SHALL NOT  
53 INCLUDE STUDIES AND PLANS FOR A LOCAL GOVERNMENT RE-ORGANIZATION ELIGI-  
54 BLE TO RECEIVE A LOCAL GOVERNMENT CITIZENS RE-ORGANIZATION EMPOWERMENT  
55 GRANT PURSUANT TO PARAGRAPH Q OF THIS SUBDIVISION. THE SECRETARY OF  
56 STATE MAY FOCUS THE GRANT PROGRAM IN SPECIFIC FUNCTIONAL AREAS, WITHIN

1 DISTRESSED COMMUNITIES AND AREAS OF HISTORICALLY HIGH LOCAL GOVERNMENT  
2 COSTS AND PROPERTY TAXES, OR IN AREAS OF UNIQUE OPPORTUNITY, IN WHICH  
3 CASE SUCH AREAS OF FOCUS SHALL BE DETAILED IN A REQUEST FOR APPLICA-  
4 TIONS.

5 (III) ANY APPROVED PROJECT SHALL INCLUDE AN EXAMINATION OF FINANCIAL  
6 SAVINGS, RETURN ON PUBLIC INVESTMENT AND MANAGEMENT IMPROVEMENTS RESULT-  
7 ING FROM PROJECT IMPLEMENTATION.

8 (IV) LOCAL GOVERNMENT EFFICIENCY GRANTS MAY BE USED TO COVER COSTS  
9 INCLUDING, BUT NOT LIMITED TO, LEGAL AND CONSULTANT SERVICES, CAPITAL  
10 IMPROVEMENTS, TRANSITIONAL PERSONNEL COSTS AND OTHER NECESSARY EXPENSES  
11 RELATED TO IMPLEMENTING THE APPROVED LOCAL GOVERNMENT EFFICIENCY GRANT  
12 WORK PLAN. GRANTS MAY BE USED FOR CAPITAL IMPROVEMENTS, TRANSITIONAL  
13 PERSONNEL COSTS OR JOINT EQUIPMENT PURCHASES ONLY WHERE SUCH EXPENSES  
14 ARE INTEGRAL TO IMPLEMENTATION OF THE LOCAL GOVERNMENT EFFICIENCY  
15 PROJECT. NO PART OF THE GRANT SHALL BE USED BY THE APPLICANT FOR RECUR-  
16 RING EXPENSES SUCH AS SALARIES, EXCEPT THAT THE SALARIES OF CERTAIN  
17 TRANSITIONAL PERSONNEL ESSENTIAL FOR THE IMPLEMENTATION OF THE APPROVED  
18 LOCAL GOVERNMENT EFFICIENCY GRANT WORK PLAN SHALL BE ELIGIBLE FOR A  
19 PERIOD NOT TO EXCEED THREE YEARS. THE AMOUNTS AWARDED TO A SCHOOL  
20 DISTRICT PURSUANT TO THIS SUBPARAGRAPH SHALL NOT BE INCLUDED IN THE  
21 APPROVED OPERATING EXPENSE OF THE SCHOOL DISTRICT AS DEFINED IN PARA-  
22 GRAPH T OF SUBDIVISION ONE OF SECTION THIRTY-SIX HUNDRED TWO OF THE  
23 EDUCATION LAW.

24 (V) THE MAXIMUM CUMULATIVE GRANT AWARD FOR A LOCAL GOVERNMENT EFFI-  
25 CIENCY PROJECT SHALL NOT EXCEED TWO HUNDRED THOUSAND DOLLARS PER MUNICI-  
26 PALITY; PROVIDED, HOWEVER, THAT IN NO CASE SHALL SUCH A PROJECT RECEIVE  
27 A CUMULATIVE GRANT AWARD IN EXCESS OF ONE MILLION DOLLARS. THE MAXIMUM  
28 GRANT AWARD FOR A LOCAL GOVERNMENT EFFICIENCY PLANNING PROJECT, OR THE  
29 PLANNING COMPONENT OF A PROJECT THAT INCLUDES BOTH PLANNING AND IMPLE-  
30 MENTATION OF A LOCAL GOVERNMENT EFFICIENCY PROJECT, SHALL NOT EXCEED  
31 TWELVE THOUSAND FIVE HUNDRED DOLLARS PER MUNICIPALITY; PROVIDED, HOWEV-  
32 ER, THAT IN NO EVENT SHALL SUCH A PLANNING PROJECT RECEIVE A GRANT AWARD  
33 IN EXCESS OF ONE HUNDRED THOUSAND DOLLARS.

34 (VI) LOCAL MATCHING FUNDS EQUAL TO AT LEAST FIFTY PERCENT OF THE TOTAL  
35 COST OF ACTIVITIES UNDER THE GRANT WORK PLAN APPROVED BY THE DEPARTMENT  
36 OF STATE SHALL BE REQUIRED FOR PLANNING GRANTS, AND LOCAL MATCHING FUNDS  
37 EQUAL TO AT LEAST TEN PERCENT OF THE TOTAL COST OF ACTIVITIES UNDER THE  
38 GRANT WORK PLAN APPROVED BY THE DEPARTMENT OF STATE SHALL BE REQUIRED  
39 FOR IMPLEMENTATION GRANTS. IN THE EVENT AN APPLICANT IS IMPLEMENTING A  
40 PROJECT THAT THE APPLICANT DEVELOPED THROUGH A SUCCESSFULLY COMPLETED  
41 PLANNING GRANT FUNDED UNDER THE LOCAL GOVERNMENT EFFICIENCY GRANT  
42 PROGRAM OR THE SHARED MUNICIPAL SERVICES INCENTIVE GRANT PROGRAM, THE  
43 LOCAL MATCHING FUNDS REQUIRED SHALL BE REDUCED BY THE LOCAL MATCHING  
44 FUNDS REQUIRED BY SUCH SUCCESSFULLY COMPLETED PLANNING GRANT UP TO THE  
45 AMOUNT OF LOCAL MATCHING FUNDS REQUIRED FOR THE IMPLEMENTATION GRANT.

46 (VII) IN THE SELECTION OF GRANT AWARDS, THE SECRETARY OF STATE SHALL  
47 GIVE THE HIGHEST PRIORITY TO APPLICATIONS: (1) THAT WOULD RESULT IN THE  
48 DISSOLUTION OR CONSOLIDATION OF MUNICIPALITIES; (2) THAT WOULD IMPLEMENT  
49 THE COMPLETE FUNCTIONAL CONSOLIDATION OF A MUNICIPAL SERVICE; OR (3) BY  
50 LOCAL GOVERNMENTS WITH HISTORICALLY HIGH COSTS OF LOCAL GOVERNMENT OR  
51 SUSTAINED INCREASES IN PROPERTY TAXES. PRIORITY WILL ALSO BE GIVEN TO  
52 MUNICIPALITIES THAT HAVE PREVIOUSLY COMPLETED A PLANNING GRANT PURSUANT  
53 TO THIS PROGRAM OR THE SHARED MUNICIPAL SERVICES INCENTIVE GRANT  
54 PROGRAM, AND TO LOCAL GOVERNMENTS CURRENTLY INVOLVED IN REGIONAL DEVEL-  
55 OPMENT PROJECTS THAT HAVE RECEIVED FUNDS THROUGH STATE COMMUNITY AND  
56 INFRASTRUCTURE DEVELOPMENT PROGRAMS.

(VIII) THE DEPARTMENT OF STATE SHALL PREPARE AN ANNUAL REPORT TO THE GOVERNOR AND THE LEGISLATURE ON THE EFFECTIVENESS OF THE LOCAL GOVERNMENT EFFICIENCY GRANT PROGRAM AND THE LOCAL GOVERNMENT CITIZENS RE-ORGANIZATION EMPOWERMENT GRANT PROGRAM. SUCH REPORT SHALL BE PROVIDED ON OR BEFORE OCTOBER FIRST OF EACH YEAR AND SHALL INCLUDE, BUT NOT BE LIMITED TO, THE FOLLOWING: A SUMMARY OF APPLICATIONS AND AWARDS FOR EACH GRANT CATEGORY, AN ASSESSMENT OF PROGRESS IN IMPLEMENTING INITIATIVES THAT RECEIVED GRANT AWARDS, AND ESTIMATED FINANCIAL SAVINGS AND SIGNIFICANT IMPROVEMENTS IN SERVICE REALIZED BY MUNICIPALITIES THAT HAVE RECEIVED GRANTS.

S 4. This act shall take effect immediately and shall be deemed to have been in full force and effect on and after April 1, 2013.

#### PART L

Section 1. Notwithstanding any provision of law to the contrary, any provision of statute or regulation that requires a local government or school district to submit a report to a state agency or authority that has not been approved for continuation by the mandate relief council as provided herein shall expire and be deemed repealed on April 1, 2014; provided, however, that all provisions of such statutes and regulations other than such specific reporting requirements shall be unaffected by the repeal of such reporting requirements and remain in full force and effect. Every state agency and authority shall refer to the mandate relief council, on or before September 1, 2013, all local government and school district reporting requirements, imposed by statute or regulation, and which of these reporting requirements, in the opinion of the agency or authority, are necessary and should be continued because such reporting requirements are (1) required for compliance with federal laws or rules or to meet eligibility standards for federal entitlements; (2) required for the protection of the health, safety or welfare of the public; or (3) are otherwise necessary for critical state purposes. The council shall review such requests to determine whether such reports are necessary and should be continued. Upon a determination that a reporting requirement is necessary and should be continued, the council may direct the agency or authority to take actions to reduce the burden the reporting requirement imposes on local governments and school districts.

S 2. This act shall take effect immediately; provided that the mandate relief council shall notify the legislative bill drafting commission which reporting requirements were referred to it and which reporting requirements were approved for continuation so that such commission may maintain an accurate and timely effective database of the official text of the laws of the state of New York in furtherance of effecting the provisions of section 44 of the legislative law and section 70-b of the public officers law.

#### PART M

Section 1. The state comptroller is hereby authorized and directed to loan money in accordance with the provisions set forth in subdivision 5 of section 4 of the state finance law to the following funds and/or accounts:

1. Tuition reimbursement fund:

a. Tuition reimbursement account (20451).

b. Proprietary vocational school supervision account (20452).

2. Local government records management improvement fund:

- 1 a. Local government records management account (20501).
- 2 3. Dedicated highway and bridge trust fund:
- 3 a. Highway and bridge capital account (30051).
- 4 4. State university residence hall rehabilitation fund.
- 5 5. State parks infrastructure trust fund:
- 6 a. State parks infrastructure account (30351).
- 7 6. Clean water/clean air implementation fund.
- 8 7. Employees health insurance fund.
- 9 a. Employees health insurance account (60201).
- 10 8. State lottery fund:
- 11 a. Education - New (20901).
- 12 b. VLT - Sound basic education fund (20904).
- 13 9. Medicaid management information system escrow fund.
- 14 10. Sewage treatment program management and administration fund.
- 15 11. Environmental conservation special revenue fund:
- 16 a. Waste cleanup and management account (21053).
- 17 b. Hazardous bulk storage account (21061).
- 18 c. Great lakes restoration initiative account (21087).
- 19 d. Low level radioactive waste siting account (21066).
- 20 e. Recreation account (21067).
- 21 f. Public safety recovery account (21077).
- 22 g. Conservationist magazine account (21080).
- 23 h. Environmental regulatory account (21081).
- 24 i. Natural resource account (21082).
- 25 j. Mined land reclamation program account (21084).
- 26 k. Federal grants indirect cost recovery account (21065).
- 27 12. Environmental protection and oil spill compensation fund.
- 28 13. Hazardous waste remedial fund:
- 29 a. Hazardous waste remedial cleanup account (31506).
- 30 14. Mass transportation operating assistance fund:
- 31 a. Public transportation systems account (21401).
- 32 b. Metropolitan mass transportation (21402).
- 33 15. Clean air fund:
- 34 a. Operating permit program account (21451).
- 35 b. Mobile source account (21452).
- 36 16. Centralized services fund.
- 37 17. State exposition special fund.
- 38 18. Agency enterprise fund:
- 39 a. OGS convention center account (50318).
- 40 19. Agencies internal service fund:
- 41 a. Archives records management account (55052).
- 42 b. Federal single audit account (55053).
- 43 c. Civil service law: sec 11 admin account (55055).
- 44 d. Civil service EHS occupational health program account (55056).
- 45 e. Banking services account (55057).
- 46 f. Cultural resources survey account (55058).
- 47 g. Neighborhood work project (55059).
- 48 h. Automation & printing chargeback account (55060).
- 49 i. OFT NYT account (55061).
- 50 j. Data center account (55062).
- 51 k. Human service telecom account (55063).
- 52 l. Centralized technology services account (55069).
- 53 m. OPWDD copy center account (55065).
- 54 n. Intrusion detection account (55066).
- 55 o. Domestic violence grant account (55067).
- 56 p. Learning management system account (55070).



1 q. Tax contact center account.  
2 r. Human services contact center account.  
3 s. Labor contact center account.  
4 20. Miscellaneous special revenue fund:  
5 a. Statewide planning and research cooperative system account (21902).  
6 b. OPWDD provider of service account (21903).  
7 c. New York state thruway authority account (21905).  
8 d. Mental hygiene patient income account (21909).  
9 e. Financial control board account (21911).  
10 f. Regulation of racing account (21912).  
11 g. New York metropolitan transportation council account (21913).  
12 h. Cyber upgrade account (21919).  
13 i. State university dormitory income reimbursable account (21937).  
14 j. Energy research account (21943).  
15 k. Criminal justice improvement account (21945).  
16 l. Fingerprint identification and technology account (21950).  
17 m. Environmental laboratory reference fee account (21959).  
18 n. Clinical laboratory reference system assessment account (21962).  
19 o. Public employment relations board account (21964).  
20 p. Cable television account (21971).  
21 q. Indirect cost recovery account (21978).  
22 r. High school equivalency program account (21979).  
23 s. Rail safety inspection account (21983).  
24 t. Multi-agency training account (21989).  
25 u. Critical infrastructure account (21992).  
26 v. Bell jar collection account (22003).  
27 w. Industry and utility service account (22004).  
28 x. Real property disposition account (22006).  
29 y. Parking account (22007).  
30 z. Asbestos safety training program account (22009).  
31 aa. Public service account (22011).  
32 bb. Batavia school for the blind account (22032).  
33 cc. Investment services account (22034).  
34 dd. Surplus property account (22036).  
35 ee. Financial oversight account (22039).  
36 ff. Regulation of indian gaming account (22046).  
37 gg. Rome school for the deaf account (22053).  
38 hh. Seized assets account (22054).  
39 ii. Administrative adjudication account (22055).  
40 jj. Federal salary sharing account (22056).  
41 kk. New York City assessment account (22062).  
42 ll. Cultural education account (22063).  
43 mm. Examination and miscellaneous revenue account (22065).  
44 nn. Local services account (22078).  
45 oo. DHCR mortgage servicing account (22085).  
46 pp. Department of motor vehicles compulsory insurance account (22087).  
47 qq. Housing indirect cost recovery account (22090).  
48 rr. DHCR-HCA application fee account (22100).  
49 ss. Low income housing monitoring account (22130).  
50 tt. Corporation administration account (22135).  
51 uu. Montrose veteran's home account (22144).  
52 vv. Motor fuel quality account (22149).  
53 ww. Deferred compensation administration account (22151).  
54 xx. Rent revenue other account (22156).  
55 yy. Rent revenue account (22158).  
56 zz. Tax revenue arrearage account (22168).

- 1 aaa. Solid waste management account (22176).
- 2 bbb. Capacity contracting (22016).
- 3 ccc. Point insurance reduction program account.
- 4 ddd. Internet point insurance reduction program account (22094).
- 5 eee. Mental hygiene program fund account (21907).
- 6 fff. Third party debt collection account.
- 7 21. New York State Transformative Capital Fund:
- 8 a. Storm recovery account.
- 9 b. Transformative capital account.
- 10 22. State university income fund:
- 11 a. State university general income offset account (22654).
- 12 23. State police and motor vehicle law enforcement fund:
- 13 a. State police motor vehicle law enforcement account (22802).
- 14 24. Youth facilities improvement fund:
- 15 a. Youth facilities improvement account (31701).
- 16 25. Highway safety program fund:
- 17 a. Highway safety program account (23001).
- 18 26. Drinking water program management and administration fund:
- 19 a. EFC drinking water program account (23101).
- 20 b. DOH drinking water program account (23102).
- 21 27. New York city county clerks offset fund:
- 22 a. NYCCC operating offset account (23151).
- 23 28. Housing assistance fund.
- 24 29. Housing program fund.
- 25 30. Department of transportation - engineering services fund:
- 26 a. Highway facility purpose account (31951).
- 27 31. Miscellaneous capital projects fund:
- 28 a. New York racing account (32213).
- 29 32. Mental hygiene facilities capital improvement fund.
- 30 33. Joint labor/management administration fund:
- 31 a. Joint labor/management administration fund (55201).
- 32 34. Audit and control revolving fund:
- 33 a. Executive direction internal audit account (55251).
- 34 b. CIO Information technology centralized services account (55252).
- 35 35. Health insurance internal service fund:
- 36 a. Health insurance internal service account (55300).
- 37 b. Civil service employee benefits div admin (55301).
- 38 36. Correctional industries revolving fund.
- 39 37. Correctional facilities capital improvement fund.
- 40 38. HCRA resources fund:
- 41 a. EPIC premium account (20818).
- 42 b. Hospital based grants program account (20812).
- 43 c. Child health plus program account (20810).
- 44 S 1-a. The state comptroller is hereby authorized and directed to loan
- 45 money in accordance with the provisions set forth in subdivision 5 of
- 46 section 4 of the state finance law to any account within the following
- 47 federal funds, provided the comptroller has made a determination that
- 48 sufficient federal grant award authority is available to reimburse such
- 49 loans:
- 50 1. Federal USDA-food nutrition services fund.
- 51 2. Federal health and human services fund.
- 52 3. Federal education grants fund.
- 53 4. Federal block grant fund.
- 54 5. Federal operating grants fund.
- 55 6. Federal capital projects fund.
- 56 7. Federal unemployment insurance administration fund.

8. Federal unemployment insurance occupational training fund.

9. Federal employment and training grants.

S 2. Notwithstanding any law to the contrary, and in accordance with section 4 of the state finance law, the comptroller is hereby authorized and directed to transfer, upon request of the director of the budget, on or before March 31, 2014, up to the unencumbered balance or the following amounts:

Economic Development and Public Authorities:

1. \$175,000 from the miscellaneous special revenue fund underground facilities safety training account (22172), to the general fund.

2. An amount up to the unencumbered balance from the miscellaneous special revenue fund, business and licensing services account (21977), to the general fund.

3. \$14,810,000 from the miscellaneous special revenue fund, code enforcement account (21904), to the general fund.

4. An amount up to the unencumbered balance from the miscellaneous special revenue fund, administrative costs account (21974), to the general fund.

5. \$3,000,000 from the general fund to the miscellaneous special revenue fund, tax revenue arrearage account (22168).

Education:

1. \$2,242,000,000 from the general fund to the state lottery fund, education account (20901), as reimbursement for disbursements made from such fund for supplemental aid to education pursuant to section 92-c of the state finance law that are in excess of the amounts deposited in such fund for such purposes pursuant to section 1612 of the tax law.

2. \$901,800,000 from the general fund to the state lottery fund, VLT education account (20904), as reimbursement for disbursements made from such fund for supplemental aid to education pursuant to section 92-c of the state finance law that are in excess of the amounts deposited in such fund for such purposes pursuant to section 1612 of the tax law.

3. Moneys from the state lottery fund up to an amount deposited in such fund pursuant to section 1612 of the tax law in excess of the current year appropriation for supplemental aid to education pursuant to section 92-c of the state finance law.

4. \$300,000 from the local government records management improvement fund to the archives partnership trust fund.

5. \$900,000 from the general fund to the miscellaneous special revenue fund, Batavia school for the blind account (22032).

6. \$900,000 from the general fund to the miscellaneous special revenue fund, Rome school for the deaf account (22053).

7. \$80,000,000 from the state university dormitory income fund to the state university residence hall rehabilitation fund.

8. \$343,400,000 from the state university dormitory income fund to the miscellaneous special revenue fund, state university dormitory income reimbursable account (21937).

9. \$24,000,000 from any of the state education department special revenue and internal service funds to the miscellaneous special revenue fund, indirect cost recovery account (21978).

10. \$8,318,000 from the general fund to the state university income fund, state university income offset account (22654), for the state's share of repayment of the STIP loan.

11. \$51,700,000 from the state university income fund, state university hospitals income reimbursable account (22656) to the general fund for hospital debt service for the period April 1, 2013 through March 31, 2014.

Environmental Affairs:

1. \$5,000,000 from the department of transportation's federal capital projects fund to the office of parks and recreation federal operating grants fund, miscellaneous operating grants account (25300).

2. \$16,000,000 from any of the department of environmental conservation's special revenue federal funds to the special revenue fund federal grant indirect cost recovery account (22188).

3. \$2,000,000 from any of the department of environmental conservation's special revenue federal funds to the conservation fund as necessary to avoid diversion of conservation funds.

4. \$15,000,000 from the environmental protection fund, environmental protection transfer account (30451) to the general fund.

5. \$3,000,000 from any of the office of parks, recreation and historic preservation capital projects federal funds and special revenue federal funds to the special revenue fund federal grant indirect cost recovery account (22188).

6. \$1,000,000 from any of the office of parks, recreation and historic preservation special revenue federal funds to the special revenue fund, I love NY water account (21930).

Family Assistance:

1. \$10,000,000 from any of the office of children and family services, office of temporary and disability assistance, or department of health special revenue federal funds and the general fund, in accordance with agreements with social services districts, to the miscellaneous special revenue fund, office of human resources development state match account (21967).

2. \$3,000,000 from any of the office of children and family services or office of temporary and disability assistance special revenue federal funds to the miscellaneous special revenue fund, family preservation and support services and family violence services account (22082).

3. \$6,000,000 from any of the office of children and family services special revenue federal funds to the general fund for title IV-E reimbursement of youth facility costs.

4. \$12,670,000 from any of the office of children and family services, office of temporary and disability assistance, or department of health special revenue federal funds and any other miscellaneous revenues generated from the operation of office of children and family services programs to the general fund.

5. \$10,000,000 from any of the office of children and family services or office of temporary and disability assistance special revenue funds or the general fund to the miscellaneous special revenue fund, connections account (22180).

6. \$41,000,000 from any of the office of temporary and disability assistance accounts within the federal health and human services fund to the general fund.

7. \$159,000,000 from any of the office of temporary and disability assistance or department of health special revenue funds to the general fund.

8. \$2,500,000 from any of the office of temporary and disability assistance or office of children and family services special revenue federal funds to the miscellaneous special revenue fund, office of temporary and disability assistance program account (21980).

9. \$50,000,000 from any of the office of children and family services, office of temporary and disability assistance, department of labor, and department of health special revenue federal funds to the office of

1 children and family services miscellaneous special revenue fund, multi-  
2 agency training contract account (21989).

3 10. \$152,400,000 from the miscellaneous special revenue fund, youth  
4 facility per Diem account (22186), to the general fund.

5 11. \$621,850 from the general fund to the combined gifts, grants, and  
6 bequests fund, WB Hoyt Memorial account (20128).

7 12. \$4,822,000 from the miscellaneous special revenue fund state  
8 central registry (22028) to the general fund.

9 General Government:

10 1. \$1,566,000 from the miscellaneous special revenue fund, examination  
11 and miscellaneous revenue account (22065) to the general fund.

12 2. \$12,500,000 from the general fund to the health insurance revolving  
13 fund.

14 3. \$192,400,000 from the health insurance reserve receipts fund to the  
15 general fund.

16 4. \$150,000 from the general fund to the not-for-profit revolving loan  
17 fund.

18 5. \$150,000 from the not-for-profit revolving loan fund to the general  
19 fund.

20 6. \$31,000,000 from the miscellaneous special revenue fund, real prop-  
21 erty disposition account (22006), to the general fund.

22 7. \$3,000,000 from the miscellaneous special revenue fund, surplus  
23 property account (22036), to the general fund.

24 8. \$18,200,000 from the general fund to the miscellaneous special  
25 revenue fund, alcoholic beverage control account (22033).

26 9. \$23,000,000 from the miscellaneous special revenue fund, revenue  
27 arrearage account (22024), to the general fund.

28 10. \$1,826,000 from the miscellaneous special revenue fund revenue  
29 arrearage account (22024), to the miscellaneous special revenue fund  
30 authority budget office account (22138).

31 11. \$1,000,000 from the miscellaneous special revenue fund, parking  
32 services account (22007), to the general fund, for the purpose of reim-  
33 bursing the costs of debt service related to state parking facilities.

34 12. \$55,200,000 from the general fund to the miscellaneous special  
35 revenue fund, statewide financial system account (22074).

36 13. \$40,000,000 from the general fund to the office for technology  
37 internal service fund, central technology services account (55069), for  
38 the purpose of enterprise technology projects.

39 Health:

40 1. \$139,560,000 from the miscellaneous special revenue fund, quality  
41 of care account (21915) to the general fund.

42 2. \$1,000,000 from the general fund to the combined gifts, grants and  
43 bequests fund, breast cancer research and education account (20155), an  
44 amount equal to the monies collected and deposited into that account in  
45 the previous fiscal year.

46 3. \$2,464,000 from any of the department of health accounts within the  
47 federal health and human services fund to the department of health  
48 miscellaneous special revenue fund, statewide planning and research  
49 cooperation system (SPARCS) program account (21902).

50 4. \$250,000 from the general fund to the combined gifts, grants and  
51 bequests fund, prostate cancer research, detection, and education  
52 account (20183), an amount equal to the moneys collected and deposited  
53 into that account in the previous fiscal year.

54 5. \$500,000 from the general fund to the combined gifts, grants and  
55 bequests fund, Alzheimer's disease research and assistance account

(20143), an amount equal to the moneys collected and deposited into that account in the previous fiscal year.

6. \$1,000,000 from the miscellaneous special revenue fund, administration account (21982), to the general fund.

7. \$600,000,000 from any of the department of health accounts within the federal health and human services fund to the miscellaneous special revenue fund, federal state health reform partnership account (22076).

8. \$26,000,000 from the special revenue fund, HCRA resources fund, to the miscellaneous special revenue fund, empire state stem cell trust fund account (22161).

9. \$1,250,000 from the miscellaneous New York state agency fund, medical assistance account to the general fund.

10. \$3,700,000 from the miscellaneous New York state agency fund, medical assistance account to the general fund.

11. \$14,000,000 from the general fund to the miscellaneous special revenue fund, empire state stem cell trust fund (22161).

12. \$139,560,000 from any of the department of health accounts within the federal health and human services fund to the miscellaneous special revenue fund, quality of care account (21915).

Labor:

1. \$700,000 from the labor standards miscellaneous special revenue fund, fee and penalty account (21923), to the child performer protection fund, child performer protection account (20401).

2. \$8,400,000 from the labor standards miscellaneous special revenue fund, fee and penalty account (21923), to the general fund.

3. \$3,300,000 from the unemployment insurance interest and penalty special revenue fund, unemployment insurance special interest and penalty account (23601), to the general fund.

4. \$3,000,000 from the labor standards miscellaneous special revenue fund, public work enforcement account (21998), to the general fund.

5. \$2,200,000 from the training and education program on occupational safety and health fund, occupational safety and health inspection account (21252), to the general fund.

6. \$900,000 from the training and education program on occupational safety and health fund, training and education account (21251), to the general fund.

Mental Hygiene:

1. \$10,000,000 from the miscellaneous special revenue fund, mental hygiene patient income account (21909), to the miscellaneous special revenue fund, federal salary sharing account (22056).

2. \$150,000,000 from the miscellaneous special revenue fund, mental hygiene patient income account (21909) to the miscellaneous special revenue fund, provider of service accounts (21903).

3. \$150,000,000 from the miscellaneous special revenue fund, mental hygiene program fund account (21907) to the miscellaneous special revenue fund, provider of service account (21903).

4. \$150,000,000 from the general fund to the miscellaneous special revenue fund, mental hygiene patient income account (21909).

5. \$300,000,000 from the general fund to the miscellaneous special revenue fund, mental hygiene program fund account (21907).

6. \$100,000,000 from the miscellaneous special revenue fund, mental hygiene program fund account (21907) to the general fund.

7. \$100,000,000 from the miscellaneous special revenue fund, mental hygiene patient income account (21909) to the general fund.

Public Protection:

- 1 1. \$1,350,000 from the miscellaneous special revenue fund, emergency  
2 management account (21944), to the general fund.
- 3 2. \$3,300,000 from the general fund to the miscellaneous special  
4 revenue fund, recruitment incentive account (22171).
- 5 3. \$9,500,000 from the general fund to the correctional industries  
6 revolving fund, correctional industries internal service account  
7 (55350).
- 8 4. \$10,000,000 from federal miscellaneous operating grants fund, DMNA  
9 damage account (25324), to the general fund.
- 10 5. \$16,000,000 from the general fund to the miscellaneous special  
11 revenue fund, crimes against revenue program account (22015).
- 12 6. \$20,000,000 from any office of homeland security account within the  
13 federal miscellaneous operating grants fund, receiving money through the  
14 homeland security grants program, to the general fund.
- 15 7. \$22,000,000 from the miscellaneous special revenue fund, criminal  
16 justice improvement account (21945) to the general fund.
- 17 8. \$20,000,000 from the miscellaneous special revenue fund, statewide  
18 public safety communications account (22123), to the general fund.
- 19 9. \$106,000,000 from the state police and motor vehicle law enforce-  
20 ment and motor vehicle theft and insurance fund prevention fund, state  
21 police motor vehicle enforcement account (22802) to the general fund for  
22 state operation expenses of the division of state police.
- 23 10. \$21,500,000 from the general fund to the correctional facilities  
24 capital improvement fund.
- 25 11. \$1,500,000 from the miscellaneous special revenue fund, statewide  
26 public safety communications account (22123), to the combined gifts,  
27 grants and bequests fund, New York state emergency services revolving  
28 loan account (20150).
- 29 12. \$3,000,000 from the general fund to the dedicated highway and  
30 bridge trust fund for the purpose of work zone safety activities  
31 provided by the division of state police for the department of transpor-  
32 tation.
- 33 Transportation:
- 34 1. \$17,672,000 from the federal miscellaneous operating grants fund to  
35 the special revenue fund, tri-state federal regional planning account  
36 (21913).
- 37 2. \$20,147,000 from the federal capital projects fund to the special  
38 revenue fund, tri-state federal regional planning accounts (21913).
- 39 3. \$15,368,000 from the miscellaneous special revenue fund, compulsory  
40 insurance account (22087), to the general fund.
- 41 4. \$12,000,000 from the general fund to the mass transportation oper-  
42 ating assistance fund, public transportation systems operating assist-  
43 ance account (21401).
- 44 5. \$624,691,000 from the general fund to the dedicated highway and  
45 bridge trust fund.
- 46 6. \$606,000 from the miscellaneous special revenue fund, internet  
47 point insurance reduction program account (22094), to the general fund.
- 48 7. \$6,000 from the miscellaneous special revenue fund, motorcycle  
49 safety account (21976), to the general fund.
- 50 8. \$307,200,000 from the general fund to the MTA financial assistance  
51 fund, mobility tax trust account (23651).
- 52 9. \$20,000,000 from the mass transportation operating assistance fund,  
53 metropolitan mass transportation operating assistance account (21402),  
54 to the general debt service fund, for reimbursement of the state's  
55 expenses in connection with payments of debt service and related

1 expenses for the metropolitan transportation authority's state service  
2 contract bonds.

3 Miscellaneous:

4 1. \$150,000,000 from the general fund to any funds or accounts for the  
5 purpose of reimbursing certain outstanding accounts receivable balances.

6 2. \$ 1,000,000,000 from the general fund to the debt reduction reserve  
7 fund.

8 3. \$450,000,000 from the transformative capital fund to the revenue  
9 bond tax fund (40152).

10 S 3. Notwithstanding any law to the contrary, and in accordance with  
11 section 4 of the state finance law, the comptroller is hereby authorized  
12 and directed to transfer, on or before March 31, 2014:

13 1. Upon request of the commissioner of environmental conservation, up  
14 to \$11,126,800 from revenues credited to any of the department of envi-  
15 ronmental conservation special revenue funds, including \$3,253,200 from  
16 the environmental protection and oil spill compensation fund, and  
17 \$1,762,600 from the conservation fund, to the environmental conservation  
18 special revenue fund, indirect charges account (21060).

19 2. Upon request of the commissioner of agriculture and markets, up to  
20 \$3,000,000 from any special revenue fund or enterprise fund within the  
21 department of agriculture and markets to the general fund, to pay appro-  
22 priate administrative expenses.

23 3. Upon request of the commissioner of agriculture and markets, up to  
24 \$2,000,000 from the state exposition special fund, state fair receipts  
25 account (50051) to the miscellaneous capital projects fund, state fair  
26 capital improvement account (32208).

27 4. Upon request of the commissioner of the division of housing and  
28 community renewal, up to \$6,221,000 from revenues credited to any divi-  
29 sion of housing and community renewal federal or miscellaneous special  
30 revenue fund to the agency cost recovery account (22090).

31 5. Upon request of the commissioner of the division of housing and  
32 community renewal, up to \$5,500,000 may be transferred from any miscel-  
33 laneous special revenue fund account, to any miscellaneous special  
34 revenue fund.

35 6. Upon request of the commissioner of health up to \$15,000,000 from  
36 revenues credited to any of the department of health's special revenue  
37 funds, to the miscellaneous special revenue fund, administration account  
38 (21982).

39 S 4. Notwithstanding section 2815 of the public health law or any  
40 other contrary provision of law, upon the direction of the director of  
41 the budget and the commissioner of health, the dormitory authority of  
42 the state of New York is directed to transfer seven million dollars  
43 annually from funds available and uncommitted in the New York state  
44 health care restructuring pool to the health care reform act (HCRA)  
45 resources fund - HCRA resources account.

46 S 5. On or before March 31, 2014, the comptroller is hereby authorized  
47 and directed to deposit earnings that would otherwise accrue to the  
48 general fund that are attributable to the operation of section 98-a of  
49 the state finance law, to the agencies internal service fund, banking  
50 services account (55057), for the purpose of meeting direct payments  
51 from such account.

52 S 6. Notwithstanding any law to the contrary, upon the direction of  
53 the director of the budget and upon requisition by the state university  
54 of New York, the dormitory authority of the state of New York is  
55 directed to transfer, up to \$22,000,000 in revenues generated from the  
56 sale of notes or bonds, to the state university of New York for



1 reimbursement of bondable equipment for further transfer to the state's  
2 general fund.

3 S 7. Notwithstanding any law to the contrary, and in accordance with  
4 section 4 of the state finance law, the comptroller is hereby authorized  
5 and directed to transfer, upon request of the director of the budget and  
6 upon consultation with the state university chancellor or his or her  
7 designee, on or before March 31, 2014, up to \$16,000,000 from the state  
8 university income fund general revenue account (22653) to the state  
9 general fund for debt service costs related to campus supported capital  
10 project costs for the NY-SUNY 2020 challenge grant program at the  
11 University at Buffalo.

12 S 8. Notwithstanding any law to the contrary, and in accordance with  
13 section 4 of the state finance law, the comptroller is hereby authorized  
14 and directed to transfer, upon request of the director of the budget and  
15 upon consultation with the state university chancellor or his or her  
16 designee, on or before March 31, 2014, up to \$6,500,000 from the state  
17 university income fund general revenue account (22653) to the state  
18 general fund for debt service costs related to campus supported capital  
19 project costs for the NY-SUNY 2020 challenge grant program at the  
20 University at Albany.

21 S 9. Notwithstanding any law to the contrary, the state university  
22 chancellor or her designee is authorized and directed to transfer esti-  
23 mated tuition revenue balances from the state university collection fund  
24 to the state university fund, state university general revenue offset  
25 account (22655) on or before March 31, 2014.

26 S 10. Notwithstanding any law to the contrary, and in accordance with  
27 section 4 of the state finance law, the comptroller is hereby authorized  
28 and directed to transfer, upon request of the director of the budget, up  
29 to \$60,000,000 from the general fund to the state university income  
30 fund, state university hospitals income reimbursable account (22656)  
31 during the period July 1, 2013 through June 30, 2014 to reflect ongoing  
32 state subsidy of SUNY hospitals and to pay costs attributable to the  
33 SUNY hospitals' state agency status.

34 S 11. Notwithstanding any law to the contrary, and in accordance with  
35 section 4 of the state finance law, the comptroller is hereby authorized  
36 and directed to transfer, upon request of the director of the budget, up  
37 to \$969,050,300 from the general fund to the state university income  
38 fund, state university general revenue offset account (22655) during the  
39 period of July 1, 2013 through June 30, 2014 to support operations at  
40 the state university.

41 S 12. Notwithstanding any law to the contrary, and in accordance with  
42 section 4 of the state finance law, the comptroller is hereby authorized  
43 and directed to transfer, upon request of the state university chancel-  
44 lor or his or her designee, up to \$50,000,000 from the state university  
45 income fund, state university hospitals income reimbursable account  
46 (22656), for hospital income reimbursable for services and expenses of  
47 hospital operations and capital expenditures at the state university  
48 hospitals, and the state university income fund Long Island veterans'  
49 home account (22652) to the state university capital projects fund on or  
50 before June 30, 2014.

51 S 13. Notwithstanding any law to the contrary, and in accordance with  
52 section 4 of the state finance law, the comptroller, after consultation  
53 with the state university chancellor or his or her designee, is hereby  
54 authorized and directed to transfer moneys, in the first instance, from  
55 the state university collection fund, Stony Brook hospital collection  
56 account (61006), Brooklyn hospital collection account (61007), and Syra-

1 cuse hospital collection account (61008) to the state university income  
2 fund, state university hospitals income reimbursable account (22656) in  
3 the event insufficient funds are available in the state university  
4 income fund, state university hospitals income reimbursable account  
5 (22656) to transfer moneys, in amounts sufficient to permit the full  
6 transfer of moneys authorized for transfer, to the general fund for  
7 payment of debt service related to the SUNY hospitals. Notwithstanding  
8 any law to the contrary, the comptroller is also hereby authorized and  
9 directed, after consultation with the state university chancellor or his  
10 or her designee, to transfer moneys from the state university income  
11 fund to the state university income fund, state university hospitals  
12 income reimbursable account (22656) in the event insufficient funds are  
13 available in the state university income fund, state university hospi-  
14 tals income reimbursable account (22656) to pay hospital operating costs  
15 or to transfer moneys, in amounts sufficient to permit the full transfer  
16 of moneys authorized for transfer, to the general fund for payment of  
17 debt service related to the SUNY hospitals on or before March 31, 2014.

18 S 14. Notwithstanding any law to the contrary, and in accordance with  
19 section 4 of the state finance law, the comptroller is hereby authorized  
20 and directed to transfer monies, upon request of the director of the  
21 budget, on or before March 31, 2014, from and to any of the following  
22 accounts: the miscellaneous special revenue fund, patient income account  
23 (21909), the miscellaneous special revenue fund, mental hygiene program  
24 fund account (21907), the miscellaneous special revenue fund, federal  
25 salary sharing account (22056) or the general fund in any combination,  
26 the aggregate of which shall not exceed \$350 million.

27 S 15. Notwithstanding any law to the contrary, and in accordance with  
28 section 4 of the state finance law, the comptroller is hereby authorized  
29 and directed to transfer, at the request of the director of the budget,  
30 up to \$500 million from the unencumbered balance of any special revenue  
31 fund or account, or combination of funds and accounts, to the general  
32 fund. The amounts transferred pursuant to this authorization shall be in  
33 addition to any other transfers expressly authorized in the 2013-14  
34 budget. Transfers from federal funds, debt service funds, capital  
35 projects funds, the community projects fund, or funds that would result  
36 in the loss of eligibility for federal benefits or federal funds pursu-  
37 ant to federal law, rule, or regulation, are not permitted pursuant to  
38 this authorization. The director of the budget shall notify both houses  
39 of the legislature in writing prior to initiating transfers pursuant to  
40 this authorization.

41 S 16. Notwithstanding any law to the contrary, and in accordance with  
42 section 4 of the state finance law, the comptroller is hereby authorized  
43 and directed to transfer, at the request of the director of the budget,  
44 up to \$100 million from any non-general fund or account, or combination  
45 of funds and accounts, to the special revenue other-technology financing  
46 account for the purpose of consolidating technology procurement and  
47 services. The amounts transferred pursuant to this authorization shall  
48 be equal to or less than the amount of such monies intended to support  
49 information technology costs which are attributable, according to a  
50 plan, to such account made in pursuance to an appropriation by law.  
51 Transfers to the technology financing account shall be completed from  
52 amounts collected by non-general funds or accounts pursuant to a fund  
53 deposit schedule or permanent statute, and shall be transferred to the  
54 technology financing account pursuant to a schedule agreed upon by the  
55 affected agency commissioner. Transfers from federal funds are not  
56 permitted pursuant to this authorization; nor may transfers be made from

1 funds that would result in the loss of eligibility for federal benefits  
2 or federal funds pursuant to federal law, rule, or regulation. The  
3 director of the budget shall notify both houses of the legislature in  
4 writing prior to initiating transfers pursuant to this authorization.

5 S 17. Notwithstanding any provision of law to the contrary, as deemed  
6 feasible and advisable by its trustees, the power authority of the state  
7 of New York is authorized and directed to (i) make a contribution to the  
8 state treasury to the credit of the general fund, or as otherwise  
9 directed in writing by the director of the budget, in an amount of up to  
10 \$90,000,000 for the state fiscal year commencing April 1, 2013, the  
11 proceeds of which will be utilized for economic development, energy  
12 efficiency, or energy cost mitigation purposes, and (ii) transfer up to  
13 \$25,000,000 of any such contribution by June 30, 2013 and the remainder  
14 of any such contribution by March 31, 2014.

15 S 18. In addition to any payment made by a public benefit corporation  
16 pursuant to an assessment imposed under sections 2975, 2975-a, 2976 and  
17 2976-a of the public authorities law, a public benefit corporation is  
18 authorized to make voluntary contributions to the state general fund for  
19 any lawful purpose at any time from any public benefit corporation funds  
20 in such amounts as deemed to be feasible and advisable by such public  
21 benefit corporation's governing board after due consideration of the  
22 public benefit corporation's legal and financial obligations. Notwith-  
23 standing any other law, the payment of a voluntary payment pursuant to  
24 this subdivision is deemed to be a valid and proper purpose for which  
25 available funds may be applied. Voluntary contributions made to the  
26 state pursuant to this subdivision shall be payable to the state treas-  
27 ury to the credit of the general fund.

28 S 19. Section 53 of part U of chapter 59 of the laws of 2012, relating  
29 to providing for administration of certain funds and accounts related to  
30 the 2013-2014 budget, is amended to read as follows:

31 S 53. This act shall take effect immediately and shall be deemed to  
32 have been in full force and effect on and after April 1, 2012; provided  
33 that sections one through seven, sections ten through fifteen, [section  
34 seventeen,] and sections twenty through thirty-three of this act shall  
35 expire March 31, 2013, when upon such date, the provisions of such  
36 sections shall be deemed repealed; provided further that the amendments  
37 to subdivisions 1 and 2 of section 45 of section 1 of chapter 174 of the  
38 laws of 1968 made by section forty-nine of this act shall not affect the  
39 expiration of such subdivisions and shall be deemed to expire therewith.

40 S 20. Subdivision 5 of section 97-rrr of the state finance law, as  
41 amended by section 16 of part U of chapter 59 of the laws of 2012, is  
42 amended to read as follows:

43 5. Notwithstanding the provisions of section one hundred seventy-one-a  
44 of the tax law, as separately amended by chapters four hundred eighty-  
45 one and four hundred eighty-four of the laws of nineteen hundred eight-  
46 y-one, and notwithstanding the provisions of chapter ninety-four of the  
47 laws of two thousand eleven, or any other provisions of law to the  
48 contrary, during the fiscal year beginning April first, two thousand  
49 [twelve] THIRTEEN, the state comptroller is hereby authorized and  
50 directed to deposit to the fund created pursuant to this section from  
51 amounts collected pursuant to article twenty-two of the tax law and  
52 pursuant to a schedule submitted by the director of the budget, up to  
53 [\$3,322,067,000] \$3,419,375,000, as may be certified in such schedule as  
54 necessary to meet the purposes of such fund for the fiscal year begin-  
55 ning April first, two thousand [twelve] THIRTEEN.

1 S 21. The comptroller is authorized and directed to deposit to the  
2 general fund-state purposes account reimbursements from moneys appropri-  
3 ated or reappropriated to the correctional facilities capital improve-  
4 ment fund by a chapter of the laws of 2013. Reimbursements shall be  
5 available for spending from appropriations made to the department of  
6 corrections and community supervision in the general fund-state purposes  
7 accounts by a chapter of the laws of 2013 for costs associated with the  
8 administration and security of capital projects and for other costs  
9 which are attributable, according to a plan, to such capital projects.

10 S 22. Section 3 of part W of chapter 60 of the laws of 2011, amending  
11 the state finance law relating to disbursements from the tribal-state  
12 compact revenue account to certain municipalities, is amended to read as  
13 follows:

14 S 3. This act shall take effect immediately; provided that:

15 (a) the amendments to subdivision 3 of section 99-h of the state  
16 finance law made by section one of this act shall expire and be deemed  
17 repealed [March 31, 2013] DECEMBER 31, 2016; and

18 (b) the amendments to paragraph (a) of subdivision 4 of section 99-h  
19 of the state finance law made by section two of this act shall not  
20 affect the expiration of such section and shall be deemed to expire  
21 therewith.

22 S 23. Subdivision 3 of section 99-h of the state finance law, as  
23 amended by section 1 of part V of chapter 59 of the laws of 2006, is  
24 amended to read as follows:

25 3. Moneys of the account, following [appropriation] THE SEGREGATION OF  
26 APPROPRIATIONS ENACTED by the legislature, shall be available for  
27 purposes including but not limited to: (a) reimbursements or payments to  
28 municipal governments that host tribal casinos pursuant to a tribal-  
29 state compact for costs incurred in connection with services provided to  
30 such casinos or arising as a result thereof, for economic development  
31 opportunities and job expansion programs authorized by the executive  
32 law; provided, however, that for any gaming facility located in the  
33 county of Erie or Niagara, the municipal governments hosting the facili-  
34 ty shall collectively receive a minimum of twenty-five percent of the  
35 negotiated percentage of the net drop from electronic gaming devices the  
36 state receives pursuant to the compact and provided further that for any  
37 gaming facility located in the county or counties of Cattaraugus, Chau-  
38 tauqua or Allegany, the municipal governments of the state hosting the  
39 facility shall collectively receive a minimum of twenty-five percent of  
40 the negotiated percentage of the net drop from electronic gaming devices  
41 the state receives pursuant to the compact; and provided further that  
42 pursuant to chapter five hundred ninety of the laws of two thousand  
43 four, a minimum of twenty-five percent of the revenues received by the  
44 state pursuant to the state's compact with the St. Regis Mohawk tribe  
45 shall be made available to the counties of Franklin and St. Lawrence,  
46 and affected towns in such counties. Each such county and its affected  
47 towns shall receive fifty percent of the moneys made available by the  
48 state; and (b) support and services of treatment programs for persons  
49 suffering from gambling addictions. Moneys not [appropriated] SEGREGATED  
50 for such purposes shall be transferred to the general fund for the  
51 support of government during the fiscal year in which they are received.

52 S 24. Paragraphs (a) and (b) of subdivision 7 of section 5-a of  
53 section 1 of chapter 392 of the laws of 1973, constituting the New York  
54 state medical care facilities finance agency act, paragraph (a) as  
55 amended by chapter 55 of the laws of 1992 and paragraph (b) as amended  
56 by chapter 59 of the laws of 1993, are amended to read as follows:

1 (a) In connection with the making of federally-aided mortgage loans,  
2 the commissioner of health shall charge to such non-profit hospital  
3 corporation, non-profit corporation providing a residential health care  
4 facility or non-profit medical corporation, for mortgage closings on or  
5 after April first, nineteen hundred eighty-nine, a fee of nine-tenths of  
6 one percent of the mortgage loan, payable on requisition on or after the  
7 mortgage closing to the state department of health by the mortgagor for  
8 deposit into the [miscellaneous special revenue fund - 339 hospital and  
9 nursing home management account] STATE GENERAL FUND.

10 (b) In connection with the refinancing or refunding of federally-aided  
11 mortgage loans or loans made pursuant to articles twenty-eight-A and  
12 twenty-eight-B of the public health law, the commissioner of health  
13 shall charge to such non-profit hospital corporation, non-profit corpo-  
14 ration providing a residential health care facility or non-profit  
15 medical corporation, for mortgage closings on or after April first,  
16 nineteen hundred eighty-nine, a fee of five-tenths of one percent of the  
17 new mortgage loan, payable on requisition on or after the mortgage clos-  
18 ing to the state department of health by the mortgagor for deposit into  
19 the [miscellaneous special revenue fund-339 hospital and nursing home  
20 management account] STATE GENERAL FUND.

21 S 25. In the event that a capital appropriation in the amount of  
22 \$25,000,000 is included in the enacted budget for the fiscal year  
23 commencing April 1, 2013 for the cleaner, greener communities program  
24 administered by the New York State energy research and development  
25 authority, then notwithstanding any provision of law, rule or regulation  
26 to the contrary, the New York State energy research and development  
27 authority is authorized and directed to pay to the state treasury to the  
28 credit of the general fund for the cost of such program the amount of  
29 \$15,000,000 for the fiscal year commencing April 1, 2013 from proceeds  
30 collected by the authority from the auction or sale of carbon dioxide  
31 emission allowances allocated by the department of environmental conser-  
32 vation under the Regional Greenhouse Gas Initiative. If, in any fiscal  
33 year, such \$25,000,000 appropriation or any reappropriation thereof is  
34 reduced or eliminated prior to disbursement of \$15,000,000, where such  
35 reduction or elimination is not based upon the disbursement of such  
36 \$25,000,000 appropriation, the comptroller is authorized and directed to  
37 transfer, at the request of the director of the division of the budget,  
38 an amount equal to such reduced or eliminated amount from the general  
39 fund to the New York State energy research and development authority,  
40 not to exceed in the aggregate \$15,000,000.

41 S 26. Notwithstanding any other law, rule, or regulation to the  
42 contrary, the comptroller is hereby authorized and directed to deposit,  
43 to the credit of the capital projects fund, reimbursement from the  
44 proceeds of notes or bonds issued by the dormitory authority of the  
45 state of New York for a capital appropriation for \$215,650,000 author-  
46 ized by chapter 55 of the laws of 2000 to all state agencies for payment  
47 of costs related to the strategic investment program.

48 S 27. Notwithstanding any other law, rule, or regulation to the  
49 contrary, the comptroller is hereby authorized and directed to deposit  
50 to the credit of the capital projects fund, reimbursement from the  
51 proceeds of notes or bonds issued by the environmental facilities corpo-  
52 ration for a capital appropriation of \$30,174,000 authorized by chapter  
53 55 of the laws of 2003 to the department of environmental conservation  
54 for payment of a portion of the state's match for federal capitalization  
55 grants for the water pollution control revolving loan fund, reimburse-  
56 ment from the proceeds of notes or bonds issued by the urban development

1 corporation or other financing source for a capital appropriation of  
2 \$19,500,000 authorized by chapter 50 of the laws of 2003 to the office  
3 of general services for payment of capital construction costs for the 51  
4 Elk street parking garage building located in the city of Albany,  
5 reimbursement from the proceeds of notes or bonds issued by the urban  
6 development corporation for disbursements of up to \$10,000,000 from any  
7 capital appropriation or reappropriation authorized by chapter 50 of the  
8 laws of 2003 to the office of general services for various purposes,  
9 reimbursement from the proceeds of notes or bonds issued by the environ-  
10 mental facilities corporation for a capital appropriation of \$13,250,000  
11 authorized by chapter 55 of the laws of 2003 to the energy research and  
12 development authority for the Western New York Nuclear Service Center at  
13 West Valley, reimbursement from the proceeds of notes or bonds issued by  
14 the dormitory authority for disbursements of up to \$16,400,000 from any  
15 capital appropriation or reappropriation authorized by chapter 51 of the  
16 laws of 2003 to the judiciary for courthouse improvements, reimbursement  
17 from the proceeds of notes or bonds issued by the urban development  
18 corporation for disbursements of up to \$10,000,000 from appropriations  
19 or reappropriations authorized by chapter 50 of the laws of 2003 to any  
20 agency for costs related to homeland security, reimbursement from the  
21 proceeds of notes or bonds issued by the environmental facilities corpo-  
22 ration for a capital appropriation of \$10,000,000 authorized by chapter  
23 55 of the laws of 2003 to the department of environmental conservation  
24 for Onondaga lake, reimbursement from the proceeds of notes or bonds  
25 issued by the environmental facilities corporation for disbursements of  
26 up to \$11,000,000 from any capital appropriations or reappropriations  
27 authorized by chapter 55 of the laws of 2003 to the department of envi-  
28 ronmental conservation for environmental purposes, and reimbursement  
29 from the proceeds of notes or bonds issued by the dormitory authority  
30 for disbursements of up to \$100,000,000 from a capital appropriation  
31 authorized by chapter 50 of the laws of 2003 to the department of state  
32 for enhanced 911 wireless service.

33 S 28. Notwithstanding any other law, rule, or regulation to the  
34 contrary, the comptroller is hereby authorized and directed to deposit  
35 to the credit of the capital projects fund, reimbursement from the  
36 proceeds of notes or bonds issued by the environmental facilities corpo-  
37 ration for a capital appropriation for \$28,893,000 authorized by chapter  
38 55 of the laws of 2004 to the department of environmental conservation  
39 for payment of a portion of the state's match for federal capitalization  
40 grants for the water pollution control revolving loan fund, reimburse-  
41 ment from the proceeds of notes or bonds issued by the urban development  
42 corporation for disbursements of up to \$10,000,000 from any capital  
43 appropriation or reappropriation authorized by chapter 50 of the laws of  
44 2004 to the office of general services for various purposes, reimburse-  
45 ment from the proceeds of notes or bonds issued by the environmental  
46 facilities corporation for a capital appropriation of \$11,350,000  
47 authorized by chapter 55 of the laws of 2004 to the energy research and  
48 development authority for the Western New York Nuclear Service Center at  
49 West Valley, reimbursement from the proceeds of notes or bonds issued by  
50 the environmental facilities corporation, for a capital appropriation of  
51 \$10,000,000 authorized by chapter 55 of the laws of 2004 to the depart-  
52 ment of environmental conservation for Onondaga lake, reimbursement from  
53 the proceeds of notes or bonds issued by the environmental facilities  
54 corporation for disbursements of up to \$11,000,000 from any capital  
55 appropriations or reappropriations authorized by chapter 55 of the laws  
56 of 2004 to the department of environmental conservation for environ-

1 mental purposes, reimbursement from the proceeds of notes or bonds  
2 issued by the dormitory authority for a capital appropriation of  
3 \$80,000,000 authorized by chapter 53 of the laws of 2004 to the educa-  
4 tion department for capital transition grants for transportation,  
5 reimbursement from the proceeds of notes or bonds issued by the dormito-  
6 ry authority for a capital appropriation of \$243,325,000 authorized by  
7 chapter 55 of the laws of 2004 for payment of costs related to economic  
8 development projects, reimbursement from the proceeds of bonds or notes  
9 issued by the urban development corporation for a capital appropriation  
10 of \$83,500,000 authorized by chapter 53 of the laws of 2006, as amended  
11 by chapter 108 of the laws of 2006, for payment of costs related to the  
12 H. H. Richardson complex and the Darwin Martin House, and reimbursement  
13 from the proceeds of notes or bonds issued by the dormitory authority  
14 for a capital appropriation of \$345,750,000 authorized by chapter 3 of  
15 the laws of 2004 for the New York state economic development program.

