

4208

2013-2014 Regular Sessions

I N S E N A T E

March 14, 2013

Introduced by Sen. GOLDEN -- read twice and ordered printed, and when printed to be committed to the Committee on Veterans, Homeland Security and Military Affairs

AN ACT to amend the executive law, the state finance law, the arts and cultural affairs law, the economic development law, the environmental conservation law, the public authorities law, the general municipal law, the banking law, the facilities development corporation act, the New York state medical care facilities finance agency act and the New York state urban development corporation act, in relation to promoting veteran owned business enterprises

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

1 Section 1. Short title. This act shall be known and may be cited as
2 the "veteran owned business enterprise act".
3 S 2. The article heading of article 15-A of the executive law, as
4 added by chapter 261 of the laws of 1988, is amended to read as follows:
5 PARTICIPATION BY MINORITY GROUP MEMBERS, VETERANS AND WOMEN WITH
6 RESPECT TO STATE CONTRACTS
7 S 3. Subdivisions 1 and 9 of section 310 of the executive law, as
8 added by chapter 261 of the laws of 1988, are amended and a new subdivi-
9 sion 23 is added to read as follows:
10 1. "Certified business" shall mean a business verified as a minority,
11 HONORABLY DISCHARGED VETERAN or women-owned business enterprise pursuant
12 to section three hundred fourteen of this article. FOR PURPOSES OF THIS
13 SECTION "VETERAN DISCHARGED OR RELEASED UNDER CONDITIONS OTHER THAN
14 DISHONORABLE" SHALL MEAN THOSE CONDITIONS DEFINED BY TITLE 38 CODE OF
15 FEDERAL REGULATIONS SECTION 3.12.
16 9. "Utilization plan" shall mean a plan prepared by a contractor and
17 submitted in connection with a proposed state contract. The utilization
18 plan shall identify certified minority, HONORABLY DISCHARGED VETERAN or
19 women-owned business enterprises, if known, that have committed to

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

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perform work in connection with the proposed state contract as well as any such enterprises, if known, which the contractor intends to use in connection with the contractor's performance of the proposed state contract. The plan shall specifically contain a list, including the name, address and telephone number, of each certified enterprise with which the contractor intends to subcontract.

23. "HONORABLY DISCHARGED VETERAN OWNED BUSINESS ENTERPRISE" SHALL MEAN A BUSINESS ENTERPRISE, INCLUDING A SOLE PROPRIETORSHIP, PARTNERSHIP OR CORPORATION THAT IS:

(A) AT LEAST FIFTY-ONE PERCENT OWNED BY ONE OR MORE UNITED STATES CITIZENS OR PERMANENT RESIDENT ALIENS WHO ARE HONORABLY DISCHARGED VETERANS;

(B) AN ENTERPRISE IN WHICH THE OWNERSHIP INTEREST OF SUCH HONORABLY DISCHARGED VETERANS IS REAL, SUBSTANTIAL AND CONTINUING;

(C) AN ENTERPRISE IN WHICH SUCH HONORABLY DISCHARGED VETERAN'S OWNERSHIP HAS AND EXERCISES THE AUTHORITY TO CONTROL INDEPENDENTLY THE DAY-TO-DAY BUSINESS DECISIONS OF THE ENTERPRISE;

(D) AN ENTERPRISE AUTHORIZED TO DO BUSINESS IN THIS STATE AND INDEPENDENTLY OWNED AND OPERATED.

(E) HONORABLY DISCHARGED VETERAN SHALL MEAN A PERSON WHO SERVED IN THE ACTIVE MILITARY, NAVAL, OR AIR SERVICE DURING A PERIOD OF WAR AS DEFINED IN PARAGRAPH (F) OF THIS SUBDIVISION, OR WHO WAS A RECIPIENT OF THE ARMED FORCES EXPEDITIONARY MEDAL, NAVY EXPEDITIONARY MEDAL, MARINE CORPS EXPEDITIONARY MEDAL, OR GLOBAL WAR ON TERRORISM EXPEDITIONARY MEDAL, AND WHO WAS DISCHARGED OR RELEASED THEREFROM UNDER OTHER THAN DISHONORABLE CONDITIONS, AS DOCUMENTED ACCORDING TO RULES AND REGULATIONS OF THE DIVISION OF MILITARY AND NAVAL AFFAIRS.

(F) FOR THE PURPOSES OF THIS ARTICLE, SERVICE DURING TIME OF WAR IS DEFINED BY SECTION 3.2 OF TITLE 38 OF THE CODE OF FEDERAL REGULATIONS.

S 4. Subdivision 1 and paragraphs (a), (d), (e) and (f) of subdivision 3 of section 311 of the executive law, subdivision 1 and paragraphs (d) and (e) of subdivision 3 as amended by chapter 55 of the laws of 1992 and paragraphs (a) and (f) of subdivision 3 as added by chapter 261 of the laws of 1988, are amended to read as follows:

1. The head of the division of minority and women's business development shall be the director who shall be appointed by the governor and hold office at the pleasure of the commissioner. It shall be the duty of the director of the division of minority and women's business development to assist the governor in the formulation and implementation of laws and policies relating to minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises.

(a) to encourage and assist contracting agencies in their efforts to increase participation by minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises on state contracts and subcontracts so as to facilitate the award of a fair share of such contracts to them;

(d) to review periodically the practices and procedures of each contracting agency with respect to compliance with the provisions of this article, and to require them to file periodic reports with the division of minority and women's business development as to the level of minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises participation in the awarding of agency contracts for goods and services;

(e) on January first of each year report to the governor and the chairpersons of the senate finance and assembly ways and means committees on the level of minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises participating in each agency's contracts for

goods and services and on activities of the office and effort by each contracting agency to promote employment of minority group members, HONORABLY DISCHARGED VETERANS and women, and to promote and increase participation by certified businesses with respect to state contracts and subcontracts so as to facilitate the award of a fair share of state contracts to such businesses. The comptroller shall assist the division in collecting information on the participation of certified business for each contracting agency. Such report may recommend new activities and programs to effectuate the purposes of this article;

(f) to prepare and update periodically a directory of certified minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises which shall, wherever practicable, be divided into categories of labor, services, supplies, equipment, materials and recognized construction trades and which shall indicate areas or locations of the state where such enterprises are available to perform services;

S 5. Section 313 of the executive law, as amended by chapter 175 of the laws of 2010, is amended to read as follows:

S 313. Opportunities for minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises. 1. Goals and requirements for agencies and contractors. Each agency shall structure procurement procedures for contracts made directly or indirectly to minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises, in accordance with the findings of the two thousand ten disparity study, consistent with the purposes of this article, to attempt to achieve the following results with regard to total annual statewide procurement:

(a) construction industry for certified minority-owned business enterprises: fourteen and thirty-four hundredths percent;

(b) construction industry for certified women-owned business enterprises: eight and forty-one hundredths percent;

(c) construction related professional services industry for certified minority-owned business enterprises: thirteen and twenty-one hundredths percent;

(d) construction related professional services industry for certified women-owned business enterprises: eleven and thirty-two hundredths percent;

(e) non-construction related services industry for certified minority-owned business enterprises: nineteen and sixty hundredths percent;

(f) non-construction related services industry for certified women-owned business enterprises: seventeen and forty-four hundredths percent;

(g) commodities industry for certified minority-owned business enterprises: sixteen and eleven hundredths percent;

(h) commodities industry for certified women-owned business enterprises: ten and ninety-three hundredths percent;

(i) overall agency total dollar value of procurement for certified minority-owned business enterprises: sixteen and fifty-three hundredths percent;

(j) overall agency total dollar value of procurement for certified women-owned business enterprises: twelve and thirty-nine hundredths percent; and

(k) overall agency total dollar value of procurement for certified minority, women-owned business enterprises: twenty-eight and ninety-two hundredths percent.