16 S 29. Notwithstanding any other law, rule, or regulation to the  
17 contrary, the comptroller is hereby authorized and directed to deposit  
18 to the credit of the capital projects fund, reimbursement from the  
19 proceeds of notes or bonds issued by the environmental facilities corpo-  
20 ration for a capital appropriation of \$29,602,000 authorized by chapter  
21 55 of the laws of 2005 to the department of environmental conservation  
22 for payment of a portion of the state's match for federal capitalization  
23 grants for the water pollution control revolving loan fund, reimburse-  
24 ment from the proceeds of notes or bonds issued by the urban development  
25 corporation for disbursements of up to \$10,000,000 from any capital  
26 appropriation or reappropriation authorized by chapter 50 of the laws of  
27 2005 to the office of general services for various purposes, reimburse-  
28 ment from the proceeds of notes or bonds issued by the environmental  
29 facilities corporation for a capital appropriation of \$11,350,000  
30 authorized by chapter 55 of the laws of 2005 to the energy research and  
31 development authority for the Western New York Nuclear Service Center at  
32 West Valley, reimbursement from the proceeds of notes or bonds issued by  
33 the environmental facilities corporation for a capital appropriation of  
34 \$10,000,000 authorized by chapter 55 of the laws of 2005 to the depart-  
35 ment of environmental conservation for Onondaga lake, reimbursement from  
36 the proceeds of notes or bonds issued by the environmental facilities  
37 corporation for disbursements of up to \$11,000,000 from any capital  
38 appropriations or reappropriations authorized by chapter 55 of the laws  
39 of 2005 to the department of environmental conservation for environ-  
40 mental purposes, reimbursement from the proceeds of notes or bonds  
41 issued by the urban development corporation for a capital appropriation  
42 of \$350,000,000 authorized by chapter 55 of the laws of 2005 for the  
43 Javits center, reimbursement from the proceeds of notes or bonds issued  
44 by the dormitory authority for a capital appropriation of \$89,750,000  
45 authorized by chapter 62 of the laws of 2005 for regional development,  
46 reimbursement from the proceeds of notes or bonds issued by the dormito-  
47 ry authority for a capital appropriation of \$249,000,000 authorized by  
48 chapter 62 of the laws of 2005 for technology and development,  
49 reimbursement from the proceeds of notes or bonds issued by the urban  
50 development corporation for a capital appropriation of \$48,517,000  
51 authorized by chapter 162 of the laws of 2005 for the New York state  
52 economic development program, reimbursement from the proceeds of notes  
53 or bonds issued by the urban development corporation for a capital  
54 appropriation of \$150,000,000 authorized by chapter 62 of the laws of  
55 2005 for the higher education facilities capital matching grants  
56 program, reimbursement from the proceeds of notes or bonds issued by the

1 dormitory authority or other financing source for a capital appropri-  
2 ation of \$4,000,000 authorized by chapter 50 of the laws of 2005 to the  
3 office of general services for payment of capital construction costs for  
4 the Elk street parking garage building located in the city of Albany,  
5 reimbursement from the proceeds of notes or bonds issued by the urban  
6 development corporation for a capital appropriation of \$15,000,000  
7 authorized by chapter 53 of the laws of 2005 to the state education  
8 department for payment of capital construction costs for public broad-  
9 casting facilities, reimbursement from the proceeds of notes or bonds  
10 issued by the urban development corporation for a capital appropriation  
11 of \$15,700,000 authorized by chapter 50 of the laws of 2005 to the divi-  
12 sion of state police for public protection facilities, and reimbursement  
13 from the proceeds of notes or bonds issued by the urban development  
14 corporation for capital disbursements of up to \$3,000,000 from any capi-  
15 tal appropriation or reappropriation authorized by chapter 50 of the  
16 laws of 2005 to the division of military and naval affairs for various  
17 purposes.

18 S 30. Notwithstanding any other law, rule, or regulation to the  
19 contrary, the comptroller is hereby authorized and directed to deposit  
20 to the credit of the capital projects fund, reimbursement from the  
21 proceeds of notes or bonds issued by the environmental facilities corpo-  
22 ration for a capital appropriation for \$29,600,000 authorized by chapter  
23 55 of the laws of 2006 to the department of environmental conservation  
24 for payment of a portion of the state's match for federal capitalization  
25 grants for the water pollution control revolving loan fund, reimburse-  
26 ment from the proceeds of notes or bonds issued by the urban development  
27 corporation for disbursements of up to \$20,000,000 from any capital  
28 appropriation or reappropriation authorized by chapter 50 of the laws of  
29 2006 to the office of general services for various purposes, reimburse-  
30 ment from the proceeds of notes or bonds issued by the environmental  
31 facilities corporation for a capital appropriation of \$14,000,000  
32 authorized by chapter 55 of the laws of 2006 to the energy research and  
33 development authority for the Western New York Nuclear Service Center at  
34 West Valley, reimbursement from the proceeds of notes or bonds issued by  
35 the environmental facilities corporation for a capital appropriation of  
36 \$10,000,000 authorized by chapter 55 of the laws of 2006 to the depart-  
37 ment of environmental conservation for Onondaga lake, reimbursement from  
38 the proceeds of notes or bonds issued by the environmental facilities  
39 corporation for disbursements of up to \$12,000,000 from any capital  
40 appropriations or reappropriations authorized by chapter 55 of the laws  
41 of 2006 to the department of environmental conservation for environ-  
42 mental purposes, reimbursement from the proceeds of notes or bonds  
43 issued by the urban development corporation for capital disbursements of  
44 up to \$3,000,000 from any capital appropriation or reappropriation  
45 authorized by chapter 50 of the laws of 2006 to the division of military  
46 and naval affairs for various purposes, reimbursement from the proceeds  
47 of notes or bonds issued by the urban development corporation for  
48 disbursements of up to \$12,400,000 from any capital appropriation or  
49 reappropriation authorized by chapter 50 of the laws of 2006 to the  
50 division of state police for public protection facilities, reimbursement  
51 from the proceeds of notes or bonds issued by the urban development  
52 corporation for a capital appropriation of \$117,000,000 authorized by  
53 chapter 50 of the laws of 2006 to all state departments and agencies for  
54 the purchase of equipment, reimbursement from the proceeds of notes or  
55 bonds issued by the dormitory authority or the urban development corpo-  
56 ration for all or a portion of capital appropriations of \$603,050,000



1 authorized by chapter 108 of the laws of 2006 to the urban development  
2 corporation for economic development/other projects, reimbursement from  
3 the proceeds of notes or bonds issued by the urban development corpo-  
4 ration for a capital appropriation of \$269,500,000 authorized by chapter  
5 108 of the laws of 2006 to the dormitory authority or the urban develop-  
6 ment corporation for economic development projects, reimbursement from  
7 the proceeds of notes or bonds issued by the dormitory authority or the  
8 urban development corporation for a capital appropriation of  
9 \$201,500,000 authorized by chapter 108 of the laws of 2006 to the urban  
10 development corporation for university development projects, reimburse-  
11 ment from the proceeds of notes or bonds issued by the dormitory author-  
12 ity or for a capital appropriation of \$143,000,000 authorized by chapter  
13 108 of the laws of 2006 to the urban development corporation for  
14 cultural facilities projects, reimbursement from the proceeds of notes  
15 or bonds issued by the dormitory authority or the urban development  
16 corporation for capital appropriations totaling \$60,000,000 authorized  
17 by chapter 108 of the laws of 2006 to the urban development corporation  
18 for energy/environmental projects, reimbursement from the proceeds of  
19 notes or bonds issued by the dormitory authority or the urban develop-  
20 ment corporation for a capital appropriation of \$20,000,000 authorized  
21 by chapter 108 of the laws of 2006 to the urban development corporation  
22 for a competitive solicitation for construction of a pilot cellulosic  
23 ethanol refinery, reimbursement from the proceeds of notes or bonds  
24 issued by the urban development corporation for a capital appropriation  
25 of \$74,700,000 authorized by chapter 55 of the laws of 2006 to the urban  
26 development corporation for services and expenses related to infrastruc-  
27 ture for a new stadium in Queens county, and reimbursement from the  
28 proceeds of notes or bonds issued by the urban development corporation  
29 for a capital appropriation of \$74,700,000 authorized by chapter 55 of  
30 the laws of 2006 to the urban development corporation for services and  
31 expenses related to infrastructure improvements to construct a new park-  
32 ing facility at a new stadium in Bronx county, reimbursement from the  
33 proceeds of notes and bonds issued by the environmental facilities  
34 corporation for a capital appropriation of \$5,000,000 authorized by  
35 chapter 55 of the laws of 2006 to the environmental facilities corpo-  
36 ration for payment for the pipeline for jobs program, reimbursement from  
37 the proceeds of notes or bonds issued by the dormitory authority for  
38 capital disbursements of up to \$14,000,000 from any capital appropri-  
39 ation or reappropriation authorized by chapter 53 of the laws of 2006  
40 for the library construction purpose, reimbursement from the proceeds of  
41 notes or bonds issued by the urban development corporation or the dormi-  
42 tory authority for an appropriation of \$1,200,000 authorized by chapter  
43 53 of the laws of 2006 for the towns of Bristol and Canandaigua public  
44 water systems, reimbursement from the proceeds of notes or bonds issued  
45 by the urban development corporation or the dormitory authority for an  
46 appropriation of \$5,500,000 authorized by chapter 53 of the laws of 2006  
47 for Belleayre mountain ski center, reimbursement from the proceeds of  
48 notes or bonds issued by the urban development corporation or the dormi-  
49 tory authority for an appropriation of \$25,000,000 authorized by chapter  
50 53 of the laws of 2006 for the town of Smithtown/Kings Park psychiatric  
51 center rehabilitation, reimbursement from the proceeds of notes or bonds  
52 issued by the urban development corporation or the dormitory authority  
53 for an appropriation of \$5,000,000 authorized by chapter 108 of the laws  
54 of 2006 for a state of New York umbilical cord bank, reimbursement from  
55 the proceeds of notes or bonds issued by the urban development corpo-  
56 ration or the dormitory authority for an appropriation of \$5,500,000

1 authorized by chapter 53 of the laws of 2006 for an Old Gore mountain  
2 ski bowl connection, reimbursement from the proceeds of notes or bonds  
3 issued by the urban development corporation or the dormitory authority  
4 for an appropriation of \$2,000,000 authorized by chapter 53 of the laws  
5 of 2006 for a Cornell equine drug testing laboratory, reimbursement from  
6 the proceeds of notes or bonds issued by the urban development corpo-  
7 ration or the dormitory authority for an appropriation of \$2,000,000  
8 authorized by chapter 53 of the laws of 2006 for a Fredonia vineyard  
9 laboratory, reimbursement from the proceeds of notes or bonds issued by  
10 the dormitory authority or the urban development corporation for an  
11 appropriation of \$40,000,000 authorized by chapter 108 of the laws of  
12 2006 for a food testing laboratory, reimbursement from the proceeds of  
13 notes or bonds issued by the New York state thruway authority for an  
14 appropriation of \$22,000,000 authorized by chapter 108 of the laws of  
15 2006 to the department of transportation for high speed rail, reimburse-  
16 ment from the proceeds of notes or bonds issued by the urban development  
17 corporation for capital disbursements of up to \$500,000,000 from an  
18 appropriation authorized by chapter 108 of the laws of 2006 to the urban  
19 development corporation for development of a semiconductor manufacturing  
20 facility, reimbursement from the proceeds of notes or bonds issued by  
21 the urban development corporation of up to \$150,000,000 from an appro-  
22 priation authorized by chapter 108 of the laws of 2006 to the urban  
23 development corporation for research and development activities of a  
24 semiconductor manufacturer, and reimbursement from the proceeds of notes  
25 or bonds issued by the urban development corporation for capital  
26 disbursements of up to \$292,385,000 from an appropriation to the urban  
27 development corporation authorized by chapter 108 of the laws of 2006  
28 for community revitalization projects.

29 S 31. Notwithstanding any other law, rule, or regulation to the  
30 contrary, the comptroller is hereby authorized and directed to deposit  
31 to the credit of the capital projects fund, reimbursement from the  
32 proceeds of notes or bonds issued by the environmental facilities corpo-  
33 ration for a capital appropriation of \$29,600,000 authorized by chapter  
34 55 of the laws of 2007 to the department of environmental conservation  
35 for payment of a portion of the state's match for federal capitalization  
36 grants for the water pollution control revolving loan fund, reimburse-  
37 ment from the proceeds of notes or bonds issued by the urban development  
38 corporation for disbursements of up to \$20,000,000 from any capital  
39 appropriation or reappropriation authorized by chapter 50 of the laws of  
40 2007 to the office of general services for various purposes, reimburse-  
41 ment from the proceeds of notes or bonds issued by the environmental  
42 facilities corporation for a capital appropriation of \$13,500,000  
43 authorized by chapter 55 of the laws of 2007 to the energy research and  
44 development authority for the Western New York Nuclear Service Center at  
45 West Valley, reimbursement from the proceeds of notes or bonds issued by  
46 the environmental facilities corporation for a capital appropriation of  
47 \$10,000,000 authorized by chapter 55 of the laws of 2007 to the depart-  
48 ment of environmental conservation for Onondaga lake, reimbursement from  
49 the proceeds of notes or bonds issued by the environmental facilities  
50 corporation for disbursements of up to \$12,000,000 from any capital  
51 appropriations or reappropriations authorized by chapter 55 of the laws  
52 of 2007 to the department of environmental conservation for environ-  
53 mental purposes, reimbursement from the proceeds of notes or bonds  
54 issued by the urban development corporation for capital disbursements of  
55 up to \$3,000,000 from any capital appropriation or reappropriation  
56 authorized by chapter 50 of the laws of 2007 to the division of military

1 and naval affairs for various purposes, reimbursement from the proceeds  
2 of notes or bonds issued by the urban development corporation for  
3 disbursements from a capital appropriation of \$50,000,000 authorized by  
4 chapter 50 of the laws of 2007 to the division of state police for  
5 construction of a Troop G facility, reimbursement from the proceeds of  
6 notes or bonds issued by the urban development corporation for disburse-  
7 ments from a capital appropriation of \$6,000,000 authorized by chapter  
8 50 of the laws of 2007 to the division of state police for construction  
9 of evidence storage facilities, reimbursement from the proceeds of notes  
10 or bonds issued by the dormitory authority or the urban development  
11 corporation for capital appropriations totaling \$77,900,000 authorized  
12 by chapter 51 of the laws of 2007 to the judiciary for court training  
13 facilities and courthouse improvement projects, reimbursement from the  
14 proceeds of notes or bonds issued by the urban development corporation  
15 for a capital appropriation of \$20,000,000 authorized by chapter 50 of  
16 the laws of 2007 to all state departments and agencies for the purchase  
17 of equipment, reimbursement from the proceeds of notes or bonds issued  
18 by the dormitory authority for capital disbursements of up to  
19 \$14,000,000 from any capital appropriation or reappropriation authorized  
20 by chapter 53 of the laws of 2007 for library construction, reimburse-  
21 ment from the proceeds of notes or bonds issued by the dormitory author-  
22 ity for capital disbursements of up to \$60,000,000 from any capital  
23 appropriation or reappropriation authorized by chapter 53 of the laws of  
24 2007 for cultural education storage facilities, reimbursement from the  
25 proceeds of notes or bonds issued by the urban development corporation  
26 for capital disbursements of up to \$15,000,000 from any capital appro-  
27 priation or reappropriation authorized by chapter 55 of the laws of 2007  
28 for Roosevelt Island Operating Corporation aerial tramway, reimbursement  
29 from the proceeds of notes or bonds issued by the urban development  
30 corporation for capital disbursements of up to \$20,000,000 from any  
31 capital appropriation or reappropriation authorized by chapter 55 of the  
32 laws of 2007 for Governor's Island, reimbursement from the proceeds of  
33 notes or bonds issued by the urban development corporation for capital  
34 disbursements of up to \$7,500,000 from any capital appropriation or  
35 reappropriation authorized by chapter 55 of the laws of 2007 for Harri-  
36 man research and technology park, reimbursement from the proceeds of  
37 notes or bonds issued by the urban development corporation for capital  
38 disbursements of up to \$7,950,000 from any capital appropriation or  
39 reappropriation authorized by chapter 55 of the laws of 2007 for USA  
40 Niagara, and reimbursement from the proceeds of notes or bonds issued by  
41 the urban development corporation for capital disbursements of up to  
42 \$1,300,000 from appropriations authorized by chapter 50 of the laws of  
43 2007 made to the office of general services for legislative office  
44 building hearing rooms.

45 S 32. Notwithstanding any other law, rule, or regulation to the  
46 contrary, the comptroller is hereby authorized and directed to deposit  
47 to the credit of the capital projects fund, reimbursement from the  
48 proceeds of notes or bonds issued by the environmental facilities corpo-  
49 ration for a capital appropriation of \$29,600,000 authorized by chapter  
50 55 of the laws of 2008 to the department of environmental conservation  
51 for payment of a portion of the state's match for federal capitalization  
52 grants for the water pollution control revolving loan fund, reimburse-  
53 ment from the proceeds of notes or bonds issued by the urban development  
54 corporation for a capital appropriation of \$141,000,000 authorized by  
55 chapter 50 of the laws of 2008 to all state departments and agencies for  
56 the purchase of equipment or systems development, reimbursement from the

1 proceeds of notes or bonds issued by the urban development corporation  
2 for disbursements of up to \$45,500,000 from any capital appropriation or  
3 reappropriation authorized by chapter 50 of the laws of 2008 to the  
4 office of general services for various purposes, reimbursement from the  
5 proceeds of notes or bonds issued by the environmental facilities corpo-  
6 ration for a capital appropriation of \$13,500,000 authorized by chapter  
7 55 of the laws of 2008 to the energy research and development authority  
8 for the Western New York Nuclear Service Center at West Valley,  
9 reimbursement from the proceeds of notes or bonds issued by the environ-  
10 mental facilities corporation for a capital appropriation of \$10,000,000  
11 authorized by chapter 55 of the laws of 2008 to the department of envi-  
12 ronmental conservation for Onondaga lake, reimbursement from the  
13 proceeds of notes or bonds issued by the environmental facilities corpo-  
14 ration for disbursements of up to \$12,000,000 from any capital appropri-  
15 ations or reappropriations authorized by chapter 55 of the laws of 2008  
16 to the department of environmental conservation for environmental  
17 purposes, reimbursement from the proceeds of notes or bonds issued by  
18 the urban development corporation for capital disbursements of up to  
19 \$3,000,000 from any capital appropriation or reappropriation authorized  
20 by chapter 50 of the laws of 2008 to the division of military and naval  
21 affairs for various purposes, reimbursement from the proceeds of notes  
22 or bonds issued by the urban development corporation for a capital  
23 appropriation of \$2,500,000 authorized by chapter 50 of the laws of 2008  
24 to the office for technology for activities related to broadband  
25 service, reimbursement from the proceeds of notes or bonds issued by the  
26 urban development corporation for a capital appropriation of \$6,000,000  
27 authorized by chapter 50 of the laws of 2008 to the division of state  
28 police for rehabilitation of facilities, reimbursement from the proceeds  
29 of notes or bonds issued by the dormitory authority of the state of New  
30 York or other financing source for a capital appropriation authorized by  
31 chapter 53 of the laws of 2008 of \$14,000,000 to the education depart-  
32 ment for library construction, reimbursement from the proceeds of notes  
33 or bonds issued by the dormitory authority of the state of New York or  
34 other financing source for a capital appropriation authorized by chapter  
35 53 of the laws of 2008 of \$15,000,000 to the education department for  
36 museum renewal projects, reimbursement from the proceeds of notes or  
37 bonds issued by the urban development corporation for capital appropri-  
38 ation of \$50,000,000 authorized by chapter 53 of the laws of 2008 to the  
39 urban development corporation for services and expenses related to the  
40 investment opportunity fund, reimbursement from the proceeds of notes or  
41 bonds issued by the urban development corporation for capital appropri-  
42 ation of \$18,000,000 authorized by chapter 53 of the laws of 2008 to the  
43 urban development corporation for services and expenses related to arts  
44 and cultural projects, reimbursement from the proceeds of bonds or notes  
45 issued by the urban development corporation for a capital appropriation  
46 of \$32,148,000 authorized by chapter 53 of the laws of 2008 for economic  
47 and community development projects, reimbursement from the proceeds of  
48 bonds or notes issued by the urban development corporation for a capital  
49 appropriation of \$30,000,000 authorized by chapter 53 of the laws of  
50 2008 for New York city waterfront development projects, reimbursement  
51 from the proceeds of bonds or notes issued by the urban development  
52 corporation for a capital appropriation of \$45,000,000 authorized by  
53 chapter 53 of the laws of 2008 for Luther Forest infrastructure  
54 projects, reimbursement from the proceeds of notes or bonds issued by  
55 the urban development corporation for capital appropriation of  
56 \$35,000,000 authorized by chapter 53 of the laws of 2008 to the urban

1 development corporation for services and expenses related to downstate  
2 regional projects, reimbursement from the proceeds of notes or bonds  
3 issued by the urban development corporation for capital appropriation of  
4 \$137,037,000 authorized by chapter 53 of the laws of 2008 to the urban  
5 development corporation for services and expenses related to upstate  
6 city-by-city projects, reimbursement from the proceeds of notes or bonds  
7 issued by the urban development corporation for capital appropriation of  
8 \$35,000,000 authorized by chapter 53 of the laws of 2008 to the urban  
9 development corporation for services and expenses related to the down-  
10 state revitalization projects, reimbursement from the proceeds of notes  
11 or bonds issued by the urban development corporation for capital appro-  
12 priation of \$117,265,000 authorized by chapter 53 of the laws of 2008 to  
13 the urban development corporation for services and expenses related to  
14 the upstate regional blueprint fund, reimbursement from the proceeds of  
15 notes or bonds issued by the urban development corporation for capital  
16 appropriation of \$25,000,000 authorized by chapter 53 of the laws of  
17 2008 to the urban development corporation for services and expenses  
18 related to the upstate agricultural economic development fund,  
19 reimbursement from the proceeds of notes or bonds issued by the urban  
20 development corporation for capital appropriation of \$350,000,000  
21 authorized by chapter 53 of the laws of 2008 to the urban development  
22 corporation for services and expenses related to the New York state  
23 capital assistance program, reimbursement from the proceeds of notes or  
24 bonds issued by the urban development corporation for capital appropri-  
25 ation of \$350,000,000 authorized by chapter 53 of the laws of 2008 to  
26 the urban development corporation for services and expenses related to  
27 the New York state economic development assistance program, and  
28 reimbursement from the proceeds of notes or bonds issued by the urban  
29 development corporation for capital appropriation of \$20,000,000 author-  
30 ized by chapter 55 of the laws of 2008 to the urban development corpo-  
31 ration for services and expenses related to the empire state economic  
32 development fund.

33 S 33. Notwithstanding any other law, rule, or regulation to the  
34 contrary, the comptroller is hereby authorized and directed to deposit  
35 to the credit of the capital projects fund, reimbursement from the  
36 proceeds of notes or bonds issued by the environmental facilities corpo-  
37 ration for a capital appropriation of \$29,600,000 authorized by chapter  
38 55 of the laws of 2009 to the department of environmental conservation  
39 for payment of a portion of the state's match for federal capitalization  
40 grants for the water pollution control revolving loan fund, reimburse-  
41 ment from the proceeds of notes or bonds issued by the urban development  
42 corporation for a capital appropriation of \$129,800,000 authorized by  
43 chapter 50 of the laws of 2009 to all state departments and agencies for  
44 the purchase of equipment or systems development, reimbursement from the  
45 proceeds of notes or bonds issued by the urban development corporation  
46 for disbursements of up to \$24,000,000 from any capital appropriation or  
47 reappropriation authorized by chapter 50 of the laws of 2009 to the  
48 office of general services for various purposes, reimbursement from the  
49 proceeds of notes or bonds issued by the environmental facilities corpo-  
50 ration for a capital appropriation of \$13,500,000 authorized by chapter  
51 55 of the laws of 2009 to the energy research and development authority  
52 for the Western New York Nuclear Service Center at West Valley,  
53 reimbursement from the proceeds of notes or bonds issued by the environ-  
54 mental facilities corporation for a capital appropriation of \$10,000,000  
55 authorized by chapter 55 of the laws of 2009 to the department of envi-  
56 ronmental conservation for Onondaga lake, reimbursement from the

1 proceeds of notes or bonds issued by the environmental facilities corpo-  
2 ration for disbursements of up to \$12,000,000 from any capital appropri-  
3 ations or reappropriations authorized by chapter 55 of the laws of 2009  
4 to the department of environmental conservation for environmental  
5 purposes, reimbursement from the proceeds of notes or bonds issued by  
6 the urban development corporation for capital disbursements of up to  
7 \$3,000,000 from any capital appropriation or reappropriation authorized  
8 by chapter 50 of the laws of 2009 to the division of military and naval  
9 affairs for various purposes, reimbursement from the proceeds of notes  
10 or bonds issued by the urban development corporation for a capital  
11 appropriation of \$6,000,000 authorized by chapter 50 of the laws of 2009  
12 to the division of state police for rehabilitation of facilities,  
13 reimbursement from the proceeds of notes or bonds issued by the dormito-  
14 ry authority of the state of New York or other financing source for a  
15 capital appropriation authorized by chapter 53 of the laws of 2009 of  
16 \$14,000,000 to the state education department for library construction,  
17 reimbursement from the proceeds of notes or bonds issued by the dormito-  
18 ry authority of the state of New York or other financing source for a  
19 capital appropriation of \$4,000,000 to the state education department  
20 for rehabilitation associated with the St. Regis Mohawk elementary  
21 school authorized by chapter 53 of the laws of 2009 and reimbursement  
22 from the proceeds of notes or bonds issued by the urban development  
23 corporation for capital appropriation of \$25,000,000 authorized by chap-  
24 ter 55 of the laws of 2009 to the urban development corporation for  
25 services and expenses related to the empire state economic development  
26 fund.

27 S 34. Notwithstanding any other law, rule, or regulation to the  
28 contrary, the comptroller is hereby authorized and directed to deposit  
29 to the credit of the capital projects fund, reimbursement from the  
30 proceeds of notes or bonds issued by the environmental facilities corpo-  
31 ration for a capital appropriation of \$29,600,000 authorized by chapter  
32 55 of the laws of 2010 to the department of environmental conservation  
33 for payment of a portion of the state's match for federal capitalization  
34 grants for the water pollution control revolving loan fund, reimburse-  
35 ment from the proceeds of notes or bonds issued by the urban development  
36 corporation for a capital appropriation of \$187,285,000 authorized by  
37 chapter 50 of the laws of 2010 to all state departments and agencies for  
38 the purchase of equipment or systems development, reimbursement from the  
39 proceeds of notes or bonds issued by the urban development corporation  
40 for disbursements of up to \$26,950,000 from any capital appropriation or  
41 reappropriation authorized by chapter 50 of the laws of 2010 to the  
42 office of general services for various purposes, reimbursement from the  
43 proceeds of notes or bonds issued by the environmental facilities corpo-  
44 ration for a capital appropriation of \$5,000,000 authorized by chapter  
45 55 of the laws of 2010 to the department of environmental conservation  
46 for Onondaga lake, reimbursement from the proceeds of notes or bonds  
47 issued by the environmental facilities corporation for disbursements of  
48 up to \$12,000,000 from any capital appropriations or reappropriations  
49 authorized by chapter 55 of the laws of 2010 to the department of envi-  
50 ronmental conservation for environmental purposes, reimbursement from  
51 the proceeds of notes or bonds issued by the urban development corpo-  
52 ration for capital disbursements of up to \$3,000,000 from any capital  
53 appropriation or reappropriation authorized by chapter 50 of the laws of  
54 2010 to the division of military and naval affairs for various purposes,  
55 reimbursement from the proceeds of notes or bonds issued by the urban  
56 development corporation for a capital appropriation of \$6,000,000

1 authorized by chapter 50 of the laws of 2010 to the division of state  
2 police for rehabilitation of facilities, reimbursement from the proceeds  
3 of notes or bonds issued by the dormitory authority of the state of New  
4 York or other financing source for a capital appropriation of  
5 \$14,000,000 authorized by chapter 53 of the laws of 2010 to the state  
6 education department for library construction, reimbursements from the  
7 proceeds of notes or bonds issued by the dormitory authority of the  
8 state of New York or other financing source for a capital appropriation  
9 of \$20,400,000 authorized by chapter 100 of the laws of 2010 to the  
10 state education department for the longitudinal data system and  
11 reimbursement from the proceeds of notes or bonds issued by the dormito-  
12 ry authority of the state of New York or other financing source for a  
13 capital appropriation of \$42,000,000 for the state preparedness and  
14 training center.

15 S 35. Notwithstanding any other law, rule, or regulation to the  
16 contrary, the comptroller is hereby authorized and directed to deposit  
17 to the credit of the capital projects fund, reimbursement from the  
18 proceeds of notes or bonds issued by the environmental facilities corpo-  
19 ration for a capital appropriation of \$35,000,000 authorized by a chap-  
20 ter of the laws of 2011 to the department of environmental conservation  
21 for payment of a portion of the state's match for federal capitalization  
22 grants for the water pollution control revolving loan fund, reimburse-  
23 ment from the proceeds of notes or bonds issued by the urban development  
24 corporation for a capital appropriation of \$92,751,000 authorized by a  
25 chapter of the laws of 2011 to all state departments and agencies for  
26 the purchase of equipment or systems development, reimbursement from the  
27 proceeds of notes or bonds issued by the urban development corporation  
28 for disbursements of up to \$40,000,000 from any capital appropriation or  
29 reappropriation authorized by a chapter of the laws of 2011 to the  
30 office of general services for various purposes, reimbursement from the  
31 proceeds of notes or bonds issued by the environmental facilities corpo-  
32 ration for disbursements of up to \$12,000,000 from any capital appropri-  
33 ations or reappropriations authorized by a chapter of the laws of 2011  
34 to the department of environmental conservation for environmental  
35 purposes, reimbursement from the proceeds of notes or bonds issued by  
36 the urban development corporation for capital disbursements of up to  
37 \$3,000,000 from any capital appropriation or reappropriation authorized  
38 by a chapter of the laws of 2011 to the division of military and naval  
39 affairs for various purposes, reimbursement from the proceeds of notes  
40 or bonds issued by the urban development corporation for a capital  
41 appropriation of \$6,000,000 authorized by a chapter of the laws of 2011  
42 to the division of state police for rehabilitation of facilities,  
43 reimbursement from the proceeds of notes or bonds issued by the dormito-  
44 ry authority of the state of New York or other financing source for a  
45 capital appropriation of \$14,000,000 authorized by a chapter of the laws  
46 of 2011 to the state education department for library construction,  
47 reimbursement from the proceeds of notes or bonds issued by the urban  
48 development corporation for capital appropriation of \$130,550,000  
49 authorized by a chapter of the laws of 2011 to the urban development  
50 corporation for services and expenses related to the regional economic  
51 development council initiative, reimbursement from the proceeds of notes  
52 or bonds issued by the urban development corporation for capital appro-  
53 priation of \$50,000,000 authorized by a chapter of the laws of 2011 to  
54 the urban development corporation for services and expenses related to  
55 the economic transformation program. Reimbursements from the proceeds  
56 of notes or bonds issued by the urban development corporation for

1 disbursements of up to \$40,000,000 from any capital appropriation or  
2 reappropriation authorized by a chapter of the laws of 2011 to the  
3 office of general services for various purposes.

4 S 36. Notwithstanding any other law, rule, or regulation to the  
5 contrary, the comptroller is hereby authorized and directed to deposit  
6 to the credit of the capital projects fund, reimbursement from the  
7 proceeds of notes or bonds issued by the environmental facilities corpo-  
8 ration for a capital appropriation of \$35,000,000 authorized by a chap-  
9 ter of the laws of 2012 to the department of environmental conservation  
10 for payment of a portion of the state's match for federal capitalization  
11 grants for the water pollution control revolving loan fund, reimburse-  
12 ment from the proceeds of notes or bonds issued by the environmental  
13 facilities corporation for disbursements of up to \$12,000,000 from any  
14 capital appropriations or reappropriations authorized by a chapter of  
15 the laws of 2012 to the department of environmental conservation for  
16 environmental purposes, reimbursement from the proceeds of notes or  
17 bonds issued by the urban development corporation for capital disburse-  
18 ments of up to \$3,000,000 from any capital appropriation or reappropri-  
19 ation authorized by a chapter of the laws of 2012 to the division of  
20 military and naval affairs for various purposes, reimbursement from the  
21 proceeds of notes or bonds issued by the urban development corporation  
22 for a capital appropriation of \$6,000,000 authorized by a chapter of the  
23 laws of 2012 to the division of state police for rehabilitation of  
24 facilities, reimbursement from the proceeds of notes or bonds issued by  
25 the dormitory authority of the state of New York or other financing  
26 source for a capital appropriation of \$14,000,000 authorized by a chap-  
27 ter of the laws of 2012 to the state education department for library  
28 construction, reimbursement from the proceeds of notes or bonds issued  
29 by the thruway authority, the dormitory authority and the urban develop-  
30 ment corporation for a capital appropriation of \$770,000,000 authorized  
31 by chapter 54 of the laws of 2012 to the metropolitan transportation  
32 authority for various purposes, reimbursement from the proceeds of notes  
33 or bonds issued by the thruway authority for a capital appropriation of  
34 \$15,000,000 authorized by chapter 54 of the laws of 2012 to the depart-  
35 ment of transportation for improvement of the peace bridge plaza,  
36 reimbursement from the proceeds of notes or bonds issued by the urban  
37 development corporation for a capital appropriation of \$130,000,000  
38 authorized by a chapter of the laws of 2012 to the urban development  
39 corporation for services and expenses related to the regional economic  
40 development council initiative, reimbursement from the proceeds of notes  
41 or bonds issued by the urban development corporation for a capital  
42 appropriation of \$75,000,000 authorized by a chapter of the laws of 2012  
43 to the urban development corporation for services and expenses related  
44 to the New York works economic development fund, reimbursement from the  
45 proceeds of notes or bonds issued by the urban development corporation  
46 for a capital appropriation of \$75,000,000 authorized by a chapter of  
47 the laws of 2012 to the urban development corporation for services and  
48 expenses related to the buffalo regional innovation cluster, reimburse-  
49 ment from the proceeds of notes or bonds issued by the urban development  
50 corporation for a capital appropriation of \$250,000,000 authorized by a  
51 chapter of the laws of 2012 to the urban development corporation for  
52 services and expenses related to the state university of New York  
53 college for nanoscale and science engineering project, reimbursements  
54 from the proceeds of notes or bonds issued by the urban development  
55 corporation for disbursements of up to \$26,000,000 from any capital



1 appropriation or reappropriation authorized by a chapter of the laws of  
2 2012 to the office of general services for various purposes.

3 S 37. Notwithstanding any other law, rule, or regulation to the  
4 contrary, the comptroller is hereby authorized and directed to deposit  
5 to the credit of the capital projects fund, reimbursement from the  
6 proceeds of notes or bonds issued by the environmental facilities corpo-  
7 ration for a capital appropriation of \$35,000,000 authorized by a chap-  
8 ter of the laws of 2013 to the department of environmental conservation  
9 for payment of a portion of the state's match for federal capitalization  
10 grants for the water pollution control revolving loan fund, reimburse-  
11 ment from the proceeds of notes or bonds issued by the environmental  
12 facilities corporation for disbursements of up to \$12,000,000 from any  
13 capital appropriations or reappropriations authorized by a chapter of  
14 the laws of 2013 to the department of environmental conservation for  
15 environmental purposes, reimbursement from the proceeds of notes or  
16 bonds issued by the urban development corporation for capital disburse-  
17 ments of up to \$3,000,000 from any capital appropriation or reappropri-  
18 ation authorized by a chapter of the laws of 2013 to the division of  
19 military and naval affairs for various purposes, reimbursement from the  
20 proceeds of notes or bonds issued by the urban development corporation  
21 for a capital appropriation of \$7,000,000 authorized by a chapter of the  
22 laws of 2013 to the division of state police for rehabilitation of  
23 facilities, reimbursement from the proceeds of notes or bonds issued by  
24 the urban development corporation for a capital appropriation of  
25 \$12,500,000 authorized by a chapter of the laws of 2013 to the division  
26 of state police for aviation equipment, reimbursement from the proceeds  
27 of notes or bonds issued by the urban development corporation for a  
28 capital appropriation of \$32,740,000 authorized by a chapter of the laws  
29 of 2013 to the division of state police for a pistol permit database,  
30 reimbursement from the proceeds of notes or bonds issued by the dormito-  
31 ry authority of the state of New York or other financing source for a  
32 capital appropriation of \$14,000,000 authorized by a chapter of the laws  
33 of 2013 to the state education department for library construction,  
34 reimbursement from the proceeds of notes or bonds issued by the urban  
35 development corporation for a capital appropriation of \$150,000,000  
36 authorized by a chapter of the laws of 2013 to the urban development  
37 corporation for services and expenses related to the regional economic  
38 development council initiative, reimbursement from the proceeds of notes  
39 or bonds issued by the urban development corporation for a capital  
40 appropriation of \$75,000,000 authorized by a chapter of the laws of 2013  
41 to the urban development corporation for services and expenses related  
42 to the buffalo regional innovation cluster, reimbursement from the  
43 proceeds of notes or bonds issued by the urban development corporation  
44 for a capital appropriation of \$2,166,000 authorized by a chapter of the  
45 laws of 2013 to the urban development corporation for services and  
46 expenses related to the retention of professional football in Western  
47 New York, reimbursements from the proceeds of notes or bonds issued by  
48 the urban development corporation for disbursements of up to \$26,000,000  
49 from any capital appropriation or reappropriation authorized by a chap-  
50 ter of the laws of 2013 to the office of general services for various  
51 purposes, reimbursement from the proceeds of notes or bonds issued by  
52 the urban development corporation for a capital appropriation of  
53 \$53,891,000 authorized by a chapter of the laws of 2013 to the urban  
54 development corporation for services and expenses related to capital  
55 improvements at Ralph Wilson Stadium, reimbursement from the proceeds of  
56 notes or bonds issued by the urban development corporation for a capital

1 appropriation of \$165,000,000 authorized by a chapter of the laws of  
2 2013 to the urban development corporation for services and expenses  
3 related to the New York works economic development fund, reimbursement  
4 from the proceeds of notes or bonds issued by the thruway authority for  
5 a capital appropriation of \$100,000,000 authorized by a chapter of the  
6 laws of 2013 to the department of transportation for transportation  
7 infrastructure projects, reimbursement from the proceeds of notes or  
8 bonds issued by the thruway authority for a capital appropriation of  
9 \$200,000,000 authorized by a chapter of the laws of 2013 to the depart-  
10 ment of transportation for various purposes.

11 S 38. For purposes of sections twenty-six through thirty-seven of this  
12 act, the comptroller is also hereby authorized and directed to deposit  
13 to the credit of any capital projects fund, reimbursement from the  
14 proceeds of bonds and notes issued by any authorized issuer, as defined  
15 by sections 68-a and 69-m of the state finance law, in the amounts and  
16 for the purposes listed in such sections.

17 S 39. Notwithstanding any other law, rule, or regulation to the  
18 contrary, the comptroller is hereby authorized and directed to deposit  
19 to the credit of the state university residence hall rehabilitation  
20 fund, reimbursement from the proceeds of notes or bonds issued by the  
21 dormitory authority of the state of New York for capital disbursements  
22 of up to \$331,000,000 from any appropriation or reappropriation author-  
23 ized by a chapter of the laws of 2013.

24 S 40. Notwithstanding any other law, rule, or regulation to the  
25 contrary, the comptroller is hereby authorized and directed to deposit  
26 to the credit of the city university special revenue fund, reimbursement  
27 from the proceeds of notes or bonds issued by the Dormitory Authority of  
28 the State of New York for capital disbursements of up to \$20,000,000  
29 from any appropriation or reappropriation authorized by chapter 53 of  
30 the laws of 2009 to the city university of New York for various  
31 purposes.

32 S 41. Notwithstanding any other law, rule, or regulation to the  
33 contrary, the state comptroller is hereby authorized and directed to use  
34 any balance remaining in the mental health services fund debt service  
35 appropriation, after payment by the state comptroller of all obligations  
36 required pursuant to any lease, sublease, or other financing arrangement  
37 between the dormitory authority of the state of New York as successor to  
38 the New York state medical care facilities finance agency, and the  
39 facilities development corporation pursuant to chapter 83 of the laws of  
40 1995 and the department of mental hygiene for the purpose of making  
41 payments to the dormitory authority of the state of New York for the  
42 amount of the earnings for the investment of monies deposited in the  
43 mental health services fund that such agency determines will or may have  
44 to be rebated to the federal government pursuant to the provisions of  
45 the internal revenue code of 1986, as amended, in order to enable such  
46 agency to maintain the exemption from federal income taxation on the  
47 interest paid to the holders of such agency's mental services facilities  
48 improvement revenue bonds. On or before June 30, 2013, such agency shall  
49 certify to the state comptroller its determination of the amounts  
50 received in the mental health services fund as a result of the invest-  
51 ment of monies deposited therein that will or may have to be rebated to  
52 the federal government pursuant to the provisions of the internal reven-  
53 ue code of 1986, as amended.

54 S 42. (1) Notwithstanding any other law, rule, or regulation to the  
55 contrary, the state comptroller shall at the commencement of each month  
56 certify to the director of the budget, the commissioner of environmental

1 conservation, the chair of the senate finance committee, and the chair  
2 of the assembly ways and means committee the amounts disbursed from all  
3 appropriations for hazardous waste site remediation disbursements for  
4 the month preceding such certification.

5 (2) Notwithstanding any law to the contrary, prior to the issuance by  
6 the comptroller of bonds authorized pursuant to subdivision a of section  
7 4 of the environmental quality bond act of nineteen hundred eighty-six,  
8 as enacted by chapter 511 of the laws of 1986, disbursements from all  
9 appropriations for that purpose shall first be reimbursed from moneys  
10 credited to the hazardous waste remedial fund, site investigation and  
11 construction account, to the extent moneys are available in such  
12 account. For purposes of determining moneys available in such account,  
13 the commissioner of environmental conservation shall certify to the  
14 comptroller the amounts required for administration of the hazardous  
15 waste remedial program.

16 (3) The comptroller is hereby authorized and directed to transfer any  
17 balance above the amounts certified by the commissioner of environmental  
18 conservation to reimburse disbursements pursuant to all appropriations  
19 from such site investigation and construction account; provided, howev-  
20 er, that if such transfers are determined by the comptroller to be  
21 insufficient to assure that interest paid to holders of state obli-  
22 gations issued for hazardous waste purposes pursuant to the environ-  
23 mental quality bond act of nineteen hundred eighty-six, as enacted by  
24 chapter 511 of the laws of 1986, is exempt from federal income taxation,  
25 the comptroller is hereby authorized and directed to transfer, from such  
26 site investigation and construction account to the general fund, the  
27 amount necessary to redeem bonds in an amount necessary to assure the  
28 continuation of such tax exempt status. Prior to the making of any such  
29 transfers, the comptroller shall notify the director of the budget of  
30 the amount of such transfers.

31 S 43. Subdivision 2 of section 68-a of the state finance law, as  
32 amended by section 36 of part U of chapter 59 of the laws of 2012, is  
33 amended to read as follows:

34 2. "Authorized purpose" for purposes of this article and section nine-  
35 ty-two-z of this chapter shall mean any purposes for which state-sup-  
36 ported debt, as defined by section sixty-seven-a of this chapter, may or  
37 has been issued except debt for which the state is constitutionally  
38 obligated thereunder to pay debt service and related expenses[, and  
39 except (a) as authorized in paragraph (b) of subdivision one of section  
40 three hundred eighty-five of the public authorities law, (b) as author-  
41 ized for the department of health of the state of New York facilities as  
42 specified in paragraph a of subdivision two of section sixteen hundred  
43 eighty of the public authorities law, (c) state university of New York  
44 dormitory facilities as specified in subdivision eight of section  
45 sixteen hundred seventy-eight of the public authorities law, and (d) as  
46 authorized for mental health services facilities by section nine-a of  
47 section one of chapter three hundred ninety-two of the laws of nineteen  
48 hundred seventy-three constituting the New York state medical care  
49 facilities financing act. Notwithstanding the provisions of clause (d)  
50 of this subdivision, for the period April first, two thousand nine  
51 through March thirty-first, two thousand thirteen, mental health  
52 services facilities, as authorized by section nine-a of section one of  
53 chapter three hundred ninety-two of the laws of nineteen hundred seven-  
54 ty-three constituting the New York state medical care facilities financ-  
55 ing act, shall constitute an authorized purpose].

1 S 44. Subdivision 8 of section 68-b of the state finance law, as  
2 amended by section 35 of part BB of chapter 58 of the laws of 2011, is  
3 amended to read as follows:

4 8. Revenue bonds may only be issued for authorized purposes, as  
5 defined in section sixty-eight-a of this article. Notwithstanding the  
6 foregoing, the dormitory authority of the state of New York and the  
7 urban development corporation may issue revenue bonds for any authorized  
8 purpose of any other such authorized issuer [through March thirty-first,  
9 two thousand thirteen]. The authorized issuers shall not issue any  
10 revenue bonds in an amount in excess of statutory authorizations for  
11 such authorized purposes. Authorizations for such authorized purposes  
12 shall be reduced in an amount equal to the amount of revenue bonds  
13 issued for such authorized purposes under this article. Such reduction  
14 shall not be made in relation to revenue bonds issued to fund reserve  
15 funds, if any, and costs of issuance, if these items are not counted  
16 under existing authorizations, nor shall revenue bonds issued to refund  
17 bonds issued under existing authorizations reduce the amount of such  
18 authorizations.

19 S 45. Subdivision 5 of section 3234 of the public authorities law, as  
20 amended by section 54 of part K of chapter 81 of the laws of 2002, is  
21 amended to read as follows:

22 5. A majority of the whole number of directors then in office shall  
23 constitute a quorum for the transaction of any business or the exercise  
24 of any power of the corporation. Except as otherwise specified in this  
25 title, for the transaction of any business or the exercise of any power  
26 of the corporation, the corporation shall have power to act by a majori-  
27 ty of the directors present at any meeting at which a quorum is in  
28 attendance; provided that one or more directors may participate in a  
29 meeting by means of conference telephone or similar communications  
30 equipment allowing all directors participating in the meeting to hear  
31 each other at the same time and participation by such means shall  
32 constitute presence in person at a meeting. A unanimous vote of all  
33 directors THEN IN OFFICE shall be required for approval of a resolution  
34 authorizing the issuance of bonds or notes or any supplemental or amen-  
35 datory resolution. The corporation may delegate to one or more of its  
36 directors, or officers, agents and employees, such powers and duties as  
37 the directors may deem proper. Five days notice shall be given to each  
38 director and nonvoting representative prior to any meeting of the corpo-  
39 ration.

40 S 46. Section 1 of chapter 174 of the laws of 1968, constituting the  
41 New York state urban development corporation act, is amended by adding a  
42 new section 46 to read as follows:

43 S 46. 1. NOTWITHSTANDING THE PROVISIONS OF ANY OTHER LAW TO THE  
44 CONTRARY, THE DORMITORY AUTHORITY AND THE CORPORATION ARE HEREBY AUTHOR-  
45 IZED TO ISSUE BONDS OR NOTES IN ONE OR MORE SERIES FOR THE PURPOSE OF  
46 FUNDING PROJECT COSTS FOR THE NEW YORK STATE TRANSFORMATIVE CAPITAL FUND  
47 AND OTHER STATE COSTS ASSOCIATED WITH SUCH CAPITAL PROJECTS. THE AGGRE-  
48 GATE PRINCIPAL AMOUNT OF BONDS AUTHORIZED TO BE ISSUED PURSUANT TO THIS  
49 SECTION SHALL NOT EXCEED ONE BILLION ONE HUNDRED SEVENTY MILLION  
50 DOLLARS, EXCLUDING BONDS ISSUED TO FUND ONE OR MORE DEBT SERVICE RESERVE  
51 FUNDS, TO PAY COSTS OF ISSUANCE OF SUCH BONDS, AND BONDS OR NOTES ISSUED  
52 TO REFUND OR OTHERWISE REPAY SUCH BONDS OR NOTES PREVIOUSLY ISSUED. SUCH  
53 BONDS AND NOTES OF THE DORMITORY AUTHORITY AND THE CORPORATION SHALL NOT  
54 BE A DEBT OF THE STATE, AND THE STATE SHALL NOT BE LIABLE THEREON, NOR  
55 SHALL THEY BE PAYABLE OUT OF ANY FUNDS OTHER THAN THOSE APPROPRIATED BY  
56 THE STATE TO THE DORMITORY AUTHORITY AND THE CORPORATION FOR PRINCIPAL,

1 INTEREST, AND RELATED EXPENSES PURSUANT TO A SERVICE CONTRACT AND SUCH  
2 BONDS AND NOTES SHALL CONTAIN ON THE FACE THEREOF A STATEMENT TO SUCH  
3 EFFECT. EXCEPT FOR PURPOSES OF COMPLYING WITH THE INTERNAL REVENUE CODE,  
4 ANY INTEREST INCOME EARNED ON BOND PROCEEDS SHALL ONLY BE USED TO PAY  
5 DEBT SERVICE ON SUCH BONDS.

6 2. NOTWITHSTANDING ANY OTHER PROVISION OF LAW TO THE CONTRARY, IN  
7 ORDER TO ASSIST THE DORMITORY AUTHORITY AND THE CORPORATION IN UNDERTAK-  
8 ING THE FINANCING FOR PROJECT COSTS FOR THE NEW YORK STATE TRANSFORM-  
9 ATIVE CAPITAL FUND AND OTHER STATE COSTS ASSOCIATED WITH SUCH CAPITAL  
10 PROJECTS, THE DIRECTOR OF THE BUDGET IS HEREBY AUTHORIZED TO ENTER INTO  
11 ONE OR MORE SERVICE CONTRACTS WITH THE DORMITORY AUTHORITY AND THE  
12 CORPORATION, NONE OF WHICH SHALL EXCEED THIRTY YEARS IN DURATION, UPON  
13 SUCH TERMS AND CONDITIONS AS THE DIRECTOR OF THE BUDGET AND THE DORMITO-  
14 RY AUTHORITY AND THE CORPORATION AGREE, SO AS TO ANNUALLY PROVIDE TO THE  
15 DORMITORY AUTHORITY AND THE CORPORATION, IN THE AGGREGATE, A SUM NOT TO  
16 EXCEED THE PRINCIPAL, INTEREST, AND RELATED EXPENSES REQUIRED FOR SUCH  
17 BONDS AND NOTES. ANY SERVICE CONTRACT ENTERED INTO PURSUANT TO THIS  
18 SECTION SHALL PROVIDE THAT THE OBLIGATION OF THE STATE TO PAY THE AMOUNT  
19 THEREIN PROVIDED SHALL NOT CONSTITUTE A DEBT OF THE STATE WITHIN THE  
20 MEANING OF ANY CONSTITUTIONAL OR STATUTORY PROVISION AND SHALL BE DEEMED  
21 EXECUTORY ONLY TO THE EXTENT OF MONIES AVAILABLE AND THAT NO LIABILITY  
22 SHALL BE INCURRED BY THE STATE BEYOND THE MONIES AVAILABLE FOR SUCH  
23 PURPOSE, SUBJECT TO ANNUAL APPROPRIATION BY THE LEGISLATURE. ANY SUCH  
24 CONTRACT OR ANY PAYMENTS MADE OR TO BE MADE THEREUNDER MAY BE ASSIGNED  
25 AND PLEDGED BY THE DORMITORY AUTHORITY AND THE CORPORATION AS SECURITY  
26 FOR ITS BONDS AND NOTES, AS AUTHORIZED BY THIS SECTION.

27 3. THE COMPTROLLER IS HEREBY AUTHORIZED TO RECEIVE FROM THE DORMITORY  
28 AUTHORITY AND THE CORPORATION ANY PORTION OF BOND PROCEEDS PAID TO  
29 PROVIDE FUNDS FOR OR REIMBURSE THE STATE FOR ITS COSTS ASSOCIATED WITH  
30 SUCH CAPITAL PROJECT COSTS AND TO CREDIT SUCH AMOUNTS TO THE CAPITAL  
31 PROJECTS FUND OR ANY OTHER APPROPRIATE FUND.

32 S 47. Section 1 of chapter 174 of the laws of 1968, constituting the  
33 New York state urban development corporation act, is amended by adding a  
34 new section 47 to read as follows:

35 S 47. 1. NOTWITHSTANDING THE PROVISIONS OF ANY OTHER LAW TO THE  
36 CONTRARY, THE DORMITORY AUTHORITY AND THE CORPORATION ARE HEREBY AUTHOR-  
37 IZED TO ISSUE BONDS OR NOTES IN ONE OR MORE SERIES FOR THE PURPOSE OF  
38 FUNDING PROJECT COSTS FOR THE OFFICE OF INFORMATION TECHNOLOGY SERVICES  
39 AND OTHER STATE COSTS ASSOCIATED WITH SUCH CAPITAL PROJECTS. THE AGGRE-  
40 GATE PRINCIPAL AMOUNT OF BONDS AUTHORIZED TO BE ISSUED PURSUANT TO THIS  
41 SECTION SHALL NOT EXCEED SIXTY MILLION DOLLARS, EXCLUDING BONDS ISSUED  
42 TO FUND ONE OR MORE DEBT SERVICE RESERVE FUNDS, TO PAY COSTS OF ISSUANCE  
43 OF SUCH BONDS, AND BONDS OR NOTES ISSUED TO REFUND OR OTHERWISE REPAY  
44 SUCH BONDS OR NOTES PREVIOUSLY ISSUED. SUCH BONDS AND NOTES OF THE  
45 DORMITORY AUTHORITY AND THE CORPORATION SHALL NOT BE A DEBT OF THE  
46 STATE, AND THE STATE SHALL NOT BE LIABLE THEREON, NOR SHALL THEY BE  
47 PAYABLE OUT OF ANY FUNDS OTHER THAN THOSE APPROPRIATED BY THE STATE TO  
48 THE DORMITORY AUTHORITY AND THE CORPORATION FOR PRINCIPAL, INTEREST, AND  
49 RELATED EXPENSES PURSUANT TO A SERVICE CONTRACT AND SUCH BONDS AND NOTES  
50 SHALL CONTAIN ON THE FACE THEREOF A STATEMENT TO SUCH EFFECT. EXCEPT FOR  
51 PURPOSES OF COMPLYING WITH THE INTERNAL REVENUE CODE, ANY INTEREST  
52 INCOME EARNED ON BOND PROCEEDS SHALL ONLY BE USED TO PAY DEBT SERVICE ON  
53 SUCH BONDS.

54 2. NOTWITHSTANDING ANY OTHER PROVISION OF LAW TO THE CONTRARY, IN  
55 ORDER TO ASSIST THE DORMITORY AUTHORITY AND THE CORPORATION IN UNDERTAK-  
56 ING THE FINANCING FOR PROJECT COSTS FOR THE OFFICE OF INFORMATION TECH-

1 NOLOGY SERVICES AND OTHER STATE COSTS ASSOCIATED WITH SUCH CAPITAL  
2 PROJECTS, THE DIRECTOR OF THE BUDGET IS HEREBY AUTHORIZED TO ENTER INTO  
3 ONE OR MORE SERVICE CONTRACTS WITH THE DORMITORY AUTHORITY AND THE  
4 CORPORATION, NONE OF WHICH SHALL EXCEED THIRTY YEARS IN DURATION, UPON  
5 SUCH TERMS AND CONDITIONS AS THE DIRECTOR OF THE BUDGET AND THE DORMITO-  
6 RY AUTHORITY AND THE CORPORATION AGREE, SO AS TO ANNUALLY PROVIDE TO THE  
7 DORMITORY AUTHORITY AND THE CORPORATION, IN THE AGGREGATE, A SUM NOT TO  
8 EXCEED THE PRINCIPAL, INTEREST, AND RELATED EXPENSES REQUIRED FOR SUCH  
9 BONDS AND NOTES. ANY SERVICE CONTRACT ENTERED INTO PURSUANT TO THIS  
10 SECTION SHALL PROVIDE THAT THE OBLIGATION OF THE STATE TO PAY THE AMOUNT  
11 THEREIN PROVIDED SHALL NOT CONSTITUTE A DEBT OF THE STATE WITHIN THE  
12 MEANING OF ANY CONSTITUTIONAL OR STATUTORY PROVISION AND SHALL BE DEEMED  
13 EXECUTORY ONLY TO THE EXTENT OF MONIES AVAILABLE AND THAT NO LIABILITY  
14 SHALL BE INCURRED BY THE STATE BEYOND THE MONIES AVAILABLE FOR SUCH  
15 PURPOSE, SUBJECT TO ANNUAL APPROPRIATION BY THE LEGISLATURE. ANY SUCH  
16 CONTRACT OR ANY PAYMENTS MADE OR TO BE MADE THEREUNDER MAY BE ASSIGNED  
17 AND PLEDGED BY THE DORMITORY AUTHORITY AND THE CORPORATION AS SECURITY  
18 FOR ITS BONDS AND NOTES, AS AUTHORIZED BY THIS SECTION.

19 3. THE COMPTROLLER IS HEREBY AUTHORIZED TO RECEIVE FROM THE DORMITORY  
20 AUTHORITY AND THE CORPORATION ANY PORTION OF BOND PROCEEDS PAID TO  
21 PROVIDE FUNDS FOR OR REIMBURSE THE STATE FOR ITS COSTS ASSOCIATED WITH  
22 SUCH CAPITAL PROJECT COSTS AND TO CREDIT SUCH AMOUNTS TO THE CAPITAL  
23 PROJECTS FUND OR ANY OTHER APPROPRIATE FUND.

24 S 48. Subdivision (a) of section 28 of part Y of chapter 61 of the  
25 laws of 2005, relating to providing for the administration of certain  
26 funds and accounts related to the 2005-2006 budget, as amended by  
27 section 39 of part U of chapter 59 of the laws of 2012, is amended to  
28 read as follows:

29 (a) Subject to the provisions of chapter 59 of the laws of 2000, but  
30 notwithstanding any provisions of law to the contrary, one or more  
31 authorized issuers as defined by section 68-a of the state finance law  
32 are hereby authorized to issue bonds or notes in one or more series in  
33 an aggregate principal amount not to exceed [\$24,000,000] \$27,000,000,  
34 excluding bonds issued to finance one or more debt service reserve  
35 funds, to pay costs of issuance of such bonds, and bonds or notes issued  
36 to refund or otherwise repay such bonds or notes previously issued, for  
37 the purpose of financing capital projects for public protection facili-  
38 ties in the Division of Military and Naval Affairs, debt service and  
39 leases; and to reimburse the state general fund for disbursements made  
40 therefor. Such bonds and notes of such authorized issuer shall not be a  
41 debt of the state, and the state shall not be liable thereon, nor shall  
42 they be payable out of any funds other than those appropriated by the  
43 state to such authorized issuer for debt service and related expenses  
44 pursuant to any service contract executed pursuant to subdivision (b) of  
45 this section and such bonds and notes shall contain on the face thereof  
46 a statement to such effect. Except for purposes of complying with the  
47 internal revenue code, any interest income earned on bond proceeds shall  
48 only be used to pay debt service on such bonds.

49 S 49. Subdivision 1 of section 16 of part D of chapter 389 of the laws  
50 of 1997, relating to the financing of the correctional facilities  
51 improvement fund and the youth facility improvement fund, as amended by  
52 section 40 of part U of chapter 59 of the laws of 2012, is amended to  
53 read as follows:

54 1. Subject to the provisions of chapter 59 of the laws of 2000, but  
55 notwithstanding the provisions of section 18 of section 1 of chapter 174  
56 of the laws of 1968, the New York state urban development corporation is

1 hereby authorized to issue bonds, notes and other obligations in an  
2 aggregate principal amount not to exceed [six] SEVEN billion [eight] ONE  
3 hundred [sixteen] THIRTY-THREE million [eight hundred] sixty-nine thou-  
4 sand dollars [\$6,816,869,000] \$7,133,069,000, and shall include all  
5 bonds, notes and other obligations issued pursuant to chapter 56 of the  
6 laws of 1983, as amended or supplemented. The proceeds of such bonds,  
7 notes or other obligations shall be paid to the state, for deposit in  
8 the correctional facilities capital improvement fund to pay for all or  
9 any portion of the amount or amounts paid by the state from appropri-  
10 ations or reappropriations made to the department of corrections and  
11 community supervision from the correctional facilities capital improve-  
12 ment fund for capital projects. The aggregate amount of bonds, notes or  
13 other obligations authorized to be issued pursuant to this section shall  
14 exclude bonds, notes or other obligations issued to refund or otherwise  
15 repay bonds, notes or other obligations theretofore issued, the proceeds  
16 of which were paid to the state for all or a portion of the amounts  
17 expended by the state from appropriations or reappropriations made to  
18 the department of corrections and community supervision; provided,  
19 however, that upon any such refunding or repayment the total aggregate  
20 principal amount of outstanding bonds, notes or other obligations may be  
21 greater than [six] SEVEN billion [eight] ONE hundred [sixteen]  
22 THIRTY-THREE million [eight hundred] sixty-nine thousand dollars  
23 [\$6,816,869,000] \$7,133,069,000, only if the present value of the aggre-  
24 gate debt service of the refunding or repayment bonds, notes or other  
25 obligations to be issued shall not exceed the present value of the  
26 aggregate debt service of the bonds, notes or other obligations so to be  
27 refunded or repaid. For the purposes hereof, the present value of the  
28 aggregate debt service of the refunding or repayment bonds, notes or  
29 other obligations and of the aggregate debt service of the bonds, notes  
30 or other obligations so refunded or repaid, shall be calculated by  
31 utilizing the effective interest rate of the refunding or repayment  
32 bonds, notes or other obligations, which shall be that rate arrived at  
33 by doubling the semi-annual interest rate (compounded semi-annually)  
34 necessary to discount the debt service payments on the refunding or  
35 repayment bonds, notes or other obligations from the payment dates ther-  
36 eof to the date of issue of the refunding or repayment bonds, notes or  
37 other obligations and to the price bid including estimated accrued  
38 interest or proceeds received by the corporation including estimated  
39 accrued interest from the sale thereof.

40 S 50. Paragraph (a) of subdivision 2 of section 47-e of the private  
41 housing finance law, as amended by section 41 of part U of chapter 59 of  
42 the laws of 2012, is amended to read as follows:

43 (a) Subject to the provisions of chapter fifty-nine of the laws of two  
44 thousand, in order to enhance and encourage the promotion of housing  
45 programs and thereby achieve the stated purposes and objectives of such  
46 housing programs, the agency shall have the power and is hereby author-  
47 ized from time to time to issue negotiable housing program bonds and  
48 notes in such principal amount as shall be necessary to provide suffi-  
49 cient funds for the repayment of amounts disbursed (and not previously  
50 reimbursed) pursuant to law or any prior year making capital appropri-  
51 ations or reappropriations for the purposes of the housing program;  
52 provided, however, that the agency may issue such bonds and notes in an  
53 aggregate principal amount not exceeding two billion [seven] EIGHT  
54 hundred [forty] FORTY-FOUR million [six] EIGHT hundred ninety-nine thou-  
55 sand dollars, plus a principal amount of bonds issued to fund the debt  
56 service reserve fund in accordance with the debt service reserve fund

1 requirement established by the agency and to fund any other reserves  
2 that the agency reasonably deems necessary for the security or marketability of such bonds and to provide for the payment of fees and other  
3 charges and expenses, including underwriters' discount, trustee and  
4 rating agency fees, bond insurance, credit enhancement and liquidity  
5 enhancement related to the issuance of such bonds and notes. No reserve  
6 fund securing the housing program bonds shall be entitled or eligible to  
7 receive state funds apportioned or appropriated to maintain or restore  
8 such reserve fund at or to a particular level, except to the extent of  
9 any deficiency resulting directly or indirectly from a failure of the  
10 state to appropriate or pay the agreed amount under any of the contracts  
11 provided for in subdivision four of this section.

12  
13 S 51. Subdivision (b) of section 11 of chapter 329 of the laws of  
14 1991, amending the state finance law and other laws relating to the  
15 establishment of the dedicated highway and bridge trust fund, as amended  
16 by section 42 of part U of chapter 59 of the laws of 2012, is amended to  
17 read as follows:

18 (b) Any service contract or contracts for projects authorized pursuant  
19 to sections 10-c, 10-f, 10-g and 80-b of the highway law and section  
20 14-k of the transportation law, and entered into pursuant to subdivision  
21 (a) of this section, shall provide for state commitments to provide  
22 annually to the thruway authority a sum or sums, upon such terms and  
23 conditions as shall be deemed appropriate by the director of the budget,  
24 to fund, or fund the debt service requirements of any bonds or any obligations of the thruway authority issued to fund such projects having a  
25 cost not in excess of [\$7,106,022,000] \$7,516,875,000 cumulatively by  
26 the end of fiscal year [2012-13] 2013-14.

27  
28 S 52. Subdivision 1 of section 1689-i of the public authorities law,  
29 as amended by section 50 of part U of chapter 59 of the laws of 2012, is  
30 amended to read as follows:

31 1. The dormitory authority is authorized to issue bonds, at the  
32 request of the commissioner of education, to finance eligible library  
33 construction projects pursuant to section two hundred seventy-three-a of  
34 the education law, in amounts certified by such commissioner not to  
35 exceed a total principal amount of [ninety-eight] ONE HUNDRED TWELVE  
36 million dollars.

37 S 53. Subdivision (a) of section 27 of part Y of chapter 61 of the  
38 laws of 2005, providing for the administration of certain funds and  
39 accounts related to the 2005-2006 budget, as amended by section 43 of  
40 part PP of chapter 56 of the laws of 2009, is amended to read as  
41 follows:

42 (a) Subject to the provisions of chapter 59 of the laws of 2000, but  
43 notwithstanding any provisions of law to the contrary, the urban development corporation is hereby authorized to issue bonds or notes in one  
44 or more series in an aggregate principal amount not to exceed  
45 [\$114,100,000] \$166,340,000, excluding bonds issued to finance one or  
46 more debt service reserve funds, to pay costs of issuance of such bonds,  
47 and bonds or notes issued to refund or otherwise repay such bonds or  
48 notes previously issued, for the purpose of financing capital projects  
49 for THE division of state police [facilities], debt service and leases;  
50 and to reimburse the state general fund for disbursements made therefor.  
51 Such bonds and notes of such authorized issuer shall not be a debt of  
52 the state, and the state shall not be liable thereon, nor shall they be  
53 payable out of any funds other than those appropriated by the state to  
54 such authorized issuer for debt service and related expenses pursuant to  
55 any service contract executed pursuant to subdivision (b) of this  
56



1 section and such bonds and notes shall contain on the face thereof a  
2 statement to such effect. Except for purposes of complying with the  
3 internal revenue code, any interest income earned on bond proceeds shall  
4 only be used to pay debt service on such bonds.

5 S 54. Section 44 of section 1 of chapter 174 of the laws of 1968,  
6 constituting the New York state urban development corporation act, as  
7 amended by section 43 of part U of chapter 59 of the laws of 2012, is  
8 amended to read as follows:

9 S 44. ISSUANCE OF CERTAIN BONDS OR NOTES. 1. Notwithstanding the  
10 provisions of any other law to the contrary, the dormitory authority and  
11 the corporation are hereby authorized to issue bonds or notes in one or  
12 more series for the purpose of funding project costs for the regional  
13 economic development council initiative, the economic transformation  
14 program, state university of New York college for nanoscale and science  
15 engineering, projects within the city of Buffalo or surrounding envi-  
16 rons, [and] the New York works economic development fund, PROJECTS FOR  
17 THE RETENTION OF PROFESSIONAL FOOTBALL IN WESTERN NEW YORK, and other  
18 state costs associated with such projects. The aggregate principal  
19 amount of bonds authorized to be issued pursuant to this section shall  
20 not exceed [seven hundred ten million five hundred fifty] ONE BILLION  
21 ONE HUNDRED FIFTY-SIX MILLION SIX HUNDRED SEVEN thousand dollars,  
22 excluding bonds issued to fund one or more debt service reserve funds,  
23 to pay costs of issuance of such bonds, and bonds or notes issued to  
24 refund or otherwise repay such bonds or notes previously issued. Such  
25 bonds and notes of the dormitory authority and the corporation shall not  
26 be a debt of the state, and the state shall not be liable thereon, nor  
27 shall they be payable out of any funds other than those appropriated by  
28 the state to the dormitory authority and the corporation for principal,  
29 interest, and related expenses pursuant to a service contract and such  
30 bonds and notes shall contain on the face thereof a statement to such  
31 effect. Except for purposes of complying with the internal revenue code,  
32 any interest income earned on bond proceeds shall only be used to pay  
33 debt service on such bonds.

34 2. Notwithstanding any other provision of law to the contrary, in  
35 order to assist the dormitory authority and the corporation in undertak-  
36 ing the financing for project costs for the regional economic develop-  
37 ment council initiative, the economic transformation program, state  
38 university of New York college for nanoscale and science engineering,  
39 projects within the city of Buffalo or surrounding environs [and], the  
40 New York works economic development fund, PROJECTS FOR THE RETENTION OF  
41 PROFESSIONAL FOOTBALL IN WESTERN NEW YORK, and other state costs associ-  
42 ated with such projects, the director of the budget is hereby authorized  
43 to enter into one or more service contracts with the dormitory authority  
44 and the corporation, none of which shall exceed thirty years in dura-  
45 tion, upon such terms and conditions as the director of the budget and  
46 the dormitory authority and the corporation agree, so as to annually  
47 provide to the dormitory authority and the corporation, in the aggre-  
48 gate, a sum not to exceed the principal, interest, and related expenses  
49 required for such bonds and notes. Any service contract entered into  
50 pursuant to this section shall provide that the obligation of the state  
51 to pay the amount therein provided shall not constitute a debt of the  
52 state within the meaning of any constitutional or statutory provision  
53 and shall be deemed executory only to the extent of monies available and  
54 that no liability shall be incurred by the state beyond the monies  
55 available for such purpose, subject to annual appropriation by the  
56 legislature. Any such contract or any payments made or to be made there-

1 under may be assigned and pledged by the dormitory authority and the  
2 corporation as security for its bonds and notes, as authorized by this  
3 section.

4 S 55. Subdivisions 1 and 3 of section 1285-p of the public authorities  
5 law, subdivision 1 as amended by section 21 of part II of chapter 59 of  
6 the laws of 2004 and subdivision 3 as amended by section 38 of part U of  
7 chapter 59 of the laws of 2012, are amended to read as follows:

8 1. Subject to chapter fifty-nine of the laws of two thousand, but  
9 notwithstanding any other provisions of law to the contrary, in order to  
10 assist the corporation in undertaking the administration and the financ-  
11 ing of the design, acquisition, construction, improvement, installation,  
12 and related work for all or any portion of any of the following environ-  
13 mental infrastructure projects and for the provision of funds to the  
14 state for any amounts disbursed therefor: (a) projects authorized under  
15 the environmental protection fund, or for which appropriations are made  
16 to the environmental protection fund including, but not limited to  
17 municipal parks and historic preservation, stewardship, farmland  
18 protection, non-point source, pollution control, Hudson River Park, land  
19 acquisition, and waterfront revitalization; (b) department of environ-  
20 mental conservation capital appropriations for Onondaga Lake for certain  
21 water quality improvement projects in the same manner as set forth in  
22 paragraph (d) of subdivision one of section 56-0303 of the environmental  
23 conservation law; (c) for the purpose of the administration, management,  
24 maintenance, and use of the real property at the western New York nucle-  
25 ar service center; and (d) department of environmental conservation  
26 capital appropriations for the administration, design, acquisition,  
27 construction, improvement, installation, and related work on department  
28 of environmental conservation environmental infrastructure projects; and  
29 (e) office of parks, recreation and historic preservation appropriations  
30 or reappropriations from the state parks infrastructure fund[,]; AND (F)  
31 CAPITAL GRANTS FOR THE CLEANER, GREENER COMMUNITIES PROGRAM the director  
32 of the division of budget and the corporation are each authorized to  
33 enter into one or more service contracts, none of which shall exceed  
34 twenty years in duration, upon such terms and conditions as the director  
35 and the corporation may agree, so as to annually provide to the corpo-  
36 ration in the aggregate, a sum not to exceed the annual debt service  
37 payments and related expenses required for any bonds and notes author-  
38 ized pursuant to section twelve hundred ninety of this title. Any  
39 service contract entered into pursuant to this section shall provide  
40 that the obligation of the state to fund or to pay the amounts therein  
41 provided for shall not constitute a debt of the state within the meaning  
42 of any constitutional or statutory provision and shall be deemed execu-  
43 tory only to the extent of moneys available for such purposes, subject  
44 to annual appropriation by the legislature. Any such service contract or  
45 any payments made or to be made thereunder may be assigned and pledged  
46 by the corporation as security for its bonds and notes, as authorized  
47 pursuant to section twelve hundred ninety of this title.

48 3. The maximum amount of bonds that may be issued for the purpose of  
49 financing environmental infrastructure projects authorized by this  
50 section shall be one billion [one hundred eighteen] TWO HUNDRED  
51 SIXTY-FIVE million seven hundred sixty thousand dollars, exclusive of  
52 bonds issued to fund any debt service reserve funds, pay costs of issu-  
53 ance of such bonds, and bonds or notes issued to refund or otherwise  
54 repay bonds or notes previously issued. Such bonds and notes of the  
55 corporation shall not be a debt of the state, and the state shall not be  
56 liable thereon, nor shall they be payable out of any funds other than

1 those appropriated by the state to the corporation for debt service and  
2 related expenses pursuant to any service contracts executed pursuant to  
3 subdivision one of this section, and such bonds and notes shall contain  
4 on the face thereof a statement to such effect.

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

7 S 92-H. SALES TAX REVENUE BOND TAX FUND. 1. THERE IS HEREBY ESTAB-  
8 LISHED IN THE JOINT CUSTODY OF THE STATE COMPTROLLER AND THE COMMISSION-  
9 ER OF TAXATION AND FINANCE A FUND WITHIN THE GENERAL DEBT SERVICE FUND  
10 TO BE KNOWN AS THE "SALES TAX REVENUE BOND TAX FUND".

11 2. SUCH FUND SHALL CONSIST OF THE AMOUNT OF REVENUE COLLECTED WITHIN  
12 THE STATE FROM THE IMPOSITION OF THE SALES AND COMPENSATING USE TAXES  
13 (INCLUDING INTEREST AND PENALTIES) PURSUANT TO SECTION ELEVEN HUNDRED  
14 FIVE AND SECTION ELEVEN HUNDRED TEN OF THE TAX LAW EQUAL TO THE AMOUNT  
15 ATTRIBUTABLE TO A ONE PERCENT RATE OF TAXATION, LESS SUCH AMOUNTS AS THE  
16 COMMISSIONER OF TAXATION AND FINANCE MAY DETERMINE TO BE NECESSARY FOR  
17 REFUNDS. SUCH SALES AND COMPENSATING USE TAX REVENUES SHALL BE SEPARATE  
18 AND DISTINCT FROM THE SALES AND COMPENSATING USE TAX REVENUES DEPOSITED  
19 FROM TIME TO TIME IN THE LOCAL GOVERNMENT ASSISTANCE TAX FUND, PURSUANT  
20 TO SECTION NINETY-TWO-R OF THIS ARTICLE. ON AND AFTER THE DATE THAT ALL  
21 OF THE OBLIGATIONS AND LIABILITIES OF THE NEW YORK LOCAL GOVERNMENT  
22 ASSISTANCE CORPORATION SHALL HAVE BEEN MET OR OTHERWISE DISCHARGED, IT  
23 SHALL EQUAL THE AMOUNT ATTRIBUTABLE TO A TWO PERCENT RATE OF TAXATION,  
24 LESS SUCH AMOUNTS AS THE COMMISSIONER OF TAXATION AND FINANCE MAY DETER-  
25 MINE TO BE NECESSARY FOR REFUNDS.

26 3. ON OR BEFORE THE TWELFTH DAY OF EACH MONTH, THE COMMISSIONER OF  
27 TAXATION AND FINANCE SHALL CERTIFY TO THE STATE COMPTROLLER THE AMOUNTS  
28 SPECIFIED IN SUBDIVISION TWO OF THIS SECTION RELATING TO THE PRECEDING  
29 MONTH AND, IN ADDITION, NO LATER THAN MARCH THIRTY-FIRST OF EACH FISCAL  
30 YEAR THE COMMISSIONER OF TAXATION AND FINANCE SHALL CERTIFY SUCH AMOUNTS  
31 RELATING TO THE LAST MONTH OF SUCH FISCAL YEAR. THE AMOUNTS SO CERTIFIED  
32 SHALL BE DEPOSITED BY THE STATE COMPTROLLER IN THE SALES TAX REVENUE  
33 BOND TAX FUND.

34 4. MONEYS IN THE SALES TAX REVENUE BOND TAX FUND SHALL BE KEPT SEPA-  
35 RATE AND SHALL NOT BE COMMINGLED WITH ANY OTHER MONEYS IN THE CUSTODY OF  
36 THE STATE COMPTROLLER AND THE COMMISSIONER OF TAXATION AND FINANCE. ALL  
37 DEPOSITS OF SUCH REVENUES SHALL, IF REQUIRED BY THE STATE COMPTROLLER,  
38 BE SECURED BY OBLIGATIONS OF THE UNITED STATES OR OF THE STATE HAVING A  
39 MARKET VALUE EQUAL AT ALL TIMES TO THE AMOUNT OF SUCH DEPOSITS AND ALL  
40 BANKS AND TRUST COMPANIES ARE AUTHORIZED TO GIVE SECURITY FOR SUCH  
41 DEPOSITS. ANY SUCH MONEYS IN SUCH FUND MAY, IN THE DISCRETION OF THE  
42 STATE COMPTROLLER, BE INVESTED IN OBLIGATIONS IN WHICH THE STATE COMP-  
43 TROLLER IS AUTHORIZED TO INVEST PURSUANT TO SECTION NINETY-EIGHT-A OF  
44 THIS ARTICLE.

45 5. (A) THE STATE COMPTROLLER SHALL FROM TIME TO TIME, BUT IN NO EVENT  
46 LATER THAN THE FIFTEENTH DAY OF EACH MONTH (OTHER THAN THE LAST MONTH  
47 OF THE FISCAL YEAR) AND NO LATER THAN THE THIRTY-FIRST DAY OF THE LAST  
48 MONTH OF EACH FISCAL YEAR, PAY OVER AND DISTRIBUTE TO THE CREDIT OF THE  
49 GENERAL FUND OF THE STATE TREASURY ALL MONEYS IN THE SALES TAX REVENUE  
50 BOND TAX FUND, IF ANY, IN EXCESS OF THE AGGREGATE AMOUNT REQUIRED TO BE  
51 SET ASIDE FOR THE PAYMENT OF CASH REQUIREMENTS PURSUANT TO PARAGRAPH (B)  
52 OF THIS SUBDIVISION, PROVIDED THAT AN APPROPRIATION HAS BEEN MADE TO PAY  
53 ALL AMOUNTS SPECIFIED IN ANY CERTIFICATE OR CERTIFICATES DELIVERED BY  
54 THE DIRECTOR OF THE BUDGET PURSUANT TO PARAGRAPH (B) OF THIS SUBDIVISION  
55 AS BEING REQUIRED BY ANY AUTHORIZED ISSUER AS SUCH TERM IS DEFINED IN  
56 SECTION SIXTY-NINE-M OF THIS CHAPTER FOR THE PAYMENT OF CASH REQUIRE-

1 MENTS OF SUCH AUTHORIZED ISSUERS FOR SUCH FISCAL YEAR. SUBJECT TO THE  
2 RIGHTS OF HOLDERS OF DEBT OF THE STATE, IN NO EVENT SHALL THE STATE  
3 COMPTROLLER PAY OVER AND DISTRIBUTE ANY MONEYS ON DEPOSIT IN THE SALES  
4 TAX REVENUE BOND TAX FUND TO ANY PERSON OTHER THAN AN AUTHORIZED ISSUER  
5 PURSUANT TO SUCH CERTIFICATE OR CERTIFICATES (I) UNLESS AND UNTIL THE  
6 AGGREGATE OF ALL CASH REQUIREMENTS CERTIFIED TO THE STATE COMPTROLLER AS  
7 REQUIRED BY SUCH AUTHORIZED ISSUERS TO BE SET ASIDE PURSUANT TO PARA-  
8 GRAPH (B) OF THIS SUBDIVISION FOR SUCH FISCAL YEAR SHALL HAVE BEEN  
9 APPROPRIATED TO SUCH AUTHORIZED ISSUERS IN ACCORDANCE WITH THE SCHEDULE  
10 SPECIFIED IN THE CERTIFICATE OR CERTIFICATES FILED BY THE DIRECTOR OF  
11 THE BUDGET OR (II) IF, AFTER HAVING BEEN SO CERTIFIED AND APPROPRIATED,  
12 ANY PAYMENT REQUIRED TO BE MADE PURSUANT TO PARAGRAPH (B) OF THIS SUBDI-  
13 VISION HAS NOT BEEN MADE TO THE AUTHORIZED ISSUERS PURSUANT TO SUCH  
14 CERTIFICATE OR CERTIFICATES; PROVIDED, HOWEVER, THAT NO PERSON, INCLUD-  
15 ING SUCH AUTHORIZED ISSUERS OR THE HOLDERS OF REVENUE BONDS, SHALL HAVE  
16 ANY LIEN ON MONEYS ON DEPOSIT IN THE SALES TAX REVENUE BOND TAX FUND.  
17 ANY AGREEMENT ENTERED INTO PURSUANT TO SECTION SIXTY-NINE-O OF THIS  
18 CHAPTER RELATED TO ANY PAYMENT AUTHORIZED BY THIS SECTION SHALL BE  
19 EXECUTORY ONLY TO THE EXTENT OF SUCH REVENUES AVAILABLE TO THE STATE IN  
20 SUCH FUND. NOTWITHSTANDING SUBDIVISIONS TWO AND THREE OF THIS SECTION,  
21 IN THE EVENT THE AGGREGATE OF ALL CASH REQUIREMENTS CERTIFIED TO THE  
22 STATE COMPTROLLER AS REQUIRED BY SUCH AUTHORIZED ISSUERS TO BE SET ASIDE  
23 PURSUANT TO PARAGRAPH (B) OF THIS SUBDIVISION FOR THE FISCAL YEAR BEGIN-  
24 NING ON APRIL FIRST SHALL NOT HAVE BEEN APPROPRIATED TO SUCH AUTHORIZED  
25 ISSUERS IN ACCORDANCE WITH THE SCHEDULE SPECIFIED IN THE CERTIFICATE OR  
26 CERTIFICATES FILED BY THE DIRECTOR OF THE BUDGET OR, IF, HAVING BEEN SO  
27 CERTIFIED AND APPROPRIATED, ANY PAYMENT REQUIRED TO BE MADE PURSUANT TO  
28 PARAGRAPH (B) OF THIS SUBDIVISION HAS NOT BEEN MADE PURSUANT TO SUCH  
29 CERTIFICATE OR CERTIFICATES, ALL RECEIPTS COLLECTED AND DEPOSITED IN THE  
30 SALES TAX REVENUE BOND TAX FUND SHALL REMAIN IN SUCH FUND. NOTWITHSTAND-  
31 ING ANY OTHER PROVISION OF LAW, IF THE STATE HAS APPROPRIATED AND PAID  
32 TO THE AUTHORIZED ISSUERS ALL AMOUNTS NECESSARY FOR THE AUTHORIZED  
33 ISSUERS TO MEET THEIR CASH REQUIREMENTS FOR THE CURRENT FISCAL YEAR  
34 PURSUANT TO THE CERTIFICATE OR CERTIFICATES SUBMITTED BY THE DIRECTOR OF  
35 THE BUDGET PURSUANT TO PARAGRAPH (B) OF THIS SECTION, THE STATE COMP-  
36 TROLLER SHALL, ON THE LAST DAY OF EACH FISCAL YEAR, PAY TO THE GENERAL  
37 FUND OF THE STATE ALL SUMS REMAINING IN THE SALES TAX REVENUE BOND TAX  
38 FUND ON SUCH DATE EXCEPT SUCH AMOUNTS AS THE DIRECTOR OF THE BUDGET MAY  
39 CERTIFY ARE NEEDED TO MEET THE CASH REQUIREMENTS OF AUTHORIZED ISSUERS  
40 DURING THE SUBSEQUENT FISCAL YEAR.

41 (B) NO LATER THAN THIRTY DAYS AFTER THE SUBMISSION OF THE EXECUTIVE  
42 BUDGET IN ACCORDANCE WITH ARTICLE SEVEN OF THE CONSTITUTION, THE DIREC-  
43 TOR OF THE BUDGET SHALL PREPARE A CERTIFICATE OF THE AMOUNT OF MONTHLY  
44 RECEIPTS ANTICIPATED TO BE DEPOSITED PURSUANT TO SUBDIVISION TWO OF THIS  
45 SECTION DURING THE FISCAL YEAR BEGINNING APRIL FIRST OF THAT YEAR  
46 TOGETHER WITH THE MONTHLY AMOUNTS NECESSARY TO BE SET ASIDE FROM THE  
47 RECEIPTS OF SUCH FUND, AS SHALL BE SUFFICIENT TO MEET THE TOTAL CASH  
48 REQUIREMENTS OF AUTHORIZED ISSUERS, AS DEFINED BY SECTION SIXTY-NINE-M  
49 OF THIS CHAPTER DURING SUCH FISCAL YEAR, BASED ON INFORMATION THAT SHALL  
50 BE PROVIDED BY SUCH AUTHORIZED ISSUERS, CONSISTENT WITH THE TERMS OF ANY  
51 CONTRACT WITH OUTSTANDING BONDHOLDERS. EXCEPT FOR THE PURPOSE OF MEETING  
52 CASH REQUIREMENTS OF AN AUTHORIZED ISSUER THAT ARE DUE ON A MONTHLY OR  
53 MORE FREQUENT BASIS, PRIOR TO TRANSFERRING ANY MONEYS FROM THE ACCOUNT  
54 PURSUANT TO PARAGRAPH (A) OF THIS SUBDIVISION, THE COMPTROLLER SHALL SET  
55 ASIDE ON A MONTHLY BASIS ALL REVENUES DEPOSITED PURSUANT TO THIS SUBDI-  
56 VISION AS RECEIVED UNTIL THE AMOUNT SET ASIDE IS EQUAL TO ONE-FIFTH OF

1 THE INTEREST DUE ON SUCH OBLIGATIONS ON THE NEXT SUCCEEDING INTEREST  
2 PAYMENT DATE MULTIPLIED BY THE NUMBER OF MONTHS FROM THE LAST SUCH  
3 PAYMENT AND ONE-ELEVENTH OF THE NEXT PRINCIPAL INSTALLMENT DUE ON SUCH  
4 OBLIGATIONS MULTIPLIED BY THE NUMBER OF MONTHS FROM THE LAST SUCH PRIN-  
5 CIPAL INSTALLMENT WHERE PRINCIPAL IS DUE ON AN ANNUAL BASIS OR ONE-FIFTH  
6 OF THE NEXT PRINCIPAL INSTALLMENT DUE ON SUCH OBLIGATIONS MULTIPLIED BY  
7 THE NUMBER OF MONTHS FROM THE LAST SUCH PRINCIPAL INSTALLMENT WHERE  
8 PRINCIPAL IS DUE ON A SEMIANNUAL BASIS. FOR THE PURPOSE OF MEETING CASH  
9 REQUIREMENTS OF AN AUTHORIZED ISSUER THAT ARE DUE ON A MONTHLY BASIS OR  
10 MORE FREQUENTLY, THE COMPTROLLER SHALL SET ASIDE ALL REVENUES DEPOSITED  
11 PURSUANT TO SUBDIVISION TWO OF THIS SECTION AS RECEIVED UNTIL THE AMOUNT  
12 SO SET ASIDE IS, IN THE REASONABLE JUDGMENT OF THE DIRECTOR OF THE BUDG-  
13 ET AS SET FORTH IN SUCH CERTIFICATE, SUFFICIENT TO MAKE THE REQUIRED  
14 PAYMENT ON OR BEFORE SUCH PAYMENT DATE. NOTWITHSTANDING SUBDIVISION  
15 THREE OF, SECTION SEVENTY-TWO OF THIS ARTICLE OR ANY OTHER PROVISION OF  
16 LAW, ALL MONEYS SET ASIDE IN THE SALES TAX REVENUE BOND TAX FUND TO MEET  
17 THE ANNUAL CASH REQUIREMENTS OF AUTHORIZED ISSUERS PURSUANT TO A CERTIF-  
18 ICATE OR CERTIFICATES AS REQUIRED IN THIS PARAGRAPH SHALL REMAIN IN THE  
19 SALES TAX REVENUE BOND TAX FUND UNTIL NEEDED FOR PAYMENT TO AUTHORIZED  
20 ISSUERS, AS PROVIDED IN THIS SECTION. IN THE EVENT THAT THE AMOUNT SET  
21 ASIDE BY THE STATE COMPTROLLER PURSUANT TO THIS PARAGRAPH IS NOT SUFFI-  
22 CIENT TO MEET THE CASH REQUIREMENTS REQUIRED PURSUANT TO A CERTIFICATE  
23 OR CERTIFICATES SUBMITTED BY THE DIRECTOR OF THE BUDGET, THE STATE COMP-  
24 TROLLER SHALL IMMEDIATELY TRANSFER FROM THE GENERAL FUND TO THE SALES  
25 TAX REVENUE BOND TAX FUND AN AMOUNT WHICH, WHEN COMBINED WITH THE AMOUNT  
26 SET ASIDE PURSUANT TO THIS PARAGRAPH, SHALL BE SUFFICIENT TO MEET THE  
27 PAYMENT REQUIRED PURSUANT TO SUCH CERTIFICATE OR CERTIFICATES. THE  
28 DIRECTOR OF THE BUDGET MAY REVISE SUCH CERTIFICATION AT SUCH TIMES AS  
29 SHALL BE NECESSARY, PROVIDED, HOWEVER, THAT THE DIRECTOR OF THE BUDGET  
30 SHALL, AS NECESSARY, REVISE SUCH CERTIFICATION NOT LATER THAN THIRTY  
31 DAYS AFTER THE ISSUANCE OF ANY REVENUE BONDS, INCLUDING REFUNDING BONDS,  
32 AND AFTER THE ADOPTION OF ANY INTEREST RATE EXCHANGE OR OTHER FINANCIAL  
33 ARRANGEMENT AFFECTING THE CASH REQUIREMENTS OF THE AUTHORIZED ISSUERS.  
34 IN NO EVENT SHALL THE STATE COMPTROLLER BE HELD LIABLE FOR THE FAILURE  
35 TO SET ASIDE AN AMOUNT SUFFICIENT TO PAY ANY REQUIRED PAYMENT OF AN  
36 AUTHORIZED ISSUER.

37 6. ALL PAYMENTS OF MONEYS FROM THE REVENUE BOND TAX FUND SHALL BE MADE  
38 ON THE AUDIT AND WARRANT OF THE STATE COMPTROLLER.

39 S 57. Section 1148 of the tax law, as amended by chapter 3 of the laws  
40 of 2004, is amended to read as follows:

41 S 1148. Deposit and disposition of revenue. All taxes, interest and  
42 penalties collected or received by the commissioner under this article  
43 shall be deposited and disposed of pursuant to the provisions of section  
44 one hundred seventy-one-a of this chapter; provided however, the comp-  
45 troller shall on or before the twelfth day of each month, pay all such  
46 taxes, interest and penalties collected under this article and remaining  
47 to the comptroller's credit in such banks, banking houses or trust  
48 companies at the close of business on the last day of the preceding  
49 month, into the general fund of the state treasury, except as otherwise  
50 provided in sections ninety-two-d, NINETY-TWO-H, and ninety-two-r of the  
51 state finance law and sections eleven hundred two, eleven hundred four  
52 and eleven hundred nine of this article.

53 S 58. The state finance law is amended by adding a new article 5-F to  
54 read as follows:

55 ARTICLE 5-F

56 SALES TAX REVENUE BOND FINANCING PROGRAM

1 SECTION 69-M. DEFINITIONS.

2 69-N. ISSUANCE OF BONDS AND NOTES.

3 69-O. PAYMENTS TO AUTHORIZED ISSUERS.

4 S 69-M. DEFINITIONS. 1. "AUTHORIZED ISSUER" SHALL MEAN THE DORMITORY  
5 AUTHORITY OF THE STATE OF NEW YORK, THE NEW YORK STATE URBAN DEVELOPMENT  
6 CORPORATION, THE NEW YORK STATE THRUWAY AUTHORITY, AND ANY SUCCESSORS  
7 THERETO.

8 2. "AUTHORIZED PURPOSE" FOR PURPOSES OF THIS ARTICLE AND SECTION NINE-  
9 TY-TWO-H OF THIS CHAPTER SHALL MEAN ANY PURPOSES FOR WHICH STATE-SUP-  
10 PORTED DEBT, AS DEFINED BY SECTION SIXTY-SEVEN-A OF THIS CHAPTER, MAY OR  
11 HAS BEEN ISSUED, EXCEPT DEBT FOR WHICH THE STATE IS CONSTITUTIONALLY  
12 OBLIGATED THEREUNDER TO PAY DEBT SERVICE AND RELATED EXPENSES.

13 3. "REVENUE BONDS" FOR THE PURPOSES OF THIS ARTICLE AND SECTION NINE-  
14 TY-TWO-H OF THIS CHAPTER SHALL MEAN ANY BONDS, NOTES OR OBLIGATIONS  
15 ISSUED OR INCURRED PURSUANT TO SECTION SIXTY-NINE-N OF THIS ARTICLE.

16 S 69-N. ISSUANCE OF BONDS AND NOTES. 1. (A) AUTHORIZED ISSUERS SHALL  
17 HAVE THE POWER AND ARE HEREBY AUTHORIZED FROM TIME TO TIME TO ISSUE  
18 REVENUE BONDS, IN SUCH PRINCIPAL AMOUNT OR AMOUNTS, SUBJECT TO SUBDIVI-  
19 SION EIGHT OF THIS SECTION AND AS THE DIRECTOR OF THE BUDGET SHALL  
20 DETERMINE TO BE NECESSARY, TO PROVIDE SUFFICIENT FUNDS FOR AUTHORIZED  
21 PURPOSES, THE ESTABLISHMENT OF RESERVES TO SECURE SUCH REVENUE BONDS,  
22 THE PAYMENT OF AMOUNTS REQUIRED UNDER REVENUE BONDS OR AGREEMENTS RELAT-  
23 ING THERETO, AND THE PAYMENT OF ALL COSTS OF ISSUANCE OF THEIR REVENUE  
24 BONDS.

25 (B) THE AUTHORIZED ISSUERS SHALL HAVE THE POWER AND ARE HEREBY AUTHOR-  
26 IZED FROM TIME TO TIME TO ISSUE (I) REVENUE BONDS TO RENEW NOTES, (II)  
27 REVENUE BONDS TO PAY NOTES, AND (III) WHENEVER IT DEEMS REFUNDING EXPE-  
28 DIENT, TO REFUND ANY BONDS, NOTES OR OTHER OBLIGATIONS ISSUED FOR AN  
29 AUTHORIZED PURPOSE OR PURPOSES, INCLUDING BONDS, NOTES OR OTHER OBLI-  
30 GATIONS THAT WERE ISSUED PRIOR TO THE EFFECTIVE DATE OF THIS ARTICLE, BY  
31 THE ISSUANCE OF NEW REVENUE BONDS, WHETHER THE BONDS, NOTES, OR OTHER  
32 OBLIGATIONS TO BE REFUNDED HAVE OR HAVE NOT MATURED, AND TO ISSUE REVEN-  
33 UE BONDS IN PART TO REFUND BONDS, NOTES, OR OTHER OBLIGATIONS THEN  
34 OUTSTANDING AND IN PART FOR ANY OF ITS OTHER AUTHORIZED PURPOSES. THE  
35 REFUNDING REVENUE BONDS MAY BE EXCHANGED FOR BONDS, NOTES, OR OTHER  
36 OBLIGATIONS TO BE REFUNDED, OR SOLD AND THE PROCEEDS APPLIED TO THE  
37 PURCHASE, REDEMPTION OR PAYMENT OF SUCH BONDS, NOTES, OR OTHER OBLI-  
38 GATIONS.

39 (C) EXCEPT AS MAY OTHERWISE BE EXPRESSLY PROVIDED BY AN AUTHORIZED  
40 ISSUER, EVERY ISSUE OF REVENUE BONDS OF AN AUTHORIZED ISSUER PURSUANT TO  
41 THIS SECTION SHALL BE SPECIAL OBLIGATIONS OF THE AUTHORIZED ISSUER PAYA-  
42 BLE SOLELY OUT OF ANY REVENUES PAID OVER TO SUCH AUTHORIZED ISSUER FROM  
43 THE SALES TAX REVENUE BOND TAX FUND, ESTABLISHED PURSUANT TO SECTION  
44 NINETY-TWO-H OF THIS CHAPTER.

45 (D) ALL OF THE PROVISIONS OF THE ENABLING ACTS OF THE AUTHORIZED  
46 ISSUERS RELATING TO BONDS AND NOTES, WHICH ARE NOT INCONSISTENT WITH THE  
47 PROVISIONS OF THIS SECTION, MAY, AT THE DISCRETION OF THE AUTHORIZED  
48 ISSUER, APPLY TO REVENUE BONDS AUTHORIZED BY THIS SECTION.

49 (E) THE REVENUE BONDS OF THE AUTHORIZED ISSUERS AUTHORIZED BY THIS  
50 SECTION SHALL NOT BE A DEBT OF THE STATE AND THE STATE SHALL NOT BE  
51 LIABLE THEREON, NOR SHALL THEY BE PAYABLE OUT OF ANY FUNDS OTHER THAN  
52 THOSE OF THE AUTHORIZED ISSUERS PLEDGED THEREFOR; AND SUCH REVENUE BONDS  
53 SHALL CONTAIN ON THE FACE THEREOF A STATEMENT TO SUCH EFFECT. IN ADDI-  
54 TION, ANY AGREEMENTS ENTERED INTO BY ANY ENTITY PURSUANT TO SECTIONS  
55 SIXTY-NINE-O AND NINETY-TWO-H OF THIS CHAPTER ON BEHALF OF THE STATE TO  
56 EFFECT THE IMPLEMENTATION OF ANY OF THE ACTIVITIES FINANCED IN WHOLE OR

1 IN PART WITH PROCEEDS OF THE REVENUE BONDS OF THE AUTHORIZED ISSUERS,  
2 AUTHORIZED IN THIS SECTION DO NOT CONSTITUTE OR CREATE A DEBT OF THE  
3 STATE, NOR A CONTRACTUAL OBLIGATION IN EXCESS OF THE AMOUNTS APPROPRI-  
4 ATED THEREFOR, AND THE STATE HAS NO CONTINUING LEGAL OR MORAL OBLIGATION  
5 TO APPROPRIATE MONEY FOR PAYMENTS DUE UNDER ANY SUCH AGREEMENT.

6 (F) (I) REVENUE BONDS SHALL BE AUTHORIZED BY RESOLUTION OF THE AUTHOR-  
7 IZED ISSUERS, BE IN SUCH DENOMINATIONS, BEAR SUCH DATE OR DATES AND  
8 MATURE AT SUCH TIME OR TIMES, AS SUCH RESOLUTION OR OTHER AGREEMENT MAY  
9 PROVIDE.

10 (II) REVENUE BONDS SHALL BE SUBJECT TO SUCH TERMS OF REDEMPTION, BEAR  
11 INTEREST AT SUCH RATE OR RATES, BE PAYABLE AT SUCH TIMES, BE IN SUCH  
12 FORM, EITHER COUPON, REGISTERED OR BOOK ENTRY FORM, CARRY SUCH REGISTRA-  
13 TION PRIVILEGES, BE EXECUTED IN SUCH MANNER, BE PAYABLE IN SUCH MEDIUM  
14 OF PAYMENT AT SUCH PLACE OR PLACES, AND BE SUBJECT TO SUCH TERMS AND  
15 CONDITIONS AS SUCH RESOLUTION MAY PROVIDE.

16 (G) REVENUE BONDS AUTHORIZED HEREUNDER SHALL BE SOLD BY AUTHORIZED  
17 ISSUERS, AT PUBLIC OR PRIVATE SALE, AT SUCH PRICE OR PRICES AS THE  
18 AUTHORIZED ISSUERS MAY DETERMINE. REVENUE BONDS OF THE AUTHORIZED  
19 ISSUERS SHALL NOT BE SOLD BY THE AUTHORIZED ISSUERS AT PRIVATE SALES  
20 UNLESS SUCH SALE AND THE TERMS THEREOF HAVE BEEN APPROVED BY THE STATE  
21 COMPTROLLER.

22 2. CONSISTENT WITH THE PROVISIONS OF THIS ARTICLE, AND SUBJECT TO THE  
23 APPROVAL OF THE DIRECTOR OF THE BUDGET, ANY RESOLUTION OR OTHER AGREE-  
24 MENT AUTHORIZING REVENUE BONDS OR ANY ISSUE THEREOF MAY CONTAIN  
25 PROVISIONS, WHICH SHALL BE A PART OF THE CONTRACT WITH THE HOLDERS THER-  
26 EOF, AS TO:

27 (A) PLEDGING ALL OR ANY PART OF THE REVENUES RECEIVED BY THE AUTHOR-  
28 IZED ISSUERS PURSUANT TO SECTION SIXTY-NINE-O OF THIS ARTICLE TO SECURE  
29 THE PAYMENT OF THE BONDS OR NOTES OR OF ANY ISSUE THEREOF, SUBJECT TO  
30 SUCH AGREEMENTS WITH HOLDERS OF REVENUE BONDS AS MAY THEN EXIST;

31 (B) PLEDGING ALL OR ANY PART OF THE ASSETS OF THE AUTHORIZED ISSUERS  
32 TO SECURE THE PAYMENT OF THE REVENUE BONDS OR OF ANY ISSUE OF REVENUE  
33 BONDS SUBJECT TO SUCH AGREEMENTS WITH HOLDERS OF REVENUE BONDS AS MAY  
34 THEN EXIST;

35 (C) THE SETTING ASIDE OF RESERVES OR SINKING FUNDS AND THE REGULATION  
36 AND DISPOSITION THEREOF;

37 (D) LIMITATIONS ON THE PURPOSES TO WHICH THE PROCEEDS OF SALE OF  
38 REVENUE BONDS, MAY BE APPLIED AND PLEDGING SUCH PROCEEDS TO SECURE THE  
39 PAYMENT OF THE REVENUE BONDS OR OF ANY ISSUE THEREOF;

40 (E) LIMITATIONS ON THE ISSUANCE OF ADDITIONAL REVENUE BONDS, THE TERMS  
41 UPON WHICH ADDITIONAL REVENUE BONDS MAY BE ISSUED AND SECURED AND THE  
42 REFUNDING OF OUTSTANDING OR OTHER REVENUE BONDS;

43 (F) THE PROCEDURE, IF ANY, BY WHICH THE TERMS OF ANY CONTRACT WITH  
44 HOLDERS OF REVENUE BONDS MAY BE AMENDED OR ABROGATED, THE AMOUNT OF  
45 REVENUE BONDS THE HOLDERS OF WHICH MUST CONSENT THERETO AND THE MANNER  
46 IN WHICH SUCH CONSENT MAY BE GIVEN;

47 (G) VESTING IN A TRUSTEE, AS DESCRIBED IN SUBDIVISION SIX OF THIS  
48 SECTION, SUCH PROPERTY, RIGHTS, POWERS AND DUTIES IN TRUST AS THE  
49 AUTHORIZED ISSUERS MAY DETERMINE, WHICH MAY INCLUDE ANY OR ALL OF THE  
50 RIGHTS, POWERS AND DUTIES OF THE TRUSTEE APPOINTED BY THE HOLDERS OF  
51 REVENUE BONDS OF THE RESPECTIVE AUTHORIZED ISSUERS PURSUANT TO THIS  
52 ARTICLE, AND LIMITING OR ABROGATING THE RIGHT OF SUCH REVENUE BOND HOLD-  
53 ERS TO APPOINT A TRUSTEE UNDER THIS TITLE OR LIMITING THE RIGHTS,  
54 POWERS, AND DUTIES OF SUCH TRUSTEE;

55 (H) THE ACTS OR OMISSIONS TO ACT WHICH SHALL CONSTITUTE A DEFAULT IN  
56 THE OBLIGATIONS AND DUTIES OF THE AUTHORIZED ISSUERS TO THE HOLDERS OF

1 THE REVENUE BONDS AND PROVIDING FOR THE RIGHTS AND REMEDIES OF THE HOLD-  
2 ERS OF THE REVENUE BONDS IN EVENT OF SUCH DEFAULT, INCLUDING THE RIGHT  
3 TO APPOINTMENT OF A RECEIVER; PROVIDED, HOWEVER, THAT SUCH RIGHTS AND  
4 REMEDIES SHALL NOT BE INCONSISTENT WITH THE OTHER PROVISIONS OF THIS  
5 ARTICLE;

6 (I) ANY OTHER MATTERS, OF LIKE OR DIFFERENT CHARACTER, WHICH IN ANY  
7 WAY AFFECT THE SECURITY OR PROTECTION OF THE HOLDERS OF THE REVENUE  
8 BONDS; AND

9 (J) THE APPLICATION OF ANY OF THE FOREGOING PROVISIONS TO ANY PROVIDER  
10 OF ANY APPLICABLE BOND, NOTE OR OTHER FINANCIAL FACILITY.

11 NOTWITHSTANDING THE FOREGOING, THE AUTHORIZED ISSUERS SHALL NOT BE  
12 AUTHORIZED TO MAKE ANY COVENANT, PLEDGE, PROMISE, OR AGREEMENT PURPORT-  
13 ING TO BIND THE STATE EXCEPT AS OTHERWISE SPECIFICALLY AUTHORIZED BY  
14 THIS ARTICLE.

15 3. ANY PLEDGE MADE BY THE RESPECTIVE AUTHORIZED ISSUERS SHALL BE VALID  
16 AND BINDING FROM THE TIME WHEN THE PLEDGE IS MADE. THE REVENUES OR PROP-  
17 ERTY SO PLEDGED AND THEREAFTER RECEIVED BY THE RESPECTIVE AUTHORIZED  
18 ISSUERS SHALL IMMEDIATELY BE SUBJECT TO THE LIEN OF SUCH PLEDGE WITHOUT  
19 ANY PHYSICAL DELIVERY THEREOF OR FURTHER ACT, AND THE LIEN OF ANY SUCH  
20 PLEDGE SHALL BE VALID AND BINDING AS AGAINST ALL PARTIES HAVING CLAIMS  
21 OF ANY KIND IN TORT, CONTRACT OR OTHERWISE AGAINST THE RESPECTIVE  
22 AUTHORIZED ISSUERS, IRRESPECTIVE OF WHETHER SUCH PARTIES HAVE NOTICE  
23 THEREOF. NEITHER THE RESOLUTION NOR ANY OTHER INSTRUMENT BY WHICH A  
24 PLEDGE IS CREATED NEED BE RECORDED OR FILED TO PROTECT SUCH PLEDGE.

25 4. NEITHER THE DIRECTORS OR MEMBERS OF THE AUTHORIZED ISSUERS NOR ANY  
26 OTHER PERSON EXECUTING THE REVENUE BONDS OF THE AUTHORIZED ISSUERS SHALL  
27 BE LIABLE PERSONALLY THEREON OR BE SUBJECT TO ANY PERSONAL LIABILITY OR  
28 ACCOUNTABILITY SOLELY BY REASON OF THE ISSUANCE THEREOF.

29 5. THE AUTHORIZED ISSUERS, SUBJECT TO SUCH AGREEMENTS WITH HOLDERS OF  
30 REVENUE BONDS AS MAY THEN EXIST, OR WITH THE PROVIDERS OF ANY APPLICABLE  
31 BOND OR NOTE OR OTHER FINANCIAL OR AGREEMENT FACILITY, SHALL HAVE POWER  
32 OUT OF ANY FUNDS AVAILABLE THEREFOR TO PURCHASE REVENUE BONDS OF THE  
33 AUTHORIZED ISSUERS, WHICH MAY OR MAY NOT THEREUPON BE CANCELED, AT A  
34 PRICE NOT EXCEEDING:

35 (A) IF THE REVENUE BONDS ARE THEN REDEEMABLE, THE REDEMPTION PRICE  
36 THEN APPLICABLE, INCLUDING ANY ACCRUED INTEREST;

37 (B) IF THE REVENUE BONDS ARE NOT THEN REDEEMABLE, THE REDEMPTION PRICE  
38 AND ACCRUED INTEREST APPLICABLE ON THE FIRST DATE AFTER SUCH PURCHASE  
39 UPON WHICH THE REVENUE BONDS BECOME SUBJECT TO REDEMPTION.