1-a. The director shall ensure that each state agency has been provided with a copy of the two thousand ten disparity study.

1-b. Each agency shall develop and adopt agency-specific goals based on the findings of the two thousand ten disparity study.

1 2. The director shall promulgate rules and regulations pursuant to the
2 goals established in subdivision one of this section that provide meas-
3 ures and procedures to ensure that certified minority, HONORABLY
4 DISCHARGED VETERAN and women-owned businesses shall be given the oppor-
5 tunity for maximum feasible participation in the performance of state
6 contracts and to assist in the agency's identification of those state
7 contracts for which minority, HONORABLY DISCHARGED VETERAN and women-
8 owned certified businesses may best bid to actively and affirmatively
9 promote and assist their participation in the performance of state
10 contracts so as to facilitate the agency's achievement of the maximum
11 feasible portion of the goals for state contracts to such businesses.

12 2-a. The director shall promulgate rules and regulations that will
13 accomplish the following:

14 (a) provide for the certification and decertification of minority,
15 HONORABLY DISCHARGED VETERAN and women-owned business enterprises for
16 all agencies through a single process that meets applicable require-
17 ments;

18 (b) require that each contract solicitation document accompanying each
19 solicitation set forth the expected degree of minority, HONORABLY
20 DISCHARGED VETERAN and women-owned business enterprise participation
21 based, in part, on:

22 (i) the potential subcontract opportunities available in the prime
23 procurement contract; and

24 (ii) the availability, as contained within the study, of certified
25 minority, HONORABLY DISCHARGED VETERAN and women-owned business enter-
26 prises to respond competitively to the potential subcontract opportu-
27 nities;

28 (c) require that each agency provide a current list of certified
29 minority business enterprises to each prospective contractor;

30 (d) allow a contractor that is a certified minority-owned, HONORABLY
31 DISCHARGED VETERAN-OWNED or women-owned business enterprise to use the
32 work it performs to meet requirements for use of certified minority-
33 owned, HONORABLY DISCHARGED VETERAN-OWNED or women-owned business enter-
34 prises as subcontractors;

35 (e) provide for joint ventures, which a bidder may count toward meet-
36 ing its minority, HONORABLY DISCHARGED VETERAN and women-owned business
37 enterprise participation;

38 (f) consistent with subdivision six of this section, provide for
39 circumstances under which an agency may waive obligations of the
40 contractor relating to minority, HONORABLY DISCHARGED VETERAN and
41 women-owned business enterprise participation;

42 (g) require that an agency verify that minority, HONORABLY DISCHARGED
43 VETERAN and women-owned business enterprises listed in a successful bid
44 are actually participating to the extent listed in the project for which
45 the bid was submitted;

46 (h) provide for the collection of statistical data by each agency
47 concerning actual minority, HONORABLY DISCHARGED VETERAN and women-owned
48 business enterprise participation; and

49 (i) require each agency to consult the most current disparity study
50 when calculating agency-wide and contract specific participation goals
51 pursuant to this article.

52 3. Solely for the purpose of providing the opportunity for meaningful
53 participation by certified businesses in the performance of state
54 contracts as provided in this section, state contracts shall include
55 leases of real property by a state agency to a lessee where: the terms
56 of such leases provide for the construction, demolition, replacement,

1 major repair or renovation of real property and improvements thereon by
2 such lessee; and the cost of such construction, demolition, replacement,
3 major repair or renovation of real property and improvements thereon
4 shall exceed the sum of one hundred thousand dollars. Reports to the
5 director pursuant to section three hundred fifteen of this article shall
6 include activities with respect to all such state contracts. Contracting
7 agencies shall include or require to be included with respect to state
8 contracts for the acquisition, construction, demolition, replacement,
9 major repair or renovation of real property and improvements thereon,
10 such provisions as may be necessary to effectuate the provisions of this
11 section in every bid specification and state contract, including, but
12 not limited to: (a) provisions requiring contractors to make a good
13 faith effort to solicit active participation by enterprises identified
14 in the directory of certified businesses provided to the contracting
15 agency by the office; (b) requiring the parties to agree as a condition
16 of entering into such contract, to be bound by the provisions of section
17 three hundred sixteen of this article; and (c) requiring the contractor
18 to include the provisions set forth in paragraphs (a) and (b) of this
19 subdivision in every subcontract in a manner that the provisions will be
20 binding upon each subcontractor as to work in connection with such
21 contract. Provided, however, that no such provisions shall be binding
22 upon contractors or subcontractors in the performance of work or the
23 provision of services that are unrelated, separate or distinct from the
24 state contract as expressed by its terms, and nothing in this section
25 shall authorize the director or any contracting agency to impose any
26 requirement on a contractor or subcontractor except with respect to a
27 state contract.

28 4. In the implementation of this section, the contracting agency shall
29 (a) consult the findings contained within the disparity study evidencing
30 relevant industry specific availability of certified businesses;

31 (b) implement a program that will enable the agency to evaluate each
32 contract to determine the appropriateness of the goal pursuant to subdi-
33 vision one of this section;

34 (c) consider where practicable, the severability of construction
35 projects and other bundled contracts; and

36 (d) consider compliance with the requirements of any federal law
37 concerning opportunities for minority, HONORABLY DISCHARGED VETERAN and
38 women-owned business enterprises which effectuates the purpose of this
39 section. The contracting agency shall determine whether the imposition
40 of the requirements of any such law duplicate or conflict with the
41 provisions hereof and if such duplication or conflict exists, the
42 contracting agency shall waive the applicability of this section to the
43 extent of such duplication or conflict.

44 5. (a) Contracting agencies shall administer the rules and regulations
45 promulgated by the director in a good faith effort to meet the maximum
46 feasible portion of the agency's goals adopted pursuant to this article
47 and the regulations of the director. Such rules and regulations: shall
48 require a contractor to submit a utilization plan after bids are opened,
49 when bids are required, but prior to the award of a state contract;
50 shall require the contracting agency to review the utilization plan
51 submitted by the contractor and to post the utilization plan and any
52 waivers of compliance issued pursuant to subdivision six of this section
53 on the website of the contracting agency within a reasonable period of
54 time as established by the director; shall require the contracting agen-
55 cy to notify the contractor in writing within a period of time specified
56 by the director as to any deficiencies contained in the contractor's

1 utilization plan; shall require remedy thereof within a period of time
2 specified by the director; shall require the contractor to submit peri-
3 odic compliance reports relating to the operation and implementation of
4 any utilization plan; shall not allow any automatic waivers but shall
5 allow a contractor to apply for a partial or total waiver of the minori-
6 ty, HONORABLY DISCHARGED VETERAN and women-owned business enterprise
7 participation requirements pursuant to subdivisions six and seven of
8 this section; shall allow a contractor to file a complaint with the
9 director pursuant to subdivision eight of this section in the event a
10 contracting agency has failed or refused to issue a waiver of the minor-
11 ity, HONORABLY DISCHARGED VETERAN and women-owned business enterprise
12 participation requirements or has denied such request for a waiver; and
13 shall allow a contracting agency to file a complaint with the director
14 pursuant to subdivision nine of this section in the event a contractor
15 is failing or has failed to comply with the minority, HONORABLY
16 DISCHARGED VETERAN and women-owned business enterprise participation
17 requirements set forth in the state contract where no waiver has been
18 granted.