40 6. IN THE DISCRETION OF AUTHORIZED ISSUERS, THE REVENUE BONDS MAY BE  
41 SECURED BY A TRUST INDENTURE BY AND BETWEEN THE AUTHORIZED ISSUERS AND A  
42 CORPORATE TRUSTEE, OR A CORPORATE TRUSTEE MAY BE APPOINTED UNDER THE  
43 RESOLUTION AS PROVIDED IN SUBDIVISION TWO OF THIS SECTION.

44 7. WHETHER OR NOT THE REVENUE BONDS ARE OF SUCH FORM AND CHARACTER AS  
45 TO BE NEGOTIABLE INSTRUMENTS UNDER THE TERMS OF THE UNIFORM COMMERCIAL  
46 CODE, THE REVENUE BONDS ARE HEREBY MADE NEGOTIABLE INSTRUMENTS WITHIN  
47 THE MEANING OF AND FOR ALL PURPOSES OF THE UNIFORM COMMERCIAL CODE,  
48 SUBJECT ONLY TO THE PROVISIONS OF THE REVENUE BONDS FOR REGISTRATION OR  
49 ANY BOOK-ENTRY-ONLY SYSTEM.

50 8. REVENUE BONDS MAY ONLY BE ISSUED FOR AUTHORIZED PURPOSES, AS  
51 DEFINED IN SECTION SIXTY-NINE-M OF THIS ARTICLE. NOTWITHSTANDING THE  
52 FOREGOING, ANY AUTHORIZED ISSUER MAY ISSUE REVENUE BONDS FOR ANY AUTHOR-  
53 IZED PURPOSE. THE AUTHORIZED ISSUERS SHALL NOT ISSUE ANY REVENUE BONDS  
54 IN AN AMOUNT IN EXCESS OF STATUTORY AUTHORIZATIONS FOR SUCH AUTHORIZED  
55 PURPOSES. AUTHORIZATIONS FOR SUCH AUTHORIZED PURPOSES SHALL BE REDUCED  
56 IN AN AMOUNT EQUAL TO THE AMOUNT OF REVENUE BONDS ISSUED FOR SUCH



1 AUTHORIZED PURPOSES UNDER THIS ARTICLE. SUCH REDUCTION SHALL NOT BE MADE  
2 IN RELATION TO REVENUE BONDS ISSUED TO FUND RESERVE FUNDS, IF ANY, AND  
3 COSTS OF ISSUANCE, IF THESE ITEMS ARE NOT COUNTED UNDER EXISTING AUTHOR-  
4 IZATIONS, NOR SHALL REVENUE BONDS ISSUED TO REFUND BONDS ISSUED UNDER  
5 EXISTING AUTHORIZATIONS REDUCE THE AMOUNT OF SUCH AUTHORIZATIONS.

6 9. EXCEPT UPON THE AMENDMENT OF THE NEW YORK STATE CONSTITUTION ALLOW-  
7 ING THE ISSUANCE OR ASSUMPTION OF BONDS, NOTES OR OTHER OBLIGATIONS  
8 SECURED BY REVENUES, WHICH MAY INCLUDE THE REVENUES SECURING REVENUE  
9 BONDS OF AUTHORIZED ISSUERS, AND THE AFFIRMATIVE ASSUMPTION OF SUCH  
10 BONDS, NOTES OR OTHER OBLIGATIONS BY THE STATE, THE REVENUE BONDS OF THE  
11 AUTHORIZED ISSUERS AUTHORIZED BY THIS SECTION SHALL NOT BE A DEBT OF THE  
12 STATE AND THE STATE SHALL NOT BE LIABLE THEREON, NOR SHALL THEY BE PAYA-  
13 BLE OUT OF ANY FUNDS OTHER THAN THOSE OF THE AUTHORIZED ISSUERS PLEDGED  
14 THEREFOR; AND SUCH REVENUE BONDS SHALL CONTAIN ON THE FACE THEREOF A  
15 STATEMENT TO SUCH EFFECT. IN ADDITION, ANY AGREEMENTS ENTERED INTO BY  
16 ANY ENTITY PURSUANT TO SECTIONS SIXTY-NINE-O AND NINETY-TWO-H OF THIS  
17 CHAPTER ON BEHALF OF THE STATE TO EFFECT THE IMPLEMENTATION OF ANY OF  
18 THE ACTIVITIES FINANCED IN WHOLE OR IN PART WITH PROCEEDS OF THE OBLI-  
19 GATIONS OF THE AUTHORIZED ISSUERS AUTHORIZED IN THIS SECTION DO NOT  
20 CONSTITUTE OR CREATE A DEBT OF THE STATE, NOR A CONTRACTUAL OBLIGATION  
21 IN EXCESS OF THE AMOUNTS APPROPRIATED THEREFOR AND THE STATE HAS NO  
22 CONTINUING LEGAL OR MORAL OBLIGATION TO APPROPRIATE MONEY FOR PAYMENTS  
23 DUE UNDER ANY SUCH AGREEMENT.

24 10. NOTHING IN THIS ARTICLE SHALL AFFECT THE AUTHORITY OF EACH OF THE  
25 AUTHORIZED ISSUERS TO ISSUE OR INCUR INDEBTEDNESS FOR ANY PURPOSES  
26 OTHERWISE AUTHORIZED BY LAW AND NOTHING IN THIS ARTICLE SHALL BE DEEMED  
27 TO ALTER OR AFFECT THE RIGHTS OF OUTSTANDING BONDHOLDERS OR NOTEHOLDERS  
28 OF ANY AUTHORIZED ISSUER.

29 11. THE AUTHORIZATION, SALE AND ISSUANCE OF REVENUE BONDS PURSUANT TO  
30 THIS SECTION SHALL NOT BE DEEMED AN ACTION AS SUCH TERM IS DEFINED IN  
31 ARTICLE EIGHT OF THE ENVIRONMENTAL CONSERVATION LAW FOR THE PURPOSES OF  
32 SUCH ARTICLE. SUCH EXEMPTION SHALL BE STRICTLY LIMITED IN ITS APPLICA-  
33 TION TO SUCH FINANCING ACTIVITIES OF THE AUTHORIZED ISSUERS HEREUNDER  
34 AND DOES NOT EXEMPT ANY OTHER ENTITY FROM COMPLIANCE WITH SUCH ARTICLE.

35 S 69-O. PAYMENTS TO AUTHORIZED ISSUERS. 1. THE STATE, ACTING THROUGH  
36 THE DIRECTOR OF THE BUDGET, AND AUTHORIZED ISSUERS MAY ENTER INTO,  
37 AMEND, MODIFY OR RESCIND ONE OR MORE FINANCING AGREEMENTS PROVIDING FOR  
38 THE SPECIFIC MANNER, TIMING, AND AMOUNT OF PAYMENTS TO BE MADE UNDER  
39 THIS SECTION, BUT ONLY IN CONFORMITY WITH THIS SECTION.

40 2. NO LATER THAN OCTOBER FIRST OF EACH YEAR, THE AUTHORITY ISSUERS  
41 SHALL CERTIFY TO THE DIRECTOR OF THE BUDGET THE ANTICIPATED CASH  
42 REQUIREMENTS RELATED TO REVENUE BONDS DURING THE SUBSEQUENT STATE FISCAL  
43 YEAR IN SUCH DETAIL AS THE DIRECTOR MAY REQUIRE.

44 3. UPON RECEIPT OF A VOUCHER FROM ANY AUTHORIZED ISSUER REQUESTING  
45 PAYMENT FOR SUCH AMOUNT OR AMOUNTS CERTIFIED BY THE DIRECTOR OF THE  
46 BUDGET PURSUANT TO PARAGRAPH (A) OF SUBDIVISION FIVE OF SECTION NINETY-  
47 TWO-H OF THIS CHAPTER, THE STATE COMPTROLLER SHALL PAY SUCH AMOUNT OR  
48 AMOUNTS TO BE AUTHORIZED ISSUER FROM APPROPRIATIONS FOR SUCH PURPOSE.

49 4. THE AGREEMENT OF THE STATE CONTAINED IN THIS SECTION SHALL BE  
50 DEEMED EXECUTORY ONLY TO THE EXTENT OF APPROPRIATIONS AVAILABLE FOR  
51 PAYMENTS UNDER THIS SECTION, AND NO LIABILITY ON ACCOUNT OF ANY SUCH  
52 PAYMENT SHALL BE INCURRED BY THE STATE BEYOND SUCH APPROPRIATIONS.

53 5. NOTHING CONTAINED IN THIS ARTICLE SHALL BE DEEMED TO RESTRICT THE  
54 RIGHT OF THE STATE TO AMEND, REPEAL, MODIFY OR OTHERWISE ALTER STATUTES  
55 IMPOSING OR RELATING TO THE TAXES IMPOSED PURSUANT TO SECTION ELEVEN  
56 HUNDRED FIVE AND SECTION ELEVEN HUNDRED TEN OF THE TAX LAW. THE AUTHOR-

1 IZED ISSUERS SHALL NOT INCLUDE WITHIN ANY RESOLUTION, CONTRACT OR AGREE-  
2 MENT WITH HOLDERS OF THE REVENUE BONDS ISSUED UNDER THIS ARTICLE ANY  
3 PROVISION WHICH PROVIDES THAT A DEFAULT OCCURS AS A RESULT OF THE STATE  
4 EXERCISING ITS RIGHT TO AMEND, REPEAL, MODIFY OR OTHERWISE ALTER THE  
5 TAXES IMPOSED PURSUANT TO SECTION ELEVEN HUNDRED FIVE AND SECTION ELEVEN  
6 HUNDRED TEN OF THE TAX LAW.

7 6. ANY RESOLUTION OR OTHER AGREEMENT AUTHORIZING REVENUE BONDS UNDER  
8 THIS ARTICLE SHALL RESERVE THE RIGHT OF THE STATE, UPON AMENDMENT OF THE  
9 NEW YORK STATE CONSTITUTION ALLOWING THE ISSUANCE OR ASSUMPTION OF  
10 BONDS, NOTES OR OTHER OBLIGATIONS SECURED BY REVENUES, WHICH MAY INCLUDE  
11 THE REVENUES SECURING REVENUE BONDS OF AUTHORIZED ISSUERS (A) TO ASSUME,  
12 IN WHOLE OR IN PART, REVENUE BONDS OF THE AUTHORIZED ISSUERS, (B) TO  
13 EXTINGUISH THE EXISTING LIEN OF SUCH RESOLUTION, OR OTHER AGREEMENT AND  
14 (C) TO SUBSTITUTE SECURITY FOR THE REVENUE BONDS OF THE AUTHORIZED  
15 ISSUERS, IN EACH CASE ONLY SO LONG AS SUCH ASSUMPTION, EXTINGUISHMENT OR  
16 SUBSTITUTION IS DONE IN ACCORDANCE WITH SUCH RESOLUTION OR OTHER AGREE-  
17 MENT.

18 S 59. Subdivision 8 of section 97-f of the state finance law, as added  
19 by section 56-b of part PP of chapter 56 of the laws of 2009, is amended  
20 to read as follows:

21 8. In addition to the amounts required to be maintained on deposit in  
22 the mental health services fund pursuant to subdivision five of this  
23 section, the fund shall maintain on deposit an amount equal to the debt  
24 service and other cash requirements on mental health services facilities  
25 bonds issued by [the dormitory authority] AUTHORIZED ISSUERS pursuant to  
26 [section] SECTIONS sixty-eight-b AND SIXTY-NINE-N of this chapter. The  
27 amount required to be maintained in such fund shall be (i) twenty  
28 percent of the amount of the next payment coming due relating to mental  
29 health services facilities bonds issued by an authorized issuer multi-  
30 plied by the number of months from the date of the last such payment  
31 with respect to payments required to be made semi-annually, plus (ii)  
32 those amounts specified in any financing agreement between the issuer  
33 and the state, acting through the director of the budget, with respect  
34 to payments required to be made other than semi-annually, including for  
35 variable rate bonds, interest rate exchange or similar agreements or  
36 other financing arrangements permitted by law. Prior to making any such  
37 payment, the comptroller shall make and deliver to the director of the  
38 budget and the chairmen of the facilities development corporation and  
39 the New York state medical care facilities finance agency, a certificate  
40 stating the aggregate amount to be maintained on deposit in the mental  
41 health services fund to comply in full with the provisions of this  
42 subdivision.

43 No later than five days prior to the payment to be made by the state  
44 comptroller on such mental health services facilities bonds pursuant to  
45 [section] SECTIONS ninety-two-z AND NINETY-TWO-H of this article, the  
46 amount of such payment shall be transferred by the state comptroller  
47 from the mental health services fund to the revenue bond tax fund estab-  
48 lished by section ninety-two-z of this article. The accumulation of  
49 moneys pursuant to this subdivision and subsequent transfer to the  
50 revenue bond tax fund shall be subordinate in all respects to payments  
51 to be made to the New York state medical care facilities finance agency  
52 and to any pledge or assignment pursuant to subdivision six of this  
53 section.

54 S 60. Paragraph a of subdivision 5 of section 89-b of the state  
55 finance law, as amended by section 1 of part B of chapter 84 of the laws  
56 of 2002, is amended to read as follows:

1 a. Moneys in the dedicated highway and bridge trust fund shall,  
2 following appropriation by the legislature, be utilized for: recon-  
3 struction, replacement, reconditioning, restoration, rehabilitation and  
4 preservation of state, county, town, city and village roads, highways,  
5 parkways, and bridges thereon, to restore such facilities to their  
6 intended functions; construction, reconstruction, enhancement and  
7 improvement of state, county, town, city, and village roads, highways,  
8 parkways, and bridges thereon, to address current and projected capacity  
9 problems including costs for traffic mitigation activities; aviation  
10 projects authorized pursuant to section fourteen-j of the transportation  
11 law and for payments to the general debt service fund of amounts equal  
12 to amounts required for service contract payments related to aviation  
13 projects as provided and authorized by section three hundred eighty-six  
14 of the public authorities law; programs to assist small and minority and  
15 women-owned firms engaged in transportation construction and recon-  
16 struction projects, including a revolving fund for working capital  
17 loans, and a bonding guarantee assistance program in accordance with  
18 provisions of this chapter; matching federal grants or apportionments to  
19 the state for highway, parkway and bridge capital projects; the acquisi-  
20 tion of real property and interests therein required or expected to be  
21 required in connection with such projects; preventive maintenance activ-  
22 ities necessary to ensure that highways, parkways and bridges meet or  
23 exceed their optimum useful life; expenses of control of snow and ice on  
24 state highways by the department of transportation including but not  
25 limited to personal services, nonpersonal services and fringe benefits,  
26 payment of emergency aid for control of snow and ice in municipalities  
27 pursuant to section fifty-five of the highway law, expenses of control  
28 of snow and ice on state highways by municipalities pursuant to section  
29 twelve of the highway law, and for expenses of arterial maintenance  
30 agreements with cities pursuant to section three hundred forty-nine of  
31 the highway law; personal services and fringe benefit costs of the  
32 department of transportation for bus safety inspection activities; costs  
33 of the department of motor vehicles, including but not limited to  
34 personal and nonpersonal services; costs of engineering and administra-  
35 tive services of the department of transportation, including but not  
36 limited to fringe benefits; the contract services provided by private  
37 firms in accordance with section fourteen of the transportation law;  
38 personal services and nonpersonal services, for activities including but  
39 not limited to the preparation of designs, plans, specifications and  
40 estimates; construction management and supervision activities; costs of  
41 appraisals, surveys, testing and environmental impact statements for  
42 transportation projects; expenses in connection with buildings, equip-  
43 ment, materials and facilities used or useful in connection with the  
44 maintenance, operation, and repair of highways, parkways and bridges  
45 thereon; and project costs for: construction, reconstruction, improve-  
46 ment, reconditioning and preservation of rail freight facilities and  
47 intercity rail passenger facilities and equipment; construction, recon-  
48 struction, improvement, reconditioning and preservation of state, munic-  
49 ipal and privately owned ports; construction, reconstruction, improve-  
50 ment, reconditioning and preservation of municipal airports; privately  
51 owned airports and aviation capital facilities, excluding airports oper-  
52 ated by the state or operated by a bi-state municipal corporate instru-  
53 mentality for which federal funding is not available provided the  
54 project is consistent with an approved airport layout plan; and  
55 construction, reconstruction, enhancement, improvement, replacement,  
56 reconditioning, restoration, rehabilitation and preservation of state,

1 county, town, city and village roads, highways, parkways and bridges;  
2 and construction, reconstruction, improvement, reconditioning and pres-  
3 ervation of fixed ferry facilities of municipal and privately owned  
4 ferry lines for transportation purposes, and the payment of debt service  
5 required on any bonds, notes or other obligations and related expenses  
6 for highway, parkway, bridge and project costs for: construction, recon-  
7 struction, improvement, reconditioning and preservation of rail freight  
8 facilities and intercity rail passenger facilities and equipment;  
9 construction, reconstruction, improvement, reconditioning and preserva-  
10 tion of state, municipal and privately owned ports; construction, recon-  
11 struction, improvement, reconditioning and preservation of municipal  
12 airports; privately owned airports and aviation capital facilities,  
13 excluding airports operated by the state or operated by a bi-state  
14 municipal corporate instrumentality for which federal funding is not  
15 available provided the project is consistent with an approved airport  
16 layout plan; construction, reconstruction, enhancement, improvement,  
17 replacement, reconditioning, restoration, rehabilitation and preserva-  
18 tion of state, county, town, city and village roads, highways, parkways  
19 and bridges; and construction, reconstruction, improvement, recondition-  
20 ing and preservation of fixed ferry facilities of municipal and private-  
21 ly owned ferry lines for transportation purposes, purposes authorized on  
22 or after the effective date of this section. Beginning with disburse-  
23 ments made on and after the first day of April, nineteen hundred nine-  
24 ty-three, moneys in such fund shall be available to pay such costs or  
25 expenses made pursuant to appropriations or reappropriations made during  
26 the state fiscal year which began on the first of April, nineteen  
27 hundred ninety-two. Beginning the first day of April, nineteen hundred  
28 ninety-three, moneys in such fund shall also be used for [payments]  
29 TRANSFERS to the general debt service fund AND THE REVENUE BOND TAX FUND  
30 of amounts equal to [amounts] THAT RESPECTIVELY required for service  
31 contract AND FINANCING AGREEMENT payments as provided and authorized by  
32 section three hundred eighty of the public authorities law [and by],  
33 section eleven of chapter three hundred twenty-nine of the laws of nine-  
34 teen hundred ninety-one, as amended, AND SECTIONS SIXTY-EIGHT-C AND  
35 SIXTY-NINE-O OF THIS CHAPTER.

36 S 60-a. Paragraph a of subdivision 5 of section 89-b of the state  
37 finance law, as amended by section 1 of part D of chapter 151 of the  
38 laws of 2001, is amended to read as follows:

39 a. Moneys in the dedicated highway and bridge trust fund shall,  
40 following appropriation by the legislature, be utilized for: recon-  
41 struction, replacement, reconditioning, restoration, rehabilitation and  
42 preservation of state, county, town, city and village roads, highways,  
43 parkways, and bridges thereon, to restore such facilities to their  
44 intended functions; construction, reconstruction, enhancement and  
45 improvement of state, county, town, city, and village roads, highways,  
46 parkways, and bridges thereon, to address current and projected capacity  
47 problems including costs for traffic mitigation activities; aviation  
48 projects authorized pursuant to section fourteen-j of the transportation  
49 law and for payments to the general debt service fund of amounts equal  
50 to amounts required for service contract payments related to aviation  
51 projects as provided and authorized by section three hundred eighty-six  
52 of the public authorities law; programs to assist small and minority and  
53 women-owned firms engaged in transportation construction and recon-  
54 struction projects, including a revolving fund for working capital  
55 loans, and a bonding guarantee assistance program in accordance with  
56 provisions of this chapter; matching federal grants or apportionments to

1 the state for highway, parkway and bridge capital projects; the acquisi-  
2 tion of real property and interests therein required or expected to be  
3 required in connection with such projects; preventive maintenance activ-  
4 ities necessary to ensure that highways, parkways and bridges meet or  
5 exceed their optimum useful life; expenses of control of snow and ice on  
6 state highways by the department of transportation including but not  
7 limited to personal services, nonpersonal services and fringe benefits,  
8 payment of emergency aid for control of snow and ice in municipalities  
9 pursuant to section fifty-five of the highway law, expenses of control  
10 of snow and ice on state highways by municipalities pursuant to section  
11 twelve of the highway law, and for expenses of arterial maintenance  
12 agreements with cities pursuant to section three hundred forty-nine of  
13 the highway law; personal services and fringe benefit costs of the  
14 department of transportation for bus safety inspection activities; costs  
15 of engineering and administrative services of the department of trans-  
16 portation, including but not limited to fringe benefits; the contract  
17 services provided by private firms in accordance with section fourteen  
18 of the transportation law; personal services and nonpersonal services,  
19 for activities including but not limited to the preparation of designs,  
20 plans, specifications and estimates; construction management and super-  
21 vision activities; costs of appraisals, surveys, testing and environ-  
22 mental impact statements for transportation projects; expenses in  
23 connection with buildings, equipment, materials and facilities used or  
24 useful in connection with the maintenance, operation, and repair of  
25 highways, parkways and bridges thereon; and project costs for:  
26 construction, reconstruction, improvement, reconditioning and preserva-  
27 tion of rail freight facilities and intercity rail passenger facilities  
28 and equipment; construction, reconstruction, improvement, reconditioning  
29 and preservation of state, municipal and privately owned ports;  
30 construction, reconstruction, improvement, reconditioning and preserva-  
31 tion of municipal airports; privately owned airports and aviation capi-  
32 tal facilities, excluding airports operated by the state or operated by  
33 a bi-state municipal corporate instrumentality for which federal funding  
34 is not available provided the project is consistent with an approved  
35 airport layout plan; and construction, reconstruction, enhancement,  
36 improvement, replacement, reconditioning, restoration, rehabilitation  
37 and preservation of state, county, town, city and village roads, high-  
38 ways, parkways and bridges; and construction, reconstruction, improve-  
39 ment, reconditioning and preservation of fixed ferry facilities of  
40 municipal and privately owned ferry lines for transportation purposes,  
41 and the payment of debt service required on any bonds, notes or other  
42 obligations and related expenses for highway, parkway, bridge and  
43 project costs for: construction, reconstruction, improvement, recondi-  
44 tioning and preservation of rail freight facilities and intercity rail  
45 passenger facilities and equipment; construction, reconstruction,  
46 improvement, reconditioning and preservation of state, municipal and  
47 privately owned ports; construction, reconstruction, improvement, recon-  
48 ditioning and preservation of municipal airports; privately owned  
49 airports and aviation capital facilities, excluding airports operated by  
50 the state or operated by a bi-state municipal corporate instrumentality  
51 for which federal funding is not available provided the project is  
52 consistent with an approved airport layout plan; construction, recon-  
53 struction, enhancement, improvement, replacement, reconditioning, resto-  
54 ration, rehabilitation and preservation of state, county, town, city and  
55 village roads, highways, parkways and bridges; and construction, recon-  
56 struction, improvement, reconditioning and preservation of fixed ferry

1 facilities of municipal and privately owned ferry lines for transporta-  
2 tion purposes, purposes authorized on or after the effective date of  
3 this section. Beginning with disbursements made on and after the first  
4 day of April, nineteen hundred ninety-three, moneys in such fund shall  
5 be available to pay such costs or expenses made pursuant to appropri-  
6 ations or reappropriations made during the state fiscal year which began  
7 on the first of April, nineteen hundred ninety-two. Beginning the first  
8 day of April, nineteen hundred ninety-three, moneys in such fund shall  
9 also be used for [payments] TRANSFERS to the general debt service fund  
10 AND THE REVENUE BOND TAX FUND of amounts equal to [amounts] THAT RESPEC-  
11 TIVELY required for service contract AND FINANCING AGREEMENT payments as  
12 provided and authorized by section three hundred eighty of the public  
13 authorities law [and by], section eleven of chapter three hundred twen-  
14 ty-nine of the laws of nineteen hundred ninety-one, as amended, AND  
15 SECTIONS SIXTY-EIGHT-C AND SIXTY-NINE-O OF THIS CHAPTER.

16 S 61. Subdivision 5 of section 89-b of the state finance law is  
17 amended by adding a new paragraph c to read as follows:

18 C. IN ADDITION TO THE PURPOSES FOR WHICH MONEYS IN THE DEDICATED HIGH-  
19 WAY AND BRIDGE TRUST FUND CAN BE USED AS DESCRIBED IN THIS SUBSECTION,  
20 SUBJECT TO APPROPRIATION, AFTER MEETING THE REQUIREMENTS OF SUBDIVISION  
21 THREE OF THIS SECTION, SUCH MONEYS SHALL BE USED FOR TRANSFER TO THE  
22 REVENUE BOND TAX FUND, AS ESTABLISHED BY SECTION NINETY-TWO-Z OF THIS  
23 ARTICLE, IN AN AMOUNT EQUAL TO THAT REQUIRED FOR FINANCING AGREEMENT  
24 PAYMENTS PAID ON BONDS AUTHORIZED PURSUANT TO SECTION THREE HUNDRED  
25 EIGHTY-FIVE OF THE PUBLIC AUTHORITIES LAW, AND ISSUED PURSUANT TO  
26 SECTIONS SIXTY-EIGHT-B AND SIXTY-NINE-N OF THIS CHAPTER.

27 S 62. Subdivision 3 of section 97-g of the state finance law, as  
28 amended by section 1 of subpart A of part C of chapter 97 of the laws of  
29 2011, is amended to read as follows:

30 3. Moneys of the fund shall be available to the commissioner of gener-  
31 al services for the purchase of food, supplies and equipment for state  
32 agencies, and for the purpose of furnishing or providing centralized  
33 services to or for state agencies; provided further that such moneys  
34 shall be available to the commissioner of general services for purposes  
35 pursuant to items (d) and (f) of subdivision four of this section to or  
36 for political subdivisions. Beginning the first day of April, two thou-  
37 sand two, moneys in such fund shall also be transferred by the state  
38 comptroller to the revenue bond tax fund account of the general debt  
39 service fund in amounts equal to those required for payments to author-  
40 ized issuers for revenue bonds issued pursuant to article five-C AND  
41 ARTICLE FIVE-F of this chapter for the purpose of lease purchases and  
42 installment purchases by or for state agencies and institutions for  
43 personal or real property purposes.

44 S 63. Subdivision (j) of section 92-dd of the state finance law, as  
45 added by section 56 of part PP of chapter 56 of the laws of 2009, is  
46 amended to read as follows:

47 (j) The state comptroller shall transfer from the HCRA resources fund  
48 to the general debt service fund, revenue bond tax fund (311.02) amounts  
49 equal to the debt service paid for bonds, notes, or other obligations  
50 issued PURSUANT TO ARTICLE FIVE-C AND ARTICLE FIVE-F OF THIS CHAPTER to  
51 finance the HEAL NY capital grant program authorized pursuant to section  
52 sixteen hundred eighty-j of the public authorities law.

53 S 64. The state finance law is amended by adding a new section 93-a to  
54 read as follows:

55 S 93-A. NEW YORK STATE TRANSFORMATIVE CAPITAL FUND. 1. NEW YORK STATE  
56 TRANSFORMATIVE CAPITAL FUND. (A) THERE IS HEREBY ESTABLISHED IN THE

1 JOINT CUSTODY OF THE COMPTROLLER AND THE COMMISSIONER OF TAXATION AND  
2 FINANCE A SPECIAL FUND TO BE KNOWN AS THE "NEW YORK STATE TRANSFORMATIVE  
3 CAPITAL FUND".

4 (B) ACCOUNTS. THE NEW YORK STATE TRANSFORMATIVE CAPITAL FUND SHALL  
5 CONSIST OF TWO SEPARATE AND DISTINCT ACCOUNTS: (1) THE "STORM RECOVERY  
6 ACCOUNT" AND THE (2) "TRANSFORMATIVE CAPITAL ACCOUNT".

7 (C) SOURCES OF FUNDS. THE SOURCES OF FUNDS SHALL CONSIST OF ALL MONEYS  
8 COLLECTED THEREFOR, OR MONEYS CREDITED, APPROPRIATED OR TRANSFERRED  
9 THERETO FROM ANY OTHER FUND OR SOURCE PURSUANT TO LAW, OR ANY OTHER  
10 MONEYS MADE AVAILABLE FOR THE PURPOSES OF THE FUND. ANY INTEREST  
11 RECEIVED BY THE COMPTROLLER ON MONEYS ON DEPOSIT SHALL BE RETAINED IN  
12 AND BECOME A PART OF THE FUND, UNLESS OTHERWISE DIRECTED BY LAW.

13 2. USES OF FUNDS. (A) STORM RECOVERY ACCOUNT. FOLLOWING APPROPRIATION  
14 BY THE LEGISLATURE, MONEYS IN THE STORM RECOVERY ACCOUNT SHALL BE AVAIL-  
15 ABLE TO FINANCE THE REPAIR, REHABILITATION, OR REPLACEMENT OF CAPITAL  
16 WORKS OR PURPOSES DAMAGED BY HURRICANE SANDY OR ANY FUTURE NATURAL  
17 DISASTER EXPECTED TO BE ELIGIBLE FOR REIMBURSEMENT BY THE FEDERAL EMER-  
18 GENCY MANAGEMENT AGENCY (FEMA), THE FEDERAL TRANSIT ADMINISTRATION  
19 (FTA), THE FEDERAL HIGHWAY ADMINISTRATION (FHWA) AND ANY OTHER FEDERAL  
20 REIMBURSEMENT SOURCE. NO MONEY IN THIS ACCOUNT MAY BE EXPENDED FOR ANY  
21 PROJECT UNTIL THE DIRECTOR OF THE BUDGET HAS DETERMINED THAT THERE IS A  
22 SUBSTANTIAL LIKELIHOOD THAT THE COSTS OF SUCH PROJECT SHALL BE REIM-  
23 BURSED BY FEDERAL SOURCES. THE DIRECTOR SHALL ISSUE FORMAL RULES THAT  
24 SET FORTH THE PROCESS BY WHICH HE OR SHE WILL DETERMINE WHETHER THERE IS  
25 A SUBSTANTIAL LIKELIHOOD OF REIMBURSEMENT BY FEDERAL SOURCES.

26 (B) TRANSFORMATIVE CAPITAL ACCOUNT. FOLLOWING APPROPRIATION BY THE  
27 LEGISLATURE, MONEYS IN THE TRANSFORMATIVE CAPITAL ACCOUNT SHALL BE  
28 AVAILABLE TO FINANCE PROJECTS OR ACTIVITIES NECESSARY TO PROMOTE TRANS-  
29 FORMATIVE ECONOMIC DEVELOPMENT AND INFRASTRUCTURE INITIATIVES. NOTHING  
30 CONTAINED IN THIS SECTION SHALL BE CONSTRUED TO LIMIT IN ANY WAY THE  
31 PROJECTS, WORKS, ACTIVITIES OR PURPOSES THAT CAN BE FINANCED FROM THIS  
32 FUND.

33 3. TRANSFERS. NOTWITHSTANDING ANY OTHER PROVISION OF LAW TO THE  
34 CONTRARY, FOR THE STATE FISCAL YEAR COMMENCING ON APRIL FIRST, TWO THOU-  
35 SAND THIRTEEN, THE COMPTROLLER IS HEREBY AUTHORIZED TO TRANSFER ANY  
36 MONEYS INTO OR FROM THE NEW YORK STATE TRANSFORMATIVE CAPITAL FUND  
37 ACCOUNTS INTO OR FROM THE GENERAL FUND IN AN AMOUNT DETERMINED BY THE  
38 DIRECTOR OF THE BUDGET, TO THE EXTENT MONEYS ARE AVAILABLE IN THE FUND  
39 ACCOUNTS.

40 S 65. Subdivision 1 of section 45 of section 1 of chapter 174 of the  
41 laws of 1968, constituting the New York state urban development corpo-  
42 ration act, as amended by section 49 of part U of chapter 59 of the laws  
43 of 2012, is amended to read as follows:

44 1. Notwithstanding the provisions of any other law to the contrary,  
45 the urban development corporation of the state of New York is hereby  
46 authorized to issue bonds or notes in one or more series for the purpose  
47 of funding project costs for the implementation of a NY-SUNY AND NY-CUNY  
48 2020 challenge grant program subject to the approval of a NY-SUNY AND  
49 NY-CUNY 2020 plan or plans by the governor and EITHER the chancellor of  
50 the state university of New York OR THE CHANCELLOR OF THE CITY UNIVERSI-  
51 TY OF NEW YORK, AS APPLICABLE. The aggregate principal amount of bonds  
52 authorized to be issued pursuant to this section shall not exceed  
53 [\$110,000,000] \$220,000,000, excluding bonds issued to fund one or more  
54 debt service reserve funds, to pay costs of issuance of such bonds, and  
55 bonds or notes issued to refund or otherwise repay such bonds or notes  
56 previously issued. Such bonds and notes of the corporation shall not be

1 a debt of the state, and the state shall not be liable thereon, nor  
2 shall they be payable out of any funds other than those appropriated by  
3 the state to the corporation for principal, interest, and related  
4 expenses pursuant to a service contract and such bonds and notes shall  
5 contain on the face thereof a statement to such effect. Except for  
6 purposes of complying with the internal revenue code, any interest  
7 income earned on bond proceeds shall only be used to pay debt service on  
8 such bonds.

9 S 65-a. Section 16 of chapter 260 of the laws of 2011 amending the  
10 education law and the New York state urban development corporation act,  
11 relating to establishing components of the NY-SUNY 2020 challenge grant  
12 program, is amended to read as follows:

13 S 16. This act shall take effect July 1, 2011 [and]; PROVIDED THAT  
14 SECTIONS ONE, TWO, THREE, FOUR, FIVE, SIX, EIGHT, NINE, TEN, ELEVEN,  
15 TWELVE, THIRTEEN, FOURTEEN AND FIFTEEN OF THIS ACT shall expire 5 years  
16 after such effective date when upon such date the provisions of this act  
17 shall be deemed repealed.

18 S 66. Subdivision 10-a of section 1680 of the public authorities law,  
19 as amended by section 51 of part U of chapter 59 of the laws of 2012, is  
20 amended to read as follows:

21 10-a. Subject to the provisions of chapter fifty-nine of the laws of  
22 two thousand, but notwithstanding any other provision of the law to the  
23 contrary, the maximum amount of bonds and notes to be issued after March  
24 thirty-first, two thousand two, on behalf of the state, in relation to  
25 any locally sponsored community college, shall be six hundred [twenty-  
26 three] SIXTY-THREE million dollars. Such amount shall be exclusive of  
27 bonds and notes issued to fund any reserve fund or funds, costs of issu-  
28 ance and to refund any outstanding bonds and notes, issued on behalf of  
29 the state, relating to a locally sponsored community college.

30 S 67. Paragraph (c) of subdivision 14 of section 1680 of the public  
31 authorities law, as amended by section 39 of part PP of chapter 56 of  
32 the laws of 2009, is amended to read as follows:

33 (c) Subject to the provisions of chapter fifty-nine of the laws of two  
34 thousand, (i) the dormitory authority shall not deliver a series of  
35 bonds for city university community college facilities, except to refund  
36 or to be substituted for or in lieu of other bonds in relation to city  
37 university community college facilities pursuant to a resolution of the  
38 dormitory authority adopted before July first, nineteen hundred eighty-  
39 five or any resolution supplemental thereto, if the principal amount of  
40 bonds so to be issued when added to all principal amounts of bonds  
41 previously issued by the dormitory authority for city university commu-  
42 nity college facilities, except to refund or to be substituted in lieu  
43 of other bonds in relation to city university community college facili-  
44 ties will exceed the sum of four hundred twenty-five million dollars and  
45 (ii) the dormitory authority shall not deliver a series of bonds issued  
46 for city university facilities, including community college facilities,  
47 pursuant to a resolution of the dormitory authority adopted on or after  
48 July first, nineteen hundred eighty-five, except to refund or to be  
49 substituted for or in lieu of other bonds in relation to city university  
50 facilities and except for bonds issued pursuant to a resolution supple-  
51 mental to a resolution of the dormitory authority adopted prior to July  
52 first, nineteen hundred eighty-five, if the principal amount of bonds so  
53 to be issued when added to the principal amount of bonds previously  
54 issued pursuant to any such resolution, except bonds issued to refund or  
55 to be substituted for or in lieu of other bonds in relation to city  
56 university facilities, will exceed six billion eight hundred [forty-



three] FIFTY-THREE million two hundred thousand dollars. The legislature reserves the right to amend or repeal such limit, and the state of New York, the dormitory authority, the city university, and the fund are prohibited from covenanting or making any other agreements with or for the benefit of bondholders which might in any way affect such right.

S 68. Subdivision (a) of section 48 of part K of chapter 81 of the laws of 2002, providing for the administration of certain funds and accounts related to the 2002-2003 budget, as amended by section 40 of part BB of chapter 58 of the laws of 2011, is amended to read as follows:

(a) Subject to the provisions of chapter 59 of the laws of 2000 but notwithstanding the provisions of section 18 of the urban development corporation act, the corporation is hereby authorized to issue bonds or notes in one or more series in an aggregate principal amount not to exceed \$67,000,000 excluding bonds issued to fund one or more debt service reserve funds, to pay costs of issuance of such bonds, and bonds or notes issued to refund or otherwise repay such bonds or notes previously issued, for the purpose of financing capital costs related to homeland security and training facilities for the division of state police, the division of military and naval affairs, and any other state agency, including the reimbursement of any disbursements made from the state capital projects fund, and is hereby authorized to issue bonds or notes in one or more series in an aggregate principal amount not to exceed [\$205,800,000] \$220,800,000, excluding bonds issued to fund one or more debt service reserve funds, to pay costs of issuance of such bonds, and bonds or notes issued to refund or otherwise repay such bonds or notes previously issued, for the purpose of financing improvements to State office buildings and other facilities located statewide, including the reimbursement of any disbursements made from the state capital projects fund. Such bonds and notes of the corporation shall not be a debt of the state, and the state shall not be liable thereon, nor shall they be payable out of any funds other than those appropriated by the state to the corporation for debt service and related expenses pursuant to any service contracts executed pursuant to subdivision (b) of this section, and such bonds and notes shall contain on the face thereof a statement to such effect.

S 69. The section heading and subdivision 1 of section 386-b of the public authorities law, as added by section 48 of part U of chapter 59 of the laws of 2012, is amended to read as follows:

Financing of peace bridge AND TRANSPORTATION CAPITAL projects. 1. Notwithstanding any other provision of law to the contrary, the authority, the dormitory authority and the urban development corporation are hereby authorized to issue bonds or notes in one or more series for the purpose of financing peace bridge projects AND CAPITAL COSTS OF STATE AND LOCAL HIGHWAYS, PARKWAYS, BRIDGES, THE NEW YORK STATE THRUWAY, INDIAN RESERVATION ROADS, AND FACILITIES, AND TRANSPORTATION INFRASTRUCTURE PROJECTS, INCLUDING WORK APPURTENANT AND ANCILLARY THERETO. The aggregate principal amount of bonds authorized to be issued pursuant to this section shall not exceed THREE HUNDRED fifteen million dollars [(\$15,000,000)] (\$315,000,000), excluding bonds issued to fund one or more debt service reserve funds, to pay costs of issuance of such bonds, and to refund or otherwise repay such bonds or notes previously issued. Such bonds and notes of the authority, the dormitory authority and the urban development corporation shall not be a debt of the state, and the state shall not be liable thereon, nor shall they be payable out of any funds other than those appropriated by the state to the authority, the

dormitory authority and the urban development corporation for principal, interest, and related expenses pursuant to a service contract and such bonds and notes shall contain on the face thereof a statement to such effect. Except for purposes of complying with the internal revenue code, any interest income earned on bond proceeds shall only be used to pay debt service on such bonds.

S 69-a. Paragraph (c) of subdivision 19 of section 1680 of the public authorities law, as amended by section 52 of part U of chapter 59 of the laws of 2012, is amended to read as follows:

(c) Subject to the provisions of chapter fifty-nine of the laws of two thousand, the dormitory authority shall not issue any bonds for state university educational facilities purposes if the principal amount of bonds to be issued when added to the aggregate principal amount of bonds issued by the dormitory authority on and after July first, nineteen hundred eighty-eight for state university educational facilities will exceed ten billion [three] FOUR hundred [four] TWENTY-TWO million dollars; provided, however, that bonds issued or to be issued shall be excluded from such limitation if: (1) such bonds are issued to refund state university construction bonds and state university construction notes previously issued by the housing finance agency; or (2) such bonds are issued to refund bonds of the authority or other obligations issued for state university educational facilities purposes and the present value of the aggregate debt service on the refunding bonds does not exceed the present value of the aggregate debt service on the bonds refunded thereby; provided, further that upon certification by the director of the budget that the issuance of refunding bonds or other obligations issued between April first, nineteen hundred ninety-two and March thirty-first, nineteen hundred ninety-three will generate long term economic benefits to the state, as assessed on a present value basis, such issuance will be deemed to have met the present value test noted above. For purposes of this subdivision, the present value of the aggregate debt service of the refunding bonds and the aggregate debt service of the bonds refunded, shall be calculated by utilizing the true interest cost of the refunding bonds, which shall be that rate arrived at by doubling the semi-annual interest rate (compounded semi-annually) necessary to discount the debt service payments on the refunding bonds from the payment dates thereof to the date of issue of the refunding bonds to the purchase price of the refunding bonds, including interest accrued thereon prior to the issuance thereof. The maturity of such bonds, other than bonds issued to refund outstanding bonds, shall not exceed the weighted average economic life, as certified by the state university construction fund, of the facilities in connection with which the bonds are issued, and in any case not later than the earlier of thirty years or the expiration of the term of any lease, sublease or other agreement relating thereto; provided that no note, including renewals thereof, shall mature later than five years after the date of issuance of such note. The legislature reserves the right to amend or repeal such limit, and the state of New York, the dormitory authority, the state university of New York, and the state university construction fund are prohibited from covenanting or making any other agreements with or for the benefit of bondholders which might in any way affect such right.

S 70. This act shall take effect immediately and shall be deemed to have been in full force and effect on and after April 1, 2013; provided that:

(a) sections one through nine, and sections thirteen through eighteen of this act shall expire March 31, 2014, when upon such date, the provisions of such sections shall be deemed repealed;

(b) the amendments to subdivision 3 of section 99-h of the state finance law made by section twenty-three of this act shall not affect the expiration of such subdivision and section respectively and shall be deemed to expire therewith;

(c) the amendments to subdivision 5 of section 3234 of the public authorities law made by section forty-five of this act shall take effect on the same date and in the same manner as section 54 of part K of chapter 81 of the laws of 2002 takes effect;

(d) the amendments to paragraph a of subdivision 5 of section 89-b of the state finance law made by section sixty of this act shall be subject to the expiration and reversion of such paragraph pursuant to section 2 of part B of chapter 84 of the laws of 2002, as amended, when upon such date the provisions of section sixty-a of this act shall take effect; and

(e) the amendments to subdivision 3 of section 97-g of the state finance law made by section sixty-two of this act shall not affect the expiration and reversion of such subdivision and shall be deemed to expire therewith.

## PART N

Section 1. Subdivisions 1, 3, 4, 5 and 6 of section 709 of the executive law, subdivision 1 as amended and subdivisions 3, 4, 5 and 6 as added by section 14 of part B of chapter 56 of the laws of 2010, are amended to read as follows:

1. There is hereby created within the executive department the division of homeland security and emergency services, which shall have and exercise the powers and duties set forth in this article. Any reference to the 'office of public security', the 'office of homeland security', the 'state emergency management office', the 'office of cyber security' or the 'office of fire prevention and control' in the laws of New York state, executive orders, or contracts entered into on behalf of the state shall be deemed to refer to the division of homeland security and emergency services.

3. The division of homeland security and emergency services shall consist of several offices including, but not limited to, the office of counterterrorism, which shall have the powers, and be responsible for carrying out the duties, including but not limited to those set forth in section seven hundred nine-a of this article; the office of emergency management, which shall have the powers, and be responsible for carrying out the duties, including but not limited to those set forth in article two-B of this chapter; the office of fire prevention and control, which shall have the powers, and be responsible for carrying out the duties, including but not limited to those set forth in article six-C of this chapter; the office of cyber security, which shall have the powers, and be responsible for carrying out the duties, including but not limited to those set forth in section seven hundred fifteen of this article; and the office of interoperable and emergency communications, which shall have the powers, and be responsible for carrying out the duties, including but not limited to those set forth in section seven hundred seventeen of this article.

4. As set forth in section seven hundred ten of this article, the commissioner of the division of homeland security and emergency services

1 shall be appointed by the governor, with the advice and consent of the  
2 senate, and hold office at the pleasure of the governor. The directors  
3 of the offices of counterterrorism, emergency management, fire  
4 prevention and control, [cyber security,] and interoperable and emergen-  
5 cy communications, and such other offices as may be established, shall  
6 be appointed by, and hold office at the pleasure of, the governor and  
7 they shall report to the commissioner of the division of homeland secu-  
8 rity and emergency services.

9 5. The directors of the offices of counterterrorism, emergency manage-  
10 ment, fire prevention and control, [cyber security,] interoperable and  
11 emergency communications, and of such other offices as may be estab-  
12 lished, shall, in consultation with the commissioner, have the authority  
13 to promulgate rules and regulations to carry out the duties of their  
14 office, including the establishment of fees necessary to compensate for  
15 costs associated with the delivery of training and services.

16 6. The directors of the offices of counterterrorism, emergency manage-  
17 ment, fire prevention and control, [cyber security,] interoperable and  
18 emergency communications, and such other offices as may be established,  
19 shall have the authority to enter into contracts with any person, firm,  
20 corporation, municipality, or government entity.

21 S 2. Section 715 of the executive law is REPEALED.

22 S 3. Subdivision 10 of section 103 of the state technology law, as  
23 added by chapter 430 of the laws of 1997, and such section as renumbered  
24 by chapter 437 of the laws of 2004, is amended to read as follows:

25 10. To establish statewide technology policies, including but not  
26 limited to preferred technology standards and security, INCLUDING STATE-  
27 WIDE POLICIES, STANDARDS, PROGRAMS, AND SERVICES RELATING TO THE SECURI-  
28 TY OF STATE GOVERNMENT NETWORKS AND GEOGRAPHIC INFORMATION SYSTEMS,  
29 INCLUDING THE STATEWIDE COORDINATION OF GEOGRAPHICALLY REFERENCED CRIT-  
30 ICAL INFRASTRUCTURE INFORMATION;

31 S 4. Section 103 of the state technology law is amended by adding four  
32 new subdivisions 18, 19, 20 and 21 to read as follows:

33 18. TO PROVIDE FOR THE PROTECTION OF THE STATE GOVERNMENT'S CYBER  
34 SECURITY INFRASTRUCTURE, INCLUDING, BUT NOT LIMITED TO, THE IDENTIFICA-  
35 TION AND MITIGATION OF VULNERABILITIES, DETERRING AND RESPONDING TO  
36 CYBER EVENTS, AND PROMOTING CYBER SECURITY AWARENESS WITHIN THE STATE.

37 19. TO MAINTAIN, IN ELECTRONIC OR PAPER FORMATS, MAPS, GEOGRAPHIC  
38 IMAGES, GEOGRAPHIC DATA AND METADATA.

39 20. NOTWITHSTANDING THE PROVISIONS OF SUBPARAGRAPHS (I) AND (II) OF  
40 PARAGRAPH (A) OF SUBDIVISION EIGHT OF SECTION SEVENTY-THREE OF THE  
41 PUBLIC OFFICERS LAW, FORMER OFFICERS OR EMPLOYEES OF THE OFFICE OF CYBER  
42 SECURITY EMPLOYED BY THE NOT-FOR-PROFIT CORPORATION THAT OPERATES THE  
43 MULTI-STATE INFORMATION SHARING AND ANALYSIS CENTER MAY APPEAR BEFORE  
44 AND RENDER SERVICES TO ANY FEDERAL, STATE, LOCAL, TERRITORIAL OR TRIBAL  
45 GOVERNMENT RELATING TO CYBER SECURITY.

46 21. NOTWITHSTANDING THE PROVISIONS OF SECTION ONE HUNDRED SIXTY-THREE  
47 OF THE STATE FINANCE LAW, SECTION ONE HUNDRED THREE OF THE GENERAL  
48 MUNICIPAL LAW, ARTICLE FOUR-C OF THE ECONOMIC DEVELOPMENT LAW, OR ANY  
49 OTHER PROVISION OF LAW RELATING TO THE AWARD OF PUBLIC CONTRACTS, ANY  
50 OFFICER, BODY, OR AGENCY OF NEW YORK STATE, PUBLIC CORPORATION, OR OTHER  
51 PUBLIC ENTITY SUBJECT TO SUCH PROVISIONS OF LAW SHALL BE AUTHORIZED TO  
52 ENTER INDIVIDUALLY OR COLLECTIVELY INTO CONTRACTS WITH THE NOT-FOR-PRO-  
53 FIT CORPORATION THAT OPERATES THE MULTI-STATE INFORMATION SHARING AND  
54 ANALYSIS CENTER FOR THE PROVISION OF SERVICES THROUGH SEPTEMBER THIRTI-  
55 ETH, TWO THOUSAND FOURTEEN RELATED TO CYBER SECURITY INCLUDING, BUT NOT  
56 LIMITED TO, MONITORING, DETECTING, AND RESPONDING TO CYBER INCIDENTS,

1 AND SUCH CONTRACTS MAY BE AWARDED WITHOUT COMPLIANCE WITH THE PROCEDURES  
2 RELATING TO THE PROCUREMENT OF SERVICES SET FORTH IN SUCH PROVISIONS OF  
3 LAW. SUCH CONTRACTS SHALL, HOWEVER, BE SUBJECT TO THE COMPTROLLER'S  
4 EXISTING AUTHORITY TO APPROVE CONTRACTS WHERE SUCH APPROVAL IS REQUIRED  
5 BY SECTION ONE HUNDRED TWELVE OF THE STATE FINANCE LAW OR OTHERWISE.  
6 SUCH OFFICERS, BODIES, OR AGENCIES MAY PAY THE FEES OR OTHER AMOUNTS  
7 SPECIFIED IN SUCH CONTRACTS IN CONSIDERATION OF THE CYBER SECURITY  
8 SERVICES TO BE RENDERED PURSUANT TO SUCH CONTRACTS.

9 S 5. Subdivision 2 and paragraph (a) of subdivision 7 of section 208  
10 of the state technology law, subdivision 2 as amended by chapter 491 of  
11 the laws of 2005 and paragraph (a) of subdivision 7 as amended by  
12 section 27 of part A of chapter 62 of the laws of 2011, are amended to  
13 read as follows:

14 2. Any state entity that owns or licenses computerized data that  
15 includes private information shall disclose any breach of the security  
16 of the system following discovery or notification of the breach in the  
17 security of the system to any resident of New York state whose private  
18 information was, or is reasonably believed to have been, acquired by a  
19 person without valid authorization. The disclosure shall be made in the  
20 most expedient time possible and without unreasonable delay, consistent  
21 with the legitimate needs of law enforcement, as provided in subdivision  
22 four of this section, or any measures necessary to determine the scope  
23 of the breach and restore the reasonable integrity of the data system.  
24 The state entity shall consult with the state [office of cyber security  
25 and critical infrastructure coordination] OFFICE OF INFORMATION TECHNOLOGY  
26 SERVICES to determine the scope of the breach and restoration meas-  
27 ures.

28 (a) In the event that any New York residents are to be notified, the  
29 state entity shall notify the state attorney general, the department of  
30 state and the state [office of cyber security and critical infrastruc-  
31 ture coordination] OFFICE OF INFORMATION TECHNOLOGY SERVICES as to the  
32 timing, content and distribution of the notices and approximate number  
33 of affected persons. Such notice shall be made without delaying notice  
34 to affected New York residents.

35 S 6. Paragraph (a) of subdivision 8 of section 899-aa of the general  
36 business law, as amended by section 43 of part A of chapter 62 of the  
37 laws of 2011, is amended to read as follows:

38 (a) In the event that any New York residents are to be notified, the  
39 person or business shall notify the state attorney general, the depart-  
40 ment of state and the DIVISION OF state [office of cyber security and  
41 critical infrastructure coordination] POLICE as to the timing, content  
42 and distribution of the notices and approximate number of affected  
43 persons. Such notice shall be made without delaying notice to affected  
44 New York residents.

45 S 7. Any reference to the office of cyber security or to the office of  
46 cyber security and critical infrastructure coordination in the laws of  
47 New York state, executive orders or contracts entered into on behalf of  
48 the state shall be deemed to refer to the office of information technol-  
49 ogy services.

50 S 8. (a) Notwithstanding any provision of law to the contrary, any  
51 person employed by the office of the Medicaid inspector general, the  
52 office of mental health, the office for people with developmental disa-  
53 bilities, the department of health and the division of state police and  
54 any person employed in the exempt class positions of employee program  
55 associate, employee program assistant or employee relations associate by  
56 the governor's office of employee relations immediately prior to being

1 transferred to the office of information technology services pursuant to  
2 subdivision 2 of section 70 of the civil service law effective November  
3 22, 2012 and November 29, 2012, and who, immediately prior thereto was  
4 performing information technology functions similar to persons employed  
5 in appropriate competitive class positions, shall be given permanent  
6 competitive class rights and status and shall continue to hold such  
7 position in the office of information technology services without  
8 further examination. No such employee transferred to the office of  
9 information technology services shall be subject to a new probationary  
10 term, provided, however, that any employee in probationary status at the  
11 time of the transfer shall be required to complete that probationary  
12 term at the office of information technology services under the same  
13 terms and conditions as were applicable to them while employed at the  
14 office of the Medicaid inspector general, the office of mental health,  
15 the office for people with developmental disabilities, the department of  
16 health, the division of state police and the governor's office of  
17 employee relations.

18 (b) Any employees whose positions are re-classified pursuant to this  
19 section or section nine or ten of this act shall have seniority rights  
20 on the basis of continuous service from the date of their original  
21 permanent appointment to the classified service or the date of permanent  
22 employment with the office of the Medicaid inspector general, the office  
23 of mental health, the office for people with developmental disabilities,  
24 the department of health or the division of state police. Any such  
25 employees employed by the division of state police in an appropriate  
26 non-competitive title on a permanent basis, shall also be deemed to have  
27 that period of employment count as permanent competitive service in that  
28 title for purposes of qualifying for promotional examinations or trans-  
29 fers pursuant to subdivision 6 of section 52 of the civil service law  
30 and subdivision 1 of section 70 of the civil service law.

31 (c) No employee whose position is re-classified pursuant to this  
32 section or section nine or ten of this act shall suffer a reduction in  
33 basic salary as a result of the re-classification and shall continue to  
34 receive, at a minimum, the salary that such employee received while  
35 employed by the office of the Medicaid inspector general, the office of  
36 mental health, the office for people with developmental disabilities,  
37 the department of health, the division of state police and the gover-  
38 nor's office of employee relations. The director of the office of  
39 information technology services shall also allow employees of the divi-  
40 sion of state police whose positions are re-classified pursuant to this  
41 section or section nine of this act credit for all of the annual leave,  
42 sick leave, or personal leave standing to their credit at the time of  
43 the transfer, but not in excess of the maximum accumulation permitted in  
44 the office of information technology services.

45 S 9. Notwithstanding any provision of law to the contrary, the civil  
46 service department may re-classify any person employed in a permanent,  
47 classified, competitive position immediately prior to being transferred  
48 to the office of information technology services effective November 22,  
49 2012 and November 29, 2012, pursuant to subdivision 2 of section 70 of  
50 the civil service law to align with the duties and responsibilities of  
51 their positions upon transfer. Permanent employees whose positions are  
52 subsequently re-classified to align with the duties and responsibilities  
53 of their positions upon being transferred to the office of information  
54 technology services effective November 22, 2012 and November 29, 2012,  
55 pursuant to subdivision 2 of section 70 of the civil service law shall  
56 hold such positions without further examination or qualification.

1 Notwithstanding any other provision of this act, the names of those  
2 competitive permanent employees on promotion eligible lists in their  
3 former agency or department shall be added and interfiled on a promotion  
4 eligible list in the new department, as the state civil service depart-  
5 ment deems appropriate.

6 S 10. Notwithstanding any provision of law to the contrary, the civil  
7 service department may re-classify any person employed in the exempt  
8 class positions of employee program associate, employee program assist-  
9 ant or employee relations associate by the governor's office of employee  
10 relations immediately prior to being transferred to the office of infor-  
11 mation technology services effective November 22, 2012, and November 29,  
12 2012, pursuant to subdivision 2 of section 70 of the civil service law  
13 to align with the duties and responsibilities of their positions upon  
14 transfer. Permanent employees whose positions are subsequently re-clas-  
15 sified to align with the duties and responsibilities of their positions  
16 upon being transferred to the office of information technology services  
17 effective November 22, 2012, and November 29, 2012, pursuant to subdivi-  
18 sion 2 of section 70 of the civil service law shall hold such positions  
19 without further examination or qualification.

20 S 11. This act shall take effect immediately.

21 PART O

22 Section 1. Subdivision 18 of section 2 of the workers' compensation  
23 law is REPEALED.

24 S 2. Subdivision 9 of section 13-1 of the workers' compensation law,  
25 as added by chapter 940 of the laws of 1973, is amended to read as  
26 follows:

27 9. The [chairman] CHAIR shall appoint for and with jurisdiction in the  
28 entire state of New York a single chiropractic practice committee  
29 composed of [one duly licensed physician and two] THREE duly registered  
30 and licensed chiropractors of the state of New York. Each member of said  
31 committee shall receive compensation either on an annual basis or on a  
32 per diem basis to be fixed by the [chairman] CHAIR within amounts appro-  
33 priated therefor. One of said chiropractic members shall be designated  
34 by the [chairman] CHAIR as a [chairman] CHAIR of said chiropractic prac-  
35 tice committee. No member of said committee shall render chiropractic  
36 treatment under this section nor be employed or accept or participate in  
37 any fee from any insurance company authorized to write [workmen's] WORK-  
38 ERS' compensation insurance in this state or from any self-insurer,  
39 whether such employment or fee relates to a [workmen's] WORKERS' compen-  
40 sation claim or otherwise. The [attorney-general] ATTORNEY GENERAL, upon  
41 request, shall advise and assist such committee.

42 S 3. Subdivision 10 of section 13-m of the workers' compensation law,  
43 as added by chapter 589 of the laws of 1989, is amended to read as  
44 follows:

45 10. The [chairman] CHAIR shall appoint for and with jurisdiction in  
46 the entire state of New York a single psychology practice committee  
47 composed of [two] THREE duly registered and licensed psychologists, at  
48 least one of whom shall be a member in good standing of the New York  
49 state psychological association recommended by the president of such  
50 organization[, and one duly licensed physician of the state of New  
51 York]. Each member of said committee shall receive compensation either  
52 on an annual basis or on a per diem basis to be fixed by the [chairman]  
53 CHAIR within amounts appropriated therefor. One of said psychologists  
54 shall be designated by the [chairman] CHAIR as a [chairman] CHAIR of

1 said psychology practice committee. No member of said committee shall  
2 render psychological treatment under this section nor be an employer or  
3 accept or participate in any fee from any insurance company authorized  
4 to write workers' compensation insurance in this state or from any self-  
5 insurer, whether such employment or fee relates to a workers' compen-  
6 sation claim or otherwise. The attorney general, upon request, shall  
7 advise and assist such committee.

8 S 4. Subdivisions 2, 3 and 4 of section 13-g of the workers' compen-  
9 sation law, subdivision 2 as amended by chapter 649 of the laws of 1985,  
10 subdivision 3 as amended by chapter 674 of the laws of 1994, and subdi-  
11 vision 4 as amended by chapter 639 of the laws of 1996, are amended to  
12 read as follows:

13 (2) (A) IF THE PARTIES FAIL TO AGREE TO THE VALUE OF MEDICAL AID  
14 RENDERED UNDER THIS CHAPTER AND THE AMOUNT OF THE DISPUTED BILL IS ONE  
15 THOUSAND DOLLARS OR LESS, OR IF THE AMOUNT OF THE DISPUTED MEDICAL BILL  
16 EXCEEDS ONE THOUSAND DOLLARS AND THE HEALTH CARE PROVIDER EXPRESSLY SO  
17 REQUESTS, SUCH VALUE SHALL BE DECIDED BY A SINGLE ARBITRATOR PROCESS,  
18 PURSUANT TO RULES PROMULGATED BY THE CHAIR. THE CHAIR SHALL APPOINT A  
19 PHYSICIAN WHO IS A MEMBER IN GOOD STANDING OF THE MEDICAL SOCIETY OF THE  
20 STATE OF NEW YORK TO DETERMINE THE VALUE OF SUCH DISPUTED MEDICAL BILL.  
21 WHERE THE PHYSICIAN WHOSE CHARGES ARE BEING ARBITRATED IS A MEMBER IN  
22 GOOD STANDING OF THE NEW YORK OSTEOPATHIC SOCIETY, THE VALUE OF SUCH  
23 DISPUTED BILL SHALL BE DETERMINED BY A MEMBER IN GOOD STANDING OF THE  
24 NEW YORK OSTEOPATHIC SOCIETY APPOINTED BY THE CHAIR. WHERE THE PHYSICIAN  
25 WHOSE CHARGES ARE BEING ARBITRATED IS A MEMBER IN GOOD STANDING OF THE  
26 NEW YORK HOMEOPATHIC SOCIETY, THE VALUE OF SUCH DISPUTED BILL SHALL BE  
27 DETERMINED BY A MEMBER IN GOOD STANDING OF THE NEW YORK HOMEOPATHIC  
28 SOCIETY APPOINTED BY THE CHAIR. WHERE THE VALUE OF PHYSICAL THERAPY  
29 SERVICES OR OCCUPATIONAL THERAPY SERVICES IS AT ISSUE, SUCH VALUE SHALL  
30 BE DETERMINED BY A MEMBER IN GOOD STANDING OF A RECOGNIZED PROFESSIONAL  
31 ASSOCIATION REPRESENTING ITS RESPECTIVE PROFESSION IN THE STATE OF NEW  
32 YORK APPOINTED BY THE CHAIR. DECISIONS RENDERED UNDER THE SINGLE ARBI-  
33 TRATOR PROCESS SHALL BE CONCLUSIVE UPON THE PARTIES AS TO THE VALUE OF  
34 THE SERVICES IN DISPUTE.

35 (B) If the parties fail to agree as to the value of medical aid  
36 rendered under this chapter AND THE AMOUNT OF THE DISPUTED BILL EXCEEDS  
37 ONE THOUSAND DOLLARS, such value shall be decided by an arbitration  
38 committee [consisting] UNLESS THE HEALTH CARE PROVIDER EXPRESSLY  
39 REQUESTS A SINGLE ARBITRATOR PROCESS IN ACCORDANCE WITH PARAGRAPH (A) OF  
40 THIS SUBDIVISION. THE ARBITRATION COMMITTEE SHALL CONSIST OF ONE PHYSI-  
41 CIAN DESIGNATED BY THE PRESIDENT OF THE MEDICAL SOCIETY OF THE COUNTY IN  
42 WHICH THE MEDICAL SERVICES WERE RENDERED, ONE PHYSICIAN WHO IS A MEMBER  
43 OF THE MEDICAL SOCIETY OF THE STATE OF NEW YORK, APPOINTED BY THE  
44 EMPLOYER OR CARRIER, AND ONE PHYSICIAN, ALSO A MEMBER OF THE MEDICAL  
45 SOCIETY OF THE STATE OF NEW YORK, APPOINTED BY THE [CHAIRMAN] CHAIR OF  
46 THE WORKERS' COMPENSATION BOARD. [THE MAJORITY DECISION OF ANY SUCH  
47 COMMITTEE SHALL BE CONCLUSIVE UPON THE PARTIES AS TO THE VALUE OF THE  
48 SERVICES RENDERED.] IF THE PHYSICIAN WHOSE CHARGES ARE BEING ARBITRATED  
49 IS A MEMBER IN GOOD STANDING OF THE NEW YORK OSTEOPATHIC SOCIETY OR THE  
50 NEW YORK HOMEOPATHIC SOCIETY, THE MEMBERS OF SUCH ARBITRATION COMMITTEE  
51 SHALL BE PHYSICIANS OF SUCH ORGANIZATION, ONE TO BE APPOINTED BY THE  
52 PRESIDENT OF THAT ORGANIZATION, ONE BY THE EMPLOYER OR CARRIER AND THE  
53 THIRD BY THE [CHAIRMAN] CHAIR OF THE WORKERS' COMPENSATION BOARD. WHERE  
54 THE VALUE OF PHYSICAL THERAPY SERVICES IS AT ISSUE AND THE AMOUNT OF THE  
55 DISPUTED BILL EXCEEDS ONE THOUSAND DOLLARS, the arbitration committee  
56 shall consist of a member in good standing of a recognized professional



1 association representing physical therapists in the state of New York  
2 appointed by the president of such organization, a physician designated  
3 by the employer or carrier and a physician designated by the [chairman]  
4 CHAIR of the workers' compensation board provided however, that the  
5 [chairman] CHAIR finds that there are a sufficient number of physical  
6 therapy arbitrations in a geographical area comprised of one or more  
7 counties to warrant a committee so comprised. In all other cases where  
8 the value of physical therapy services is at issue AND THE AMOUNT OF THE  
9 DISPUTED BILL EXCEEDS ONE THOUSAND DOLLARS, the arbitration committee  
10 shall be similarly selected and identical in composition, provided that  
11 the physical therapist member shall serve without remuneration, and  
12 provided further that in the event a physical therapist is not avail-  
13 able, the committee shall be comprised of three physicians designated in  
14 the same manner as in cases where the value of medical aid is at issue.

15 (C) Where the value of occupational therapy services is at issue the  
16 arbitration committee shall consist of a member in good standing of a  
17 recognized professional association representing occupational therapists  
18 in the state of New York appointed by the president of such organiza-  
19 tion; a physician designated by the employer or carrier and a physician  
20 designated by the [chairman] CHAIR of the workers' compensation board  
21 provided, however, that the [chairman] CHAIR finds that there are a  
22 sufficient number of occupational therapy arbitrations in a geographical  
23 area comprised of one or more counties to warrant a committee so  
24 comprised. In all other cases where the value of occupational therapy  
25 services is at issue AND THE AMOUNT OF THE DISPUTED BILL EXCEEDS ONE  
26 THOUSAND DOLLARS, the arbitration committee shall be similarly selected  
27 and identical in composition, provided that the occupational therapist  
28 member shall serve without remuneration, and provided further that in  
29 the event an occupational therapist is not available, the committee  
30 shall be comprised of three physicians designated in the same manner as  
31 in cases where the value of medical aid is at issue. THE MAJORITY DECI-  
32 SION OF ANY SUCH ARBITRATION COMMITTEE SHALL BE CONCLUSIVE UPON THE  
33 PARTIES AS TO THE VALUE OF THE SERVICES IN DISPUTE.

34 (3) (A) IF AN EMPLOYER SHALL HAVE NOTIFIED THE HOSPITAL IN WRITING, AS  
35 PROVIDED IN SUBDIVISION ONE OF THIS SECTION, WHY THE BILL HAS NOT BEEN  
36 PAID, IN PART OR IN FULL, AND THE AMOUNT OF THE DISPUTED BILL IS ONE  
37 THOUSAND DOLLARS OR LESS, OR WHERE THE AMOUNT OF THE DISPUTED MEDICAL  
38 BILL EXCEEDS ONE THOUSAND DOLLARS AND THE HOSPITAL EXPRESSLY SO  
39 REQUESTS, SUCH VALUE SHALL BE DECIDED BY A SINGLE ARBITRATOR PROCESS,  
40 PURSUANT TO RULES PROMULGATED BY THE CHAIR. THE CHAIR SHALL APPOINT A  
41 PHYSICIAN IN GOOD STANDING LICENSED TO PRACTICE IN NEW YORK STATE TO  
42 DETERMINE THE VALUE OF SUCH DISPUTED BILL. DECISIONS RENDERED UNDER THE  
43 ADMINISTRATIVE RESOLUTION PROCEDURE SHALL BE CONCLUSIVE UPON THE PARTIES  
44 AS TO THE VALUE OF THE SERVICES IN DISPUTE.

45 (B) If an employer shall have notified the hospital in writing, as  
46 provided in subdivision one of this section, why the bill has not been  
47 paid, in part or in full, AND THE AMOUNT OF THE DISPUTED BILL EXCEEDS  
48 ONE THOUSAND DOLLARS, the value of such bill shall be determined by an  
49 arbitration committee appointed by the chair for that purpose, which  
50 committee shall consider all of the charges of the hospital, UNLESS THE  
51 HOSPITAL EXPRESSLY REQUESTS A SINGLE ARBITRATOR PROCESS PURSUANT TO  
52 PARAGRAPH (A) OF THIS SUBDIVISION. The committee shall consist of three  
53 physicians. One member of the committee may be nominated [to] BY the  
54 chair [by] UPON RECOMMENDATION OF the president of the hospital associ-  
55 ation of New York state and one member may be nominated by the employer  
56 or insurance carrier. The majority decision of any such committee shall

1 be conclusive upon the parties as to the value of the services rendered.  
2 The chair may make reasonable rules and regulations consistent with the  
3 provisions of this section.

4 (4) A provider initiating an arbitration, INCLUDING A SINGLE ARBITRA-  
5 TOR PROCESS, pursuant to this section shall pay a fee as determined by  
6 regulations promulgated by the chair, to be used to cover the costs  
7 related to the conduct of such arbitration. Upon resolution in favor of  
8 such party, the amount due, based upon the bill in dispute, shall be  
9 increased by the amount of the fee paid by such party. Where a partial  
10 award is made, the amount due, based upon the bill in dispute, shall be  
11 increased by a part of such fee. Each member of an arbitration commit-  
12 tee for medical bills, and each member of an arbitration committee for  
13 hospital bills shall be entitled to receive and shall be paid a fee for  
14 each day's attendance at an arbitration session in any one count in an  
15 amount fixed by the chair of the workers' compensation board.

16 S 5. Subdivision 6 of section 13-k of the workers' compensation law,  
17 as amended by chapter 639 of the laws of 1996, is amended to read as  
18 follows:

19 6. (A) The provisions of subdivisions one and three of section thir-  
20 teen-g of this article with respect to the conditions under which a  
21 hospital, physician or self-employed physical or occupational therapist  
22 may request payment or arbitration of a bill, or under which an award  
23 may be made for payment of such bill, shall be applicable to bills  
24 rendered by a podiatrist for services rendered to an injured employee.

25 (B) IF THE PARTIES FAIL TO AGREE AS TO THE VALUE OF PODIATRY CARE  
26 RENDERED UNDER THIS CHAPTER TO A CLAIMANT, AND THE AMOUNT OF THE  
27 DISPUTED BILL IS ONE THOUSAND DOLLARS OR LESS, OR WHERE THE AMOUNT OF  
28 THE DISPUTED BILL EXCEEDS ONE THOUSAND DOLLARS AND THE PODIATRIST  
29 EXPRESSLY SO REQUESTS, SUCH VALUE SHALL BE DECIDED BY A SINGLE ARBITRA-  
30 TOR PROCESS, PURSUANT TO RULES PROMULGATED BY THE CHAIR. THE CHAIR SHALL  
31 APPOINT A MEMBER IN GOOD STANDING OF A RECOGNIZED PROFESSIONAL ASSOCI-  
32 ATION REPRESENTING PODIATRISTS IN THE STATE OF NEW YORK TO DETERMINE THE  
33 VALUE OF SUCH DISPUTED BILL. DECISIONS RENDERED UNDER THE SINGLE ARBI-  
34 TRATOR PROCESS SHALL BE CONCLUSIVE UPON THE PARTIES AS TO THE VALUE OF  
35 THE SERVICES IN DISPUTE.

36 (C) If the parties fail to agree as to the value of podiatry care  
37 rendered under this chapter to a claimant AND THE AMOUNT OF THE DISPUTED  
38 BILL EXCEEDS ONE THOUSAND DOLLARS AND THE PODIATRIST DOES NOT EXPRESSLY  
39 REQUEST A SINGLE ARBITRATOR PROCESS IN ACCORDANCE WITH PARAGRAPH (B) OF  
40 THIS SUBDIVISION, such value shall be decided by an arbitration commit-  
41 tee consisting of three duly registered and licensed podiatrists who are  
42 members of a recognized professional association representing podia-  
43 trists in the state of New York, one to be appointed by the president of  
44 such an association, one to be appointed by the employer or carrier and  
45 one to be appointed by the chair of the workers' compensation board and  
46 the majority decision of such committee shall be conclusive upon the  
47 parties as to the value of the services rendered.

48 (D) The board or the chair may make an award not in excess of the  
49 established fee schedules for any such bill or part thereof which  
50 remains unpaid in the same manner as an award for bills rendered under  
51 subdivisions one and three of section thirteen-g of this article, and  
52 such award may be collected in like manner as an [aware] AWARD of  
53 compensation. Where a podiatrist's bill has been determined to be due  
54 and owing in accordance with the provisions of this section the board  
55 shall include in the amount of the award interest of not more than one  
56 and one-half percent (1 1/2%) per month payable to the podiatrist in

1 accordance with the rules and regulations promulgated by the board. The  
2 chair shall assess the sum of fifty dollars against the employer for  
3 each such award made by the board, which sum shall be paid into the  
4 state treasury.

5 (E) A provider initiating an arbitration, INCLUDING A SINGLE ARBI-  
6 TRATION PROCESS, pursuant to this section shall pay a fee, as determined  
7 by regulations promulgated by the chair, to be used to cover the costs  
8 related to the conduct of such arbitration. Upon resolution in favor of  
9 such party, the amount due, based upon the bill in dispute, shall be  
10 increased by the amount of the fee paid by such party. Where a partial  
11 award is made, the amount due, based upon the bill in dispute shall be  
12 increased by a part of such fee. Each member of the arbitration commit-  
13 tee shall be entitled to receive and shall be paid a fee for each day's  
14 attendance at an arbitration session in an amount fixed by the chair of  
15 the workers' compensation board.

16 S 6. Subdivision 6 of section 13-1 of the workers' compensation law,  
17 as amended by chapter 639 of the laws of 1996, is amended to read as  
18 follows:

19 6. (A) The provisions of subdivisions one and three of section thir-  
20 teen-g of this article with respect to the conditions under which a  
21 hospital, physician or self-employed physical or occupational therapist  
22 may request payment or arbitration of a bill, or under which an award  
23 may be made for payment of such bill, shall be applicable to bills  
24 rendered by a chiropractor for services rendered to an injured employee.

25 (B) IF THE PARTIES FAIL TO AGREE AS TO THE CHIROPRACTIC CARE RENDERED  
26 UNDER THIS CHAPTER TO A CLAIMANT, AND THE AMOUNT OF THE DISPUTED BILL IS  
27 ONE THOUSAND DOLLARS OR LESS, OR WHERE THE AMOUNT OF THE DISPUTED BILL  
28 EXCEEDS ONE THOUSAND DOLLARS AND THE CHIROPRACTOR EXPRESSLY SO REQUESTS,  
29 SUCH VALUE SHALL BE DECIDED BY A SINGLE ARBITRATOR PROCESS, PURSUANT TO  
30 RULES PROMULGATED BY THE CHAIR. THE CHAIR SHALL APPOINT A MEMBER IN GOOD  
31 STANDING OF A RECOGNIZED PROFESSIONAL ASSOCIATION REPRESENTING CHIRO-  
32 PRACTORS IN THE STATE OF NEW YORK TO DETERMINE THE VALUE OF SUCH  
33 DISPUTED BILL. DECISIONS RENDERED UNDER THE SINGLE ARBITRATOR PROCESS  
34 SHALL BE CONCLUSIVE UPON THE PARTIES AS TO THE VALUE OF THE SERVICES IN  
35 DISPUTE.

36 (C) If the parties fail to agree as to the chiropractic care rendered  
37 under this chapter to a claimant, AND THE AMOUNT OF THE DISPUTED BILL  
38 EXCEEDS ONE THOUSAND DOLLARS AND THE CHIROPRACTOR DOES NOT EXPRESSLY  
39 REQUEST A SINGLE ARBITRATOR PROCESS IN ACCORDANCE WITH PARAGRAPH (B) OF  
40 THIS SUBDIVISION, such value shall be decided by the chiropractic prac-  
41 tice committee and the majority decision of such committee shall be  
42 conclusive upon the parties as to the value of the services rendered.

43 (D) The board or the chair may make an award not in excess of the  
44 established fee schedules for any such bill or part thereof which  
45 remains unpaid in the same manner as an award for bills rendered under  
46 subdivisions one and three of section thirteen-g of this article, and  
47 such award may be collected in like manner as an award of compensation.  
48 Where a chiropractor's bill has been determined to be due and owing in  
49 accordance with the provisions of this section the board shall include  
50 in the amount of the award interest of not more than one and one-half  
51 percent (1 1/2%) per month payable to the chiropractor in accordance  
52 with the rules and regulations promulgated by the board. The chair shall  
53 assess the sum of fifty dollars against the employer for each such award  
54 made by the board, which sum shall be paid into the state treasury.

55 (E) A provider initiating an arbitration, INCLUDING A SINGLE ARBITRA-  
56 TOR PROCESS, pursuant to this section shall pay a fee, as determined by

1 regulations promulgated by the chair, to be used to cover the costs  
2 related to the conduct of such arbitration. Upon resolution in favor of  
3 such party, the amount due, based upon the bill in dispute, shall be  
4 increased by the amount of the fee paid by such party. Where a partial  
5 award is made, the amount due, based upon the bill in dispute, shall be  
6 increased by a part of such fee.

7 S 7. Subdivision 7 of section 13-m of the workers' compensation law,  
8 as amended by chapter 674 of the laws of 1994, paragraph (c) as amended  
9 by chapter 639 of the laws of 1996, is amended to read as follows:

10 7. (a) The provisions of subdivisions one and three of section thir-  
11 teen-g of this article with respect to the conditions under which a  
12 hospital, physician or self-employed physical or occupational therapist  
13 may request payment or arbitration of a bill, or under which an award  
14 may be made for payment of such bill, shall be applicable to bills  
15 rendered by a psychologist for services rendered to an injured employee.

16 (B) IF THE PARTIES FAIL TO AGREE AS TO THE PSYCHOLOGICAL CARE RENDERED  
17 UNDER THIS CHAPTER TO A CLAIMANT, AND THE AMOUNT OF THE DISPUTED BILL IS  
18 ONE THOUSAND DOLLARS OR LESS, OR WHERE THE AMOUNT OF THE DISPUTED BILL  
19 EXCEEDS ONE THOUSAND DOLLARS AND THE PSYCHOLOGIST EXPRESSLY SO REQUESTS,  
20 SUCH VALUE SHALL BE DECIDED BY A SINGLE ARBITRATOR PROCESS, PURSUANT TO  
21 RULES PROMULGATED BY THE CHAIR. THE CHAIR SHALL APPOINT A MEMBER IN GOOD  
22 STANDING OF A RECOGNIZED PROFESSIONAL ASSOCIATION REPRESENTING PSYCHOL-  
23 OGISTS IN THE STATE OF NEW YORK TO DETERMINE THE VALUE OF SUCH DISPUTED  
24 BILL. DECISIONS RENDERED UNDER THE SINGLE ARBITRATOR PROCESS SHALL BE  
25 CONCLUSIVE UPON THE PARTIES AS TO THE VALUE OF THE SERVICES IN DISPUTE.

26 (C) If the parties fail to agree as to the psychological care rendered  
27 under this chapter to a claimant, AND THE AMOUNT OF THE DISPUTED BILL  
28 EXCEEDS ONE THOUSAND DOLLARS AND THE PSYCHOLOGIST DOES NOT EXPRESSLY  
29 REQUEST A SINGLE ARBITRATOR PROCESS IN ACCORDANCE WITH PARAGRAPH (B) OF  
30 THIS SUBDIVISION, such value shall be decided by the psychology practice  
31 committee and the majority decision of such committee shall be conclu-  
32 sive upon the parties as to the value of the services rendered.

33 (D) The board or the chair may make an award not in excess of the  
34 established fee schedules for any such bill or part thereof which  
35 remains unpaid in the same manner as an award for bills rendered under  
36 subdivisions one and three of section thirteen-g of this article, and  
37 such award may be collected in like manner as an award of compensation.  
38 The chair shall assess the sum of fifty dollars against the employer for  
39 each such award made by the board, which sum shall be paid into the  
40 state treasury. [(b)] Where a psychologist's bill has been determined  
41 to be due and owing in accordance with the provisions of this section  
42 the board shall include in the amount of the award interest of not more  
43 than one and one-half percent per month payable to the psychologist in  
44 accordance with the rules and regulations promulgated by the board.

45 [(c)] (E) A provider initiating an arbitration, INCLUDING A SINGLE  
46 ARBITRATOR PROCESS, pursuant to this section shall pay a fee, as deter-  
47 mined by regulations promulgated by the chair, to be used to cover the  
48 costs related to the conduct of such arbitration. Upon resolution in  
49 favor of such party, the amount due, based upon the bill in dispute,  
50 shall be increased by the amount of the fee paid by such party. Where a  
51 partial award is made, the amount due, based upon the bill in dispute,  
52 shall be increased by a part of such fee.

53 S 7-a. Paragraph (a) of subdivision 6 of section 15 of the workers'  
54 compensation law, as amended by chapter 689 of the laws of 2007, is  
55 amended to read as follows:

1 (a) Compensation for permanent or temporary total disability due to an  
2 accident or disablement resulting from an occupational disease that  
3 occurs, (1) on or after January first, nineteen hundred seventy-eight,  
4 shall not exceed one hundred twenty-five dollars per week, that occurs  
5 (2) on or after July first, nineteen hundred seventy-eight, shall not  
6 exceed one hundred eighty dollars per week, that occurs (3) on or after  
7 January first, nineteen hundred seventy-nine, shall not exceed two  
8 hundred fifteen dollars per week, that occurs (4) on or after July  
9 first, nineteen hundred eighty-three, shall not exceed two hundred  
10 fifty-five dollars per week, that occurs (5) on or after July first,  
11 nineteen hundred eighty-four, shall not exceed two hundred seventy-five  
12 dollars per week, that occurs (6) on or after July first, nineteen  
13 hundred eighty-five, shall not exceed three hundred dollars per week,  
14 that occurs (7) on or after July first, nineteen hundred ninety, shall  
15 not exceed three hundred forty dollars per week; and in the case of  
16 temporary total disability shall not be less than thirty dollars per  
17 week and in the case of permanent total disability shall not be less  
18 than twenty dollars per week except that if the employee's wages at the  
19 time of injury are less than thirty or twenty dollars per week respec-  
20 tively, he or she shall receive his or her full weekly wages. Compen-  
21 sation for permanent or temporary partial disability due to an accident  
22 or disablement resulting from an occupational disease that occurs (1) on  
23 or after January first, nineteen hundred seventy-eight, shall not exceed  
24 one hundred five dollars per week, that occurs (2) on or after July  
25 first, nineteen hundred eighty-three, shall not exceed one hundred twen-  
26 ty-five dollars per week, that occurs (3) on or after July first, nine-  
27 teen hundred eighty-four, shall not exceed one hundred thirty-five  
28 dollars per week, that occurs (4) on or after July first, nineteen  
29 hundred eighty-five, shall not exceed one hundred fifty dollars per  
30 week, that occurs (5) on or after July first, nineteen hundred ninety,  
31 shall not exceed two hundred eighty dollars per week; nor be less than  
32 twenty dollars per week; except that if the employee's wages at the time  
33 of injury are less than twenty dollars per week, he or she shall receive  
34 his or her full weekly wages. In no event shall compensation when  
35 combined with decreased earnings or earning capacity exceed the amount  
36 of wages which the employee was receiving at the time the injury  
37 occurred. Compensation for permanent or temporary partial disability, or  
38 for permanent or temporary total disability due to an accident or disa-  
39 blement resulting from an occupational disease that occurs (1) on or  
40 after July first, nineteen hundred ninety-one and prior to July first,  
41 nineteen hundred ninety-two, shall not exceed three hundred fifty  
42 dollars per week; (2) on or after July first, nineteen hundred ninety-  
43 two, shall not exceed four hundred dollars per week; nor be less than  
44 forty dollars per week except that if the employee's wages at the time  
45 of injury are less than forty dollars per week, the employee shall  
46 receive his or her full wages. Compensation for permanent or temporary  
47 partial disability, or for permanent or temporary total disability due  
48 to an accident or disablement resulting from an occupational disease  
49 that occurs (1) on or after July first, two thousand seven shall not  
50 exceed five hundred dollars per week, (2) on or after July first, two  
51 thousand eight shall not exceed five hundred fifty dollars per week, (3)  
52 on or after July first, two thousand nine shall not exceed six hundred  
53 dollars per week, and (4) on or after July first, two thousand ten, and  
54 on or after July first of each succeeding year, shall not exceed two-  
55 thirds of the New York state average weekly wage for the year in which  
56 it is reported. Compensation for permanent or temporary partial disabil-

1 ity, or for permanent or temporary total disability due to an accident  
2 or disablement resulting from an occupational disease that occurs on or  
3 after July first, two thousand seven shall not be less than one hundred  
4 dollars per week except that if the employee's wages at the time of  
5 injury are less than one hundred dollars per week, the employee shall  
6 receive his or her full wages. COMPENSATION FOR PERMANENT OR TEMPORARY  
7 PARTIAL DISABILITY, OR FOR PERMANENT OR TEMPORARY TOTAL DISABILITY DUE  
8 TO AN ACCIDENT OR DISABLEMENT RESULTING FROM AN OCCUPATIONAL DISEASE  
9 THAT OCCURS ON OR AFTER MAY FIRST, TWO THOUSAND THIRTEEN SHALL NOT BE  
10 LESS THAN ONE HUNDRED FIFTY DOLLARS PER WEEK EXCEPT THAT IF THE EMPLOY-  
11 EE'S WAGES AT THE TIME OF INJURY ARE LESS THAN ONE HUNDRED FIFTY DOLLARS  
12 PER WEEK, THE EMPLOYEE SHALL RECEIVE HIS OR HER FULL WAGES. In no event  
13 shall compensation when combined with decreased earnings or earning  
14 capacity exceed the amount of wages the employee was receiving at the  
15 time the injury occurred. Compensation for permanent or temporary  
16 partial disability, or for permanent or temporary total disability due  
17 to an accident or disablement resulting from an occupational disease or  
18 injury that occurred as a result of World Trade Center rescue activity  
19 by an employee of a private voluntary hospital, who passed a physical  
20 examination upon employment as a rescue worker that failed to reveal  
21 evidence of a condition that was the proximate cause of disablement or  
22 occupational disease or injury, shall not exceed three-quarters of a  
23 claimant's wage on September eleventh, two thousand one. In no event  
24 shall compensation when combined with decreased earnings or earning  
25 capacity exceed the amount of wages the employee was receiving on  
26 September eleventh, two thousand one.

27 S 8. Paragraph (h) of subdivision 8 of section 15 of the workers'  
28 compensation law, as amended by chapter 6 of the laws of 2007, subpara-  
29 graph 4 as amended by section 1 of part QQ of chapter 56 of the laws of  
30 2009, the opening paragraph and clauses (A) and (B) of subparagraph 4 as  
31 amended by section 1 of part G of chapter 57 of the laws of 2011, and  
32 clause (B) of subparagraph 4 as further amended by section 104 of part A  
33 of chapter 62 of the laws of 2011, is amended to read as follows:

34 (h) Special disability fund. (1) The fund heretofore maintained and  
35 provided for by and pursuant to former subdivision eight of this  
36 section, is hereby continued and shall retain the liabilities heretofore  
37 charged or chargeable thereto under the provisions of such former subdivi-  
38 sion eight of this section as it existed immediately prior to the time  
39 this subdivision, as hereby added, takes effect, and the liabilities  
40 chargeable thereto under the provisions of former subdivision eight-a of  
41 this section as added by chapter seven hundred forty-nine of the laws of  
42 nineteen hundred forty-four and repealed at the same time this subdivi-  
43 sion, as heretofore added, takes effect, and payments therefrom on  
44 account of such liabilities shall continue to be made as provided here-  
45 in. The said fund shall be known as the special disability fund and  
46 shall be available only for the purposes stated in this subdivision, and  
47 the assets thereof shall not at any time be appropriated or diverted to  
48 any other use or purpose.

49 (2) (A) No carrier or employer, or the state insurance fund, may file  
50 a claim for reimbursement from the special disability fund, for an inju-  
51 ry or illness with a date of accident or date of disablement on or after  
52 July first, two thousand seven. No carrier or employer, or the state  
53 insurance fund, may file a claim for reimbursement from the special  
54 disability fund after July first, two thousand ten, and no written  
55 submissions or evidence in support of such a claim may be submitted  
56 after that date.

1 (B) All requests for reimbursement from the special disability fund  
2 with a date of injury or date of disablement prior to July first, two  
3 thousand seven as to which the board has determined that the special  
4 disability fund is liable must be submitted to the special disability  
5 fund by the later of (i) one year after the expense has been paid, or  
6 (ii) one year from the effective date of this paragraph.

7 [(C) All claims for reimbursement from the special disability fund  
8 must be accompanied by a filing fee of two hundred fifty dollars, to be  
9 deposited in the special disability fund. Upon any final ruling that a  
10 claim is eligible for reimbursement from the fund, the fund will return  
11 two hundred dollars of this fee to the claimant.]

12 (3) [The chair of the board shall, as soon as practicable after April  
13 first, nineteen hundred forty-five, assess upon and collect from each  
14 insurance carrier, including the state insurance fund and any county,  
15 city, town, village or other political subdivision failing to secure  
16 compensation pursuant to subdivision one or two of section fifty of this  
17 chapter, a sum equal to one per centum of the total compensation paid by  
18 such carrier in the year ending March thirty-first next preceding the  
19 date of such assessment.

20 (4) As soon as practicable after May first in the year nineteen  
21 hundred fifty-eight, and annually thereafter as soon as practicable  
22 after January first in each succeeding year,] EFFECTIVE THE FIRST DAY OF  
23 JANUARY, TWO THOUSAND FOURTEEN, AND ANNUALLY THEREAFTER, the chair of  
24 the board shall [assess upon and] collect from all [self-insurers, the  
25 state insurance fund, and all insurance carriers] AFFECTED EMPLOYERS (A)  
26 a sum equal to one hundred fifty per centum of the total EXPECTED  
27 disbursements made from the special disability fund during the [preced-  
28 ing calendar] year (not including any disbursements made on account of  
29 anticipated liabilities or waiver agreements funded by bond proceeds and  
30 related earnings), less the ESTIMATED amount of the net assets in such  
31 fund EXPECTED as of December thirty-first [of said preceding calendar  
32 year,] and (B) a sum sufficient to cover debt service, and associated  
33 costs (the "debt service assessment") to be paid during the calendar  
34 year by the dormitory authority, as calculated in accordance with  
35 subparagraph [five] FOUR of this paragraph. Such assessments shall be  
36 [allocated to (i) self-insurers and the state insurance fund based upon  
37 the proportion that the total compensation payments made by all self-in-  
38 surers and the state insurance fund bore to the total compensation  
39 payments made by all self-insurers, the state insurance fund, and all  
40 insurance carriers, and (ii) insurance carriers based upon the propor-  
41 tion that the total compensation payments made by all insurance carriers  
42 bore to the total compensation payments by all self-insurers, the state  
43 insurance fund and all insurance carriers during the fiscal year which  
44 ended within said preceding calendar year. Insurance carriers and self-  
45 insurers shall be liable for all such assessments regardless of the date  
46 on which they came into existence, or whether they have made any claim  
47 for reimbursement from the special disability fund. The portion of such  
48 sum allocated to self-insurers and the state insurance fund that shall  
49 be collected from each self-insurer and the state insurance fund shall  
50 be a sum equal to the proportion of the amount which the total compen-  
51 sation payments of each such self-insurer or the state insurance fund  
52 bore to the total compensation payments made by all self-insurers and  
53 the state insurance fund during the fiscal year which ended within said  
54 preceding calendar year. The portion of such sum allocated to insurance  
55 carriers that shall be collected from each insurance carrier shall be a  
56 sum equal to that proportion of the amount which the total standard

1 premium by each such insurance carrier bore to the total standard premi-  
2 um reported by all insurance carriers during the calendar year which  
3 ended within said preceding fiscal year. The payments from the debt  
4 service assessment, unless otherwise set forth in the special disability  
5 fund financing agreement, are hereby pledged therefor and shall be  
6 deemed the first monies received on account of assessments in each year.  
7 For the purposes of this paragraph, "standard premium" shall mean the  
8 premium as defined for the purposes of this assessment by the super-  
9 intendent of financial services, in consultation with the chair of the  
10 board and the workers' compensation rating board. An employer who has  
11 ceased to be a self-insurer shall continue to be liable for any assess-  
12 ments into said fund on account of any compensation payments made by him  
13 or her on his or her account during such fiscal year, and the security  
14 fund, created under the provisions of section one hundred seven of this  
15 chapter, shall, in the event of the insolvency of any insurance company,  
16 be liable for any assessments that would have been made against such  
17 company except for its insolvency. No assessment shall be payable from  
18 the aggregate trust fund, created under the provisions of section twen-  
19 ty-seven of this article, but such fund shall continue to be liable for  
20 all compensation that shall be payable under any award or order of the  
21 board, the commuted value of which has been paid into such fund. Such  
22 assessments when collected shall be deposited with the commissioner of  
23 taxation and finance for the benefit of such fund. Unless otherwise  
24 provided, such assessments, shall not constitute an element of loss for  
25 the purpose of establishing rates for compensation insurance but shall  
26 for the purpose of collection be treated as separate costs by carriers.  
27 All insurance carriers and the state insurance fund, shall collect such  
28 assessments, from their policyholders through a surcharge based on  
29 premiums in accordance with rules set forth by the superintendent of  
30 financial services in consultation with the New York workers' compen-  
31 sation rating board and the chair of the board. Such surcharge shall be  
32 considered as part of premium for purposes prescribed by law including,  
33 but not limited to, computing premium tax, reporting to the superinten-  
34 dent of financial services pursuant to section ninety-nine of this chap-  
35 ter and section three hundred seven of the insurance law, determining  
36 the limitation of expenditures for the administration of the state  
37 insurance fund pursuant to section eighty-eight of this chapter and the  
38 cancellation by an insurance carrier, including the state insurance  
39 fund, of a policy for non-payment of premium. The provisions of this  
40 paragraph shall not apply with respect to policies containing coverage  
41 pursuant to subsection (j) of section three thousand four hundred twenty  
42 of the insurance law relating to every policy providing comprehensive  
43 personal liability insurance on a one, two, three or four family owner-  
44 occupied dwelling. The state insurance fund shall notify its insureds  
45 that such assessments, shall be, for the purpose of recoupment, treated  
46 as separate costs, for the purpose of premiums billed on or after Octo-  
47 ber first, nineteen hundred ninety-four. For the purposes of this  
48 section, a "self-insurer" shall be: (i) an employer authorized to self-  
49 insure under subdivision three of section fifty of this chapter, active  
50 groups authorized pursuant to subdivision three-a of section fifty of  
51 this chapter or a group of employers authorized to self-insure under  
52 paragraph ten of subdivision three-a of section fifty of this chapter;  
53 or (ii) a public employer authorized as set forth in paragraph a of  
54 subdivision four of section fifty of this chapter to self-insure under  
55 subdivision three, three-a or four of such section or article five of  
56 this chapter, whether individually or as a group.



1 For the purposes of this paragraph, except as otherwise provided: the  
2 term "insurance carrier" shall include only stock corporations, mutual  
3 corporations and reciprocal insurers authorized to transact the business  
4 of workers' compensation insurance in this state; the term "self-insur-  
5 er" shall include any employer or group of employers permitted to pay  
6 compensation directly under the provisions of subdivision three, three-a  
7 or four of section fifty of this chapter.

8 The board is hereby authorized to issue credits or refunds as neces-  
9 sary, in the case of overpayments made to the fund. An insurance carrier  
10 that knowingly underreports premiums for the purposes of this section  
11 shall be guilty of a class E felony.] INCLUDED IN THE ASSESSMENT RATE  
12 ESTABLISHED PURSUANT TO SUBDIVISION TWO OF SECTION ONE HUNDRED FIFTY-ONE  
13 OF THIS CHAPTER. SUCH ASSESSMENTS SHALL BE DEPOSITED WITH THE COMMIS-  
14 SIONER OF TAXATION AND FINANCE AND TRANSFERRED TO THE BENEFIT OF SUCH  
15 FUND FOLLOWING PAYMENT OF DEBT SERVICE AND ASSOCIATED COSTS, IF ANY,  
16 PURSUANT TO SECTION ONE HUNDRED FIFTY-ONE OF THIS CHAPTER.

17 [(5)] (4) (A) The chair and the commissioner of taxation and finance  
18 are authorized and directed to enter into a financing agreement with the  
19 dormitory authority, to be known as the "special disability fund financ-  
20 ing agreement." Such agreement shall set forth the process for calculat-  
21 ing the annual debt service of the bonds issued by the dormitory author-  
22 ity and any other associated costs. For purposes of this section,  
23 "associated costs" may include a coverage factor, reserve fund require-  
24 ments, all costs of any nature incurred by the dormitory authority in  
25 connection with the special disability fund financing agreement or  
26 pursuant thereto, the operating costs of the waiver agreement management  
27 office, the costs of any independent audits undertaken under this  
28 section, and any other costs for the implementation of this subparagraph  
29 and the issuance of bonds by the dormitory authority, including interest  
30 rate exchange payments, rebate payments, liquidity fees, credit provider  
31 fees, fiduciary fees, remarketing, dealer, auction agent and related  
32 fees and other similar bond-related expenses, unless otherwise funded.  
33 By January first of each year, the dormitory authority shall provide to  
34 the chair the calculation of the amount expected to be paid by the  
35 dormitory authority in debt service and associated costs for purposes of  
36 calculating the debt service assessment as set forth in subparagraph  
37 [four] THREE of this paragraph. All monies received on account of any  
38 assessment under subparagraph [four] THREE of this paragraph and this  
39 subparagraph shall be applied in accordance with this subparagraph and  
40 in accordance with the financing agreement until the financial obli-  
41 gations of the dormitory authority in respect to its contract with its  
42 bondholders are met and all associated costs payable to the dormitory  
43 authority have been paid, notwithstanding any other provision of law  
44 respecting secured transactions. This provision may be included by the  
45 dormitory authority in any contract of the dormitory authority with its  
46 bondholders.

47 The special disability fund financing agreement may restrict disburse-  
48 ments, investments, or rebates, and may prescribe a system of accounts  
49 applicable to the special disability fund, including custody of an  
50 account with a trust indenture trustee that may be prescribed by the  
51 dormitory authority as part of its contract with the bondholders. For  
52 purposes of this paragraph, the term "bonds" shall include notes issued  
53 in anticipation of the issuance of bonds, or notes issued pursuant to a  
54 commercial paper program.

55 (B) The chair may conduct periodic audits of any EMPLOYER, self-insur-  
56 er, insurance carrier and the state insurance fund concerning any infor-

1 mation or payment required under this [paragraph] CHAPTER, including any  
2 information relevant to the payment or calculation of any assessments.  
3 The EMPLOYER, self-insurer, insurance carrier and the state insurance  
4 fund shall provide all necessary documents and information in relation  
5 to an audit in a manner prescribed by the chair. Upon the determination  
6 of the chair that [a] AN EMPLOYER, self-insurer, insurance carrier or  
7 the state insurance fund has underpaid an assessment as a result of its  
8 inaccurate reporting, the EMPLOYER, self-insurer, insurance carrier or  
9 the state insurance fund upon notice from the chair, shall pay the full  
10 amount of the underpaid assessment, along with interest at the rate of  
11 nine per cent per annum on the unpaid assessment due not later than  
12 thirty days after such notice. AN INSURANCE CARRIER OR EMPLOYER THAT  
13 KNOWINGLY MISREPRESENTS INFORMATION FOR THE PURPOSE OF THIS SECTION  
14 SHALL BE GUILTY OF A CLASS E FELONY.

15 [(6)] (5) The commissioner of taxation and finance is hereby author-  
16 ized to receive and credit to such special disability fund any sum or  
17 sums that may at any time be contributed to the state by the United  
18 States of America under any act of congress, or otherwise, to which the  
19 state may be or become entitled by reason of any payments made out of  
20 such fund.

21 [(7)] (6) The commissioner of taxation and finance shall be the custo-  
22 dian of said fund and, unless otherwise provided for in the special  
23 disability fund financing agreement, shall invest any surplus or reserve  
24 moneys thereof in securities which constitute legal investments for  
25 savings banks under the laws of this state and in interest bearing  
26 certificates of deposit of a bank or trust company located and author-  
27 ized to do business in this state or of a national bank located in this  
28 state secured by a pledge of direct obligations of the United States or  
29 of the state of New York in an amount equal to the amount of such  
30 certificates of deposit, and may sell any of the securities or certif-  
31 icates of deposit in which such fund is invested if necessary for the  
32 proper administration or in the best interest of such fund. Disburse-  
33 ments from such fund as provided by this subdivision shall be made by  
34 the commissioner of taxation and finance upon vouchers signed by the  
35 chair of the board unless the financing agreement provides for some  
36 other means of authorizing such disbursements that is no less protective  
37 of the fund.

38 The commissioner of taxation and finance, as custodian of such fund,  
39 annually as soon as practicable after January first, shall furnish to  
40 the chair of the workers' compensation board a statement of the fund,  
41 setting forth the balance of moneys in the said fund as of the beginning  
42 of the calendar year, the income of the fund, the summary of payments  
43 out of the fund on account of reimbursements and other charges ordered  
44 to be paid by the board, and all other charges against the fund, and  
45 setting forth the balance of the fund remaining to its credit on Decem-  
46 ber thirty-first. Such statement shall be open to public inspection in  
47 the office of the secretary of the board. The chair, not less than nine-  
48 ty days after the issuance of the dormitory authority's annual audit,  
49 shall furnish to the temporary president of the senate and the speaker  
50 of the assembly the following reports on the special disability fund: a  
51 revenue and operating expense statement; a financing plan; a report  
52 concerning the assets and liabilities; the number of waiver agreements  
53 entered into by the waiver agreement management office; the number of  
54 claimants remaining in the fund; the estimated current unfunded liabil-  
55 ity of the fund with respect to such claims; and a debt issuance report  
56 including but not limited to (i) pledged assessment revenue and securi-

tization coverage, (ii) debt service maturities, (iii) interest rate exchange or similar agreements, and (iv) financing and issuance costs.

The commissioner of taxation and finance may establish within the special disability fund such accounts and sub-accounts as he or she deems useful for the operation of the fund, or as necessary to segregate moneys within the fund, subject to the provisions of the financing agreement. The waiver agreement management office, as defined in section thirty-two of this article, shall make application to the chair on a quarterly basis for any administrative costs incurred by the office.

S 9. Paragraph (i) of subdivision 8 of section 15 of the workers' compensation law, as amended by chapter 635 of the laws of 1996, is amended to read as follows:

(i) When an application for apportionment of compensation is made under this subdivision, the chair of the workers' compensation board shall appoint [a representative of] AN ATTORNEY TO REPRESENT AND DEFEND such fund in such proceedings[, but whenever it shall appear that, through any committee, board or organization representative of the interest of employers or insurance carriers, an attorney has been appointed to act for and on behalf of such employers and insurance carriers generally to represent such fund in any proceedings brought hereunder, the chair of the board may designate such attorney as the representative of such special disability fund in proceedings involving claims against such fund]. Such [representative] ATTORNEY shall thereafter be given notice of all proceedings involving the rights or obligations of such fund. Such [representative] ATTORNEY may apply to the chair of the board for authority to hire such medical and other experts and to defray the expense thereof and of such witnesses as may be necessary to a proper defense of any claim, within an amount in the discretion of the chair and, if authorized, such amount shall be a charge against such special disability fund.

The provisions of this chapter with respect to procedure, except as may be otherwise provided in this subdivision, and the right of appeal shall be preserved to the claimant and to the employer or his insurance carrier and to such fund through its [representative and] attorney as herein provided.

S 10. Section 23 of the workers' compensation law, as amended by chapter 6 of the laws of 2007, is amended to read as follows:

S 23. Appeals. An award or decision of the board shall be final and conclusive upon all questions within its jurisdiction, as against the state fund or between the parties, unless reversed or modified on appeal therefrom as hereinafter provided. Any party may within thirty days after notice of the filing of an award or decision of a referee, file with the board an application in writing for a modification or rescission or review of such award or decision, as provided in this chapter. The board shall render its decision upon such application in writing and shall include in such decision a statement of the facts which formed the basis of its action on the issues raised before it on such application. Within thirty days after notice of the decision of the board upon such application has been served upon the parties, or within thirty days after notice of an administrative redetermination review decision by the chair pursuant to subdivision five of section fifty-two, section one hundred thirty-one or section one hundred forty-one-a of this chapter has been served upon any party in interest, an appeal may be taken therefrom to the appellate division of the supreme court, third department, by any party in interest, including an employer insured in the state fund; provided, however, that [if the decision or determination was that

1 of a panel of the board and there was a dissent from such decision or  
2 determination other than a dissent the sole basis of which is to refer  
3 the case to an impartial specialist,] any party in interest may within  
4 thirty days after notice of the filing of the board panel's decision  
5 with the secretary of the board, make application in writing for review  
6 thereof by the full board, [and] RAISING ARGUMENTS RELATIVE TO THE  
7 ALLEGED DEFICIENCIES OF THE BOARD PANEL DECISION. IF THE DECISION OR  
8 DETERMINATION WAS THAT OF A PANEL OF THE BOARD AND THERE WAS A DISSENT  
9 FROM SUCH DECISION OR DETERMINATION OTHER THAN A DISSENT THE SOLE BASIS  
10 OF WHICH IS TO REFER THE CASE TO AN IMPARTIAL SPECIALIST, the full board  
11 shall review and affirm, modify or rescind such decision or determi-  
12 nation in the same manner as herein above provided for an award or deci-  
13 sion of a referee. IF THE DECISION OR DETERMINATION WAS THAT OF A UNAN-  
14 IMOUS PANEL OF THE BOARD, OR THERE WAS A DISSENT FROM SUCH DECISION OR  
15 DETERMINATION THE SOLE BASIS OF WHICH IS TO REFER THE CASE TO AN IMPAR-  
16 TIAL SPECIALIST, THE CHAIR AND OR THE FULL BOARD MAY IN ITS SOLE  
17 DISCRETION REVIEW AND AFFIRM, MODIFY OR RESCIND SUCH DECISION OR DETER-  
18 MINATION IN THE SAME MANNER AS HEREIN ABOVE PROVIDED FOR AN AWARD OR  
19 DECISION OF A REFEREE. Failure to apply for review by the full board  
20 shall not bar any party in interest from taking an appeal directly to  
21 the court as above provided. The board may also, in its discretion  
22 certify to such appellate division of the supreme court, questions of  
23 law involved in its decision. Such appeals and the question so certified  
24 shall be heard in a summary manner and shall have precedence over all  
25 other civil cases in such court. The board shall be deemed a party to  
26 every such appeal from its decision upon such application, and the chair  
27 shall be deemed a party to every such appeal from an administrative  
28 redetermination review decision pursuant to subdivision five of section  
29 fifty-two of this chapter. The attorney general shall represent the  
30 board and the chair thereon. An appeal may also be taken to the court of  
31 appeals in the same manner and subject to the same limitations not  
32 inconsistent herewith as is now provided in the civil practice law and  
33 rules. It shall not be necessary to file exceptions to the rulings of  
34 the board. An appeal to the appellate division of the supreme court,  
35 third department, or to the court of appeals, shall not operate as a  
36 stay of the payment of compensation required by the terms of the award  
37 or of the payment of the cost of such medical, dental, surgical, optome-  
38 tric or other attendance, treatment, devices, apparatus or other neces-  
39 sary items the employer is required to provide pursuant to section thir-  
40 teen of this article which are found to be fair and reasonable. Where  
41 such award is modified or rescinded upon appeal, the appellant shall be  
42 entitled to reimbursement in a sum equal to the compensation in dispute  
43 paid to the respondent in addition to a sum equal to the cost of such  
44 medical, dental, surgical, optometric or other attendance, treatment,  
45 devices, apparatus or other necessary items the employer is required to  
46 provide pursuant to section thirteen of this article paid by the appel-  
47 lant pending adjudication of the appeal. Such reimbursement shall be  
48 paid from administration expenses as provided in section one hundred  
49 fifty-one of this chapter upon audit and warrant of the comptroller upon  
50 vouchers approved by the chair. Where such award is subject to the  
51 provisions of section twenty-seven of this article, the appellant shall  
52 pay directly to the claimant all compensation as it becomes due during  
53 the pendency of the appeal, and upon affirmance shall be entitled to  
54 credit for such payments. Neither the chair, the board, the commission-  
55 ers of the state insurance fund nor the claimant shall be required to  
56 file a bond upon an appeal to the court of appeals. Upon final determi-

1 nation of such an appeal, the board or chair, as the case may be, shall  
2 enter an order in accordance therewith. Whenever a notice of appeal is  
3 served or an application made to the board by the employer or insurance  
4 carrier for a modification or rescission or review of an award or deci-  
5 sion, and the board shall find that such notice of appeal was served or  
6 such application was made for the purpose of delay or upon frivolous  
7 grounds, the board shall impose a penalty in the amount of five hundred  
8 dollars upon the employer or insurance carrier, which penalty shall be  
9 added to the compensation and paid to the claimant. The penalties  
10 provided herein shall be collected in like manner as compensation. A  
11 party against whom an award of compensation shall be made may appeal  
12 from a part of such award. In such a case the payment of such part of  
13 the award as is not appealed from shall not prejudice any rights of such  
14 party on appeal, nor be taken as an admission against such party. Any  
15 appeal by an employer from an administrative redetermination review  
16 decision pursuant to subdivision five of section fifty-two of this chap-  
17 ter shall in no way serve to relieve the employer from the obligation to  
18 timely pay compensation and benefits otherwise payable in accordance  
19 with the provisions of this chapter.