19 (b) The rules and regulations promulgated pursuant to this subdivision
20 regarding a utilization plan shall provide that where enterprises have
21 been identified within a utilization plan, a contractor shall attempt,
22 in good faith, to utilize such enterprise at least to the extent indi-
23 cated. A contracting agency may require a contractor to indicate, within
24 a utilization plan, what measures and procedures he or she intends to
25 take to comply with the provisions of this article, but may not require,
26 as a condition of award of, or compliance with, a contract that a
27 contractor utilize a particular enterprise in performance of the
28 contract.

29 (c) Without limiting other grounds for the disqualification of bids or
30 proposals on the basis of non-responsibility, a contracting agency may
31 disqualify the bid or proposal of a contractor as being non-responsible
32 for failure to remedy notified deficiencies contained in the contrac-
33 tor's utilization plan within a period of time specified in regulations
34 promulgated by the director after receiving notification of such defi-
35 ciencies from the contracting agency. Where failure to remedy any noti-
36 fied deficiency in the utilization plan is a ground for disqualifica-
37 tion, that issue and all other grounds for disqualification shall be
38 stated in writing by the contracting agency. Where the contracting agen-
39 cy states that a failure to remedy any notified deficiency in the utili-
40 zation plan is a ground for disqualification the contractor shall be
41 entitled to an administrative hearing, on a record, involving all
42 grounds stated by the contracting agency. Such hearing shall be
43 conducted by the appropriate authority of the contracting agency to
44 review the determination of disqualification. A final administrative
45 determination made following such hearing shall be reviewable in a
46 proceeding commenced under article seventy-eight of the civil practice
47 law and rules, provided that such proceeding is commenced within thirty
48 days of the notice given by certified mail return receipt requested
49 rendering such final administrative determination. Such proceeding shall
50 be commenced in the supreme court, appellate division, third department
51 and such proceeding shall be preferred over all other civil causes
52 except election causes, and shall be heard and determined in preference
53 to all other civil business pending therein, except election matters,
54 irrespective of position on the calendar. Appeals taken to the court of
55 appeals of the state of New York shall be subject to the same prefer-
56 ence.

1 6. Where it appears that a contractor cannot, after a good faith
2 effort, comply with the minority, HONORABLY DISCHARGED VETERAN and
3 women-owned business enterprise participation requirements set forth in
4 a particular state contract, a contractor may file a written application
5 with the contracting agency requesting a partial or total waiver of such
6 requirements setting forth the reasons for such contractor's inability
7 to meet any or all of the participation requirements together with an
8 explanation of the efforts undertaken by the contractor to obtain the
9 required minority, HONORABLY DISCHARGED VETERAN and women-owned business
10 enterprise participation. In implementing the provisions of this
11 section, the contracting agency shall consider the number and types of
12 minority, HONORABLY DISCHARGED VETERAN and women-owned business enter-
13 prises located in the region in which the state contract is to be
14 performed, the total dollar value of the state contract, the scope of
15 work to be performed and the project size and term. If, based on such
16 considerations, the contracting agency determines there is not a reason-
17 able availability of contractors on the list of certified business to
18 furnish services for the project, it shall issue a waiver of compliance
19 to the contractor. In making such determination, the contracting agency
20 shall first consider the availability of other business enterprises
21 located in the region and shall thereafter consider the financial abili-
22 ty of minority, HONORABLY DISCHARGED VETERAN and women-owned businesses
23 located outside the region in which the contract is to be performed to
24 perform the state contract.

25 7. For purposes of determining a contractor's good faith effort to
26 comply with the requirements of this section or to be entitled to a
27 waiver therefrom the contracting agency shall consider:

28 (a) whether the contractor has advertised in general circulation
29 media, trade association publications, and minority-focus, VETERAN-FOCUS
30 and women-focus media and, in such event, (i) whether or not certified
31 minority, HONORABLY DISCHARGED VETERAN or women-owned businesses which
32 have been solicited by the contractor exhibited interest in submitting
33 proposals for a particular project by attending a pre-bid conference;
34 and

35 (ii) whether certified businesses which have been solicited by the
36 contractor have responded in a timely fashion to the contractor's solici-
37 tations for timely competitive bid quotations prior to the contracting
38 agency's bid date; and

39 (b) whether there has been written notification to appropriate certi-
40 fied businesses that appear in the directory of certified businesses
41 prepared pursuant to paragraph (f) of subdivision three of section three
42 hundred eleven of this article; and

43 (c) whether the contractor can reasonably structure the amount of work
44 to be performed under subcontracts in order to increase the likelihood
45 of participation by certified businesses.

46 8. In the event that a contracting agency fails or refuses to issue a
47 waiver to a contractor as requested within twenty days after having made
48 application therefor pursuant to subdivision six of this section or if
49 the contracting agency denies such application, in whole or in part, the
50 contractor may file a complaint with the director pursuant to section
51 three hundred sixteen of this article setting forth the facts and
52 circumstances giving rise to the contractor's complaint together with a
53 demand for relief. The contractor shall serve a copy of such complaint
54 upon the contracting agency by personal service or by certified mail,
55 return receipt requested. The contracting agency shall be afforded an
56 opportunity to respond to such complaint in writing.

1 9. If, after the review of a contractor's minority, HONORABLY
2 DISCHARGED VETERAN and women owned business utilization plan or review
3 of a periodic compliance report and after such contractor has been
4 afforded an opportunity to respond to a notice of deficiency issued by
5 the contracting agency in connection therewith, it appears that a
6 contractor is failing or refusing to comply with the minority, HONORABLY
7 DISCHARGED VETERAN and women-owned business participation requirements
8 as set forth in the state contract and where no waiver from such
9 requirements has been granted, the contracting agency may file a written
10 complaint with the director pursuant to section three hundred sixteen of
11 this article setting forth the facts and circumstances giving rise to
12 the contracting agency's complaint together with a demand for relief.
13 The contracting agency shall serve a copy of such complaint upon the
14 contractor by personal service or by certified mail, return receipt
15 requested. The contractor shall be afforded an opportunity to respond to
16 such complaint in writing.

17 S 6. Section 317 of the executive law, as added by chapter 261 of the
18 laws of 1988, is amended to read as follows:

19 S 317. Superseding effect of article with respect to state law. The
20 provisions of this article shall supersede any other provision of state
21 law, which expressly implements or mandates an equal employment opportu-
22 nity program or a program for securing participation by minority, HONOR-
23 ABLY DISCHARGED VETERAN and women-owned business enterprises, concerning
24 action to be taken by any party to a state contract, to which the
25 provisions of this article apply; provided, however, that the provisions
26 of any state law, not as hereinabove superseded, which expressly imple-
27 ment or mandate such programs shall remain unimpaired by the provisions
28 of this article, except that the provisions of any such law shall be
29 construed as if the provisions of subdivisions five, six, seven and
30 eight of section three hundred thirteen and section three hundred
31 sixteen of this article were fully set forth therein and made applicable
32 only to complaints of violations under such provisions of law occurring
33 on or after September first, nineteen hundred eighty-eight; provided,
34 further, that nothing contained in this article shall be construed to
35 limit, impair, or otherwise restrict any state agency's authority or
36 discretionary power in effect prior to the enactment of this article to
37 establish or continue, by rule, regulation or resolution, an equal
38 opportunity program or a program for securing participation of minority,
39 HONORABLY DISCHARGED VETERAN and women-owned business enterprises with
40 regard to banking relationships, the issuance of insurance policies or
41 contracts for the sale of bonds, notes or other securities; and,
42 provided further, that nothing contained in the immediately preceding
43 proviso shall be construed to create, impair, alter, limit, modify,
44 enlarge, abrogate or restrict any agency's authority or discretionary
45 power with respect to an equal opportunity program or a program for
46 securing participation of minority, HONORABLY DISCHARGED VETERAN and
47 women-owned enterprises.