20 Nothing [herein] contained IN THIS SECTION shall be construed to  
21 inhibit the continuing jurisdiction of the board as provided in section  
22 one hundred twenty-three of this chapter.

23 S 11. Paragraph (d) of subdivision 2-c of section 25 of the workers'  
24 compensation law, as added by chapter 491 of the laws of 1995, is  
25 amended to read as follows:

26 (d) The determination of an arbitrator or mediator pursuant to an  
27 alternative dispute resolution procedure pertaining to the resolution of  
28 claims arising under this chapter shall not be reviewable by the work-  
29 ers' compensation board, and the venue for any appeal shall be to a  
30 court of competent jurisdiction in accordance with section twenty-three  
31 of this chapter AND THE STANDARD OF REVIEW SHALL BE THE SAME AS FOR ANY  
32 OTHER WORKERS' COMPENSATION CASE ON APPEAL.

33 S 12. The opening paragraph of subdivision 2 of section 142 of the  
34 workers' compensation law, as amended by chapter 608 of the laws of  
35 1989, is amended to read as follows:

36 Any review, hearing, rehearing, inquiry or investigation required or  
37 authorized to be conducted or made by the workers' compensation board  
38 may be conducted or made by any panel of the board consisting of not  
39 less than three members thereof, and the order, decision or determi-  
40 nation of a majority of the members of a panel shall be deemed the  
41 order, decision or determination of the board from the date of filing  
42 thereof with the secretary of the board, unless the board on its own  
43 motion, or on application by a party in interest for a full board review  
44 MADE IN ACCORDANCE WITH SECTION TWENTY-THREE OF THIS CHAPTER, shall  
45 modify or rescind such order, decision or determination. Four panels  
46 shall be constituted at all times, and the chair shall assign the  
47 members to the panels upon which they shall serve. At least one member  
48 on each panel shall be an attorney and counsellor-at-law, but the  
49 absence of an attorney on any panel shall not invalidate the order,  
50 decision or determination of a majority of the members of the panel if  
51 at least two affirmative votes are cast in favor of such action. The  
52 panels shall be constituted so that the members of the board shall  
53 alternate in their periods of service together thereon. Whenever a  
54 number of proceedings remains pending before the board for a period in  
55 excess of thirty days, members of the board shall hold hearings and  
56 otherwise act in the discharge of their duties evenings and at other

1 convenient times on all days of the week except Sundays, in addition to  
2 the times when they would perform such duties in the ordinary conduct of  
3 the business of the board, in order to expedite the disposal thereof.  
4 The chair may and shall, when directed by the governor, prescribe the  
5 hours and the times for such additional performance of duty by the  
6 members of the board and the period or periods for the continuance ther-  
7 eof.

8 S 13. Subdivisions 1, 3 and 5 of section 25-a of the workers' compen-  
9 sation law, subdivisions 1 and 5 as amended by chapter 113 of the laws  
10 of 1946, subdivision 3 as amended by chapter 6 of the laws of 2007, and  
11 the second and third undesignated paragraphs of subdivision 3 as further  
12 amended by section 104 of part A of chapter 62 of the laws of 2011, are  
13 amended to read as follows:

14 1. Notwithstanding other provisions of this chapter, when an applica-  
15 tion for compensation is made by an employee or for death benefits in  
16 behalf of the dependents of a deceased employee, and the employer has  
17 secured the payment of compensation in accordance with section fifty of  
18 this chapter, (1) after a lapse of seven years from the date of the  
19 injury or death and claim for compensation previously has been disal-  
20 lowed or claim has been otherwise disposed of without an award of  
21 compensation, or (2) after a lapse of seven years from the date of the  
22 injury or death and also a lapse of three years from the date of the  
23 last payment of compensation, or (3) where death resulting from the  
24 injury shall occur after the time limited by the foregoing provisions of  
25 (1) or (2) shall have elapsed, subject to the provisions of section one  
26 hundred [and] twenty-three of this chapter, testimony may be taken,  
27 either directly or through a referee and if an award is made it shall be  
28 against the special fund provided by this section. Such an application  
29 for compensation or death benefits must be made on a form prescribed by  
30 the [chairman] CHAIR for that purpose and must, if a change in condition  
31 is claimed, be accompanied by a verified medical or surgical report  
32 setting forth facts on which the board may order a hearing.

33 1-A. Any award which shall be made against such special fund after the  
34 effective date of this act upon such an application for compensation or  
35 death benefits shall not be retroactive for a period of disability or  
36 for death benefits longer than the two years immediately preceding the  
37 date of filing of such application. NO APPLICATION BY A SELF-INSURED  
38 EMPLOYER OR AN INSURANCE CARRIER FOR TRANSFER OF LIABILITY OF A CLAIM TO  
39 THE FUND FOR REOPENED CASES SHALL BE ACCEPTED BY THE BOARD ON OR AFTER  
40 THE FIRST DAY OF JANUARY, TWO THOUSAND FOURTEEN EXCEPT THAT THE BOARD  
41 MAY MAKE A FINDING AFTER SUCH DATE PURSUANT TO SECTION TWENTY-THREE OF  
42 THIS ARTICLE UPON A TIMELY APPLICATION FOR REVIEW.

43 3. Any awards so made shall be payable out of the special fund hereto-  
44 fore created for such purpose, which fund is hereby continued and shall  
45 be known as the fund for reopened cases. The employer, or, if insured,  
46 his insurance carrier shall pay into such fund, or, in the case of  
47 awards made on or after July first, nineteen hundred sixty-nine, either  
48 into such fund or the uninsured employers' fund under section twenty-  
49 six-a of this article in accordance with the provisions thereof, for  
50 every case of injury causing death for which there are no persons enti-  
51 tled to compensation the sum of three hundred dollars where such injury  
52 occurred prior to July first, nineteen hundred forty and the sum of one  
53 thousand dollars where such injury shall occur on or after said date and  
54 prior to April first, nineteen hundred forty-five, and the sum of  
55 fifteen hundred dollars where such injury shall occur on or after April  
56 first, nineteen hundred forty-five and prior to September first, nine-

1 teen hundred seventy-eight and the sum of three thousand dollars where  
2 such injury shall occur on or after September first, nineteen hundred  
3 seventy-eight, and in each case of death resulting from injury sustained  
4 on or after July first, nineteen hundred forty and prior to September  
5 first, nineteen hundred seventy-eight, where there are persons entitled  
6 to compensation but the total amount of such compensation is less than  
7 two thousand dollars exclusive of funeral benefits, the employer, or, if  
8 insured, his insurance carrier, shall pay into such fund, or, in the  
9 case of awards made on or after July first, nineteen hundred sixty-nine  
10 and prior to September first, nineteen hundred seventy-eight, either  
11 into such fund or the uninsured employers' fund under section twenty-  
12 six-a of this article in accordance with the provisions thereof, the  
13 difference between the sum of two thousand dollars and the compensation,  
14 exclusive of funeral benefits, and in each case of death resulting from  
15 injury sustained on or after September first, nineteen hundred seventy-  
16 eight, the employer, or if insured, his insurance carrier shall pay into  
17 such fund or the uninsured employers' fund under section twenty-six-a of  
18 this article in accordance with the provisions thereof, the difference  
19 between the sum of five thousand dollars and the compensation, exclusive  
20 of funeral benefits actually paid to or for the dependents of the  
21 deceased employee together with any expense charge required by section  
22 twenty-seven of this article; provided, however, that where death shall  
23 occur subsequent to the periods limited by subdivision one of this  
24 section no payment into such special fund nor to the special fund  
25 provided by subdivision nine of section fifteen nor to the uninsured  
26 employers' fund provided by section twenty-six-a of this article shall  
27 be required. In addition to the assessments made against all insurance  
28 carriers for the expenses of administering this chapter provided for  
29 under the provisions of section one hundred fifty-one of this chapter,  
30 and the payments above provided, the employer, or, if insured, his  
31 insurance carrier, shall pay the sum of five dollars into said fund for  
32 each case in which an award is made pursuant to the provisions of para-  
33 graphs a to s inclusive of subdivision three of section fifteen of this  
34 chapter, by reason of injury sustained between July first, nineteen  
35 hundred forty and June thirtieth, nineteen hundred forty-two, both dates  
36 inclusive, and the sum of ten dollars for each such case by reason of  
37 injury sustained between July first, nineteen hundred forty-two and June  
38 thirtieth, nineteen hundred fifty, both dates inclusive, which payment  
39 shall be in addition to any payment of compensation to the injured  
40 employee as provided in this chapter.

41 There shall be maintained in the special fund at all times assets at  
42 least equal in value to the sum of (1) the value of awards charged  
43 against such fund, (2) the value of all claims that have been reopened  
44 by the board as a charge against such fund but as to which awards have  
45 not yet been made, (3) effective January first, nineteen hundred seven-  
46 ty-one, the VALUE OF total supplemental benefits TO BE paid from such  
47 fund as reimbursement pursuant to subdivision nine of this section  
48 [during the calendar year immediately preceding], and (4) a reserve  
49 equal to ten per cent of the sum of items (1) [and], (2) AND (3) of this  
50 paragraph. [For the purpose of accumulating funds for the payment of  
51 supplemental benefits pursuant to subdivision nine of this section, the  
52 chairman shall impose against all carriers an assessment in the sum of  
53 five million dollars to be collected in the respective proportions  
54 established in the fiscal year commencing April first, nineteen hundred  
55 sixty-eight, under the provisions of section one hundred fifty-one of  
56 this chapter for each carrier.] Annually, as soon as practicable after

1 January first in each year, the [chairman] CHAIR shall ascertain the  
2 condition of the fund and whenever the assets shall fall below the  
3 prescribed minimum as herein provided the [chairman] CHAIR shall [assess  
4 and] collect [from all insurance carriers, in the respective proportions  
5 established in the prior fiscal year under the provisions of section one  
6 hundred fifty-one of this chapter for each carrier,] an amount suffi-  
7 cient to restore the fund to the prescribed minimum. [The chairman  
8 before making an assessment as provided in this section shall give thir-  
9 ty days' notice to the representative of the fund, designated pursuant  
10 to subdivision five of this section, that an itemized statement of the  
11 condition of the fund is open for his inspection. The superintendent of  
12 financial services may examine into the condition of the fund at any  
13 time on his own initiative or on request of the chairman or represen-  
14 tative of the fund.

15 Such assessment and the payments made into said fund shall not consti-  
16 tute an element of loss for the purpose of establishing rates for work-  
17 ers' compensation insurance as provided in the insurance law but shall  
18 for the purpose of recoupment be treated as separate costs by carriers.  
19 Carriers shall assess such costs on their policyholders in accordance  
20 with rules set forth by the New York workers' compensation rating board,  
21 as approved by the superintendent of financial services.] COMMENCING ON  
22 THE FIRST OF JANUARY, TWO THOUSAND FOURTEEN, THE AMOUNT COLLECTED FROM  
23 ALL EMPLOYERS REQUIRED TO OBTAIN WORKERS' COMPENSATION COVERAGE TO MAIN-  
24 TAIN THE FINANCIAL INTEGRITY OF THE FUND MAY BE PAID OVER A PERIOD OF  
25 TIME AT THE DISCRETION OF THE CHAIR BASED UPON AN ANALYSIS OF THE FINAN-  
26 CIAL CONDITION OF THE FUND. SUCH PAYMENT AS DETERMINED BY THE CHAIR  
27 SHALL BE INCLUDED IN THE ASSESSMENT RATE ESTABLISHED PURSUANT TO SUBDI-  
28 VISION TWO OF SECTION ONE HUNDRED FIFTY-ONE OF THIS CHAPTER. THE CHAIR  
29 SHALL PROMULGATE REGULATIONS TO ADMINISTER CLAIMS WHOSE LIABILITY HAS  
30 BEEN TRANSFERRED TO THE FUND FOR REOPENED CASES. SUCH REGULATIONS MAY  
31 INCLUDE EXERCISE OF THE CHAIR'S AUTHORITY TO ADMINISTER EXISTING CLAIMS,  
32 TO PROCURE MANAGEMENT FOR THOSE CLAIMS, OR TO SELL SUCH LIABILITY. THE  
33 CHAIR MAY EXAMINE INTO THE CONDITION OF THE FUND AT ANY TIME ON HIS OR  
34 HER OWN INITIATIVE OR ON REQUEST OF THE ATTORNEY OF THE FUND.

35 The provisions of this subdivision shall not apply with respect to  
36 policies containing coverage pursuant to section thirty-four hundred  
37 twenty of the insurance law relating to every policy providing compre-  
38 hensive personal liability insurance on a one, two, three or four family  
39 owner-occupied dwelling.

40 5. [When an application] FOR APPLICATIONS BY SELF-INSURED EMPLOYERS OR  
41 INSURANCE CARRIERS FOR TRANSFER OF LIABILITY for compensation [is made]  
42 TO THE FUND FOR REOPENED CASES under this section, RECEIVED BY THE BOARD  
43 PRIOR TO THE FIRST DAY OF JANUARY, TWO THOUSAND FOURTEEN, the [chairman]  
44 CHAIR shall appoint [a representative of such fund] AN ATTORNEY in such  
45 proceedings [and, insofar as practicable, such representative shall be a  
46 person designated by the employer originally liable for the payment of  
47 compensation, or his insurance carrier, but whenever it shall appear to  
48 the chairman that through any committee, board or organization or repre-  
49 sentative of the interest of the insurance carriers an attorney has been  
50 appointed to act for and on behalf of such carriers generally to repre-  
51 sent such fund in any proceedings brought hereunder, the chairman shall  
52 designate such attorney as the representative of the] TO REPRESENT SUCH  
53 fund in proceedings brought to enforce a claim against such fund. Such  
54 [representative] ATTORNEY may apply to the [chairman] CHAIR for authori-  
55 ty to hire such medical or other experts and to defray the expense ther-  
56 eof and of such witnesses as are necessary to a proper defense of the



1 application within an amount in the discretion of the [chairman] CHAIR  
2 and, if authorized, it shall be a charge against the special fund  
3 provided herein.

4 S 14. Subdivision 1 of section 27 of the workers' compensation law, as  
5 amended by chapter 192 of the laws of 1949, is amended to read as  
6 follows:

7 1. All payments made into the fund pursuant to the provisions of this  
8 section shall constitute an indivisible and aggregate trust fund except  
9 as hereinafter provided. NOTWITHSTANDING ANY OTHER PROVISIONS OF THIS  
10 CHAPTER, THE BOARD SHALL NOT DIRECT A MANDATORY DEPOSIT ON OR AFTER THE  
11 EFFECTIVE DATE OF THE CHAPTER OF THE LAWS OF TWO THOUSAND THIRTEEN WHICH  
12 AMENDED THIS SUBDIVISION. THE CARRIER SHALL MAKE A MANDATORY DEPOSIT  
13 INTO THE FUND AS DIRECTED IN A BOARD DECISION FILED PRIOR TO THE EFFEC-  
14 TIVE DATE OF THE CHAPTER OF THE LAWS OF TWO THOUSAND THIRTEEN WHICH  
15 AMENDED THIS SUBDIVISION, IN THE AMOUNT SET FORTH IN A SUPPLEMENTAL  
16 BOARD DECISION OF ANY DATE. THE CARRIER IS RESPONSIBLE FOR PAYMENTS TO  
17 THE CLAIMANT AS DIRECTED UNTIL THE DEPOSIT IS MADE INTO THE FUND. IF THE  
18 INSURANCE CARRIER SHALL FAIL TO MAKE A TIMELY MANDATORY DEPOSIT INTO THE  
19 FUND THE CHAIR MAY IMPOSE A PENALTY EQUAL TO TWENTY PERCENT OF THE  
20 UNPAID MANDATORY DEPOSIT AMOUNT WHICH SHALL BE PAID TO THE INJURED WORK-  
21 ER OR HIS OR HER DEPENDENTS, AND THERE SHALL ALSO BE IMPOSED AN ASSESS-  
22 MENT OF FIFTY DOLLARS, WHICH SHALL BE PAID INTO THE STATE TREASURY.

23 S 15. Subdivision 7 of section 27 of the workers' compensation law is  
24 REPEALED and a new subdivision 7 is added to read as follows:

25 7. FOR THE PURPOSES OF INSURING THE SOLVENCY OF THE AGGREGATE TRUST  
26 FUND SUBSEQUENT TO THE FIRST DAY OF JANUARY, TWO THOUSAND FOURTEEN, THE  
27 CHAIR MAY INCLUDE IN ITS COLLECTION OF ADMINISTRATION EXPENSES PURSUANT  
28 TO SECTION ONE HUNDRED FIFTY-ONE OF THIS CHAPTER SUCH ADDITIONAL ASSESS-  
29 MENT NECESSARY TO ENABLE THE AGGREGATE TRUST FUND TO MEET ITS OBLI-  
30 GATIONS UNDER THIS SECTION FOR A PERIOD OF TIME NOT TO EXTEND TEN YEARS  
31 FROM THE EFFECTIVE DATE OF THIS SUBDIVISION. IN THE EVENT THAT THE  
32 AGGREGATE TRUST FUND DOES NOT HAVE THE ASSETS SUFFICIENT TO MEET ITS  
33 OBLIGATIONS AFTER SUCH TEN YEAR PERIOD, THE FINANCIAL SHORTFALL SHALL  
34 BECOME THE LIABILITY OF THE WORKERS' COMPENSATION SECURITY FUND PURSUANT  
35 TO THE PROVISIONS OF SECTION ONE HUNDRED NINE-C OF THIS CHAPTER.

36 S 16. Subdivision (e) of section 32 of the workers' compensation law,  
37 as added by chapter 6 of the laws of 2007, is amended to read as  
38 follows:

39 (e) The chair shall establish an office under his or her supervision  
40 to be known as the "waiver agreement management office," to negotiate  
41 and seek board approval for waiver agreements on behalf of the special  
42 disability fund. The office shall operate in accordance with guidelines  
43 or directives that the chair may issue, as approved by the special disa-  
44 bility fund advisory committee, or in the absence of such guidelines or  
45 directives, using such discounting factors as the office determines are  
46 in the financial interest of the special disability fund. The waiver  
47 agreement management office on behalf of the special disability fund may  
48 enter into a waiver agreement with a claimant only when the special  
49 disability fund has been found liable by the board to reimburse the  
50 claimant's employer, insurance carrier or the state insurance fund.  
51 Notwithstanding any other provisions of law, no consultation or approval  
52 of any employer, insurance carrier, self-insurer[, ] OR the state insur-  
53 ance fund[, or the special funds conservation committee] shall be  
54 required before such office may enter into any waiver agreement, or  
55 before the board may approve such waiver agreement. The chair may, in  
56 his or her discretion, and as approved by the special disability fund

1 advisory committee, terminate the operation of the waiver agreement  
2 management office, if he or she believes it no longer serves the inter-  
3 est of the special disability fund.

4 S 17. Clause 2 of subparagraph (a) of paragraph 10 of subdivision  
5 3-a of section 50 of the workers' compensation law, as added by section  
6 4 of part G of chapter 57 of the laws of 2011, is amended to read as  
7 follows:

8 (2) The members of the group, through the administrator, (a) jointly  
9 deposit sufficient securities in accordance with subdivision three of  
10 this section [as] OR IN A TRUST GOVERNED IN ACCORDANCE WITH PART 126 OF  
11 TITLE 11 OF THE NEW YORK CODE OF RULES AND REGULATIONS to secure the  
12 liability of the members of the group to pay for all existing claims  
13 obligations, provided such deposit shall be made by November first, two  
14 thousand eleven, (b) jointly deposit sufficient securities in accordance  
15 with subdivision three of this section [as] OR IN A TRUST GOVERNED IN  
16 ACCORDANCE WITH PART 126 OF TITLE 11 OF THE NEW YORK CODE OF RULES AND  
17 REGULATIONS to secure all anticipated present and future claims of the  
18 members of the group, by November first, two thousand fourteen, provided  
19 annual deposits are made in accordance with a schedule set by the chair  
20 on or before November first of each year, and provided that the deposit  
21 shall be deemed an asset of the group for the purpose of determining its  
22 funding status, and (c) by November first, two thousand eleven and ther-  
23 eafter, shall maintain funds sufficient for all other liabilities  
24 besides claims[, including reserves for all assessment liabilities,] in  
25 a trust governed in accordance with Part 126 of title 11 of the New York  
26 code of rules and regulations, of which the board shall be the sole  
27 beneficiary, and the terms of the trust agreement, and the trustee,  
28 shall be approved by the chair in his or her sole discretion, and  
29 provided that any group self-insurer that does not hold such funds in a  
30 trust that meets the terms of this paragraph shall post them with the  
31 board;

32 S 18. Section 50-a of the workers' compensation law, as added by chap-  
33 ter 139 of the laws of 2008, subdivision 2 as amended by section 1 of  
34 part R of chapter 56 of the laws of 2010 and subdivision 3 as amended by  
35 section 1 of part R of chapter 55 of the laws of 2012, is amended to  
36 read as follows:

37 S 50-a. [Group self-insurer default] SELF-INSURER offset fund. 1. The  
38 chair shall [create] MAINTAIN a fund to be known as the [group] self-in-  
39 surer [default] offset fund and such fund shall be held in the sole  
40 custody of the chair. The chair may transfer the money in such fund to  
41 the administrative account as necessary to effectuate the purpose of  
42 this section. The chair shall use the money in the fund to pay UNMET  
43 claims for [defaulted group] self-insurers[, where sufficient moneys for  
44 such payment have not been collected or are not anticipated to be  
45 collected from members of a defaulted group self-insurer, or to offset  
46 such amount against any assessment it would otherwise impose against  
47 private individual and group self-insurers under paragraph (g) of subdi-  
48 vision five of section fifty of this article].

49 2. At any time prior to April first, two thousand eleven, the chair  
50 may withdraw funds from the uninsured employers fund provided for under  
51 section twenty-six-a of this chapter, up to such amount as the chair  
52 determines is sufficient to fund any anticipated additional expenses of  
53 such fund, taking into account anticipated available revenues, but in no  
54 event to exceed seventy-five million dollars in the aggregate. Such  
55 funds shall be deposited into the [group] self-insurer offset fund, and  
56 used in accordance with subdivision one of this section. As consistent

1 with this section, the chair may set the timing of such withdrawals in  
2 its discretion.

3 3. Beginning in two thousand fifteen, and each year thereafter, the  
4 chair shall add to the total of each annual assessment made under para-  
5 graph g of subdivision five of section fifty of this article the sum of  
6 up to three million dollars, to be allocated to private group and indi-  
7 vidual self-insurers in accordance with such paragraph. The chair shall  
8 assess additional funds under this paragraph as necessary to insure that  
9 there are sufficient funds in the fund for uninsured employers to meet  
10 its liabilities, or if necessary in accordance with section one hundred  
11 fifty-one of this chapter. Such funds as are collected pursuant to this  
12 subdivision shall be deposited into the uninsured employer fund until  
13 all funds withdrawn therefrom under subdivision one of this section are  
14 returned with interest calculated at an annual rate equal to the rate of  
15 return on funds in the fund for uninsured employers from the prior year.

16 4. At such time as the board is not obligated to pay any UNMET claims  
17 [arising out] of a [defaulted] self-insurer, the fund created under this  
18 section shall be closed, and any money remaining in the fund shall be  
19 deposited into the uninsured employer fund.

20 S 19. Subdivision 5 of section 52 of the workers' compensation law, as  
21 amended by chapter 139 of the laws of 2008, is amended to read as  
22 follows:

23 5. The chair, upon finding that an employer has failed for a period of  
24 not less than ten consecutive days to make the provision for payment of  
25 compensation required by section fifty of this article, may impose upon  
26 such employer, in addition to all other penalties, fines or assessments  
27 provided for in this chapter, a penalty of UP TO two thousand dollars  
28 for each ten day period of non-compliance or a sum not in excess of two  
29 times the cost of compensation for its payroll for the period of such  
30 failure, which sum shall be paid into the uninsured employers' fund  
31 created under section twenty-six-a of this chapter. When an employer  
32 fails to provide business records sufficient to enable the chair to  
33 determine the employer's payroll for the period requested for the calcu-  
34 lation of the penalty provided in this section, the imputed weekly  
35 payroll for each employee, corporate officer, sole proprietor, or part-  
36 ner shall be the New York state average weekly wage, multiplied by 1.5.  
37 Where the employer is a corporation, the president, secretary and treas-  
38 urer thereof shall be liable for the penalty. If the employer shall  
39 within thirty days after notice of the imposition of a penalty by the  
40 chair pursuant to this subdivision make an application in affidavit form  
41 for a redetermination review of such penalty the [chairman] CHAIR shall  
42 make a decision in writing on the issues raised on such application.

43 S 20. Section 87 of the workers' compensation law, as amended by chap-  
44 ter 635 of the laws of 1996, subdivision 1 as amended by chapter 6 of  
45 the laws of 2007, subdivision 1, paragraph (a) of subdivision 2 and  
46 subdivision 3 as further amended by section 104 of part A of chapter 62  
47 of the laws of 2011, is amended to read as follows:

48 S 87. Investment of surplus or reserve. 1. Any of the [surplus or]  
49 reserve funds belonging to the state insurance fund, by order of the  
50 commissioners, approved by the superintendent of financial services, may  
51 be invested in the types of securities described in subdivisions one,  
52 two, three, four, five, six, eleven, twelve, twelve-a, thirteen, four-  
53 teen, fifteen, nineteen, twenty, twenty-one, twenty-one-a, twenty-four,  
54 twenty-four-a, twenty-four-b, twenty-four-c and twenty-five of section  
55 two hundred thirty-five of the banking law or[, up to fifty percent of  
56 such surplus or reserve funds, in the types of securities or investments

1 described] in [paragraphs] PARAGRAPH two[, three, eight and ten] of  
2 subsection (a) of section one thousand four hundred four of the insur-  
3 ance law except that up to [ten] FIVE percent of [the surplus and] SUCH  
4 reserve funds [belonging to the state insurance fund that] may be  
5 invested in the securities of any solvent American institution [or of an  
6 investment company] as described in such [paragraphs may be invested]  
7 PARAGRAPH irrespective of the rating of such institution's obligations  
8 or other similar qualitative standards described [in paragraphs two,  
9 three, eight and ten of such subsection, but shall not include any  
10 derivative instrument or derivative transaction or any investment found  
11 by the superintendent of financial services to be against public policy.  
12 Any of the surplus or reserve funds belonging to the state insurance  
13 fund, upon like approval of the superintendent of financial services,  
14 may be loaned on the pledge of any such securities. The commissioners,  
15 upon like approval of the superintendent of financial services, may also  
16 sell any of such securities or investments] THEREIN.

17 2. ANY OF THE SURPLUS FUNDS BELONGING TO THE STATE INSURANCE FUND, BY  
18 ORDER OF THE COMMISSIONERS, APPROVED BY THE SUPERINTENDENT OF FINANCIAL  
19 SERVICES, MAY BE INVESTED IN THE TYPES OF SECURITIES DESCRIBED IN SUBDI-  
20 VISIONS ONE, TWO, THREE, FOUR, FIVE, SIX, ELEVEN, TWELVE, TWELVE-A,  
21 THIRTEEN, FOURTEEN, FIFTEEN, NINETEEN, TWENTY, TWENTY-ONE, TWENTY-ONE-A,  
22 TWENTY-FOUR, TWENTY-FOUR-A, TWENTY-FOUR-B, TWENTY-FOUR-C AND TWENTY-FIVE  
23 OF SECTION TWO HUNDRED THIRTY-FIVE OF THE BANKING LAW OR, UP TO FIFTY  
24 PERCENT OF SURPLUS FUNDS, IN THE TYPES OF SECURITIES OR INVESTMENTS  
25 DESCRIBED IN PARAGRAPHS TWO, THREE, EIGHT AND TEN OF SUBSECTION (A) OF  
26 SECTION ONE THOUSAND FOUR HUNDRED FOUR OF THE INSURANCE LAW, EXCEPT THAT  
27 UP TO TEN PERCENT OF SURPLUS FUNDS MAY BE INVESTED IN THE SECURITIES OF  
28 ANY SOLVENT AMERICAN INSTITUTION AS DESCRIBED IN SUCH PARAGRAPHS IRRE-  
29 SPECTIVE OF THE RATING OF SUCH INSTITUTION'S OBLIGATIONS OR OTHER SIMI-  
30 LAR QUALITATIVE STANDARDS DESCRIBED THEREIN, AND UP TO FIFTEEN PERCENT  
31 OF SURPLUS FUNDS IN SECURITIES OR INVESTMENTS WHICH DO NOT OTHERWISE  
32 QUALIFY FOR INVESTMENT UNDER THIS SECTION AS SHALL BE MADE WITH THE  
33 CARE, PRUDENCE AND DILIGENCE UNDER THE CIRCUMSTANCES THEN PREVAILING  
34 THAT A PRUDENT PERSON ACTING IN A LIKE CAPACITY AND FAMILIAR WITH SUCH  
35 MATTERS WOULD USE IN THE CONDUCT OF AN ENTERPRISE OF A LIKE CHARACTER  
36 AND WITH LIKE AIMS AS PROVIDED FOR THE STATE INSURANCE FUND UNDER THIS  
37 ARTICLE. NOTWITHSTANDING ANY OTHER PROVISION IN THIS SUBDIVISION, THE  
38 AGGREGATE AMOUNT THAT THE STATE INSURANCE FUND MAY INVEST IN THE TYPES  
39 OF SECURITIES OR INVESTMENTS DESCRIBED IN PARAGRAPHS THREE, EIGHT AND  
40 TEN OF SUBSECTION (A) OF SECTION ONE THOUSAND FOUR HUNDRED FOUR OF THE  
41 INSURANCE LAW AND AS A PRUDENT PERSON ACTING IN A LIKE CAPACITY WOULD  
42 INVEST AS PROVIDED IN THIS SUBDIVISION SHALL NOT EXCEED FIFTY PERCENT OF  
43 SUCH SURPLUS FUNDS.

44 3. ANY OF THE SURPLUS OR RESERVE FUNDS BELONGING TO THE STATE INSUR-  
45 ANCE FUND, UPON LIKE APPROVAL OF THE SUPERINTENDENT OF FINANCIAL  
46 SERVICES, MAY BE LOANED ON THE PLEDGE OF ANY SUCH SECURITIES. THE  
47 COMMISSIONERS, UPON LIKE APPROVAL OF THE SUPERINTENDENT OF FINANCIAL  
48 SERVICES, MAY ALSO SELL ANY OF SUCH SECURITIES OR INVESTMENTS.

49 [2.] 4. (a) Any securities belonging to the state insurance fund may,  
50 by order of the commissioners, approved by the superintendent of finan-  
51 cial services, be loaned under a security loan agreement, as defined in  
52 paragraph (b) of this subdivision, entered into with a registered brok-  
53 er-dealer, or a New York state or national bank or trust company, with  
54 the custodial bank of the state insurance fund or another person or  
55 entity, approved by the commissioner of taxation and finance, which  
56 specializes in security loan transactions acting as the agent in arrang-

1 ing such agreement. The commissioners shall monitor the market value of  
2 the loaned securities daily. In no event shall the commissioners allow  
3 the value of the collateral posted to fall below the market value of the  
4 loaned securities.

5 (b) For purposes of this section, "security loan agreement" shall mean  
6 a written contract, the terms of which have been approved by the commis-  
7 sioner of taxation and finance, whereby the state insurance fund (the  
8 lender) agrees to lend securities to a broker-dealer, bank or trust  
9 company described in paragraph (a) of this subdivision (the borrower)  
10 for a period not to exceed one year. However, such agreement shall be  
11 subject to the following limitations: (i) the lender must retain the  
12 right to collect from the borrower all dividends, interest, premiums,  
13 rights, and any other distributions to which the lender would otherwise  
14 have been entitled; (ii) the lender may waive the right to vote the  
15 securities during the term of such agreement; (iii) the lender must  
16 retain the right to terminate such agreement upon not more than five  
17 business days' notice; (iv) the borrower shall provide as collateral to  
18 the lender cash or direct obligations of the United States of America or  
19 any agency or instrumentality thereof or obligations fully guaranteed by  
20 the United States of America that are eligible for investment by the  
21 state insurance fund under subdivision one of this section, provided  
22 that such obligations may in no event consist of derivative securities;  
23 and (v) such agreement shall provide for payment of additional collat-  
24 eral on a daily basis, or at such time as the value of the loaned secu-  
25 rities increases to agreed upon ratios.

26 [3.] 5. All such securities or evidences of indebtedness shall be  
27 placed in the hands of the commissioner of taxation and finance who  
28 shall be the custodian thereof. He or she shall collect the principal  
29 and interest thereof, when due, and pay the same into the state insur-  
30 ance fund. The commissioner of taxation and finance shall pay all vouch-  
31 ers drawn on the state insurance fund for the making of such investments  
32 when signed by the chair of the commissioners, the executive director or  
33 a deputy executive director of the state insurance fund upon delivery of  
34 such securities or evidences of indebtedness to him or her, when there  
35 is attached to such vouchers the approval of the state superintendent of  
36 financial services.

37 6. FOR THE PURPOSES OF THIS SECTION, THE TERM "RESERVES" DOES NOT  
38 INCLUDE THE ESTIMATED VALUE OF FUTURE DISCRETIONARY PAYMENTS THAT MAY BE  
39 MADE BY THE STATE INSURANCE FUND UNDER SECTION NINETY OF THIS ARTICLE.

40 7. NOTWITHSTANDING ANY PROVISION IN THIS SECTION, THE SURPLUS AND  
41 RESERVE FUNDS OF THE STATE INSURANCE FUND SHALL NOT BE INVESTED IN ANY  
42 INVESTMENT THAT HAS BEEN FOUND BY THE SUPERINTENDENT OF FINANCIAL  
43 SERVICES TO BE AGAINST PUBLIC POLICY OR IN ANY INVESTMENT PROHIBITED BY  
44 THE PROVISIONS OF PARAGRAPH SIX OF SUBSECTION (A) OF SECTION ONE THOU-  
45 SAND FOUR HUNDRED FOUR OF THE INSURANCE LAW OR BY THE PROVISIONS OF  
46 PARAGRAPH ONE, TWO, THREE, FOUR, SIX, EIGHT, NINE OR TEN OF SUBSECTION  
47 (A) OF SECTION ONE THOUSAND FOUR HUNDRED SEVEN OF THE INSURANCE LAW.

48 S 21. Section 88 of the workers' compensation law, as amended by chap-  
49 ter 6 of the laws of 2007, is REPEALED.

50 S 22. Section 151 of the workers' compensation law is REPEALED and a  
51 new section 151 is added to read as follows:

52 S 151. ASSESSMENTS AND SURCHARGES FOR ANNUAL EXPENSES. 1. THE ANNUAL  
53 EXPENSES NECESSARY FOR THE BOARD TO ADMINISTER THE PROVISIONS OF THIS  
54 CHAPTER, THE VOLUNTEER AMBULANCE WORKERS' BENEFITS LAW, THE VOLUNTEER  
55 FIREFIGHTERS' BENEFITS LAW, THE DISABILITY BENEFITS LAW, AND THE WORK-  
56 MEN'S COMPENSATION ACT FOR CIVIL DEFENSE VOLUNTEERS SHALL BE BORNE BY

1 AFFECTED EMPLOYERS SECURING COMPENSATION FOR THEIR EMPLOYEES PURSUANT TO  
2 SECTION FIFTY OF THIS CHAPTER. THE BOARD SHALL COLLECT SUCH ANNUAL  
3 EXPENSES FROM AFFECTED EMPLOYERS THROUGH ASSESSMENTS AND SURCHARGES AS  
4 PROVIDED BY THE PROVISIONS OF THIS SECTION, INCLUDING FOR PURPOSES OF  
5 THIS SUBDIVISION: (A) THE AGGREGATE ASSESSMENT AMOUNT DESCRIBED IN  
6 SUBPARAGRAPH FOUR OF PARAGRAPH (H) OF SUBDIVISION EIGHT OF SECTION  
7 FIFTEEN OF THIS CHAPTER FOR THE SPECIAL DISABILITY FUND IN ACCORDANCE  
8 WITH EACH FINANCING AGREEMENT DESCRIBED IN SUCH SUBPARAGRAPH, (B) THE  
9 AGGREGATE ASSESSMENT AMOUNT DESCRIBED IN SECTION FIFTY-C OF THIS CHAPTER  
10 FOR THE SELF-INSURER OFFSET FUND IN ACCORDANCE WITH EACH FINANCING  
11 AGREEMENT DESCRIBED IN SUCH SECTION, (C) THE ASSESSMENT AMOUNT  
12 DESCRIBED IN SUBDIVISION THREE OF SECTION TWENTY-FIVE-A OF THIS CHAPTER  
13 FOR THE FUND FOR REOPENED CASES AND (D) THE ASSESSMENT AMOUNT DESCRIBED  
14 IN SECTION TWO HUNDRED FOURTEEN OF THIS CHAPTER FOR THE SPECIAL FUND FOR  
15 DISABILITY BENEFITS; PROVIDED, THAT THE FOREGOING AND ANY OTHER  
16 PROVISION OF THIS CHAPTER TO THE CONTRARY NOTWITHSTANDING, ASSESSMENT  
17 RECEIPTS SHALL BE APPLIED FIRST TO FULLY FUND THE AMOUNT DESCRIBED IN  
18 SUBPARAGRAPH FOUR OF PARAGRAPH (H) OF SUBDIVISION EIGHT OF SECTION  
19 FIFTEEN OF THIS CHAPTER AND THEN TO FULLY FUND THE AMOUNT DESCRIBED IN  
20 SECTION FIFTY-C OF THIS CHAPTER IN ACCORDANCE WITH EACH THEN APPLICABLE  
21 FINANCING AGREEMENT PURSUANT TO SUCH PROVISIONS PRIOR TO APPLICATION TO  
22 ANY OTHER PURPOSE OTHER THAN TO PAY ANY ACTUAL COSTS OF COLLECTING SUCH  
23 ASSESSMENT THAT ARE NOT OTHERWISE FUNDED. FOR PURPOSES OF THIS SECTION,  
24 AFFECTED EMPLOYER MEANS ALL EMPLOYERS REQUIRED TO OBTAIN WORKERS'  
25 COMPENSATION COVERAGE PURSUANT TO THIS CHAPTER.

26 2. ON THE FIRST DAY OF NOVEMBER, TWO THOUSAND THIRTEEN, AND ANNUALLY  
27 THEREAFTER, THE CHAIR SHALL ESTABLISH AN ASSESSMENT RATE FOR ALL  
28 AFFECTED EMPLOYERS IN THE STATE OF NEW YORK IN AN AMOUNT EXPECTED TO BE  
29 SUFFICIENT TO PRODUCE ASSESSMENT RECEIPTS AT LEAST SUFFICIENT TO FUND  
30 ALL ESTIMATED ANNUAL EXPENSES PURSUANT TO SUBDIVISION ONE OF THIS  
31 SECTION EXCEPT THOSE EXPENSES FOR WHICH AN ASSESSMENT IS AUTHORIZED FOR  
32 SELF-INSURANCE PURSUANT TO SUBDIVISION FIVE OF SECTION FIFTY OF THIS  
33 CHAPTER. SUCH RATE SHALL BE ASSESSED EFFECTIVE THE FIRST OF JANUARY OF  
34 THE SUCCEEDING YEAR AND SHALL BE BASED UPON A SINGLE METHODOLOGY DETER-  
35 MINED BY THE CHAIR. THE CHAIR MAY ALSO ISSUE A SUPPLEMENTAL RATE AS  
36 PROVIDED UNDER SUBDIVISION SEVEN OF SECTION TWENTY-SEVEN OF THIS CHAPTER  
37 WHEN NECESSARY. THE CHAIR MAY ALSO ESTABLISH AN ADDITIONAL ASSESSMENT  
38 RATE, NOT TO EXCEED THIRTY PERCENT OF ANNUAL PREMIUMS, FOR THOSE  
39 AFFECTED EMPLOYERS WHO ARE IN DEFAULT IN THE PAYMENT OF THEIR COMPEN-  
40 SATION PURSUANT TO SUBPARAGRAPH (B) OF PARAGRAPH SEVEN OF SUBDIVISION  
41 THREE-A OF SECTION 50 OF THIS CHAPTER. SUCH ADDITIONAL ASSESSMENT SHALL  
42 BE COLLECTED AND REMITTED TO THE CHAIR CONSISTENT WITH SUBDIVISIONS FOUR  
43 AND FIVE OF THIS SECTION. THE CHAIR SHALL MAKE AVAILABLE FOR PUBLIC  
44 INSPECTION AN ITEMIZED STATEMENT OF THE ESTIMATED ANNUAL EXPENSES IN THE  
45 OFFICE OF THE BOARD FOR THIRTY DAYS IMMEDIATELY AFTER THE RATE IS ESTAB-  
46 LISHED.

47 3. THE CHAIR AND DEPARTMENT OF AUDIT AND CONTROL ANNUALLY AS SOON AS  
48 PRACTICABLE AFTER THE FIRST OF APRIL OF EACH YEAR SHALL ASCERTAIN THE  
49 ACTUAL TOTAL AMOUNT OF EXPENSES, INCLUDING IN ADDITION TO THE DIRECT  
50 COSTS OF PERSONAL SERVICE, THE COST OF MAINTENANCE AND OPERATION, THE  
51 COST OF RETIREMENT CONTRIBUTIONS MADE AND WORKERS' COMPENSATION PREMIUMS  
52 PAID BY THE STATE FOR OR ON ACCOUNT OF PERSONNEL, RENTALS FOR SPACE  
53 OCCUPIED IN STATE OWNED OR STATE LEASED BUILDINGS, SUCH ADDITIONAL SUM  
54 AS MAY BE CERTIFIED TO THE CHAIR AND THE DEPARTMENT OF AUDIT AND CONTROL  
55 AS A REASONABLE COMPENSATION FOR SERVICES RENDERED BY THE DEPARTMENT OF  
56 LAW AND EXPENSES INCURRED BY SUCH DEPARTMENT, FOR TRANSFER INTO THE

1 TRAINING AND EDUCATIONAL PROGRAM ON OCCUPATIONAL SAFETY AND HEALTH FUND  
2 CREATED PURSUANT TO CHAPTER EIGHT HUNDRED EIGHTY-SIX OF THE LAWS OF  
3 NINETEEN HUNDRED EIGHTY-FIVE AND SECTION NINETY-SEVEN-C OF THE STATE  
4 FINANCE LAW, FOR THE NEW YORK STATE OCCUPATIONAL HEALTH CLINICS NETWORK,  
5 FOR THE DEPARTMENT OF LABOR OCCUPATIONAL SAFETY AND HEALTH PROGRAM AND  
6 FOR TRANSFER INTO THE UNINSURED EMPLOYERS' FUND PURSUANT TO SUBDIVISION  
7 TWO OF SECTION TWENTY-SIX-A OF THIS CHAPTER, AND ALL OTHER DIRECT OR  
8 INDIRECT COSTS, INCURRED BY THE BOARD IN CONNECTION WITH THE ADMINIS-  
9 TRATION OF THIS CHAPTER, EXCEPT THOSE EXPENSES FOR WHICH AN ASSESSMENT  
10 IS AUTHORIZED FOR SELF-INSURANCE PURSUANT TO SUBDIVISION FIVE OF SECTION  
11 FIFTY OF THIS CHAPTER. ASSESSMENTS PURSUANT TO SUBPARAGRAPH FOUR OF  
12 PARAGRAPH (H) OF SUBDIVISION EIGHT OF SECTION FIFTEEN OF THIS CHAPTER  
13 FOR THE SPECIAL DISABILITY FUND, PURSUANT TO SECTION FIFTY-C OF THIS  
14 CHAPTER FOR THE SELF INSURER OFFSET FUND, PURSUANT TO SUBDIVISION THREE  
15 OF SECTION TWENTY-FIVE-A OF THIS CHAPTER FOR THE FUND FOR REOPENED  
16 CASES, AND PURSUANT TO SECTION TWO HUNDRED FOURTEEN OF THIS CHAPTER FOR  
17 THE SPECIAL FUND FOR DISABILITY BENEFITS SHALL BE INCLUDED IN THE TOTAL  
18 AMOUNT OF EXPENSES FOR THE PURPOSES OF THIS SUBDIVISION. THE CHAIR MAY  
19 ALSO INCLUDE IN THE TOTAL AMOUNT OF EXPENSES SUCH ADDITIONAL ASSESSMENT  
20 TO INSURE THE SOLVENCY OF THE AGGREGATE TRUST FUND PURSUANT TO SUBDIVI-  
21 SION SEVEN OF SECTION TWENTY-SEVEN OF THIS CHAPTER. ANY OVERPAYMENT OF  
22 ANNUAL ASSESSMENTS RESULTING FROM THE REQUIREMENTS OF THIS SUBDIVISION  
23 SHALL BE APPLIED AS A CREDIT AGAINST THE FUTURE ASSESSMENT RATE PROVIDED  
24 THE FUND BALANCE SHALL NOT BE REDUCED BELOW TEN PERCENT OF THE TOTAL  
25 AMOUNT ASSESSED.

26 4. FOR THOSE AFFECTED EMPLOYERS OBTAINING COVERAGE:

27 (A) BY INSURING WITH THE STATE FUND PURSUANT TO SUBDIVISION ONE OF  
28 SECTION FIFTY OF THIS CHAPTER; OR (B) THROUGH A POLICY PURSUANT TO  
29 SUBDIVISION TWO OF SECTION FIFTY OF THIS CHAPTER; OR (C) THROUGH A COUN-  
30 TY SELF-INSURANCE PLAN UNDER ARTICLE FIVE OF THIS CHAPTER; OR (D)  
31 THROUGH A GROUP PRIVATE OR PUBLIC SELF-INSURER PURSUANT TO SUBDIVISION  
32 THREE-A OF SECTION FIFTY OF THIS CHAPTER, SUCH ASSESSMENT AMOUNTS SHALL  
33 BE COLLECTED AND REMITTED TO THE CHAIR BY THE CARRIER OR THE STATE  
34 INSURANCE FUND, OR COUNTY PLAN, OR GROUP PRIVATE OR PUBLIC SELF-INSURER,  
35 ON BEHALF OF THE EMPLOYER(S) UNTIL SUCH TIME AS THE BOARD ESTABLISHES A  
36 DIRECT EMPLOYER PAYMENT PROCESS. AFFECTED PRIVATE OR PUBLIC EMPLOYERS  
37 PROVIDING COMPENSATION THROUGH SELF INSURANCE PURSUANT TO SUBDIVISION  
38 THREE OF SECTION FIFTY OF THIS CHAPTER SHALL PAY ASSESSMENT AMOUNTS  
39 DIRECTLY TO THE CHAIR.

40 5. INSURANCE CARRIERS AS DEFINED IN SECTION TWO OF THIS CHAPTER  
41 INCLUDING THE STATE INSURANCE FUND AND SELF-INSURERS, SHALL COLLECT FROM  
42 AFFECTED EMPLOYERS AND PERIODICALLY REMIT TO THE BOARD SUCH ASSESSMENTS  
43 AND SHALL BE RESPONSIBLE FOR ENSURING THEIR EMPLOYERS/POLICYHOLDERS ARE  
44 CURRENT ON THEIR ASSESSMENTS. (A) FAILURE TO ENSURE POLICYHOLDERS OR  
45 EMPLOYERS ARE CURRENT ON THEIR ASSESSMENTS WILL RESULT IN THE INSURANCE  
46 CARRIER; OR SELF-INSURER; BEING LIABLE FOR SUCH ASSESSMENTS.

47 (B) IN THE EVENT THE EMPLOYER; INSURANCE CARRIER; OR SELF-INSURER;  
48 KNEW OR SHOULD HAVE KNOWN THAT THE EMPLOYER MISREPORTED ANY DATA RELATED  
49 TO THE ASSESSMENT PROCESS, THEY MAY BE SUBJECT TO PENALTIES OR SANCTIONS  
50 PROVIDED BY THIS CHAPTER.

51 6. (A) EFFECTIVE THE FIRST DAY OF JANUARY, TWO THOUSAND FOURTEEN, ALL  
52 ASSESSMENT CYCLES IN PROGRESS WILL BE REPLACED WITH THE ASSESSMENT RATE  
53 DETERMINED HEREIN. HOWEVER, SUCH NEW ASSESSMENT RATE SHALL NOT RELIEVE  
54 ANY CARRIER OR SELF-INSURER FOR OUTSTANDING AMOUNTS DUE AS OF THE FIRST  
55 DAY OF JANUARY TWO THOUSAND FOURTEEN.

(B) ALL ASSESSMENT AMOUNTS COLLECTED BY INSURANCE CARRIERS, EXCEPT THE STATE FUND, AND NOT YET REMITTED TO THE BOARD PRIOR TO THE FIRST DAY OF JANUARY, TWO THOUSAND FOURTEEN MUST BE REMITTED TO THE CHAIR NO LATER THAN THE FIRST DAY OF FEBRUARY, TWO THOUSAND FOURTEEN.

7. ASSESSMENTS FOR THE EXPENSES OF THE BOARD INCLUDING ASSESSMENTS PURSUANT TO PARAGRAPH (H) OF SUBDIVISION EIGHT OF SECTION FIFTEEN OF THIS CHAPTER FOR THE SPECIAL DISABILITY FUND AND PURSUANT TO SUBDIVISION THREE OF SECTION TWENTY-FIVE-A OF THIS CHAPTER FOR THE FUND FOR REOPENED CASES SHALL NOT CONSTITUTE ELEMENTS OF LOSS.

7-A. NOTWITHSTANDING ANY LAW TO THE CONTRARY, WHEN THERE IS A DEFAULT ON THE PAYMENT OF PREMIUM, INCLUDING ANY AMOUNT OF A SURCHARGE PAYABLE UNDER SUBDIVISION SEVEN OF THIS SECTION, ANY ACTION BY THE CARRIER, INCLUDING THE STATE INSURANCE FUND, TO COLLECT ANY UNPAID PREMIUM SHALL INCLUDE AN ACTION SEEKING RECOVERY OF SUCH UNPAID SURCHARGES ON BEHALF OF THE BOARD. THE CARRIER SHALL REMIT THE AMOUNT OF ANY SUCH UNPAID SURCHARGE COLLECTED EITHER PURSUANT TO A JUDGMENT OR BY SETTLEMENT TO THE BOARD.

8. THE FOREGOING OR ANY OTHER PROVISION OF LAW TO THE CONTRARY NOTWITHSTANDING, ALL MONEYS RECEIVED ON ACCOUNT OF THE ASSESSMENT AUTHORIZED BY THIS SECTION SHALL BE DEPOSITED UPON RECEIPT INTO THE ADMINISTRATIVE ASSESSMENT CLEARING ACCOUNT HELD BY THE COMMISSIONER OF TAXATION AND FINANCE AND APPLIED IN ACCORDANCE WITH SUBDIVISION ONE OF THIS SECTION AND IN ACCORDANCE WITH EACH APPLICABLE FINANCING AGREEMENT AUTHORIZED BY SUBDIVISION EIGHT OF SECTION FIFTEEN OR BY SECTION FIFTY-C OF THIS CHAPTER UNTIL THE FINANCIAL OBLIGATIONS OF THE DORMITORY AUTHORITY IN RESPECT OF ITS CONTRACTS WITH THE HOLDERS OF ITS BONDS AUTHORIZED UNDER SECTIONS SIXTEEN HUNDRED EIGHTY-L AND SIXTEEN HUNDRED EIGHTY-Q OF THE PUBLIC AUTHORITIES LAW ARE MET AND ALL ASSOCIATED COSTS PAYABLE BY OR TO THE DORMITORY AUTHORITY HAVE BEEN PAID AND SUCH MONEYS AS ARE REQUIRED TO BE APPLIED IN ACCORDANCE WITH SUBDIVISION ONE OF THIS SECTION TO FULLY FUND THE AMOUNT DESCRIBED IN SUBPARAGRAPH FOUR OF PARAGRAPH (H) OF SUBDIVISION EIGHT OF SECTION FIFTEEN OF THIS CHAPTER AND TO FULLY FUND THE AMOUNT DESCRIBED IN SECTION FIFTY-C OF THIS CHAPTER, IN ACCORDANCE WITH EACH THEN APPLICABLE FINANCING AGREEMENT PURSUANT TO SUCH PROVISIONS SHALL NOT BE COMMINGLED WITH ANY OTHER MONIES IN THE COMMISSIONER'S CUSTODY PRIOR TO SUCH APPLICATION AND SHALL NOT BE DEEMED TO BE PART OF THE STATE TREASURY OR OF ANY FUNDS UNDER MANAGEMENT OF THE STATE. THE OPERATION OF THIS SECTION AND THE APPLICATION OF THE RECEIPTS OF THE ASSESSMENT AUTHORIZED BY THIS SECTION SHALL BE SUBJECT TO THE PROVISIONS OF EACH FINANCING AGREEMENT AUTHORIZED PURSUANT TO SUBPARAGRAPH FOUR OF PARAGRAPH (H) OF SUBDIVISION EIGHT OF SECTION FIFTEEN OR TO SECTION FIFTY-C OF THIS CHAPTER AND THIS SECTION SHALL NOT BE DEEMED TO AUTHORIZE ANY INFRINGEMENT UPON THE RIGHTS OF HOLDERS OF BONDS ISSUED OR TO BE ISSUED PURSUANT TO EITHER SUCH PROVISION.

9. THE PROVISIONS OF THIS SECTION SHALL NOT APPLY WITH RESPECT TO POLICIES CONTAINING COVERAGE PURSUANT TO PARAGRAPH ONE OF SUBSECTION (J) OF SECTION THREE THOUSAND FOUR HUNDRED TWENTY OF THE INSURANCE LAW RELATING TO EVERY POLICY PROVIDING COMPREHENSIVE PERSONAL LIABILITY INSURANCE ON A ONE, TWO, THREE OR FOUR FAMILY OWNER-OCCUPIED DWELLING.

10. IF THE ASSESSMENTS COLLECTED PURSUANT TO THIS SECTION ARE INSUFFICIENT TO MEET THE OBLIGATIONS FINANCED BY THE ASSESSMENTS, THE CHAIR, FOR A PERIOD OF THREE YEARS, MAY BORROW ANY SHORTFALL FROM THE STATE INSURANCE FUND WITH ANY BORROWING TO BE ADDED TO THE ASSESSMENTS UNDER THIS SECTION AND REPAID THE FOLLOWING YEAR TO THE STATE INSURANCE FUND WITH INTEREST AT THE STATE INSURANCE FUND'S THEN CURRENT RATE OF RETURN.