48 S 7. Section 136-b of the state finance law, as added by chapter 261
49 of the laws of 1988, is amended to read as follows:

50 S 136-b. Selection of underwriters by state agencies. Whenever a state
51 agency, as defined in article fifteen-A of the executive law, sells its
52 bonds, notes or other securities at a private sale, in selecting one or
53 more underwriters to purchase such securities the state agency shall
54 consider, among other things, the participation of firms certified
55 pursuant to such article as minority, HONORABLY DISCHARGED VETERAN or
56 women-owned firms and the ability of other firms under consideration to

1 work with minority, HONORABLY DISCHARGED VETERAN and women-owned busi-
2 ness enterprises so as to promote and assist participation by such
3 enterprises.

4 S 8. Paragraphs (b) and (d) of subdivision 2 of section 139-i of the
5 state finance law, as amended by chapter 531 of the laws of 1993, are
6 amended to read as follows:

7 (b) include in all bid documents provided to potential bidders a
8 statement that information concerning the availability of New York state
9 subcontractors and suppliers is available from the New York state
10 department of economic development, which shall include the directory of
11 certified minority and women-owned businesses, and it is the policy of
12 New York state to encourage the use of New York state subcontractors and
13 suppliers, and to promote the participation of minority, HONORABLY
14 DISCHARGED VETERAN and women-owned businesses, where possible, in the
15 procurement of goods and services.

16 (d) adopt policies to promote the participation by New York state
17 business enterprises and New York state residents in procurement
18 contracts, with the cooperation of the department of economic develop-
19 ment and the community services division of the department of labor
20 including, but not limited to, providing through cooperative efforts
21 with contractors for the notification of New York state business enter-
22 prises of opportunities to participate as subcontractors and suppliers
23 on procurement contracts in an amount estimated to be equal to or great-
24 er than one million dollars and for the notification of New York state
25 residents of employment opportunities arising in New York state out of
26 procurement contracts in an amount estimated to be equal to or greater
27 than one million dollars; and promulgating procedures which will assure
28 compliance by contractors with such notification. Once awarded the
29 contract, such contractors shall document their efforts to encourage the
30 participation of New York state business enterprises as suppliers and
31 subcontractors on procurement contracts equal to or greater than one
32 million dollars. Documented efforts by a successful contractor shall
33 consist of and be limited to showing that such contractor has [(a)] (I)
34 solicited bids, in a timely and adequate manner, from New York state
35 business enterprises including certified minority, HONORABLY DISCHARGED
36 VETERAN and women-owned business, or [(b)] (II) contacted the New York
37 state department of economic development to obtain listings of New York
38 state business enterprises, or [(c)] (III) placed notices for subcon-
39 tractors and suppliers in newspapers, journals and other trade publica-
40 tions distributed in New York state, or [(d)] (IV) participated in
41 bidder outreach conferences. If the contractor determines that New York
42 state business enterprises are not available to participate on the
43 contract as subcontractors or suppliers, the contractor shall provide a
44 statement indicating the method by which such determination was made. If
45 the contractor does not intend to use subcontractors on the contract,
46 the contractor shall provide a statement verifying such intent. Such
47 contractors shall also provide notification to New York state residents
48 of employment opportunities through listing any such positions with the
49 community services division, or providing for such notification in such
50 manner as is consistent with existing collective bargaining contracts or
51 agreements. On or before the effective date of this section, each state
52 agency or department shall submit such policies to the division of the
53 budget and copies thereof to the department of audit and control, the
54 department of economic development, the senate finance committee and the
55 assembly ways and means committee.

1 S 9. Subdivision 5, paragraph (e) of subdivision 11, paragraph (e) of
2 subdivision 12 and paragraph (a) of subdivision 16 of section 213 of the
3 state finance law, subdivision 5, paragraph (e) of subdivision 11 and
4 paragraph (e) of subdivision 12 as added by chapter 705 of the laws of
5 1993 and paragraph (a) of subdivision 16 as amended by chapter 424 of
6 the laws of 2009, are amended to read as follows:

7 5. "Certified [minority-] MINORITY, HONORABLY DISCHARGED VETERAN or
8 women-owned business" means any [minority-] MINORITY, HONORABLY
9 DISCHARGED VETERAN or women-owned business enterprise as defined in
10 section three hundred ten of the executive law and certified pursuant to
11 section three hundred fourteen of the executive law.

12 (e) any certified [minority-] MINORITY, HONORABLY DISCHARGED VETERAN
13 or women-owned business seeking financing necessary to carry out a
14 procurement contract with an agency or authority or other entity of the
15 state or federal government; or

16 (e) for certified [minority-] MINORITY, HONORABLY DISCHARGED VETERAN
17 and women-owned businesses, projects to provide financing necessary to
18 carry out a procurement contract with an agency or authority or other
19 entity of the state or federal government.

20 (a) for a linked deposit made in connection with a linked loan to a
21 certified business in an empire zone or to an eligible business located
22 in a highly distressed area or to an eligible business that is defined
23 in paragraph (b-1) of subdivision eleven of this section that is located
24 in a renewal community or defined in paragraph (b-2) of such subdivision
25 that is located in an empowerment zone or defined in paragraph (b-3) of
26 such subdivision that is located in an enterprise community, respective-
27 ly for eligible projects defined in paragraph (c) of subdivision twelve
28 of this section or a certified [minority-] MINORITY, HONORABLY
29 DISCHARGED VETERAN or women-owned business enterprise for an eligible
30 project defined in paragraph (e) of subdivision twelve of this section
31 or to a defense industry manufacturer for a project defined in paragraph
32 (d) of subdivision twelve of this section, a fixed rate of interest
33 which is three hundred basis points below the lender's posted four year
34 certificate of deposit rate or, if the lender does not offer a four year
35 certificate of deposit, is three hundred basis points below the average
36 statewide rate for four year certificates of deposit as determined by
37 the commissioner of economic development;

38 S 10. Subdivision 1 of section 218 of the state finance law, as
39 amended by section 1 of part U of chapter 58 of the laws of 2012, is
40 amended to read as follows:

41 1. Linked loans made to certified businesses in empire zones or to
42 eligible businesses in highly distressed areas or to eligible businesses
43 that are defined in paragraph (b-1) of subdivision eleven of section two
44 hundred thirteen of this article that are located in a renewal community
45 or defined in paragraph (b-2) of such subdivision that are located in an
46 empowerment zone or defined in paragraph (b-3) of such subdivision that
47 are located in an enterprise community, respectively for eligible
48 projects defined in paragraph (c) of subdivision twelve of section two
49 hundred thirteen of this article or to [minority-] MINORITY, HONORABLY
50 DISCHARGED VETERAN or women-owned business enterprises for an eligible
51 project defined in paragraph (e) of subdivision twelve of section two
52 hundred thirteen of this article or to a defense industry manufacturer
53 for a project defined in paragraph (d) of subdivision twelve of section
54 two hundred thirteen of this article or to an eligible business pursuant
55 to paragraph (a) of subdivision eleven of section two hundred thirteen
56 of this article that produces products defined in subdivision two of

1 section three hundred one of the agriculture and markets law for an
2 eligible project as defined in paragraph (b) of subdivision twelve of
3 section two hundred thirteen of this article shall bear interest at a
4 fixed rate equal to three percentage points below the fixed interest
5 rate the lender would have charged for the loan in the absence of a
6 linked deposit based on its usual credit considerations. All other
7 linked loans shall bear interest at a fixed rate equal to two percentage
8 points below the fixed interest rate the lender would have charged for
9 the loan in the absence of a linked deposit based on its usual credit
10 considerations. Lenders shall certify to the commissioner of economic
11 development that the rate to be charged on a linked loan is two percent-
12 age points or three percentage points, as the case may be, below the
13 interest rate the lender would have charged for the loan in the absence
14 of a linked deposit.