11. EFFECTIVE IMMEDIATELY, NOTWITHSTANDING ANY LAW TO THE CONTRARY, PURSUANT TO THE PROVISIONS OF THIS CHAPTER, THE ASSESSMENT RESERVES HELD BY THE STATE INSURANCE FUND FOR THE PAYMENT OF FUTURE ASSESSMENTS ARE NO LONGER REQUIRED AND ALL FUNDS AND INVESTMENTS HELD BY THE STATE INSURANCE FUND RELATED TO THE ASSESSMENT RESERVES SHALL BE TRANSFERRED TO THE CHAIR OF THE WORKERS' COMPENSATION BOARD AS SOON AS PRACTICABLE. THE COMMISSIONER OF TAXATION AND FINANCE SHALL BE CUSTODIAN OF SUCH FUNDS, WHICH SHALL NOT BE COMMINGLED WITH OTHER FUNDS OF THE WORKERS' COMPENSATION BOARD, AND MAY INVEST SUCH FUNDS IN THE SAME MANNER AS SURPLUS FUNDS HELD BY THE STATE INSURANCE FUND PURSUANT TO SUBDIVISION TWO OF SECTION EIGHTY-SEVEN OF THIS CHAPTER. DISBURSEMENTS OF SUCH FUNDS SHALL BE MADE BY SUCH COMMISSIONER UPON WRITTEN WARRANT OF THE CHAIR OF THE WORKERS' COMPENSATION BOARD OR THE CHAIR'S DESIGNEE.

AT THE REQUEST OF THE DIRECTOR OF THE BUDGET, SUCH MONEYS TRANSFERRED TO THE CHAIR OF THE WORKERS' COMPENSATION BOARD SHALL BE DISTRIBUTED AS FOLLOWS:

(A) AS SOON AS PRACTICABLE AFTER APRIL FIRST, TWO THOUSAND THIRTEEN, THE CHAIR OF THE WORKERS' COMPENSATION BOARD SHALL TRANSFER TWO HUNDRED FIFTY MILLION DOLLARS TO THE GENERAL FUND.

(B) AS SOON AS PRACTICABLE AFTER APRIL FIRST, TWO THOUSAND FOURTEEN, THE CHAIR OF THE WORKERS' COMPENSATION BOARD SHALL TRANSFER FIVE HUNDRED MILLION DOLLARS TO THE GENERAL FUND.

(C) AS SOON AS PRACTICABLE AFTER APRIL FIRST, TWO THOUSAND FIFTEEN, THE CHAIR OF THE WORKERS' COMPENSATION BOARD SHALL TRANSFER TWO HUNDRED FIFTY MILLION DOLLARS TO THE GENERAL FUND.

(D) AS SOON AS PRACTICABLE AFTER APRIL FIRST, TWO THOUSAND SIXTEEN, THE CHAIR OF THE WORKERS' COMPENSATION BOARD SHALL TRANSFER TWO HUNDRED FIFTY MILLION DOLLARS TO THE GENERAL FUND.

(E) AS SOON AS PRACTICABLE AFTER APRIL FIRST, TWO THOUSAND THIRTEEN AND UPON REQUEST FROM THE DIRECTOR OF THE BUDGET, THE CHAIR SHALL TRANSFER FIVE HUNDRED MILLION DOLLARS TO THE TRANSFORMATIVE CAPITAL FUND.

(F) ANY AND ALL FUNDS REMAINING AFTER ACCOUNTING FOR THE TRANSFERS SET FORTH ABOVE MAY, AT THE DISCRETION OF THE DIRECTOR OF THE BUDGET, EITHER REMAIN WITH THE WORKERS' COMPENSATION BOARD OR BE TRANSFERRED TO THE GENERAL FUND OR TO THE STATE INSURANCE FUND. THE BUDGET DIRECTOR, ACTING IN CONSULTATION WITH THE CHAIR OF THE WORKERS' COMPENSATION BOARD, SHALL DETERMINE WHETHER ANY MONEY RETURNED TO THE STATE INSURANCE FUND IS A LOAN OR A TRANSFER AND THE TERMS AND CONDITIONS THEREIN. ANY FUNDS TRANSFERRED OR LOANED TO THE STATE INSURANCE FUND UPON THE BUDGET DIRECTOR'S REQUEST MAY BE INVESTED IN A MANNER CONSISTENT WITH INVESTMENT GUIDELINES PURSUANT TO SUBDIVISION TWO OF SECTION EIGHTY-SEVEN OF THE WORKERS' COMPENSATION LAW.

ANNUALLY, THE STATE INSURANCE FUND AND THE WORKERS' COMPENSATION BOARD WILL PROVIDE TO THE DIRECTOR OF THE BUDGET AN ACCOUNTING OF SUCH FUNDS AND ALL ASSOCIATED INCOME RECEIVED. SUCH ACCOUNTING WILL CONTINUE UNTIL SUCH TIME AS DETERMINED BY THE DIRECTOR OF THE BUDGET.

12. THE CHAIR SHALL PROMULGATE REGULATIONS TO CARRY OUT THE PROVISIONS OF THIS SECTION.

13. TO EFFECTUATE AN EFFICIENT ASSESSMENT PROCESS AND THE PROPER MANAGEMENT OF THE WORKERS' COMPENSATION SYSTEM ALL DATA IN POSSESSION OF THE COMPENSATION INSURANCE RATING BOARD SHALL BE MADE AVAILABLE TO THE BOARD AND THE DEPARTMENT OF FINANCIAL SERVICES UPON REQUEST.

S 23. Subdivision 5 of section 54 of the workers' compensation law, as amended by chapter 164 of the laws of 1992 and the closing paragraph as added by chapter 322 of the laws of 2008, is amended to read as follows:

1 5. Cancellation and termination of insurance contracts. No contract of  
2 insurance issued by an insurance carrier against liability arising under  
3 this chapter shall be cancelled within the time limited in such contract  
4 for its expiration unless notice is given as required by this section.  
5 When cancellation is due to non-payment of premiums, OR NON-PAYMENT OF  
6 ASSESSMENTS AS REQUIRED IN THE CONTRACT OF INSURANCE, such cancellation  
7 shall not be effective until at least ten days after a notice of cancel-  
8 lation of such contract, on a date specified in such notice, shall be  
9 filed in the office of the chair and also served on the employer. When  
10 cancellation is due to any reason other than non-payment of premiums, OR  
11 NON-PAYMENT OF ASSESSMENTS AS REQUIRED IN THE CONTRACT OF INSURANCE,  
12 such cancellation shall not be effective until at least thirty days  
13 after a notice of cancellation of such contract, on a date specified in  
14 such notice, shall be filed in the office of the chair and also served  
15 on the employer; provided, however, in either case, that if the employer  
16 has secured insurance with another insurance carrier which becomes  
17 effective prior to the expiration of the time stated in such notice, the  
18 cancellation shall be effective as of the date of such other coverage.  
19 No insurer shall refuse to renew any policy insuring against liability  
20 arising under this chapter unless at least thirty days prior to its  
21 expiration notice of intention not to renew has been filed in the office  
22 of the chair and also served on the employer.

23 Such notice shall be served on the employer by delivering it to him,  
24 her or it or by sending it by mail, by certified or registered letter,  
25 return receipt requested, addressed to the employer at his, her or its  
26 last known place of business; provided that, if the employer be a part-  
27 nership, then such notice may be so given to any of one of the partners,  
28 and if the employer be a corporation then the notice may be given to any  
29 agent or officer of the corporation upon whom legal process may be  
30 served; and further provided that an employer may designate any person  
31 or entity at any address to receive such notice including the design-  
32 nation of one person or entity to receive notice on behalf of multiple  
33 entities insured under one insurance policy and that service of notice  
34 at the address so designated upon the person or entity so designated by  
35 delivery or by mail, by certified or registered letter, return receipt  
36 requested, shall satisfy the notice requirement of this section.  
37 Provided, however, the right to cancellation of a policy of insurance in  
38 the state fund shall be exercised only for non-payment of premiums, OR  
39 NON-PAYMENT OF ASSESSMENTS AS REQUIRED IN THE CONTRACT OF INSURANCE, or  
40 as provided in section ninety-four of this chapter.

41 The provisions of this subdivision shall not apply with respect to  
42 policies containing coverage pursuant to subsection (j) of section three  
43 thousand four hundred twenty of the insurance law relating to every  
44 policy providing comprehensive personal liability insurance on a one,  
45 two, three or four family owner-occupied dwelling.

46 In the event such cancellation or termination notice is not filed with  
47 the chair within the required time period, the chair shall impose a  
48 penalty in the amount of up to five hundred dollars for each ten-day  
49 period the insurance carrier or state insurance fund failed to file the  
50 notification. All penalties collected pursuant to this subdivision shall  
51 be deposited in the uninsured employers' fund.

52 S 24. Section 93 of the workers' compensation law, as amended by chap-  
53 ter 94 of the laws of 1988 and subdivisions b and c as amended by chap-  
54 ter 635 of the laws of 1996, is amended to read as follows:

55 S 93. Collection of premium in case of default. a. If a policyholder  
56 shall default in any payment required to be made by him to the state

1 insurance fund after due notice, his insurance in the state fund may be  
2 cancelled and the amount due from him shall be collected by civil action  
3 brought against him in any county wherein the state insurance fund main-  
4 tains an office in the name of the commissioners of the state insurance  
5 fund and the same when collected, shall be paid into the state insurance  
6 fund, and such policyholder's compliance with the provisions of this  
7 chapter requiring payments to be made to the state insurance fund shall  
8 date from the time of the payment of said money to the state insurance  
9 fund.

10 b. An employer, whose policy of insurance has been cancelled by the  
11 state insurance fund for non-payment of premium, OR FOR NON-PAYMENT OF  
12 ASSESSMENTS AS REQUIRED IN THE CONTRACT OF INSURANCE, or withdraws  
13 pursuant to section ninety-four of this article, is ineligible to  
14 contract for a subsequent policy of insurance with the state insurance  
15 fund while the billed premium on the cancelled policy remains uncol-  
16 lected.

17 c. The state insurance fund shall not be required to write a policy of  
18 insurance for any employer which is owned or controlled or the majority  
19 interest of which is owned or controlled, directly or indirectly, by any  
20 person who directly or indirectly owns or controls or owned or  
21 controlled at the time of cancellation an employer whose former policy  
22 of insurance with the state insurance fund was cancelled for non-payment  
23 of premium, OR FOR NON-PAYMENT OF ASSESSMENTS AS REQUIRED IN THE  
24 CONTRACT OF INSURANCE, or withdraws pursuant to section ninety-four of  
25 this article or who is or was at the time of cancellation the president,  
26 vice-president, secretary or treasurer of such an employer until the  
27 billed premium on the cancelled policy is paid.

28 For purposes of this subdivision, "person" shall include individuals,  
29 partnerships, corporations, and other associations.

30 S 25. Section 146 of the workers' compensation law is REPEALED.

31 S 26. Section 214 of the workers' compensation law, as added by chap-  
32 ter 600 of the laws of 1949, the opening paragraph as amended by chapter  
33 653 of the laws of 1958, subdivision 2 as amended by chapter 187 of the  
34 laws of 1983, subdivision 3 as amended by chapter 629 of the laws of  
35 1958, subdivision 4 as amended by chapter 727 of the laws of 1950 and as  
36 further amended by section 104 of part A of chapter 62 of the laws of  
37 2011, and subdivision 5 as added by chapter 18 of the laws of 2010, is  
38 amended to read as follows:

39 S 214. Special fund for disability benefits. There is hereby created a  
40 fund which shall be known as the special fund for disability benefits to  
41 provide for the payment of disability benefits under sections two  
42 hundred seven, two hundred thirteen and attendance fees under [subdivi-  
43 sion two of] section two hundred thirty-two of this article.

44 1. [For the purpose of accumulating funds for payment of benefits to  
45 the disabled unemployed, there is hereby assessed a contribution at the  
46 rate of two-tenths of one per centum of the wages paid during the period  
47 from January first, nineteen hundred fifty to June thirtieth, nineteen  
48 hundred fifty inclusive, to employees in the employment of covered  
49 employers on or after January first, nineteen hundred fifty, but not in  
50 excess of twelve cents per week as to each such employee, of which the  
51 employee shall contribute one-tenth of one per centum of his wages but  
52 not in excess of six cents per week, and the employer shall make an  
53 equal contribution. The contributions of the employee shall be deducted  
54 from his wages in the same manner as provided in section two hundred  
55 nine. On or before April thirtieth, nineteen hundred fifty, the employer  
56 shall pay to the chairman the contributions with respect to wages paid

1 during the quarterly period ending March thirty-first, nineteen hundred  
2 fifty, and on or before July thirty-first, nineteen hundred fifty, the  
3 employer shall pay to the chairman the contributions with respect to  
4 wages paid during the quarterly period ending June thirtieth, nineteen  
5 hundred fifty.

6 2.] As promptly as practicable after April first, [nineteen hundred  
7 fifty-eight and thereafter annually as soon as practicable after April  
8 first] in each year, the chairman shall ascertain the condition of the  
9 fund, and if as of any such date the net assets of the fund shall be one  
10 million dollars or more below the sum of twelve million dollars, the  
11 chairman shall assess and collect [from all carriers hereinafter speci-  
12 fied] an amount sufficient to restore the fund to an amount equal to  
13 twelve million dollars. [Carriers subject to this assessment shall be  
14 such carriers as shall have covered employees in employment during the  
15 preceding three calendar years or any portion or portions thereof. The  
16 proportion of the total assessment to be assessed upon and collected  
17 from each carrier shall be that proportion thereof that the total of the  
18 payrolls covered by such carrier during said three calendar years bears  
19 to the total of all such payrolls covered by all such carriers during  
20 said three calendar years, except that the term "payrolls" as used here-  
21 in shall be deemed limited to the first seven thousand dollars of earn-  
22 ings of each employee during any calendar year and except that there  
23 shall be excluded the payroll of employees of a class or classes for  
24 whom plan benefits provided under this article are payable during unem-  
25 ployment for a period not less than the period provided in section two  
26 hundred seven under an agreement between the employer or an association  
27 of employers and an association of the employees which has been accepted  
28 as a plan under section two hundred eleven. The chairman, before making  
29 an assessment as herein provided, shall give thirty days notice to all  
30 such carriers, in the same manner provided in section two hundred twen-  
31 ty-eight, that an itemized statement of the condition of the fund is  
32 open for inspection]. SUCH ASSESSMENT SHALL BE INCLUDED IN THE ASSESS-  
33 MENT RATE ESTABLISHED PURSUANT TO SUBDIVISION TWO OF SECTION ONE HUNDRED  
34 FIFTY-ONE OF THIS CHAPTER. SUCH ASSESSMENTS SHALL BE DEPOSITED WITH THE  
35 COMMISSIONER OF TAXATION AND FINANCE AND TRANSFERRED TO THE BENEFIT OF  
36 SUCH FUND UPON PAYMENT OF DEBT SERVICE, IF ANY, PURSUANT TO SECTION ONE  
37 HUNDRED FIFTY-ONE OF THIS CHAPTER.

38 [3.] 2. Whenever the net assets of the fund shall be less than three  
39 million dollars and the disability claims currently being paid shall  
40 indicate the necessity of supplementing the assets of the fund [before  
41 the next annual assessment can be made,] the chairman may [assess and  
42 collect for all such carriers, in the same proportions established for  
43 the last preceding annual assessment,] TRANSFER FROM MONIES COLLECTED  
44 PURSUANT TO SUBDIVISION TWO OF SECTION ONE HUNDRED FIFTY-ONE OF THIS  
45 CHAPTER an amount sufficient in the discretion of the chairman for the  
46 needs of the fund, but not in excess of an amount sufficient to restore  
47 the fund to twelve million dollars. [Before making any such emergency  
48 assessment the chairman shall give thirty days notice to such carriers  
49 in the same manner as provided with respect to annual assessments, and  
50 an itemized statement of the condition of the fund shall, in like  
51 manner, be open for inspection.]

52 [4.] 3. All contributions and assessments received by the chairman  
53 under the provisions of this section shall be credited to the fund here-  
54 in established and deposited by the chairman to the credit of the  
55 commissioner of taxation and finance for the benefit of the fund. The  
56 superintendent of financial services may examine into the condition of

1 the fund at any time on his own initiative or upon the request of the  
2 chairman.

3 [5. Notwithstanding any inconsistent provision of law to the contrary,  
4 effective April first, two thousand nine, any amounts available in  
5 excess of the maximum net asset balance of twelve million dollars pursu-  
6 ant to subdivision two of this section, shall be transferred by the  
7 comptroller to the general fund, at the request of the director of the  
8 budget.]

9 S 27. Section 228 of the workers' compensation law is REPEALED and a  
10 new section 228 is added to read as follows:

11 S 228. ADMINISTRATIVE EXPENSES. 1. THE ESTIMATED ANNUAL EXPENSES  
12 NECESSARY FOR THE WORKERS' COMPENSATION BOARD TO ADMINISTER THE  
13 PROVISIONS OF THE DISABILITY BENEFITS LAW SHALL BE BORNE BY ALL AFFECTED  
14 EMPLOYERS AND INCLUDED AS PART OF THE ASSESSMENT RATE GENERATED PURSUANT  
15 TO SUBDIVISION TWO OF SECTION ONE HUNDRED FIFTY-ONE OF THIS CHAPTER.

16 2. ANNUALLY, AS SOON AS PRACTICABLE AFTER THE FIRST DAY OF APRIL, THE  
17 CHAIR AND DEPARTMENT OF AUDIT AND CONTROL SHALL ASCERTAIN THE TOTAL  
18 AMOUNT OF ACTUAL EXPENSES.

19 S 28. Subdivision 6 of section 3 of the volunteer firefighters' bene-  
20 fit law is amended to read as follows:

21 6. "Surviving spouse" means the legal [wife of a deceased male volun-  
22 teer fireman or the legal husband of a deceased female volunteer fire-  
23 man, as the case may be,] SPOUSE OF A DECEASED VOLUNTEER FIREFIGHTER,  
24 but shall not include a spouse who has abandoned the deceased. The term  
25 "abandoned", as used in this subdivision, means such an abandonment as  
26 would be sufficient under section [eleven hundred sixty-one of the civil  
27 practice act] TWO HUNDRED OF THE DOMESTIC RELATIONS LAW to sustain a  
28 judgment of separation on that ground.

29 S 29. Section 60 of the volunteer firefighters' benefit law is  
30 REPEALED and a new section 60 is added to read as follows:

31 S 60. ASSESSMENT FOR EXPENSES. 1. THE ESTIMATED ANNUAL EXPENSES NECES-  
32 SARY FOR THE WORKERS' COMPENSATION BOARD TO ADMINISTER THE PROVISIONS OF  
33 THE VOLUNTEER FIREFIGHTERS' BENEFIT LAW SHALL BE BORNE BY ALL AFFECTED  
34 EMPLOYERS AND INCLUDED AS PART OF THE ASSESSMENT RATE GENERATED PURSUANT  
35 TO SUBDIVISION TWO OF SECTION ONE HUNDRED FIFTY-ONE OF THE WORKERS'  
36 COMPENSATION LAW.

37 2. ANNUALLY, THE CHAIR OF THE DEPARTMENT OF AUDIT AND CONTROL, AS SOON  
38 AS PRACTICABLE AFTER THE FIRST OF APRIL, SHALL ASCERTAIN THE TOTAL  
39 AMOUNT OF ACTUAL EXPENSES.

40 S 30. Subdivision 6 of section 3 of the volunteer ambulance workers'  
41 benefit law is amended to read as follows:

42 6. "Surviving spouse" means the legal [wife of a deceased male volun-  
43 teer ambulance worker or the legal husband of a deceased female] SPOUSE  
44 OF A DECEASED volunteer ambulance worker[, as the case may be], but  
45 shall not include a spouse who has abandoned the deceased. The term  
46 "abandoned", as used in this subdivision, means such an abandonment as  
47 would be sufficient under section two hundred of the domestic relations  
48 law to sustain a judgment of separation on that ground.

49 S 31. Section 60 of the volunteer ambulance workers' benefit law is  
50 REPEALED and a new section 60 is added to read as follows:

51 S 60. ASSESSMENT FOR EXPENSES. 1. THE ESTIMATED ANNUAL EXPENSES NECES-  
52 SARY FOR THE WORKERS' COMPENSATION BOARD TO ADMINISTER THE PROVISIONS OF  
53 THE VOLUNTEER AMBULANCE WORKERS' BENEFIT LAW SHALL BE BORNE BY ALL  
54 AFFECTED EMPLOYERS AND INCLUDED AS PART OF THE ASSESSMENT RATE GENERATED  
55 PURSUANT TO SUBDIVISION TWO OF SECTION ONE HUNDRED FIFTY-ONE OF THE  
56 WORKERS' COMPENSATION LAW.

1 2. ANNUALLY, THE CHAIR OF THE DEPARTMENT OF AUDIT AND CONTROL, AS SOON  
2 AS PRACTICABLE AFTER THE FIRST OF APRIL, SHALL ASCERTAIN THE TOTAL  
3 AMOUNT OF ACTUAL EXPENSES.

4 S 32. Section 50 of the workers' compensation law is amended by adding  
5 a new subdivision 12 to read as follows:

6 12. THE CHAIR, WITH THE APPROVAL OF THE DIRECTOR OF THE BUDGET, MAY  
7 REQUEST THE ISSUANCE OF BONDS BY THE DORMITORY AUTHORITY FOR ONE OR MORE  
8 OF THE PURPOSES AUTHORIZED BY SECTION SIXTEEN HUNDRED EIGHTY-Q OF THE  
9 PUBLIC AUTHORITIES LAW AND BY A SELF-INSURED BOND FINANCING AGREEMENT  
10 AUTHORIZED BY SECTION FIFTY-C OF THIS ARTICLE. THE NET PROCEEDS OF SUCH  
11 BONDS SHALL BE DEPOSITED INTO THE SELF-INSURER OFFSET FUND OR AS OTHER-  
12 WISE PROVIDED BY THE APPLICABLE SELF-INSURED BOND FINANCING AGREEMENT.

13 S 33. Subdivision 4 of section 50-a of the workers' compensation law  
14 is renumbered subdivision 5 and a new subdivision 4 is added to read as  
15 follows:

16 4. TO THE EXTENT PROVIDED BY THE SELF-INSURER BOND FINANCING AGREEMENT  
17 THE CHAIR MAY REQUEST THE DORMITORY AUTHORITY TO TRANSFER BOND PROCEEDS  
18 INTO SUCH ACCOUNT FOR THE PURPOSES OUTLINED IN THE BOND FINANCING AGREE-  
19 MENT.

20 S 34. The workers' compensation law is amended by adding a new section  
21 50-c to read as follows:

22 S 50-C. SELF-INSURED BONDS. 1. THE CHAIR, WITH THE COMMISSIONER OF  
23 TAXATION AND FINANCE, IS AUTHORIZED TO ENTER INTO A FINANCING AGREEMENT  
24 WITH THE DORMITORY AUTHORITY, TO BE KNOWN AS THE "SELF-INSURED BOND  
25 FINANCING AGREEMENT". SUCH AGREEMENT SHALL SET FORTH THE PROCESS FOR  
26 CALCULATING THE ANNUAL DEBT SERVICE OF BONDS ISSUED BY THE DORMITORY  
27 AUTHORITY AND ANY OTHER ASSOCIATED COSTS IN CONNECTION WITH THE SELF-IN-  
28 SURER OFFSET FUND, AS SET FORTH IN SECTION SIXTEEN HUNDRED EIGHTY-Q OF  
29 THE PUBLIC AUTHORITIES LAW. FOR PURPOSES OF THIS SECTION, "ASSOCIATED  
30 COSTS" MAY INCLUDE A COVERAGE FACTOR, RESERVE FUND REQUIREMENTS, ALL  
31 COSTS OF ANY NATURE INCURRED BY THE DORMITORY AUTHORITY IN CONNECTION  
32 WITH THE SELF-INSURED BOND FINANCING AGREEMENT OR PURSUANT THERETO, THE  
33 COSTS OF ANY INDEPENDENT AUDITS UNDERTAKEN UNDER THIS SECTION, AND ANY  
34 OTHER COSTS FOR THE IMPLEMENTATION OF THIS SUBDIVISION AND THE ISSUANCE  
35 OF BONDS BY THE DORMITORY AUTHORITY, INCLUDING INTEREST RATE EXCHANGE  
36 PAYMENTS, REBATE PAYMENTS, LIQUIDITY FEES, CREDIT PROVIDER FEES, FIDUCI-  
37 ARY FEES, REMARKETING, DEALER, AUCTION AGENT AND RELATED FEES AND OTHER  
38 SIMILAR BOND-RELATED EXPENSES, UNLESS OTHERWISE FUNDED. BY SEPTEMBER  
39 FIRST OF EACH YEAR, THE DORMITORY AUTHORITY SHALL PROVIDE TO THE CHAIR  
40 THE CALCULATION OF THE AMOUNT EXPECTED TO BE PAID BY THE DORMITORY  
41 AUTHORITY IN DEBT SERVICE AND ASSOCIATED COSTS FOR PURPOSES OF CALCULAT-  
42 ING THE ASSESSMENTS FOR THE DEBT SERVICE PORTION OF THE ASSESSMENT  
43 PROVIDED FOR UNDER THIS CHAPTER. ALL MONIES RECEIVED ON ACCOUNT OF SUCH  
44 ASSESSMENTS SHALL BE APPLIED IN ACCORDANCE WITH THIS CHAPTER AND WITH  
45 THE SELF-INSURED BOND FINANCING AGREEMENT UNTIL THE FINANCIAL OBLI-  
46 GATIONS OF THE DORMITORY AUTHORITY IN RESPECT TO ITS CONTRACT WITH ITS  
47 BONDHOLDERS ARE MET AND ALL ASSOCIATED COSTS PAYABLE TO OR BY THE DORMI-  
48 TORY AUTHORITY HAVE BEEN PAID, NOTWITHSTANDING ANY OTHER PROVISION OF  
49 LAW RESPECTING SECURED TRANSACTIONS. THIS PROVISION MAY BE INCLUDED BY  
50 THE DORMITORY AUTHORITY IN ANY CONTRACT OF THE DORMITORY AUTHORITY WITH  
51 ITS BONDHOLDERS. THE SELF-INSURED BOND FINANCING AGREEMENT MAY RESTRICT  
52 DISBURSEMENTS, INVESTMENTS, OR REBATES, AND MAY PRESCRIBE A SYSTEM OF  
53 ACCOUNTS APPLICABLE TO THE SELF-INSURER OFFSET FUND AS CONSISTENT WITH  
54 THE PROVISIONS OF THIS CHAPTER GOVERNING SUCH FUND, INCLUDING CUSTODY OF  
55 FUNDS AND ACCOUNTS WITH A TRUSTEE THAT MAY BE PRESCRIBED BY THE DORMITO-  
56 RY AUTHORITY AS PART OF ITS CONTRACT WITH THE BONDHOLDERS. FOR PURPOSES

1 OF THIS SUBDIVISION, THE TERM "BONDS" SHALL INCLUDE NOTES ISSUED IN  
2 ANTICIPATION OF THE ISSUANCE OF BONDS, OR NOTES ISSUED PURSUANT TO A  
3 COMMERCIAL PAPER PROGRAM.

4 2. THE CHAIR IS HEREBY AUTHORIZED TO RECEIVE AND CREDIT TO THE  
5 SELF-INSURER OFFSET FUND ANY SUM OR SUMS THAT MAY AT ANY TIME BE  
6 CONTRIBUTED TO THE STATE BY THE UNITED STATES OF AMERICA UNDER ANY ACT  
7 OF CONGRESS, OR OTHERWISE, TO WHICH THE STATE MAY BE OR BECOME ENTITLED  
8 BY REASON OF ANY PAYMENTS MADE OUT OF SUCH FUND.

9 3. NOTWITHSTANDING ANY OTHER LAW TO THE CONTRARY, THE CHAIR SHALL BE  
10 THE CUSTODIAN OF THE SELF-INSURER OFFSET FUND AND, UNLESS OTHERWISE  
11 PROVIDED FOR IN THE SELF-INSURED BOND FINANCING AGREEMENT, THE COMMIS-  
12 SIONER OF TAXATION AND FINANCE SHALL INVEST ANY SURPLUS OR RESERVE  
13 MONEYS THEREOF IN SECURITIES WHICH CONSTITUTE LEGAL INVESTMENTS FOR  
14 SAVINGS BANKS UNDER THE LAWS OF THIS STATE AND IN INTEREST BEARING  
15 CERTIFICATES OF DEPOSIT OF A BANK OR TRUST COMPANY LOCATED AND AUTHOR-  
16 IZED TO DO BUSINESS IN THIS STATE OR OF A NATIONAL BANK LOCATED IN THIS  
17 STATE SECURED BY A PLEDGE OF DIRECT OBLIGATIONS OF THE UNITED STATES OR  
18 OF THE STATE OF NEW YORK IN AN AMOUNT EQUAL TO THE AMOUNT OF SUCH  
19 CERTIFICATES OF DEPOSIT, AND MAY SELL ANY OF THE SECURITIES OR CERTIF-  
20 ICATES OF DEPOSIT IN WHICH SUCH FUND IS INVESTED IF NECESSARY FOR THE  
21 PROPER ADMINISTRATION OR IN THE BEST INTEREST OF SUCH FUND. DISBURSE-  
22 MENTS FROM SUCH FUND AS PROVIDED BY THIS SUBDIVISION SHALL BE MADE BY  
23 THE COMMISSIONER OF TAXATION AND FINANCE UNLESS THE SELF-INSURED BOND  
24 FINANCING AGREEMENT PROVIDES FOR SOME OTHER MEANS OF AUTHORIZING SUCH  
25 DISBURSEMENTS THAT IS NO LESS PROTECTIVE OF THE FUND. THE COMMISSIONER  
26 OF TAXATION AND FINANCE AS SOON AS PRACTICABLE AFTER JANUARY FIRST OF  
27 EACH YEAR, SHALL FURNISH TO THE CHAIR A STATEMENT OF THE FUND, SETTING  
28 FORTH THE BALANCE OF MONEYS IN THE SAID FUND AS OF THE BEGINNING OF THE  
29 CALENDAR YEAR, THE INCOME OF THE FUND, THE SUMMARY OF PAYMENTS OUT OF  
30 THE FUND ON ACCOUNT OF REIMBURSEMENTS AND OTHER CHARGES ORDERED TO BE  
31 PAID BY THE BOARD, AND ALL OTHER CHARGES AGAINST THE FUND AND SETTING  
32 FORTH THE BALANCE OF THE FUND REMAINING TO ITS CREDIT ON THE PRIOR  
33 DECEMBER THIRTY-FIRST OF EACH YEAR. SUCH STATEMENT SHALL BE OPEN TO  
34 PUBLIC INSPECTION IN THE OFFICE OF THE SECRETARY OF THE BOARD. THE  
35 CHAIR SHALL INCLUDE IN THE REPORTS TO THE GOVERNOR, THE SPEAKER OF THE  
36 ASSEMBLY AND THE TEMPORARY PRESIDENT OF THE SENATE AS REQUIRED BY  
37 SECTION NINE OF PART G OF CHAPTER FIFTY-SEVEN OF THE LAWS OF TWO THOU-  
38 SAND ELEVEN, A SUMMARY OF THE STATUS OF THE BONDING PROGRAM AUTHORIZED  
39 BY THIS SECTION. THE COMMISSIONER OF TAXATION AND FINANCE MAY ESTABLISH  
40 WITHIN THE SELF-INSURER OFFSET FUND SUCH ACCOUNTS AND SUB-ACCOUNTS AS HE  
41 OR SHE DEEMS USEFUL FOR THE OPERATION OF THE FUND, OR AS NECESSARY TO  
42 SEGREGATE MONEYS WITHIN THE FUND, SUBJECT TO THE PROVISIONS OF THE  
43 SELF-INSURED BOND FINANCING AGREEMENT AND OF THIS CHAPTER.

44 S 35. The public authorities law is amended by adding a new section  
45 1680-q to read as follows:

46 S 1680-Q. SELF-INSURED BOND FINANCING. 1. AS USED IN THIS SECTION THE  
47 FOLLOWING TERMS SHALL HAVE THE FOLLOWING MEANINGS:

48 (A) "ANCILLARY BOND FACILITY" MEANS ANY INTEREST RATE EXCHANGE OR  
49 SIMILAR AGREEMENT OR ANY BOND INSURANCE POLICY, LETTER OF CREDIT OR  
50 OTHER CREDIT ENHANCEMENT FACILITY, LIQUIDITY FACILITY, GUARANTEED  
51 INVESTMENT OR REINVESTMENT AGREEMENT, OR OTHER SIMILAR AGREEMENT,  
52 ARRANGEMENT OR CONTRACT.

53 (B) "BENEFITED PARTY" MEANS ANY PERSON, FIRM OR CORPORATION THAT  
54 ENTERS INTO AN ANCILLARY BOND FACILITY WITH THE AUTHORITY ACCORDING TO  
55 THE PROVISIONS OF THIS SECTION.

(C) "BONDS" MEANS ANY BONDS, NOTES, CERTIFICATES OF PARTICIPATION AND OTHER EVIDENCE OF INDEBTEDNESS ISSUED BY THE AUTHORITY PURSUANT TO SUBDIVISION FIVE OF THIS SECTION.

(D) "BOND OWNERS OR OWNERS OF BONDS" MEANS ANY REGISTERED OWNERS OF BONDS.

(E) "CHAIR" MEANS THE CHAIR OF THE WORKERS' COMPENSATION BOARD.

(F) "CODE" MEANS THE UNITED STATES INTERNAL REVENUE CODE OF 1986, AS AMENDED.

(G) "COSTS OF ISSUANCE" MEANS ANY ITEM OF EXPENSE DIRECTLY OR INDIRECTLY PAYABLE OR REIMBURSABLE BY THE AUTHORITY AND RELATED TO THE AUTHORIZATION, SALE, OR ISSUANCE OF BONDS, INCLUDING, BUT NOT LIMITED TO, UNDERWRITING FEES AND FEES AND EXPENSES OF PROFESSIONAL CONSULTANTS AND FIDUCIARIES.

(H) "DEBT SERVICE" MEANS ACTUAL DEBT SERVICE, COMPRISED OF PRINCIPAL, INTEREST AND ASSOCIATED COSTS, AS DEFINED IN SECTION FIFTY-C OF THE WORKERS' COMPENSATION LAW.

(I) "DIRECTOR OF THE BUDGET" OR "DIRECTOR" MEANS THE DIRECTOR OF THE BUDGET OF THE STATE OF NEW YORK.

(J) "FINANCING COSTS" MEANS ALL COSTS OF ISSUANCE, CAPITALIZED INTEREST, CAPITALIZED OPERATING EXPENSES OF THE AUTHORITY AND, PURSUANT TO THE SELF-INSURED BOND FINANCING AGREEMENT, FEES, COST OF ANY ANCILLARY BOND FACILITY, AND ANY OTHER FEES, DISCOUNTS, EXPENSES AND COSTS RELATED TO ISSUING, SECURING AND MARKETING THE BONDS INCLUDING, WITHOUT LIMITATION, ANY NET ORIGINAL ISSUE DISCOUNT.

(K) "INVESTMENT SECURITIES" SHALL HAVE THE SAME MEANING AS SET FORTH IN SECTION ONE THOUSAND SIX HUNDRED EIGHTY-L OF THIS TITLE.

(L) "INTEREST RATE EXCHANGE OR SIMILAR AGREEMENT" MEANS A WRITTEN CONTRACT ENTERED INTO IN CONNECTION WITH THE ISSUANCE OF BONDS OR WITH SUCH BONDS OUTSTANDING WITH A COUNTERPARTY TO PROVIDE FOR AN EXCHANGE OR SWAP OF PAYMENTS BASED UPON FIXED AND/OR VARIABLE INTEREST RATES, AND SHALL BE FOR EXCHANGES IN CURRENCY OF THE UNITED STATES OF AMERICA ONLY.

(M) "NET PROCEEDS" MEANS THE AMOUNT OF PROCEEDS REMAINING FOLLOWING EACH SALE OF BONDS WHICH ARE NOT REQUIRED BY THE AUTHORITY FOR PURPOSES OF THIS SECTION TO PAY OR PROVIDE FOR DEBT SERVICE OR FINANCING COSTS, AS PROVIDED IN THE SELF-INSURED BOND FINANCING AGREEMENT.

(N) "OPERATING EXPENSES" MEANS THE REASONABLE OR NECESSARY OPERATING EXPENSES OF THE AUTHORITY FOR PURPOSES OF THIS SECTION, INCLUDING, WITHOUT LIMITATION, THE COSTS OF: RETENTION OF AUDITORS, PREPARATION OF ACCOUNTING AND OTHER REPORTS, MAINTENANCE OF THE RATINGS ON THE BONDS, ANY OPERATING EXPENSE RESERVE FUND, INSURANCE PREMIUMS, ANCILLARY BOND FACILITIES, REBATE PAYMENTS, ANNUAL MEETINGS OR OTHER REQUIRED ACTIVITIES OF THE AUTHORITY, AND PROFESSIONAL CONSULTANTS AND FIDUCIARIES.

(O) "OUTSTANDING", WHEN USED WITH RESPECT TO BONDS, SHALL EXCLUDE BONDS THAT SHALL HAVE BEEN PAID IN FULL AT MATURITY, OR SHALL HAVE OTHERWISE BEEN REFUNDED, REDEEMED, DEFEASED OR DISCHARGED, OR THAT MAY BE DEEMED NOT OUTSTANDING PURSUANT TO AGREEMENTS WITH THE HOLDERS THEREOF.

(P) "PLEDGED ASSESSMENTS REVENUES", "PLEDGED REVENUES" OR "PLEDGED ASSESSMENTS" MEANS RECEIPTS OF THE ASSESSMENTS IMPOSED PURSUANT TO SECTION ONE HUNDRED FIFTY-ONE OF THE WORKERS' COMPENSATION LAW AND PLEDGED FOR THE PAYMENT OF DEBT SERVICE ON THE BONDS OR AMOUNTS DUE PURSUANT TO AN ANCILLARY BOND FACILITY, INCLUDING THE RIGHT TO RECEIVE SAME.

(Q) "SELF-INSURER OFFSET FUND" SHALL MEAN THE FUND COMPOSED OF REVENUES, INCLUDING THOSE OBTAINED BY THE BONDS ISSUED UNDER THIS SECTION,



1 WHICH SHALL BE USED SOLELY FOR THE PURPOSES DESCRIBED IN SUBDIVISION  
2 FOUR OF THIS SECTION.

3 (R) "SELF-INSURED EMPLOYER" MEANS INDIVIDUAL AND GROUP SELF-INSURED  
4 EMPLOYERS ESTABLISHED IN ACCORDANCE WITH SECTION FIFTY OF THE WORKERS'  
5 COMPENSATION LAW.

6 (S) "STATE" MEANS THE STATE OF NEW YORK.

7 (T) "SELF-INSURED BOND FINANCING AGREEMENT" OR "FINANCING AGREEMENT"  
8 MEANS AN AGREEMENT AUTHORIZED AND CREATED PURSUANT TO SUBDIVISION FOUR  
9 OF THIS SECTION AND SECTION FIFTY-C OF THE WORKERS' COMPENSATION LAW, AS  
10 SAME BY ITS TERMS AND BOND PROCEEDINGS, MAY BE AMENDED.

11 2. THE AUTHORITY IS HEREBY AUTHORIZED TO ISSUE BONDS TO REDUCE ASSESS-  
12 MENTS IMPOSED ON SELF-INSURED EMPLOYERS UNDER SECTION FIFTY OF THE WORK-  
13 ERS' COMPENSATION LAW AS A RESULT OF THE UNFUNDED CLAIMS OF INDIVIDUAL  
14 AND GROUP SELF-INSURERS. THE AUTHORITY MAY ENTER INTO ONE OR MORE SELF-  
15 INSURED BOND FINANCING AGREEMENTS DESCRIBED IN SECTION FIFTY-C OF THE  
16 WORKERS' COMPENSATION LAW. ALL OF THE PROVISIONS OF THE PUBLIC AUTHORI-  
17 TIES LAW RELATING TO BONDS AND NOTES OF THE DORMITORY AUTHORITY WHICH  
18 ARE NOT INCONSISTENT WITH THE PROVISIONS OF THIS SECTION SHALL APPLY TO  
19 OBLIGATIONS AUTHORIZED BY THIS SECTION, INCLUDING BUT NOT LIMITED TO THE  
20 POWER TO ESTABLISH ADEQUATE RESERVES THEREFOR AND TO ISSUE RENEWAL NOTES  
21 OR REFUNDING BONDS THEREOF. THE PROVISIONS OF THIS SECTION SHALL APPLY  
22 SOLELY TO OBLIGATIONS AUTHORIZED BY THIS SECTION.

23 3. IT IS FOUND AND DECLARED THAT UNFUNDED CLAIMS IN EITHER THE INDI-  
24 VIDUAL OR GROUP SELF-INSURANCE TRUST PROGRAM WILL, ABSENT PROVISION FOR  
25 LONG-TERM FINANCING, RESULT IN IMPOSITION OF COSTS ON ALL SELF-INSURERS  
26 THROUGH ASSESSMENTS; THAT SUCH UNFUNDED CLAIMS AND ASSESSMENTS MAY HAVE  
27 A DETRIMENTAL IMPACT ON BUSINESSES AND NOT-FOR-PROFIT CORPORATIONS IN  
28 NEW YORK STATE AND ON THE PROVISION OF SERVICES TO NEW YORK RESIDENTS;  
29 THAT WITHOUT FINANCING THE BOARD MAY BE REQUIRED TO IMPOSE HIGHER  
30 ASSESSMENTS TO PAY SUCH UNFUNDED CLAIMS; THAT FINANCING WILL ALLOW THE  
31 WORKERS' COMPENSATION BOARD TO PURCHASE ONE OR MORE ASSUMPTIONS OF WORK-  
32 ERS' COMPENSATION LIABILITY POLICIES THAT WILL LIMIT THE LONG TERM LOSS-  
33 ES FROM THESE UNFUNDED CLAIMS; THAT THE BONDS WILL PROVIDE A MORE EFFI-  
34 CIENT MEANS OF COVERING UNFUNDED CLAIMS THAN THE CURRENT SYSTEM OF  
35 ASSESSMENT ON ALL SELF-INSURED; THAT BONDS ISSUED BY THE AUTHORITY AND  
36 SECURED BY ASSESSMENTS LEVIED, FOR THE GOVERNMENTAL PURPOSE OF FUNDING  
37 ASSUMPTION OF WORKERS' COMPENSATION LIABILITY POLICIES, AMORTIZED OVER A  
38 SUBSTANTIAL PERIOD WOULD ALLOW THE STATE TO LIMIT LIABILITIES AND THE  
39 ASSESSMENTS NEEDED TO PAY THEM, THEREBY FURTHERING THE POLICY OF THE  
40 STATE TO REDUCE THE COSTS OF WORKERS' COMPENSATION AND TO IMPROVE THE  
41 BUSINESS CLIMATE IN THE STATE AND THE ABILITY OF NOT-FOR-PROFIT CORPO-  
42 RATIONS TO PERFORM ESSENTIAL SERVICES WHILE COMPENSATING INJURED WORK-  
43 ERS; THAT ALL COSTS OF THE AUTHORITY IN RELATION TO THIS SECTION SHALL  
44 BE PAID FROM ASSESSMENTS PROVIDED FOR IN THE WORKERS' COMPENSATION LAW;  
45 AND THAT, THEREFORE, THE PROVISIONS OF THIS SECTION ARE FOR THE PUBLIC  
46 BENEFIT AND GOOD AND THE AUTHORIZATION AS PROVIDED IN THIS SECTION FOR  
47 THE ISSUANCE OF REVENUE OBLIGATIONS OF THE AUTHORITY IS DECLARED TO BE  
48 FOR A PUBLIC PURPOSE AND THE EXERCISE OF AN ESSENTIAL GOVERNMENTAL FUNC-  
49 TION.

50 4. (A) THE AUTHORITY, THE COMMISSIONER OF TAXATION AND FINANCE AND THE  
51 CHAIR, IN CONSULTATION WITH THE DIRECTOR OF THE BUDGET SHALL EXECUTE A  
52 FINANCING AGREEMENT PRIOR TO THE ISSUANCE OF ANY BONDS. SUCH AGREEMENT  
53 SHALL CONTAIN SUCH TERMS AND CONDITIONS AS ARE NECESSARY TO CARRY OUT  
54 AND EFFECTUATE THE PURPOSES OF THIS SECTION, INCLUDING COVENANTS WITH  
55 RESPECT TO THE ASSESSMENTS AND ENFORCEMENT OF THE ASSESSMENTS, THE  
56 APPLICATION AND USE OF THE PROCEEDS OF THE SALE OF BONDS TO PRESERVE THE

1 TAX EXEMPTION ON THE BONDS, THE INTEREST ON WHICH IS INTENDED TO BE  
2 EXEMPT FROM TAXATION. THE STATE SHALL NOT BE AUTHORIZED TO MAKE ANY  
3 COVENANT, PLEDGE, PROMISE OR AGREEMENT PURPORTING TO BIND THE STATE WITH  
4 RESPECT TO PLEDGED REVENUES, EXCEPT AS OTHERWISE SPECIFICALLY AUTHORIZED  
5 BY THIS SECTION.

6 (B) THE NET PROCEEDS OF THE BONDS SHALL BE DEPOSITED IN ACCORDANCE  
7 WITH THE SELF-INSURED BOND FINANCING AGREEMENT AND THIS SECTION. THE  
8 SELF-INSURED BOND FINANCING AGREEMENT SHALL PROVIDE FOR THE APPLICATION  
9 OF THE NET BOND PROCEEDS, AND SUCH BOND PROCEEDS SHALL BE USED, FOR ANY  
10 OF THE FOLLOWING PURPOSES: (I) TO PAY UNMET COMPENSATION OR BENEFITS OF  
11 INDIVIDUAL AND GROUP SELF-INSURED EMPLOYERS; (II) TO PURCHASE ONE OR  
12 MORE ASSUMPTION OF WORKERS' COMPENSATION LIABILITY POLICIES TO DISCHARGE  
13 THE LIABILITIES INCURRED OR TO BE INCURRED UNDER SUBDIVISION THREE OR  
14 THREE-A OF SECTION FIFTY OF THE WORKERS' COMPENSATION LAW; OR (III) TO  
15 PAY FINANCING COSTS OF THE BONDS ISSUED UNDER THIS SECTION. NOT INCON-  
16 SISTENT WITH THIS SECTION, THE AUTHORITY MAY PROVIDE RESTRICTIONS ON THE  
17 USE AND INVESTMENT OF NET PROCEEDS OF THE BONDS AND OTHER AMOUNTS IN THE  
18 SELF-INSURED BOND FINANCING AGREEMENT OR OTHERWISE IN A TAX REGULATORY  
19 AGREEMENT AS NECESSARY OR DESIRABLE TO ASSURE THAT THEY ARE EXEMPT FROM  
20 TAXATION.

21 5. (A) (I) THE AUTHORITY SHALL HAVE POWER AND IS HEREBY AUTHORIZED TO  
22 ISSUE ITS BONDS AT SUCH TIMES AND IN SUCH AGGREGATE PRINCIPAL AMOUNTS  
23 NOT TO EXCEED AN AMOUNT TO BE DETERMINED BY THE CHAIR AS NECESSARY TO  
24 FUND THE PURPOSES OF THIS SECTION, BUT IN NO CASE EXCEEDING NINE HUNDRED  
25 MILLION DOLLARS EXCLUSIVE OF ANY BONDS ISSUED TO REFUND BONDS PREVIOUSLY  
26 ISSUED PURSUANT TO THIS CHAPTER AND ANY BONDS ISSUED TO FUND ANY RESERVE  
27 FUNDS COST OF ISSUANCE OR ORIGINAL ISSUE PREMIUM. THE BONDS SHALL BE  
28 ISSUED FOR THE FOLLOWING CORPORATE PURPOSES: (A) TO PAY CURRENT UNMET  
29 COMPENSATION OR BENEFITS OF INDIVIDUAL AND GROUP SELF-INSURED EMPLOYERS;  
30 (B) TO PURCHASE ONE OR MORE ASSUMPTIONS OF WORKERS' COMPENSATION LIABIL-  
31 ITY POLICIES TO DISCHARGE THE LIABILITIES INCURRED OR TO BE INCURRED  
32 UNDER SUBDIVISION THREE OR THREE-A OF SECTION FIFTY OF THE WORKERS'  
33 COMPENSATION LAW; OR (C) TO PAY FINANCING COSTS OF THE BONDS ISSUED  
34 UNDER THIS SECTION.

35 (II) EACH ISSUANCE OF BONDS SHALL BE AUTHORIZED BY A RESOLUTION OF THE  
36 AUTHORITY, PROVIDED, HOWEVER, THAT ANY SUCH RESOLUTION MAY DELEGATE TO  
37 AN OFFICER OF THE AUTHORITY THE POWER TO ISSUE SUCH BONDS FROM TIME TO  
38 TIME AND TO FIX THE DETAILS OF ANY SUCH ISSUES OF BONDS BY AN APPROPRI-  
39 ATE CERTIFICATE OF SUCH AUTHORIZED OFFICER. EVERY ISSUE OF THE BONDS OF  
40 THE AUTHORITY FOR THE SELF-INSURER OFFSET FUND SHALL BE SPECIAL REVENUE  
41 OBLIGATIONS PAYABLE FROM AND SECURED BY A PLEDGE OF REVENUES AND OTHER  
42 ASSETS, INCLUDING THOSE PROCEEDS OF SUCH BONDS DEPOSITED IN A RESERVE  
43 FUND FOR THE BENEFIT OF BONDHOLDERS, EARNINGS ON SUCH FUNDS AND SUCH  
44 OTHER FUNDS AND ASSETS AS MAY BECOME AVAILABLE, UPON SUCH TERMS AND  
45 CONDITIONS AS SPECIFIED BY THE AUTHORITY IN THE RESOLUTION UNDER WHICH  
46 THE BONDS ARE ISSUED OR IN A RELATED TRUST INDENTURE.

47 (III) THE AUTHORITY SHALL HAVE THE POWER AND IS HEREBY AUTHORIZED FROM  
48 TIME TO TIME TO ISSUE BONDS, IN CONSULTATION WITH THE CHAIR, THE COMMIS-  
49 SIONER OF TAXATION AND FINANCE AND THE DIRECTOR OF THE BUDGET, TO REFUND  
50 ANY BONDS ISSUED UNDER THIS SECTION BY THE ISSUANCE OF NEW BONDS, WHETH-  
51 ER THE BONDS TO BE REFUNDED HAVE OR HAVE NOT MATURED, AND TO ISSUE BONDS  
52 PARTLY TO REFUND BONDS THEN OUTSTANDING AND PARTLY FOR ANY OF ITS OTHER  
53 CORPORATE PURPOSES UNDER THIS SECTION. THE REFUNDING BONDS MAY BE  
54 EXCHANGED FOR THE BONDS TO BE REFUNDED OR SOLD AND THE PROCEEDS APPLIED  
55 TO THE PURCHASE, REDEMPTION OR PAYMENT OF SUCH BONDS.

1 (B) THE BONDS OF THE AUTHORITY OF EACH ISSUE SHALL BE DATED, SHALL  
2 BEAR INTEREST (WHICH, IN THE OPINION OF BOND COUNSEL TO THE AUTHORITY,  
3 MAY BE INCLUDABLE IN OR EXCLUDABLE FROM THE GROSS INCOME OF THE OWNERS  
4 FOR FEDERAL INCOME TAX PURPOSES) AT SUCH FIXED OR VARIABLE RATES, PAYA-  
5 BLE AT OR PRIOR TO MATURITY, AND SHALL MATURE AT SUCH TIME OR TIMES, AS  
6 MAY BE DETERMINED BY THE AUTHORITY AND MAY BE MADE REDEEMABLE BEFORE  
7 MATURITY, AT THE OPTION OF THE AUTHORITY, AT SUCH PRICE OR PRICES AND  
8 UNDER SUCH TERMS AND CONDITIONS AS MAY BE FIXED BY THE AUTHORITY. THE  
9 PRINCIPAL AND INTEREST OF SUCH BONDS MAY BE MADE PAYABLE IN ANY LAWFUL  
10 MEDIUM. THE RESOLUTION OR THE CERTIFICATE OF THE AUTHORIZED OFFICER  
11 SHALL DETERMINE THE FORM OF THE BONDS, EITHER REGISTERED OR BOOK-ENTRY  
12 FORM, AND THE MANNER OF EXECUTION OF THE BONDS AND SHALL FIX THE DENOMI-  
13 NATION OR DENOMINATIONS OF THE BONDS AND THE PLACE OR PLACES OF PAYMENT  
14 OF PRINCIPAL AND INTEREST THEREOF, WHICH MAY BE AT ANY BANK OR TRUST  
15 COMPANY WITHIN OR OUTSIDE THE STATE. IF ANY OFFICER WHOSE SIGNATURE OR A  
16 FACSIMILE THEREOF APPEARS ON ANY BONDS SHALL CEASE TO BE SUCH OFFICER  
17 BEFORE THE DELIVERY OF SUCH BONDS, SUCH SIGNATURE OR FACSIMILE SHALL  
18 NEVERTHELESS BE VALID AND SUFFICIENT FOR ALL PURPOSES THE SAME AS IF  
19 SUCH OFFICER HAD REMAINED IN OFFICE UNTIL SUCH DELIVERY. THE AUTHORITY  
20 MAY ALSO PROVIDE FOR TEMPORARY BONDS AND FOR THE REPLACEMENT OF ANY BOND  
21 THAT SHALL BECOME MUTILATED OR SHALL BE DESTROYED OR LOST.

22 (C) THE AUTHORITY MAY SELL SUCH BONDS, EITHER AT A PUBLIC OR PRIVATE  
23 SALE AND EITHER ON A COMPETITIVE OR NEGOTIATED BASIS, PROVIDED NO SUCH  
24 BONDS MAY BE SOLD BY THE AUTHORITY AT PRIVATE SALE UNLESS SUCH SALE AND  
25 THE TERMS THEREOF HAVE BEEN APPROVED IN WRITING BY THE COMPTROLLER OF  
26 THE STATE OF NEW YORK. THE PROCEEDS OF SUCH BONDS SHALL BE DISBURSED FOR  
27 THE PURPOSES FOR WHICH SUCH BONDS WERE ISSUED UNDER SUCH RESTRICTIONS AS  
28 THE FINANCING AGREEMENT AND THE RESOLUTION AUTHORIZING THE ISSUANCE OF  
29 SUCH BONDS OR THE RELATED TRUST INDENTURE MAY PROVIDE. SUCH BONDS SHALL  
30 BE ISSUED WITHOUT ANY OTHER APPROVALS, FILINGS, PROCEEDINGS OR THE  
31 HAPPENING OF ANY OTHER CONDITIONS OTHER THAN ANY APPROVALS, FINDINGS,  
32 PROCEEDINGS, OR OTHER CONDITIONS THAT ARE SPECIFIED AND EXPRESSLY  
33 REQUIRED BY THIS SECTION; PROVIDED, HOWEVER, THAT ANY ISSUANCE OF BONDS  
34 UNDER THE AUTHORITY OF THIS SECTION SHALL BE CONSIDERED A PROJECT FOR  
35 THE PURPOSES OF SECTION FIFTY-ONE OF THIS CHAPTER AND SUBJECT TO  
36 APPROVAL UNDER SUCH SECTION.