15 S 11. Paragraph (c) of subdivision 12 of section 3.07 of the arts and
16 cultural affairs law, as amended by chapter 255 of the laws of 1988, is
17 amended to read as follows:

18 (c) (i) In the performance of projects pursuant to this section,
19 minority, HONORABLY DISCHARGED VETERAN and women-owned business enter-
20 prises shall be given the opportunity for meaningful participation. For
21 purposes hereof, minority business enterprise shall mean any business
22 enterprise which is at least fifty-one per centum owned by, or in the
23 case of a publicly owned business, at least fifty-one per centum of the
24 stock or other voting interest is owned by citizens or permanent resi-
25 dent aliens who are Black, Hispanic, Asian, American Indian, Pacific
26 Islander, or Alaskan native, and such ownership interest is real,
27 substantial and continuing and has the authority to independently
28 control the day to day business decisions of the entity for at least one
29 year; HONORABLY DISCHARGED VETERAN OWNED BUSINESS ENTERPRISE SHALL MEAN
30 THE SAME AS PROVIDED IN SUBDIVISION TWENTY-THREE OF SECTION THREE
31 HUNDRED TEN OF THE EXECUTIVE LAW; and women-owned business enterprise
32 shall mean any business enterprise which is at least fifty-one per
33 centum owned by, or in the case of a publicly owned business, at least
34 fifty-one per centum of the stock to other voting interests of which is
35 owned by citizens or permanent resident aliens who are women, and such
36 ownership interest is real, substantial and continuing and has the
37 authority to independently control the day to day business decisions of
38 the entity for at least one year.

39 The provisions of this subdivision shall not be construed to limit the
40 ability of any minority business enterprise to bid on any contract.

41 (ii) In order to implement the requirements and objectives of this
42 section, the council shall request, as appropriate, the assistance of
43 other state agencies to monitor the contractors' compliance with
44 provisions hereof, provide assistance in obtaining competing qualified
45 minority, HONORABLY DISCHARGED VETERAN and women-owned business enter-
46 prises to perform contracts proposed to be awarded, and take other
47 appropriate measures to improve the access of minority, HONORABLY
48 DISCHARGED VETERAN and women-owned business enterprises to these
49 contracts.

50 S 12. Subdivision 2 of section 115 of the economic development law, as
51 added by chapter 55 of the laws of 1992, is amended to read as follows:

52 2. "Technical assistance" shall mean assistance and services designed
53 to improve the efficiency, effectiveness and viability of a minority,
54 HONORABLY DISCHARGED VETERAN or women-owned business enterprise, includ-
55 ing, but not limited to, management assistance, problem solving, the
56 development of business and marketing plans, market analysis, financial

1 planning, regulatory compliance, safety and security measures, export
2 assistance, procurement assistance, application assistance, state
3 program assistance, referral to private and public financing sources,
4 contracting assistance, and other forms of assistance which the commis-
5 sioner deems necessary and appropriate.

6 S 13. Section 118 of the economic development law, as added by chapter
7 55 of the laws of 1992 and subdivision 7 as further amended by section
8 15 of part GG of chapter 63 of the laws of 2000, is amended to read as
9 follows:

10 S 118. Power and duties. In addition to the power and duties conferred
11 by section one hundred sixteen of this article, the division shall have
12 the additional power and duty to:

13 1. Coordinate with all state agencies performing functions affecting
14 the operations of minority business enterprises, HONORABLY DISCHARGED
15 VETERAN OWNED BUSINESS ENTERPRISES and women-owned business enterprises,
16 as such terms are defined in section two hundred ten of this chapter;

17 2. Receive complaints and inquiries of operators of minority, HONOR-
18 ABLY DISCHARGED VETERAN and women-owned business enterprises and refer
19 them to the appropriate federal, state or local agency for appropriate
20 action on such complaints;

21 3. Solicit recommendations from the operators of minority, HONORABLY
22 DISCHARGED VETERAN and women-owned business enterprises for improving
23 existing state programs and refer such recommendations to the governor,
24 the legislature and appropriate state agencies or authorities;

25 4. Advise and make recommendations to the commissioner and the legis-
26 lature on matters affecting the minority, HONORABLY DISCHARGED VETERAN
27 and women-owned business enterprises of the state and promote and
28 encourage the protection of the legitimate interests of minority, HONOR-
29 ABLY DISCHARGED VETERAN and women-owned business enterprises within the
30 state;

31 5. Conduct investigations, research, studies and analyses of matters
32 affecting the interests of minority, HONORABLY DISCHARGED VETERAN and
33 women-owned business enterprises;

34 6. Study the implementation of the laws affecting minority, HONORABLY
35 DISCHARGED VETERAN and women-owned business enterprises and recommend to
36 the commissioner new laws and amendments of laws for the benefit of
37 minority, HONORABLY DISCHARGED VETERAN and women-owned business enter-
38 prises; and review pending legislation affecting minority, HONORABLY
39 DISCHARGED VETERAN and women-owned business enterprises and report its
40 findings to the commissioner;

41 7. Provide technical assistance and information to minority, HONORABLY
42 DISCHARGED VETERAN and women-owned business enterprises in the state on
43 economic development programs administered by the department, including,
44 but not limited to: (a) the empire zones program, established pursuant
45 to article eighteen-B of the general municipal law, (b) the industrial
46 effectiveness program, established pursuant to article seven of this
47 chapter, (c) the economic development skills training program, estab-
48 lished pursuant to article eight of this chapter, and (d) the entrepre-
49 neurial assistance program, established pursuant to article nine of this
50 chapter;

51 8. Provide technical assistance and information to minority, HONORABLY
52 DISCHARGED VETERAN and women-owned business enterprises in the state on
53 economic development programs administered by agencies other than the
54 department, including, but not limited to programs administered by the
55 urban development corporation, the job development authority and the
56 science and technology foundation;

1 9. Be responsible for conducting minority, HONORABLY DISCHARGED VETER-
2 AN and women-owned business enterprise assistance programs and for coor-
3 dinating the activities of all other state agencies acting within the
4 scope of this section; and

5 10. Carry out the activities to implement the minority, HONORABLY
6 DISCHARGED VETERAN and women-owned business enterprise assistance
7 programs, to the extent practicable, within amounts appropriated there-
8 for by[;]:

9 (a) collecting and maintaining information identifying certified
10 minority, HONORABLY DISCHARGED VETERAN and women-owned business enter-
11 prises within New York state;

12 (b) collecting, maintaining, and providing information to potential
13 users identifying existing contracting and procurement opportunities
14 within and outside New York state;

15 (c) maintaining, providing and marketing a compilation of existing
16 programs providing assistance for minority, HONORABLY DISCHARGED VETERAN
17 and women-owned business enterprises;

18 (d) identifying special needs and problems facing minority, HONORABLY
19 DISCHARGED VETERAN and women-owned business enterprises within New York
20 state;

21 (e) contacting institutions, organizations and commercial enterprises
22 that are potential consumers of minority, HONORABLY DISCHARGED VETERAN
23 and women-owned business products and services; urging their expanded
24 consumption of such goods and services;

25 (f) facilitating the establishment of minority, HONORABLY DISCHARGED
26 VETERAN and women-owned business enterprises; and

27 (g) providing information concerning local and regional opportunities
28 for minority, HONORABLY DISCHARGED VETERAN and women-owned business
29 enterprises.

30 S 14. Section 210 of the economic development law is amended by
31 adding a new subdivision 6 to read as follows:

32 6. "HONORABLY DISCHARGED VETERAN OWNED BUSINESS ENTERPRISE" MEANS THE
33 SAME AS DEFINED IN SUBDIVISION TWENTY-THREE OF SECTION THREE HUNDRED TEN
34 OF THE EXECUTIVE LAW.

35 S 15. Paragraphs (b) and (i) of subdivision 1 of section 231 of the
36 economic development law, as amended by chapter 352 of the laws of 2009,
37 are amended to read as follows:

38 (b) to provide outreach to businesses, with attention to small and
39 medium-sized businesses, including minority, HONORABLY DISCHARGED VETER-
40 AN and women-owned business enterprises, for financial and technical
41 assistance offered by state economic development agencies, authorities,
42 or other economic entities;

43 (i) to provide information and assistance in the certification of
44 minority, HONORABLY DISCHARGED VETERAN and women-owned business enter-
45 prises;

46 S 16. Section 52-0113 of the environmental conservation law, as added
47 by chapter 512 of the laws of 1986, is amended to read as follows:

48 S 52-0113. Minority, HONORABLY DISCHARGED VETERAN and women-owned busi-
49 ness enterprise program.

50 1. a. In the performance of projects pursuant to this article
51 minority, HONORABLY DISCHARGED VETERAN and women-owned business enter-
52 prises shall be given the opportunity for meaningful participation. The
53 department or the office shall establish measures and procedures to
54 secure meaningful participation and identify those contracts and items
55 of work for which minority, HONORABLY DISCHARGED VETERAN and women-owned
56 business enterprises may best bid to actively and affirmatively promote

1 and assist their participation in the projects, so as to facilitate the
2 award of a fair share of contracts to such enterprises; provided, howev-
3 er, that nothing in this article shall be construed to limit the ability
4 of the department or office to assure that qualified minority, HONORABLY
5 DISCHARGED VETERAN and women-owned business enterprises may participate
6 in the program.

7 For purposes [hereof] OF THIS ARTICLE, minority business enterprise
8 shall mean any business enterprise which is at least fifty-one per
9 centum owned by, or in the case of a publicly owned business, at least
10 fifty-one per centum of the stock of which is owned by citizens or
11 permanent resident aliens who are Black, Hispanic, Asian or American
12 Indian, Pacific Islander or Alaskan natives and such ownership interest
13 is real, substantial and continuing and have the authority to independ-
14 ently control the day to day business decisions of the entity for at
15 least one year; HONORABLY DISCHARGED VETERAN OWNED BUSINESS ENTERPRISE
16 SHALL MEAN THE SAME AS DEFINED IN SUBDIVISION TWENTY-THREE OF SECTION
17 THREE HUNDRED TEN OF THE EXECUTIVE LAW; and women-owned business enter-
18 prise shall mean any business enterprise which is at least fifty-one per
19 centum owned by, or in the case of a publicly owned business, at least
20 fifty-one per centum of the stock of which is owned by citizens or
21 permanent resident aliens who are women, and such ownership interest is
22 real, substantial and continuing and have the authority to independently
23 control the day to day business decisions of the entity for at least one
24 year. The provisions of this paragraph shall not be construed to limit
25 the ability of any minority, HONORABLY DISCHARGED VETERAN or women-owned
26 business enterprise to bid on any contract.

27 b. In the implementation of this section, the department or the office
28 shall consider compliance by any contractor with the requirements of any
29 federal, state, or local law concerning minority, HONORABLY DISCHARGED
30 VETERAN and women-owned business enterprises, which may effectuate the
31 requirements of this section. If the department or the office determines
32 that by virtue of the imposition of the requirements of any such law, in
33 respect to capital project contracts, the provisions thereof duplicate
34 or conflict with such law, the department may waive the applicability of
35 this section to the extent of such duplication or conflict.

36 c. Nothing in this section shall be deemed to require that overall
37 state and federal requirements for participation of minority, HONORABLY
38 DISCHARGED VETERAN and women-owned business enterprises in programs
39 authorized under this article be applied without regard to local circum-
40 stances to all projects or in all communities.

41 2. In order to implement the requirements and objectives of this
42 section, the department and the office shall establish procedures to
43 monitor the contractors' compliance with provisions hereof, provide
44 assistance in obtaining competing qualified minority, HONORABLY
45 DISCHARGED VETERAN and women-owned business enterprises to perform
46 contracts proposed to be awarded, and take other appropriate measures to
47 improve the access of minority, HONORABLY DISCHARGED VETERAN and women-
48 owned business enterprises to these contracts.

49 S 17. Subparagraph (i) of paragraph (b), the opening paragraph of
50 paragraph (c), paragraphs (i) and (j) and subparagraphs (ii) and (iii)
51 of paragraph (n) of subdivision 3 of section 2879 of the public authori-
52 ties law, subparagraph (i) of paragraph (b) as amended, paragraphs (i)
53 and (j) as added, and subparagraphs (ii) and (iii) of paragraph (n) as
54 relettered by chapter 174 of the laws of 2010 and the opening paragraph
55 of paragraph (c) as amended by chapter 564 of the laws of 1988, are
56 amended and a new paragraph (e-1) is added to read as follows:

(i) for the selection of such contractors on a competitive basis, and provisions relating to the circumstances under which the board may by resolution waive competition, including, notwithstanding any other provision of law requiring competition, the purchase of goods or services from small business concerns or those certified as minority, HONORABLY DISCHARGED VETERAN or women-owned business enterprises, or goods or technology that are recycled or remanufactured, in an amount not to exceed two hundred thousand dollars without a formal competitive process;

An identification of those areas or types of contracts for which minority, HONORABLY DISCHARGED VETERAN or women-owned business enterprises may best bid so as to promote and assist participation by such enterprises and facilitate a fair share of the awarding of contracts to such enterprises. For the purposes of this section, a minority business enterprise means any business enterprise, including a sole proprietorship, partnership or corporation that is:

(i) The establishment of appropriate goals for participation by minority, HONORABLY DISCHARGED VETERAN or women-owned business enterprises in procurement contracts awarded by the corporation and for the utilization of minority, HONORABLY DISCHARGED VETERAN and women-owned enterprises as subcontractors and suppliers by entities having procurement contracts with the corporation. Statewide numerical participation target goals shall be established by each authority based on the findings of the two thousand ten disparity study.

(j) Requirements to conduct procurements in a manner that will enable the corporation to achieve the maximum feasible portion of the goals established pursuant to paragraph (i) of this subdivision and that eliminates barriers to participation by minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises in the corporation's procurements. Such procurement requirements shall include the following:

(A) Measures and procedures to ensure that certified businesses shall be given the opportunity for maximum feasible participation in the performance of state contracts and to assist in the corporation's identification of those state contracts for which certified businesses may best bid to actively and affirmatively promote and assist their participation in the performance of state contracts so as to facilitate the corporation's achievement of the maximum feasible portion of the goals for state contracts to such businesses;

(B) Provisions designating the division of minority, HONORABLY DISCHARGED VETERAN and women-owned business development to certify and decertify minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises for all corporations through a single process that meets applicable state and federal requirements;

(C) A requirement that each contract solicitation document accompanying each solicitation set forth the expected degree of minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprise participation based, in part, on:

I. the potential subcontract opportunities available in the prime procurement contract; and

II. the availability of certified minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises to respond competitively to the potential subcontract opportunities;

(D) A requirement that each corporation provide a current list of certified minority business enterprises to each prospective contractor;

(E) Provisions relating to joint ventures, under which a bidder may count toward meeting its minority business enterprise participation

1 goal, the minority, HONORABLY DISCHARGED VETERAN and women-owned busi-
2 ness enterprise portion of the joint venture;