37 (D) ANY PLEDGE MADE BY THE AUTHORITY SHALL BE VALID AND BINDING AT THE  
38 TIME THE PLEDGE IS MADE. THE ASSETS, PROPERTY, REVENUES, RESERVES OR  
39 EARNINGS SO PLEDGED SHALL IMMEDIATELY BE SUBJECT TO THE LIEN OF SUCH  
40 PLEDGE WITHOUT ANY PHYSICAL DELIVERY THEREOF OR FURTHER ACT AND THE LIEN  
41 OF ANY SUCH PLEDGE SHALL BE VALID AND BINDING AS AGAINST ALL PARTIES  
42 HAVING CLAIMS OF ANY KIND AGAINST THE AUTHORITY, IRRESPECTIVE OF WHETHER  
43 SUCH PARTIES HAVE NOTICE THEREOF. NOTWITHSTANDING ANY OTHER PROVISION OF  
44 LAW TO THE CONTRARY, NEITHER THE BOND RESOLUTION NOR ANY INDENTURE OR  
45 OTHER INSTRUMENT, INCLUDING THE FINANCING AGREEMENT, BY WHICH A PLEDGE  
46 IS CREATED OR BY WHICH THE AUTHORITY'S INTEREST IN PLEDGED ASSETS, PROP-  
47 erty, REVENUES, RESERVES OR EARNINGS THEREON IS ASSIGNED NEED BE FILED,  
48 PERFECTED OR RECORDED IN ANY PUBLIC RECORDS IN ORDER TO PROTECT THE  
49 PLEDGE THEREOF OR PERFECT THE LIEN THEREOF AS AGAINST THIRD PARTIES,  
50 EXCEPT THAT A COPY THEREOF SHALL BE FILED IN THE RECORDS OF THE AUTHORI-  
51 TY.

52 (E) WHETHER OR NOT THE BONDS OF THE AUTHORITY ARE OF SUCH FORM AND  
53 CHARACTER AS TO BE NEGOTIABLE INSTRUMENTS UNDER THE TERMS OF THE UNIFORM  
54 COMMERCIAL CODE, THE BONDS ARE HEREBY MADE NEGOTIABLE INSTRUMENTS FOR  
55 ALL PURPOSES, SUBJECT ONLY TO THE PROVISIONS OF THE BONDS FOR REGISTRA-  
56 TION.

1 (F) AT THE SOLE DISCRETION OF THE AUTHORITY, ANY BONDS ISSUED BY THE  
2 AUTHORITY AND ANY ANCILLARY BOND FACILITY MADE UNDER THE PROVISIONS OF  
3 THIS SUBDIVISION MAY BE SECURED BY A RESOLUTION OR TRUST INDENTURE BY  
4 AND BETWEEN THE AUTHORITY AND THE TRUST INDENTURE TRUSTEE, WHICH MAY BE  
5 ANY TRUST COMPANY OR BANK HAVING THE POWERS OF A TRUST COMPANY, WHETHER  
6 LOCATED WITHIN OR OUTSIDE THE STATE, PROVIDED IT IS CARRIED OUT IN  
7 ACCORDANCE WITH SECTION SIXTY-NINE-D OF THE STATE FINANCE LAW. SUCH  
8 TRUST INDENTURE OR RESOLUTION PROVIDING FOR THE ISSUANCE OF SUCH BONDS  
9 MAY PROVIDE FOR THE CREATION AND MAINTENANCE OF SUCH RESERVES AS THE  
10 AUTHORITY SHALL DETERMINE TO BE PROPER AND MAY INCLUDE COVENANTS SETTING  
11 FORTH THE DUTIES OF THE AUTHORITY IN RELATION TO THE BONDS, OR THE  
12 FINANCING AGREEMENT. SUCH TRUST INDENTURE OR RESOLUTION MAY CONTAIN  
13 PROVISIONS: (I) RESPECTING THE CUSTODY, SAFE-GUARDING AND APPLICATION OF  
14 ALL MONEYS AND SECURITIES; (II) PROTECTING AND ENFORCING THE RIGHTS AND  
15 REMEDIES (PURSUANT TO THE TRUST INDENTURE AND THE FINANCING AGREEMENT)  
16 OF THE OWNERS OF THE BONDS AND ANY OTHER BENEFITED PARTY AS MAY BE  
17 REASONABLE AND PROPER AND NOT IN VIOLATION OF LAW; (III) CONCERNING THE  
18 RIGHTS, POWERS AND DUTIES OF THE TRUSTEE APPOINTED BY BONDHOLDERS PURSU-  
19 ANT TO PARAGRAPH (G) OF THIS SUBDIVISION; OR (IV) LIMITING OR ABROGATING  
20 THE RIGHT OF THE BONDHOLDERS TO APPOINT A TRUSTEE. IT SHALL BE LAWFUL  
21 FOR ANY BANK OR TRUST COMPANY WHICH MAY ACT AS DEPOSITORY OF THE  
22 PROCEEDS OF BONDS OR OF ANY OTHER FUNDS OR OBLIGATIONS RECEIVED ON  
23 BEHALF OF THE AUTHORITY TO FURNISH SUCH INDEMNIFYING BONDS OR TO PLEDGE  
24 SUCH SECURITIES AS MAY BE REQUIRED BY THE AUTHORITY. ANY SUCH TRUST  
25 INDENTURE OR RESOLUTION MAY CONTAIN SUCH OTHER PROVISIONS AS THE AUTHOR-  
26 ITY MAY DEEM REASONABLE AND PROPER FOR PRIORITIES AND SUBORDINATION  
27 AMONG THE OWNERS OF THE BONDS AND OTHER BENEFICIARIES. FOR PURPOSES OF  
28 THIS SECTION, A "RESOLUTION" OF THE AUTHORITY SHALL INCLUDE ANY TRUST  
29 INDENTURE AUTHORIZED THEREBY.

30 (G) THE AUTHORITY MAY ENTER INTO, AMEND OR TERMINATE, AS IT DETERMINES  
31 TO BE NECESSARY OR APPROPRIATE, ANY ANCILLARY BOND FACILITY IN CONSULTA-  
32 TION WITH THE CHAIR AND DIRECTOR OF THE BUDGET (I) TO FACILITATE THE  
33 ISSUANCE, SALE, RESALE, PURCHASE, REPURCHASE OR PAYMENT OF BONDS, INTER-  
34 EST RATE SAVINGS OR MARKET DIVERSIFICATION OR THE MAKING OR PERFORMANCE  
35 OF INTEREST RATE EXCHANGE OR SIMILAR AGREEMENTS, INCLUDING WITHOUT LIMITATION  
36 BOND INSURANCE, LETTERS OF CREDIT AND LIQUIDITY FACILITIES, (II)  
37 TO ATTEMPT TO MANAGE OR HEDGE RISK OR ACHIEVE A DESIRABLE EFFECTIVE  
38 INTEREST RATE OR CASH FLOW, OR (III) TO PLACE THE OBLIGATIONS OR INVEST-  
39 MENTS OF THE AUTHORITY, AS REPRESENTED BY THE BONDS OR THE INVESTMENT OF  
40 RESERVED BOND PROCEEDS OR OTHER PLEDGED REVENUES OR OTHER ASSETS, IN  
41 WHOLE OR IN PART, ON THE INTEREST RATE, CASH FLOW OR OTHER BASIS DECIDED  
42 IN CONSULTATION WITH THE CHAIR AND DIRECTOR OF THE BUDGET, WHICH FACILI-  
43 TY MAY INCLUDE WITHOUT LIMITATION CONTRACTS COMMONLY KNOWN AS INTEREST  
44 RATE EXCHANGE OR SIMILAR AGREEMENTS, FORWARD PURCHASE CONTRACTS OR GUAR-  
45 ANTEED INVESTMENT CONTRACTS AND FUTURES OR CONTRACTS PROVIDING FOR  
46 PAYMENTS BASED ON LEVELS OF, OR CHANGES IN, INTEREST RATES. THESE  
47 CONTRACTS OR ARRANGEMENTS MAY BE ENTERED INTO BY THE AUTHORITY IN  
48 CONNECTION WITH, OR INCIDENTAL TO, ENTERING INTO, OR MAINTAINING ANY  
49 AGREEMENT WHICH SECURES BONDS OF THE AUTHORITY OR INVESTMENT, OR  
50 CONTRACT PROVIDING FOR INVESTMENT OF RESERVES OR SIMILAR FACILITY GUAR-  
51 ANTEEING AN INVESTMENT RATE FOR A PERIOD OF YEARS NOT TO EXCEED THE  
52 UNDERLYING TERM OF THE BONDS. THE DETERMINATION BY THE AUTHORITY THAT AN  
53 ANCILLARY BOND FACILITY OR THE AMENDMENT OR TERMINATION THEREOF IS  
54 NECESSARY OR APPROPRIATE AS AFORESAID SHALL BE CONCLUSIVE. ANY ANCILLARY  
55 BOND FACILITY MAY CONTAIN SUCH PAYMENT, SECURITY, DEFAULT, REMEDY, AND  
56 TERMINATION PROVISIONS AND PAYMENTS AND OTHER TERMS AND CONDITIONS AS

1 DETERMINED BY THE AUTHORITY, AFTER GIVING DUE CONSIDERATION TO THE  
2 CREDITWORTHINESS OF THE COUNTERPARTY OR OTHER OBLIGATED PARTY, INCLUDING  
3 ANY RATING BY ANY NATIONALLY RECOGNIZED RATING AGENCY, AND ANY OTHER  
4 CRITERIA AS MAY BE APPROPRIATE.

5 (H) THE AUTHORITY, SUBJECT TO SUCH AGREEMENTS WITH BONDHOLDERS AS MAY  
6 THEN EXIST (INCLUDING PROVISIONS WHICH RESTRICT THE POWER OF THE AUTHOR-  
7 ITY TO PURCHASE BONDS), OR WITH THE PROVIDERS OF ANY APPLICABLE ANCIL-  
8 LARY BOND FACILITY, SHALL HAVE THE POWER OUT OF ANY FUNDS AVAILABLE  
9 THEREFOR TO PURCHASE BONDS OF THE AUTHORITY, WHICH MAY OR MAY NOT THERE-  
10 UPON BE CANCELLED, AT A PRICE NOT SUBSTANTIALLY EXCEEDING:

11 (I) IF THE BONDS ARE THEN REDEEMABLE, THE REDEMPTION PRICE THEN APPLI-  
12 CABLE, INCLUDING ANY ACCRUED INTEREST; OR

13 (II) IF THE BONDS ARE NOT THEN REDEEMABLE, THE REDEMPTION PRICE AND  
14 ACCRUED INTEREST APPLICABLE ON THE FIRST DATE AFTER SUCH PURCHASE UPON  
15 WHICH THE BONDS BECOME SUBJECT TO REDEMPTION.

16 (I) NEITHER THE MEMBERS OF THE AUTHORITY NOR ANY OTHER PERSON EXECUT-  
17 ING THE BONDS OR AN ANCILLARY BOND FACILITY OF THE AUTHORITY SHALL BE  
18 SUBJECT TO ANY PERSONAL LIABILITY BY REASON OF THE ISSUANCE OR EXECUTION  
19 AND DELIVERY THEREOF.

20 (J) THE MATURITIES OF THE BONDS SHALL NOT EXCEED THIRTY YEARS FROM  
21 THEIR RESPECTIVE ISSUANCE.

22 6. NEITHER ANY BOND ISSUED PURSUANT TO THIS SECTION NOR ANY ANCILLARY  
23 BOND FACILITY OF THE AUTHORITY SHALL CONSTITUTE A DEBT OR MORAL OBLI-  
24 GATION OF THE STATE OR A STATE SUPPORTED OBLIGATION WITHIN THE MEANING  
25 OF ANY CONSTITUTIONAL OR STATUTORY PROVISION OR A PLEDGE OF THE FAITH  
26 AND CREDIT OF THE STATE OR OF THE TAXING POWER OF THE STATE, AND THE  
27 STATE SHALL NOT BE LIABLE TO MAKE ANY PAYMENTS THEREON NOR SHALL ANY  
28 BOND OR ANY ANCILLARY BOND FACILITY BE PAYABLE OUT OF ANY FUNDS OR  
29 ASSETS OTHER THAN PLEDGED REVENUES AND OTHER ASSETS OF THE AUTHORITY AND  
30 OTHER FUNDS AND ASSETS OF OR AVAILABLE TO THE AUTHORITY PLEDGED THERE-  
31 FOR, AND THE BONDS AND ANY ANCILLARY BOND FACILITY OF THE AUTHORITY  
32 SHALL CONTAIN ON THE FACE THEREOF OR OTHER PROMINENT PLACE THEREON A  
33 STATEMENT TO THE FOREGOING EFFECT.

34 7. (A) SUBJECT TO THE PROVISIONS OF SUBDIVISION FIVE OF THIS SECTION  
35 IN THE EVENT THAT THE AUTHORITY SHALL DEFAULT IN THE PAYMENT OF PRINCI-  
36 PAL OF, OR INTEREST ON, OR SINKING FUND PAYMENT ON, ANY ISSUE OF BONDS  
37 AFTER THE SAME SHALL BECOME DUE, WHETHER AT MATURITY OR UPON CALL FOR  
38 REDEMPTION, OR IN THE EVENT THAT THE AUTHORITY OR THE STATE SHALL FAIL  
39 TO COMPLY WITH ANY AGREEMENT MADE WITH THE HOLDERS OF ANY ISSUE OF  
40 BONDS, THE HOLDERS OF TWENTY-FIVE PERCENT IN AGGREGATE PRINCIPAL AMOUNT  
41 OF THE BONDS OF SUCH ISSUE THEN OUTSTANDING, BY INSTRUMENT OR INSTRU-  
42 MENTS FILED IN THE OFFICE OF THE CLERK OF THE COUNTY OF ALBANY AND  
43 PROVED OR ACKNOWLEDGED IN THE SAME MANNER AS A DEED TO BE RECORDED, MAY  
44 APPOINT A TRUSTEE TO REPRESENT THE HOLDERS OF SUCH BONDS FOR THE  
45 PURPOSES HEREIN PROVIDED.

46 (B) SUCH TRUSTEE, MAY, AND UPON WRITTEN REQUEST OF THE HOLDERS OF  
47 TWENTY-FIVE PERCENT IN PRINCIPAL AMOUNT OF SUCH BONDS THEN OUTSTANDING  
48 SHALL, IN HIS OR ITS OWN NAME:

49 (I) BY SUIT, ACTION OR PROCEEDING IN ACCORDANCE WITH THE CIVIL PRAC-  
50 TICE LAW AND RULES, ENFORCE ALL RIGHTS OF THE BONDHOLDERS, INCLUDING THE  
51 RIGHT TO REQUIRE THE AUTHORITY TO CARRY OUT ANY AGREEMENT WITH SUCH  
52 HOLDERS AND TO PERFORM ITS DUTIES UNDER THIS SECTION;

53 (II) BRING SUIT UPON SUCH BONDS;

54 (III) BY ACTION OR SUIT, REQUIRE THE AUTHORITY TO ACCOUNT AS IF IT  
55 WERE THE TRUSTEE OF AN EXPRESS TRUST FOR THE HOLDERS OF SUCH BONDS;

1 (IV) BY ACTION OR SUIT, ENJOIN ANY ACTS OR THINGS WHICH MAY BE UNLAW-  
2 FUL OR IN VIOLATION OF THE RIGHTS OF THE HOLDERS OF SUCH BONDS; AND

3 (V) DECLARE ALL SUCH BONDS DUE AND PAYABLE, AND IF ALL DEFAULTS SHALL  
4 BE MADE GOOD, THEN, WITH THE CONSENT OF THE HOLDERS OF TWENTY-FIVE  
5 PERCENT OF THE PRINCIPAL AMOUNT OF SUCH BONDS THEN OUTSTANDING, ANNUL  
6 SUCH DECLARATION AND ITS CONSEQUENCES, PROVIDED, HOWEVER, THAT NOTHING  
7 IN THIS SUBDIVISION SHALL PRECLUDE THE AUTHORITY FROM AGREEING THAT  
8 CONSENT OF THE PROVIDER OF AN ANCILLARY BOND FACILITY IS REQUIRED FOR AN  
9 ACCELERATION OF RELATED BONDS IN THE EVENT OF A DEFAULT OTHER THAN A  
10 FAILURE TO PAY PRINCIPAL OF OR INTEREST ON THE BONDS WHEN DUE.

11 (C) THE SUPREME COURT SHALL HAVE JURISDICTION OF ANY SUIT, ACTION OR  
12 PROCEEDING BY THE TRUSTEE ON BEHALF OF SUCH BONDHOLDERS. THE VENUE OF  
13 ANY SUCH SUIT, ACTION OR PROCEEDING SHALL BE LAID IN THE COUNTY OF ALBA-  
14 NY.

15 (D) BEFORE DECLARING THE PRINCIPAL OF BONDS DUE AND PAYABLE, THE TRUS-  
16 TEE SHALL FIRST GIVE THIRTY DAYS NOTICE IN WRITING TO THE AUTHORITY.

17 8. ALL MONIES OF THE AUTHORITY FROM WHATEVER SOURCE DERIVED SHALL BE  
18 PAID TO THE TREASURER OF THE AUTHORITY AND SHALL BE DEPOSITED FORTHWITH  
19 IN A BANK OR BANKS DESIGNATED BY THE AUTHORITY. THE MONIES IN SUCH  
20 ACCOUNTS SHALL BE PAID OUT OR WITHDRAWN ON THE ORDER OF SUCH PERSON OR  
21 PERSONS AS THE AUTHORITY MAY AUTHORIZE TO MAKE SUCH REQUISITIONS. ALL  
22 DEPOSITS OF SUCH MONIES SHALL EITHER BE SECURED BY OBLIGATIONS OF THE  
23 UNITED STATES OR OF THE STATE OR OF ANY MUNICIPALITY OF A MARKET VALUE  
24 EQUAL AT ALL TIMES TO THE AMOUNT ON DEPOSIT, OR MONIES OF THE AUTHORITY  
25 MAY BE DEPOSITED IN MONEY MARKET FUNDS RATED IN THE HIGHEST SHORT-TERM  
26 OR LONG-TERM RATING CATEGORY BY AT LEAST ONE NATIONALLY RECOGNIZED  
27 RATING AGENCY. TO THE EXTENT PRACTICABLE, AND CONSISTENT WITH THE  
28 REQUIREMENTS OF THE AUTHORITY, ALL SUCH MONIES SHALL BE DEPOSITED IN  
29 INTEREST BEARING ACCOUNTS. THE AUTHORITY SHALL HAVE POWER, NOTWITHSTAND-  
30 ING THE PROVISIONS OF THIS SECTION, TO CONTRACT WITH THE HOLDERS OF ANY  
31 BONDS AS TO THE CUSTODY, COLLECTION, SECURITY, INVESTMENT AND PAYMENT OF  
32 ANY MONIES OF THE AUTHORITY OR ANY MONIES HELD IN TRUST OR OTHERWISE FOR  
33 THE PAYMENT OF BONDS OR ANY WAY TO SECURE BONDS, AND CARRY OUT ANY SUCH  
34 CONTRACT NOTWITHSTANDING THAT SUCH CONTRACT MAY BE INCONSISTENT WITH THE  
35 PROVISIONS OF THIS SECTION. MONIES HELD IN TRUST OR OTHERWISE FOR THE  
36 PAYMENT OF BONDS OR IN ANY WAY TO SECURE BONDS AND DEPOSITS OF SUCH  
37 MONEYS MAY BE SECURED IN THE SAME MANNER AS MONIES OF THE AUTHORITY AND  
38 ALL BANKS AND TRUST COMPANIES ARE AUTHORIZED TO GIVE SUCH SECURITY FOR  
39 SUCH DEPOSITS. ANY MONIES OF THE AUTHORITY NOT REQUIRED FOR IMMEDIATE  
40 USE OR DISBURSEMENT MAY, AT THE DISCRETION OF THE AUTHORITY, BE INVESTED  
41 IN ACCORDANCE WITH LAW AND SUCH GUIDELINES AS ARE APPROVED BY THE  
42 AUTHORITY.

43 9. (A) IT IS HEREBY DETERMINED THAT THE CARRYING OUT BY THE AUTHORITY  
44 OF ITS CORPORATE PURPOSES UNDER THIS SECTION ARE IN ALL RESPECTS FOR THE  
45 BENEFIT OF THE PEOPLE OF THE STATE OF NEW YORK AND ARE PUBLIC PURPOSES.  
46 ACCORDINGLY, THE AUTHORITY SHALL BE REGARDED AS PERFORMING AN ESSENTIAL  
47 GOVERNMENTAL FUNCTION IN THE EXERCISE OF THE POWERS CONFERRED UPON IT BY  
48 THIS SECTION. THE PROPERTY OF THE AUTHORITY, ITS INCOME AND ITS OPER-  
49 ATIONS SHALL BE EXEMPT FROM TAXATION, ASSESSMENTS, SPECIAL ASSESSMENTS  
50 AND AD VALOREM LEVIES. THE AUTHORITY SHALL NOT BE REQUIRED TO PAY ANY  
51 FEES, TAXES, SPECIAL AD VALOREM LEVIES OR ASSESSMENTS OF ANY KIND,  
52 WHETHER STATE OR LOCAL, INCLUDING, BUT NOT LIMITED TO, REAL PROPERTY  
53 TAXES, FRANCHISE TAXES, SALES TAXES OR OTHER TAXES, UPON OR WITH RESPECT  
54 TO ANY PROPERTY OWNED BY IT OR UNDER ITS JURISDICTION, CONTROL OR SUPER-  
55 VISION, OR UPON THE USES THEREOF, OR UPON OR WITH RESPECT TO ITS ACTIV-  
56 ITIES OR OPERATIONS IN FURTHERANCE OF THE POWERS CONFERRED UPON IT BY

1 THIS SECTION, OR UPON OR WITH RESPECT TO ANY ASSESSMENTS, RATES, CHARGES, FEES, REVENUES OR OTHER INCOME RECEIVED BY THE AUTHORITY.

2 (B) ANY BONDS ISSUED PURSUANT TO THIS SECTION, THEIR TRANSFER AND THE INCOME THEREFROM SHALL, AT ALL TIMES, BE EXEMPT FROM TAXATION EXCEPT FOR ESTATE OR GIFT TAXES AND TAXES ON TRANSFERS.

3 (C) THE STATE HEREBY COVENANTS WITH THE PURCHASERS AND WITH ALL SUBSEQUENT HOLDERS AND TRANSFEREES OF BONDS ISSUED BY THE AUTHORITY PURSUANT TO THIS SECTION, IN CONSIDERATION OF THE ACCEPTANCE OF AND PAYMENT FOR THE BONDS, THAT THE BONDS OF THE AUTHORITY ISSUED PURSUANT TO THIS SECTION AND THE INCOME THEREFROM AND ALL ASSESSMENTS, REVENUES, MONEYS, AND OTHER PROPERTY RECEIVED BY THE AUTHORITY AND PLEDGED TO PAY OR TO SECURE THE PAYMENT OF SUCH BONDS SHALL AT ALL TIMES BE EXEMPT FROM TAXATION.

4 (D) IN THE CASE OF ANY BONDS OF THE AUTHORITY, INTEREST ON WHICH IS INTENDED TO BE EXEMPT FROM FEDERAL INCOME TAX, THE AUTHORITY SHALL PRESCRIBE RESTRICTIONS ON THE USE OF THE PROCEEDS THEREOF AND RELATED MATTERS ONLY AS ARE NECESSARY OR DESIRABLE TO ASSURE SUCH EXEMPTION, AND THE RECIPIENTS OF SUCH PROCEEDS SHALL BE BOUND THEREBY TO THE EXTENT SUCH RESTRICTIONS SHALL BE MADE APPLICABLE TO THEM. ANY SUCH RECIPIENT, INCLUDING, BUT NOT LIMITED TO, THE STATE, THE STATE INSURANCE FUND, A PUBLIC BENEFIT CORPORATION, AND A SCHOOL DISTRICT OR MUNICIPALITY IS AUTHORIZED TO EXECUTE A TAX REGULATORY AGREEMENT WITH THE AUTHORITY OR THE STATE, AS THE CASE MAY BE, AND THE EXECUTION OF SUCH AN AGREEMENT MAY BE TREATED BY THE AUTHORITY OR THE STATE AS A CONDITION TO RECEIVING ANY SUCH PROCEEDS.

5 10. (A) THE STATE, SOLELY WITH RESPECT TO THE RESOURCES OF THE SELF-INSURER OFFSET FUND AND AS SET FORTH IN THE SELF-INSURED BOND FINANCING AGREEMENT, COVENANTS WITH THE PURCHASERS AND ALL SUBSEQUENT OWNERS AND TRANSFEREES OF BONDS ISSUED BY THE AUTHORITY PURSUANT TO THIS SECTION IN CONSIDERATION OF THE ACCEPTANCE OF THE PAYMENT OF THE BONDS, UNTIL THE BONDS, TOGETHER WITH THE INTEREST THEREON, WITH INTEREST ON ANY UNPAID INSTALLMENT OF INTEREST AND ALL COSTS AND EXPENSES IN CONNECTION WITH ANY ACTION OR PROCEEDING ON BEHALF OF THE OWNERS, ARE FULLY MET AND DISCHARGED OR UNLESS EXPRESSLY PERMITTED OR OTHERWISE AUTHORIZED BY THE TERMS OF EACH FINANCING AGREEMENT AND ANY CONTRACT MADE OR ENTERED INTO BY THE AUTHORITY WITH OR FOR THE BENEFIT OF SUCH OWNERS:

6 (I) THAT IN THE EVENT BONDS OF THE AUTHORITY ARE SOLD AS FEDERALLY TAX-EXEMPT BONDS, THE STATE SHALL NOT TAKE ANY ACTION OR FAIL TO TAKE ACTION THAT WOULD RESULT IN THE LOSS OF SUCH FEDERAL TAX EXEMPTION ON SAID BONDS;

7 (II) THAT THE STATE WILL CAUSE THE WORKERS' COMPENSATION BOARD TO IMPOSE, CHARGE, RAISE, LEVY, COLLECT AND APPLY THE PLEDGED ASSESSMENTS FOR THE PAYMENT OF DEBT SERVICE REQUIREMENTS IN EACH YEAR IN WHICH BONDS ARE OUTSTANDING; AND

8 (III) THAT THE STATE, SUBSEQUENT TO THE ISSUANCE OF BONDS UNDER THIS SECTION:

9 (A) WILL NOT MATERIALLY LIMIT OR ALTER THE DUTIES IMPOSED ON THE WORKERS' COMPENSATION BOARD, THE AUTHORITY, AND OTHER OFFICERS OF THE STATE BY THE SELF-INSURED BOND FINANCING AGREEMENT AND THE BOND PROCEEDINGS AUTHORIZING THE ISSUANCE OF BONDS WITH RESPECT TO APPLICATION OF PLEDGED ASSESSMENTS FOR THE PAYMENT OF DEBT SERVICE REQUIREMENTS;

10 (B) WILL NOT ISSUE ANY BONDS, NOTES OR OTHER EVIDENCES OF INDEBTEDNESS, OTHER THAN THE BONDS AUTHORIZED BY THIS SECTION, HAVING ANY RIGHTS ARISING OUT OF SUBPARAGRAPH TWO OF PARAGRAPH C OF SUBDIVISION FIVE OF SECTION FIFTY OF THE WORKERS' COMPENSATION LAW OR THIS SECTION

1 OR SECURED BY ANY PLEDGE OF OR OTHER LIEN OR CHARGE ON THE REVENUES  
2 PLEDGED FOR THE PAYMENT OF DEBT SERVICE REQUIREMENTS; EXCEPT FOR BONDS  
3 AUTHORIZED UNDER SUBDIVISION EIGHT OF SECTION FIFTEEN OF THE WORKERS'  
4 COMPENSATION LAW.

5 (C) WILL NOT CREATE OR CAUSE TO BE CREATED ANY LIEN OR CHARGE ON THE  
6 PLEDGED REVENUES, OTHER THAN A LIEN OR PLEDGE CREATED THEREON PURSUANT  
7 TO SAID SECTIONS;

8 (D) WILL CARRY OUT AND PERFORM, OR CAUSE TO BE CARRIED OUT AND  
9 PERFORMED, EACH AND EVERY PROMISE, COVENANT, AGREEMENT OR CONTRACT MADE  
10 OR ENTERED INTO BY THE FINANCING AGREEMENT, BY THE AUTHORITY OR ON ITS  
11 BEHALF WITH THE BOND OWNERS OF ANY BONDS;

12 (E) WILL NOT IN ANY WAY IMPAIR THE RIGHTS, EXEMPTIONS OR REMEDIES OF  
13 THE BOND OWNERS; AND

14 (F) WILL NOT LIMIT, MODIFY, RESCIND, REPEAL OR OTHERWISE ALTER THE  
15 RIGHTS OR OBLIGATIONS OF THE APPROPRIATE OFFICERS OF THE STATE TO  
16 IMPOSE, MAINTAIN, CHARGE OR COLLECT THE ASSESSMENTS CONSTITUTING THE  
17 PLEDGED REVENUES AS MAY BE NECESSARY TO PRODUCE SUFFICIENT REVENUES TO  
18 FULFILL THE TERMS OF THE PROCEEDINGS AUTHORIZING THE ISSUANCE OF THE  
19 BONDS, INCLUDING PLEDGED REVENUE COVERAGE REQUIREMENTS.

20 (B) NOTWITHSTANDING THE PROVISIONS OF PARAGRAPH (A) OF THIS SUBDIVI-  
21 SION:

22 (I) THE REMEDIES AVAILABLE TO THE AUTHORITY AND THE BONDHOLDERS FOR  
23 ANY BREACH OF THE PLEDGES AND AGREEMENTS OF THE STATE SET FORTH IN THIS  
24 SUBDIVISION SHALL BE LIMITED TO INJUNCTIVE RELIEF;

25 (II) NOTHING IN THIS SUBDIVISION SHALL PREVENT THE AUTHORITY FROM  
26 ISSUING EVIDENCES OF INDEBTEDNESS:

27 (A) WHICH ARE SECURED BY A PLEDGE OR LIEN WHICH IS, AND SHALL ON THE  
28 FACE THEREOF, BE EXPRESSLY SUBORDINATE AND JUNIOR IN ALL RESPECTS TO  
29 EVERY LIEN AND PLEDGE CREATED BY OR PURSUANT TO SAID SECTIONS; OR

30 (B) WHICH ARE SECURED BY A PLEDGE OF OR LIEN ON MONEYS OR FUNDS  
31 DERIVED ON OR AFTER THE DATE EVERY PLEDGE OR LIEN THEREON CREATED BY OR  
32 PURSUANT TO SAID SECTIONS SHALL BE DISCHARGED AND SATISFIED; AND

33 (III) NOTHING IN THIS SUBDIVISION SHALL PRECLUDE THE STATE FROM EXER-  
34 CISING ITS POWER, THROUGH A CHANGE IN LAW, TO LIMIT, MODIFY, RESCIND,  
35 REPEAL OR OTHERWISE ALTER THE CHARACTER OF THE PLEDGED ASSESSMENTS OR  
36 REVENUES OR TO SUBSTITUTE LIKE OR DIFFERENT SOURCES OF ASSESSMENTS,  
37 TAXES, FEES, CHARGES OR OTHER RECEIPTS AS PLEDGED REVENUES IF AND WHEN  
38 ADEQUATE PROVISION SHALL BE MADE BY LAW FOR THE PROTECTION OF THE HOLD-  
39 ERS OF OUTSTANDING BONDS PURSUANT TO THE PROCEEDINGS UNDER WHICH THE  
40 BONDS ARE ISSUED, INCLUDING CHANGING OR ALTERING THE METHOD OF ESTAB-  
41 LISHING THE SPECIAL ASSESSMENTS.

42 (C) THE AUTHORITY IS AUTHORIZED TO INCLUDE THIS COVENANT OF THE STATE,  
43 AS A CONTRACT OF THE STATE, IN ANY AGREEMENT WITH THE OWNER OF ANY BONDS  
44 ISSUED PURSUANT TO THIS SECTION AND IN ANY CREDIT FACILITY OR REIMBURSE-  
45 MENT AGREEMENT WITH RESPECT TO SUCH BONDS. NOTWITHSTANDING THESE PLEDG-  
46 ES AND AGREEMENTS BY THE STATE, THE ATTORNEY GENERAL MAY IN HIS OR HER  
47 DISCRETION ENFORCE ANY AND ALL PROVISIONS RELATED TO THE SELF-INSURED  
48 BOND FUND, WITHOUT LIMITATION.

49 (D) PRIOR TO THE DATE WHICH IS ONE YEAR AND ONE DAY AFTER THE AUTHORI-  
50 TY NO LONGER HAS ANY BONDS ISSUED PURSUANT TO THIS SECTION OUTSTANDING,  
51 THE AUTHORITY SHALL HAVE NO AUTHORITY TO FILE A VOLUNTARY PETITION UNDER  
52 CHAPTER NINE OF THE FEDERAL BANKRUPTCY CODE OR SUCH CORRESPONDING CHAP-  
53 TER OR SECTIONS AS MAY BE IN EFFECT, AND NEITHER ANY PUBLIC OFFICER NOR  
54 ANY ORGANIZATION, ENTITY OR OTHER PERSON SHALL AUTHORIZE THE AUTHORITY  
55 TO BE OR BECOME A DEBTOR UNDER CHAPTER NINE OR ANY SUCCESSOR OR CORRE-  
56 SPONDING CHAPTER OR SECTIONS DURING SUCH PERIOD. THE STATE HEREBY COVEN-



ANTS WITH THE OWNERS OF THE BONDS OF THE AUTHORITY THAT THE STATE WILL NOT LIMIT OR ALTER THE DENIAL OF AUTHORITY UNDER THIS SUBDIVISION DURING THE PERIOD REFERRED TO IN THE PRECEDING SENTENCE. THE AUTHORITY IS AUTHORIZED TO INCLUDE THIS COVENANT OF THE STATE, AS A CONTRACT OF THE STATE, IN ANY AGREEMENT WITH THE OWNER OF ANY BONDS ISSUED PURSUANT TO THIS SECTION.

(E) TO THE EXTENT DEEMED APPROPRIATE BY THE AUTHORITY ANY PLEDGE AND AGREEMENT OF THE STATE WITH RESPECT TO THE BONDS AS PROVIDED IN THIS SECTION MAY BE EXTENDED TO, AND INCLUDED IN, ANY ANCILLARY BOND FACILITY AS A PLEDGE AND AGREEMENT OF THE STATE WITH THE AUTHORITY AND THE BENEFITED PARTY.

11. THE BONDS OF THE AUTHORITY ARE HEREBY MADE SECURITIES IN WHICH ALL PUBLIC OFFICERS AND BODIES OF THIS STATE AND ALL MUNICIPALITIES AND POLITICAL SUBDIVISIONS, ALL INSURANCE COMPANIES AND ASSOCIATIONS AND OTHER PERSONS CARRYING ON AN INSURANCE BUSINESS, ALL BANKS, BANKERS, TRUST COMPANIES, SAVINGS BANKS AND SAVINGS ASSOCIATIONS, INCLUDING SAVINGS AND LOAN ASSOCIATIONS, BUILDING AND LOAN ASSOCIATIONS, INVESTMENT COMPANIES AND OTHER PERSONS CARRYING ON A BANKING BUSINESS, ALL ADMINISTRATORS, GUARDIANS, EXECUTORS, TRUSTEES AND OTHER FIDUCIARIES, AND ALL OTHER PERSONS WHATSOEVER WHO ARE NOW OR MAY HEREAFTER BE AUTHORIZED TO INVEST IN BONDS OR IN OTHER OBLIGATIONS OF THE STATE, MAY PROPERLY AND LEGALLY INVEST FUNDS, INCLUDING CAPITAL, IN THEIR CONTROL OR BELONGING TO THEM. THE BONDS ARE ALSO HEREBY MADE SECURITIES WHICH MAY BE DEPOSITED WITH AND MAY BE RECEIVED BY ALL PUBLIC OFFICERS AND BODIES OF THE STATE AND ALL MUNICIPALITIES, POLITICAL SUBDIVISIONS AND PUBLIC CORPORATIONS FOR ANY PURPOSE FOR WHICH THE DEPOSIT OF BONDS OR OTHER OBLIGATIONS OF THE STATE IS NOW OR MAY HEREAFTER BE AUTHORIZED.

12. (A) AN ACTION AGAINST THE AUTHORITY FOR DEATH, PERSONAL INJURY OR PROPERTY DAMAGE OR FOUNDED ON TORT SHALL NOT BE COMMENCED MORE THAN ONE YEAR AND NINETY DAYS AFTER THE CAUSE OF ACTION THEREOF SHALL HAVE ACCRUED NOR UNLESS A NOTICE OF CLAIM SHALL HAVE BEEN SERVED ON A MEMBER OF THE AUTHORITY OR OFFICER OR EMPLOYEE THEREOF DESIGNATED BY THE AUTHORITY FOR SUCH PURPOSE, WITHIN THE TIME LIMITED BY, AND IN COMPLIANCE WITH THE REQUIREMENTS OF SECTION FIFTY-E OF THE GENERAL MUNICIPAL LAW.

(B) THE VENUE OF EVERY ACTION, SUIT OR SPECIAL PROCEEDING BROUGHT AGAINST THE AUTHORITY OR CONCERNING THE VALIDITY OF THIS SECTION SHALL BE LAID IN THE COUNTY OF ALBANY.

(C) THE BONDS, AND ANY OBLIGATION OF THE AUTHORITY UNDER ANY ANCILLARY BOND FACILITY, MAY CONTAIN A RECITAL THAT THEY ARE ISSUED OR EXECUTED, RESPECTIVELY, PURSUANT TO THIS SECTION, WHICH RECITAL SHALL BE CONCLUSIVE EVIDENCE OF THE VALIDITY OF THE BONDS AND ANY SUCH OBLIGATION, RESPECTIVELY, AND THE REGULARITY OF THE PROCEEDINGS OF THE AUTHORITY RELATING THERETO.

13. ANY ACTION OR PROCEEDING TO WHICH THE AUTHORITY OR THE PEOPLE OF THE STATE MAY BE PARTIES, IN WHICH ANY QUESTION ARISES AS TO THE VALIDITY OF THIS SECTION, SHALL BE PREFERRED OVER ALL OTHER CIVIL CAUSES OF ACTION OR CASES, EXCEPT ELECTION CAUSES OF ACTION OR CASES, IN ALL COURTS OF THE STATE AND SHALL BE HEARD AND DETERMINED IN PREFERENCE TO ALL OTHER CIVIL BUSINESS PENDING THEREIN, EXCEPT ELECTION CAUSES, IRRESPECTIVE OF POSITION ON THE CALENDAR. THE SAME PREFERENCE SHALL BE GRANTED UPON APPLICATION OF THE AUTHORITY OR ITS COUNSEL IN ANY ACTION OR PROCEEDING QUESTIONING THE VALIDITY OF THIS SECTION IN WHICH THE AUTHORITY MAY BE ALLOWED TO INTERVENE.

14. NOTWITHSTANDING ANY LAW TO THE CONTRARY, NO FUNDS OF THE SELF-IN-SURER OFFSET FUND MAY BE USED FOR ANY PURPOSE OTHER THAN THOSE SET FORTH IN THIS SECTION AND SECTION FIFTY-A OF THE WORKERS' COMPENSATION LAW.

S 36. Subdivision 1 of section 17 of the public officers law is amended by adding a new paragraph (x) to read as follows:

(X) FOR THE PURPOSES OF THIS SECTION, THE TERM "EMPLOYEE" SHALL INCLUDE THE MEMBERS OF THE BOARD, OFFICERS AND EMPLOYEES OF THE DORMITORY AUTHORITY FOR PURPOSES OF SECTION SIXTEEN HUNDRED EIGHTY-Q OF THE PUBLIC AUTHORITIES LAW.

S 37. This act shall take effect immediately, provided, however that section ten of this act shall take effect on the ninetieth day after it shall have become a law, and section fourteen of this act shall take effect on the thirtieth day after it shall have become a law.

#### PART P

Section 1. Subdivision 6 of section 163 of the state finance law, as amended by chapter 173 of the laws of 2010, is amended to read as follows:

6. Discretionary buying thresholds. Pursuant to guidelines established by the state procurement council: the commissioner may purchase services and commodities in an amount not exceeding eighty-five thousand dollars without a formal competitive process; state agencies may purchase services and commodities in an amount not exceeding fifty thousand dollars without a formal competitive process; and state agencies may purchase commodities or services from small business concerns or those certified pursuant to article fifteen-A of the executive law, or commodities or technology that are recycled or remanufactured, OR COMMODITIES THAT ARE FOOD GROWN, PRODUCED OR HARVESTED IN NEW YORK STATE OR FOOD MANUFACTURED OR PROCESSED INTO FOOD PRODUCTS IN FACILITIES LOCATED WITHIN NEW YORK STATE in an amount not exceeding two hundred thousand dollars without a formal competitive process.

S 2. This act shall take effect immediately; provided, however, that the amendments to section 163 of the state finance law made by section one of this act shall not affect the repeal of such section and shall be deemed repealed therewith.

#### PART Q

Section 1. Subdivisions 1, 2, 3 and 6 of section 29-h of the executive law, as added by section 10-a of part B of chapter 56 of the laws of 2010, paragraph c of subdivision 2 as amended by section 8 and paragraph a of subdivision 6 as amended by section 9 of part G of chapter 55 of the laws of 2012, are amended to read as follows:

1. Creation. There is hereby created the intrastate mutual aid program to complement existing mutual aid agreements in the event of a disaster that results in a formal declaration of an emergency by a participating local government. All local governments within the state, excepting those which affirmatively choose not to participate in accordance with subdivision four of this section, are deemed to be participants in the program; PROVIDED, HOWEVER, WITH RESPECT TO SCHOOL DISTRICTS AND BOARDS OF COOPERATIVE EDUCATIONAL SERVICES, SUCH PARTICIPATION SHALL BE LIMITED TO THE SHARING OF FACILITIES MANAGEMENT AND ADMINISTRATIVE PERSONNEL AND EQUIPMENT.

2. Definitions. As used in this section, the following terms shall have the following meanings:

1 a. "Employee" means any person holding a position by election,  
2 appointment, or employment by a local government;  
3 b. "Local government" means any county, city, town [or], village,  
4 SCHOOL DISTRICT OR BOARD OF COOPERATIVE EDUCATIONAL SERVICES of the  
5 state;  
6 c. "Local emergency management director" means the local government  
7 official responsible for emergency preparedness, response and recovery;  
8 d. "Requesting local government" means the local government that asks  
9 another local government for assistance during a declared emergency, or  
10 for the purposes of conducting training, or undertaking a drill or exer-  
11 cise;  
12 e. "Assisting local government" means one or more local governments  
13 that provide assistance pursuant to a request for assistance from a  
14 requesting local government during a declared emergency, or for the  
15 purposes of conducting training, or undertaking a drill or exercise;  
16 [and]  
17 f. "Disaster" shall have the same meaning as in section twenty of this  
18 article;  
19 G. "SCHOOL DISTRICT" SHALL HAVE THE SAME MEANING AS IN TITLE TWO OF  
20 THE EDUCATION LAW, INCLUDING ANY PUBLIC SCHOOL DISTRICT AND ANY SPECIAL  
21 ACT SCHOOL DISTRICT AS DEFINED IN SECTION FOUR THOUSAND ONE OF THE  
22 EDUCATION LAW; AND  
23 H. "BOARD OF COOPERATIVE EDUCATIONAL SERVICES" SHALL HAVE THE SAME  
24 MEANING AS IN SECTION NINETEEN HUNDRED FIFTY OF THE EDUCATION LAW.  
25 3. Intrastate mutual aid program committee established; meetings;  
26 powers and duties. a. There is hereby created within the disaster  
27 preparedness commission an intrastate mutual aid program committee, for  
28 purposes of this section to be referred to as the committee, which shall  
29 be chaired by the commissioner of the division of homeland security and  
30 emergency services, and shall include the state fire administrator, the  
31 commissioner of health, THE COMMISSIONER OF EDUCATION and the commis-  
32 sioner of agriculture and markets, provided that each such official may  
33 appoint a designee to serve in his or her place on the committee. The  
34 committee shall also include five representatives from local public  
35 safety or emergency response agencies AND ONE REPRESENTATIVE FROM A  
36 SCHOOL DISTRICT OR BOARD OF COOPERATIVE EDUCATIONAL SERVICES. SUCH  
37 REPRESENTATIVES, who shall serve a maximum two-year term, [to be] SHALL  
38 BE appointed by the commissioner of the division of homeland security  
39 and emergency services, with regard to a balance of geographic represen-  
40 tation and discipline expertise.  
41 b. The committee, on the call of the chairperson, shall meet at least  
42 twice each year and at such other times as may be necessary. The agenda  
43 and meeting place of all regular meetings shall be made available to the  
44 public in advance of such meetings and all such meetings shall be open  
45 to the public.  
46 c. The committee shall have the following powers and responsibilities:  
47 (1) to promulgate rules and regulations, acting through the division  
48 of homeland security and emergency services, to implement the intrastate  
49 mutual aid program as described in this section;  
50 (2) to develop policies, procedures and guidelines associated with the  
51 program, including a process for the reimbursement of assisting local  
52 governments by requesting local governments;  
53 (3) to evaluate the use of the intrastate mutual aid program;  
54 (4) to examine issues facing participating local governments regarding  
55 the implementation of the intrastate mutual aid program; and

(5) to prepare reports to the disaster preparedness commission discussing the effectiveness of mutual aid in the state and making recommendations for improving the efficacy of the system, if appropriate.

6. Requesting assistance under the intrastate mutual aid program. a. [A] SUBJECT TO THE RESTRICTIONS ON SCHOOL DISTRICTS AND BOARDS OF COOPERATIVE EDUCATIONAL SERVICES SET FORTH IN SUBDIVISION ONE OF THIS SECTION, A participating local government may request assistance of other participating local governments in preventing, mitigating, responding to and recovering from disasters that result in locally-declared emergencies, or for the purpose of conducting multi-jurisdictional or regional training, drills or exercises. Requests for assistance may be made verbally or in writing; verbal requests shall be memorialized in writing as soon thereafter as is practicable. Notwithstanding the provisions of section twenty-five of this article, the local emergency management director shall have the authority to request and accept assistance and deploy the local resources of his or her jurisdiction under the intrastate mutual aid program.

b. Once an emergency is declared at the county level, all requests and offers for assistance, to the extent practical, shall be made through the county emergency management office, or in the case of the city of New York, through the city emergency management office. All requests for assistance should include:

- (1) a description of the disaster;
- (2) a description of the assistance needed;
- (3) a description of the mission for which assistance is requested;
- (4) an estimate of the length of time the assistance will be needed;
- (5) the specific place and time for staging of the assistance and a point of contact at that location; and
- (6) any other information that will enable an assisting local government to respond appropriately to the request.

c. Assisting local governments shall submit to the requesting local government an inventory of the resources being deployed.

d. The written request for assistance and all inventories of resources being deployed shall be submitted to the division of homeland security and emergency services within three calendar days of the request for or deployment of such resources.

S 2. This act shall take effect immediately.

## PART R

Section 1. Section 73 of the public officers law is amended by adding a new subdivision 8-c to read as follows:

8-C. NOTWITHSTANDING THE PROVISIONS OF SUBPARAGRAPHS (I) AND (II) OF PARAGRAPH (A) OF SUBDIVISION EIGHT OF THIS SECTION, A FORMER STATE OFFICER OR EMPLOYEE WHO, PRIOR TO HIS OR HER SEPARATION FROM STATE SERVICE, WAS EMPLOYED PERFORMING DIRECT CARE, CLINICAL CARE, CASE MANAGEMENT, SERVICE COORDINATION OR OTHER RELATED SUPPORT DUTIES TO INDIVIDUALS, IS NOT BARRED FROM RENDERING SUCH SERVICES IN THE FUTURE TO INDIVIDUALS WHO WERE RECEIVING THOSE SERVICES FROM SUCH EMPLOYEE PRIOR TO LEAVING STATE SERVICE.

S 2. This act shall take effect immediately.

## PART S

1 Section 1. Subdivision (a) of section 3 of part F of chapter 56 of the  
2 laws of 2011, relating to permitting authorized state entities to  
3 utilize the design-build method for infrastructure projects, is amended  
4 to read as follows:

5 (a) "authorized state entity" shall mean [the New York state thruway  
6 authority, the department of transportation, the office of parks, recre-  
7 ation and historic preservation, the department of environmental conser-  
8 vation and the New York state bridge authority] ANY STATE DEPARTMENT OR  
9 DIVISION, BOARD, COMMISSION, BUREAU, OFFICE, COMMITTEE OR COUNCIL OF ANY  
10 STATE DEPARTMENT, ANY PUBLIC BENEFIT CORPORATION, PUBLIC AUTHORITY OR  
11 COMMISSION, AT LEAST ONE OF WHOSE MEMBERS IS APPOINTED BY THE GOVERNOR,  
12 BUT SHALL NOT INCLUDE THE STATE UNIVERSITY OF NEW YORK OR THE CITY  
13 UNIVERSITY OF NEW YORK.

14 S 2. Section 3 of part F of chapter 56 of the laws of 2011, relating  
15 to permitting authorized state entities to utilize the design-build  
16 method for infrastructure projects, is amended by adding a new subdivi-  
17 sion (e-1) to read as follows:

18 (E-1) "DESIGN-BUILD-FINANCE CONTRACT" SHALL MEAN A CONTRACT FOR THE  
19 DESIGN, CONSTRUCTION AND FINANCING, WHICH MAY INCLUDE PRIVATE CAPITAL,  
20 OF A CAPITAL PROJECT WITH A SINGLE ENTITY, WHICH MAY BE A TEAM COMPRISED  
21 OF SEPARATE ENTITIES.

22 S 3. Section 4 of part F of chapter 56 of the laws of 2011, relating  
23 to permitting authorized state entities to utilize the design-build  
24 method for infrastructure projects, is amended to read as follows:

25 S 4. Notwithstanding the provisions of section 38 of the highway law,  
26 section 136-a of the state finance law, section 359 of the public  
27 authorities law, section 7210 of the education law, SECTION 8 OF THE  
28 PUBLIC BUILDINGS LAW and the provisions of any other law to the contra-  
29 ry, and in conformity with the requirements of this act, an authorized  
30 state entity may utilize the alternative delivery [method] METHODS  
31 referred to as design-build contracts AND DESIGN-BUILD-FINANCE CONTRACTS  
32 for capital projects related to the state's physical infrastructure,  
33 including, but not limited to, the state's highways, bridges, BUILDINGS,  
34 dams, flood control projects, canals, and parks, including, but not  
35 limited to, to repair damage caused by natural disaster, to correct  
36 health and safety defects, to comply with federal and state laws, stand-  
37 ards, and regulations, to extend the useful life of or replace the  
38 state's highways, bridges, BUILDINGS, dams, flood control projects,  
39 canals, and parks or to improve or add to the state's highways, bridges,  
40 BUILDINGS, dams, flood control projects, canals, and parks; provided  
41 that for the contracts executed by the department of transportation, the  
42 office of parks, recreation and historic preservation, or the department  
43 of environmental conservation, the total cost of each such project shall  
44 not be less than one million two hundred thousand dollars (\$1,200,000).

45 S 4. Section 5 of part F of chapter 56 of the laws of 2011, relating  
46 to permitting authorized state entities to utilize the design-build  
47 method for infrastructure projects, is amended to read as follows:

48 S 5. An entity selected by an authorized state entity to enter into a  
49 design-build contract OR A DESIGN-BUILD-FINANCE CONTRACT shall be  
50 selected through a two-step method, as follows:

51 (a) Step one. Generation of a list of entities that have demonstrated  
52 the general capability to perform the design-build contract OR  
53 DESIGN-BUILD-FINANCE CONTRACT. Such list shall consist of a specified  
54 number of entities, as determined by an authorized state entity, and  
55 shall be generated based upon the authorized state entity's review of  
56 responses to a publicly advertised request for qualifications. The

1 authorized state entity's request for qualifications shall include a  
2 general description of the project, the maximum number of entities to be  
3 included on the list, and the selection criteria to be used in generat-  
4 ing the list. Such selection criteria shall include the qualifications  
5 and experience of the design and construction team, organization, demon-  
6 strated responsibility, ability of the team or of a member or members of  
7 the team to comply with applicable requirements, including the  
8 provisions of articles 145, 147 and 148 of the education law, past  
9 record of compliance with the labor law, and such other qualifications  
10 the authorized state entity deems appropriate which may include but are  
11 not limited to project understanding, financial capability and record of  
12 past performance. The authorized state entity shall evaluate and rate  
13 all entities responding to the request for qualifications. Based upon  
14 such ratings, the authorized state entity shall list the entities that  
15 shall receive a request for proposals in accordance with subdivision (b)  
16 of this section. To the extent consistent with applicable federal law,  
17 the authorized state entity shall consider, when awarding any contract  
18 pursuant to this section, the participation of: (i) firms certified  
19 pursuant to article 15-A of the executive law as minority or women-owned  
20 businesses and the ability of other businesses under consideration to  
21 work with minority and women-owned businesses so as to promote and  
22 assist participation by such businesses; and (ii) small business  
23 concerns identified pursuant to subdivision (b) of section 139-g of the  
24 state finance law.

25 (b) Step two. Selection of the proposal which is the best value to the  
26 state. The authorized state entity shall issue a request for proposals  
27 to the entities listed pursuant to subdivision (a) of this section. If  
28 such an entity consists of a team of separate entities, the entities  
29 that comprise such a team must remain unchanged from the entity as list-  
30 ed pursuant to subdivision (a) of this section unless otherwise approved  
31 by the authorized state entity. The request for proposals shall set  
32 forth the project's scope of work, and other requirements, as determined  
33 by the authorized state entity. The request for proposals shall specify  
34 the criteria to be used to evaluate the responses and the relative  
35 weight of each such criteria. Such criteria shall include the  
36 proposal's cost, the quality of the proposal's solution, the qualifica-  
37 tions and experience of the design-build OR DESIGN-BUILD-FINANCE entity,  
38 and other factors deemed pertinent by the authorized state entity, which  
39 may include, but shall not be limited to, the proposal's project imple-  
40 mentation, ability to complete the work in a timely and satisfactory  
41 manner, maintenance costs of the completed project, maintenance of traf-  
42 fic approach, and community impact. Any contract awarded pursuant to  
43 this act shall be awarded to a responsive and responsible entity that  
44 submits the proposal, which, in consideration of these and other speci-  
45 fied criteria deemed pertinent to the project, offers the best value to  
46 the state, as determined by the authorized state entity. Nothing herein  
47 shall be construed to prohibit the authorized entity from negotiating  
48 final contract terms and conditions including cost.

49 S 5. Section 12 of part F of chapter 56 of the laws of 2011, relating  
50 to permitting authorized state entities to utilize the design-build  
51 method for infrastructure projects, is amended to read as follows:

52 S 12. The submission of a proposal or responses or the execution of a  
53 design-build contract OR DESIGN-BUILD-FINANCE CONTRACT pursuant to this  
54 act shall not be construed to be a violation of section 6512 of the  
55 education law.

1 S 6. This act shall take effect immediately; provided, however, that  
2 the amendments to sections 3, 4, 5 and 12 of part F of chapter 56 of the  
3 laws of 2011 made by sections one through five of this act shall not  
4 affect the repeal of such part and shall be deemed to be repealed there-  
5 with.

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

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