3 (F) Provisions under which the corporation may waive obligations of
4 the contractor relating to minority, HONORABLY DISCHARGED VETERAN and
5 women-owned business enterprise participation after a showing of good
6 faith efforts to comply with the requirements of this act pursuant to
7 the waiver provisions contained in subdivision six of section three
8 hundred thirteen of the executive law;

9 (G) A requirement that the corporation verify that minority, HONORABLY
10 DISCHARGED VETERAN and women-owned business enterprises listed in a
11 successful bid are actually participating to the extent listed in the
12 project for which the bid was submitted;

13 (H) In the implementation of this section, the contracting corporation
14 shall:

15 I. consider, where practicable, the severability of construction
16 projects and other bundled contracts;

17 II. implement a program that will enable the corporation to evaluate
18 each contract to determine the appropriateness of the goal pursuant to
19 paragraph (i) of this subdivision;

20 III. consider compliance with the requirements of any federal law
21 concerning opportunities for minority, HONORABLY DISCHARGED VETERAN and
22 women-owned business enterprises which effectuates the purpose of this
23 section; and

24 IV. consult the most recent disparity study pursuant to article
25 fifteen-A of the executive law.

26 (ii) with the cooperation of the department of economic development
27 and through cooperative efforts with contractors, providing for the
28 notification of New York state business enterprises of opportunities to
29 participate as subcontractors and suppliers on procurement contracts let
30 by the corporation in an amount estimated to be equal to or greater than
31 one million dollars and promulgating procedures which will assure
32 compliance by contractors with such notification. Once awarded the
33 contract such contractors shall document their efforts to encourage the
34 participation of New York state business enterprises as suppliers and
35 subcontractors on procurement contracts equal to or greater than one
36 million dollars. Documented efforts by a successful contractor shall
37 consist of and be limited to showing that such contractor has (a) solic-
38 ited bids, in a timely and adequate manner, from New York state business
39 enterprises including certified minority, HONORABLY DISCHARGED VETERAN
40 and women-owned business, or (b) contacted the New York state department
41 of economic development to obtain listings of New York state business
42 enterprises, or (c) placed notices for subcontractors and suppliers in
43 newspapers, journals and other trade publications distributed in New
44 York state, or (d) participated in bidder outreach conferences. If the
45 contractor determines that New York state business enterprises are not
46 available to participate on the contract as subcontractors or suppliers,
47 the contractor shall provide a statement indicating the method by which
48 such determination was made. If the contractor does not intend to use
49 subcontractors on the contract, the contractor shall provide a statement
50 verifying such intent; and

51 (iii) except for procurement contracts for which the corporation would
52 be expending funds received from another state, the corporation shall
53 include in all bid documents provided to potential bidders a statement
54 that information concerning the availability of New York state subcon-
55 tractors and suppliers is available from the New York state department
56 of economic development, which shall include the directory of certified

minority, HONORABLY DISCHARGED VETERAN and women-owned businesses, and it is the policy of New York state to encourage the use of New York state subcontractors and suppliers, and to promote the participation of minority, HONORABLY DISCHARGED VETERAN and women-owned businesses where possible, in the procurement of goods and services; and

(E-1) FOR PURPOSES OF THIS SECTION, "HONORABLY DISCHARGED VETERAN OWNED BUSINESS ENTERPRISE" MEANS THE SAME AS DEFINED IN SUBDIVISION TWENTY-THREE OF SECTION THREE HUNDRED TEN OF THE EXECUTIVE LAW.

S 18. Section 957 of the general municipal law is amended by adding a new subdivision (u) to read as follows:

(U) "HONORABLY DISCHARGED VETERAN OWNED BUSINESS ENTERPRISE" SHALL MEAN THE SAME AS DEFINED IN SUBDIVISION TWENTY-THREE OF SECTION THREE HUNDRED TEN OF THE EXECUTIVE LAW.

S 19. Subdivisions (g) and (t) of section 959 of the general municipal law, as amended by section 3 of part S-1 of chapter 57 of the laws of 2009, are amended to read as follows:

(g) Coordinate, with the local empire zone administrative board and state agencies and authorities, the provision of business development programs and services for each empire zone in order to stimulate the creation and development of new small businesses, including new small minority-owned, HONORABLY DISCHARGED VETERAN-OWNED and women-owned business enterprises, and may request and shall receive from any department, division, board, bureau, commission, agency or public authority of the state such assistance as may be necessary;

(t) Coordinate with the urban development corporation the creation of a special category of assistance for zones within the regional economic development partnership program, which will make available economic development assistance grants for zone programs and activities, including, but not limited to, planning, service coordination, and local institutional capacity building for human resource development necessary for economic revitalization; planning and development of small business incubators; job placement and preparedness programs for zones residents; education and training programs for zone businesses; child care programs and projects supportive of business development; technical assistance for minority, HONORABLY DISCHARGED VETERAN and women-owned business development; training for zone officials; business and tourism development and marketing programs; and other innovative programs and activities in support of economic and community development within the zones;

S 20. Paragraph (x) of subdivision (b) of section 961 of the general municipal law, as added by chapter 708 of the laws of 1993, is amended to read as follows:

(x) identify financial commitments the applicant will make to the zone for activities, including, but not limited to, marketing of the zone for business development, human resource services for zone residents and businesses, and services for small [and], minority, HONORABLY DISCHARGED VETERAN and women-owned businesses;

S 21. Subdivision (j) of section 962 of the general municipal law, as amended by chapter 624 of the laws of 1990 and as further amended by section 15 of part GG of chapter 63 of the laws of 2000, is amended to read as follows:

(j) a description of activities designed to ensure the meaningful participation of minority-owned, HONORABLY DISCHARGED VETERAN-OWNED and women-owned business enterprises in empire zone development activities;

S 22. Paragraphs (iii) and (xii) of subdivision (a) of section 963 of the general municipal law, as amended by chapter 708 of the laws of 1993, as further amended by section 15 of part GG of chapter 63 of the

laws of 2000 and such subdivision as relettered by section 7 of part S-1 of chapter 57 of the laws of 2009, are amended to read as follows:

(iii) undertake efforts to ensure meaningful participation by minority-owned, HONORABLY DISCHARGED VETERAN-OWNED and women-owned business enterprises in empire zone activities;

(xii) provide within the zone, or contract with a new or existing community-based local development corporation or entity to provide, strategic economic development planning for the zone, marketing and promotion of the zone, assistance to companies in applying for available benefits, preparation of applications for financing assistance and other technical assistance services; coordination of the delivery of state and local programs within the zones; and operation of such other economic development assistance programs in furtherance of the empire zone development plan as may be appropriate. Provided, however, within the amount appropriated therefor and allocated by the director of the budget, the commissioner, through annual administrative contracts, shall, to the maximum extent feasible, make equally available financial support, through contracts or other means, to assist with the administrative expenses of the local zone administrative bodies or community-based development organizations. No funds shall be made available for this purpose unless the amount to be provided has been matched by private or governmental sources, other than state sources, in amounts at least equalling that to be provided by the state. Such matching funds shall be earmarked and used exclusively for the local administration of the zone program or for activities of the zone program. At least fifty percent of such matching funds shall be in cash, provided that the commissioner may waive this requirement for communities with populations of twenty-five thousand or less, and provided, further, that any amounts appropriated for minority, HONORABLY DISCHARGED VETERAN and women-owned business development within the zones shall be distributed by the commissioner pursuant to a competitive proposal solicitation process.

S 23. Subdivision (c) of section 964 of the general municipal law, as amended by chapter 708 of the laws of 1993 and as further amended by section 15 of part GG of chapter 63 of the laws of 2000, is amended to read as follows:

(c) Each empire zone capital corporation shall, to the maximum extent feasible, undertake measures and procedures to ensure meaningful participation by minority-owned, HONORABLY DISCHARGED VETERAN-OWNED and women-owned business enterprises in the activities and investments of such corporation. Each such corporation shall additionally, to the maximum extent feasible, undertake measures and procedures to ensure meaningful participation by locally owned business enterprises in the activities and investments of such corporation.

S 24. Subparagraph 7 of paragraph f of subdivision 3 of section 970-r of the general municipal law, as amended by section 1 of part F of chapter 577 of the laws of 2004, is amended to read as follows:

(7) the financial commitments the applicant will make to the brownfield opportunity area for activities including, but not limited to, marketing of the area for business development, human resource services for residents and businesses in the brownfield opportunity area, and services for small [and], minority, HONORABLY DISCHARGED VETERAN and women-owned businesses.

S 25. Subdivision 33 of section 454 of the banking law, as amended by chapter 679 of the laws of 2003, is amended to read as follows:

33. Notwithstanding any other provision of this article to the contrary, to participate in the [minority-] MINORITY, HONORABLY DISCHARGED

VETERAN and women-owned business development and lending program, as established in section 16-c of section 1 of chapter 174 of the laws of 1968, constituting the urban development corporation act, to the extent that such program allows participation by credit unions.

S 26. Section 9-b of section 1 of chapter 359 of the laws of 1968, constituting the facilities development corporation act, as added by chapter 58 of the laws of 1987, is amended to read as follows:

S 9-b. Minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprise program. 1. (a) Minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises shall be given the opportunity for meaningful participation in all contracts executed by the corporation pursuant to the provisions of this act other than contracts the cost of which is borne solely by a municipality or municipalities. The corporation shall establish measures and procedures to secure meaningful participation and identify those contracts and items of work for which minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises may best bid to actively and affirmatively promote and assist their participation in the projects, so as to facilitate the award of a fair share of contracts to such enterprises; provided, however, that nothing in this act shall be construed to limit the ability of the corporation to assure that qualified minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises may participate in the program. For purposes hereof, minority business enterprise shall mean any business enterprise which is at least fifty-one per centum owned by, or in the case of a publicly owned business, at least fifty-one per centum of the stock of which is owned by citizens or permanent resident aliens who are Black, Hispanic, Asian or American Indian, Pacific Islander or Alaskan natives and such ownership interest is real, substantial and continuing and have the authority to independently control the day to day business decisions of the entity for at least one year; HONORABLY DISCHARGED VETERAN BUSINESS ENTERPRISE SHALL MEAN THE SAME AS DEFINED IN SUBDIVISION 23 OF SECTION 310 OF THE EXECUTIVE LAW; and women-owned business enterprise shall mean any business enterprise which is at least fifty-one per centum owned by, or in the case of a publicly owned business, at least fifty-one per centum of the stock of which is owned by citizens or permanent resident aliens who are women, and such ownership interest is real, substantial and continuing and have the authority to independently control the day to day business decisions of the entity for at least one year.

The provisions of this paragraph shall not be construed to limit the ability of any minority, HONORABLY DISCHARGED VETERAN or women-owned business enterprise to bid on any contract.

(b) In the implementation of this section, the corporation shall consider compliance by any contractor with the requirements of any federal, state, or local law concerning minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises, which may effectuate the requirements of this section. If the corporation determines that by virtue of the imposition of the requirements of any such law, in respect to contracts, the provisions thereof duplicate or conflict with this section, the corporation may waive the applicability of this section to the extent of such duplication or conflict.

(c) Nothing in this section shall be deemed to require that overall state and federal requirements for participation of minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises in programs authorized under this act be applied without regard to local circumstances to all projects or in all communities.

1 2. In order to implement the requirements and objectives of this
2 section, the corporation shall establish procedures to monitor the
3 contractors' compliance with provisions hereof, provide assistance in
4 obtaining competing qualified minority, HONORABLY DISCHARGED VETERAN and
5 women-owned business enterprises to perform contracts proposed to be
6 awarded, and take other appropriate measures to improve the access of
7 minority, HONORABLY DISCHARGED VETERAN and women-owned business enter-
8 prises to these contracts.

9 S 27. Section 16-b of section 1 of chapter 392 of the laws of 1973,
10 constituting the New York state medical care facilities finance agency
11 act, as added by chapter 58 of the laws of 1987, is amended to read as
12 follows:

13 S 16-b. Minority, HONORABLY DISCHARGED VETERAN and women-owned busi-
14 ness enterprise program. 1. a. In the performance of projects pursuant
15 to this act minority, HONORABLY DISCHARGED VETERAN and women-owned busi-
16 ness enterprises shall be given the opportunity for meaningful partic-
17 ipation. The agency shall establish measures and procedures to secure
18 meaningful participation and identify those contracts and items of work
19 for which minority, HONORABLY DISCHARGED VETERAN and women-owned busi-
20 ness enterprises may best bid to actively and affirmatively promote and
21 assist their participation in the projects, so as to facilitate the
22 award of a fair share of contracts to such enterprises; provided, howev-
23 er, that nothing in this act shall be construed to limit the ability of
24 the agency to assure that qualified minority, HONORABLY DISCHARGED
25 VETERAN and women-owned business enterprises may participate in the
26 program. For purposes hereof, minority business enterprise shall mean
27 any business enterprise which is at least fifty-one per centum owned by,
28 or in the case of a publicly owned business, at least fifty-one per
29 centum of the stock of which is owned by citizens or permanent resident
30 aliens who are Black, Hispanic, Asian or American Indian, Pacific Islan-
31 der or Alaskan natives and such ownership interest is real, substantial
32 and continuing and have the authority to independently control the day
33 to day business decisions of the entity for at least one year; HONORABLY
34 DISCHARGED VETERAN BUSINESS ENTERPRISE SHALL MEAN THE SAME AS DEFINED IN
35 SUBDIVISION 23 OF SECTION 310 OF THE EXECUTIVE LAW; and women-owned
36 business enterprise shall mean any business enterprise which is at least
37 fifty-one per centum owned by, or in the case of a publicly owned busi-
38 ness, at least fifty-one per centum of the stock of which is owned by
39 citizens or permanent resident aliens who are women, and such ownership
40 interest is real, substantial and continuing and have the authority to
41 independently control the day to day business decisions of the entity
42 for at least one year.

43 The provisions of this paragraph shall not be construed to limit the
44 ability of any minority, HONORABLY DISCHARGED VETERAN or women-owned
45 business enterprise to bid on any contract.

46 b. In the implementation of this section, the agency shall consider
47 compliance by any contractor with the requirements of any federal,
48 state, or local law concerning minority, HONORABLY DISCHARGED VETERAN
49 and women-owned business enterprises, which may effectuate the require-
50 ments of this section. If the department or the office determines that
51 by virtue of the imposition of the requirements of any such law, in
52 respect to contracts, the provisions thereof duplicate or conflict with
53 this act, the agency may waive the applicability of this section to the
54 extent of such duplication or conflict.

55 c. Nothing in this section shall be deemed to require that overall
56 state and federal requirements for participation of minority, HONORABLY

DISCHARGED VETERAN and women-owned business enterprises in programs authorized under this act be applied without regard to local circumstances to all projects or in all communities.

2. In order to implement the requirements and objectives of this section, the agency shall establish procedures to monitor the contractors' compliance with provisions hereof, provide assistance in obtaining competing qualified minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises to perform contracts proposed to be awarded, and take other appropriate measures to improve the access of minority, HONORABLY DISCHARGED VETERAN and women-owned business enterprises to these contracts.

S 28. Paragraph (c) of subdivision 10 of section 16-a of section 1 of chapter 174 of the laws of 1968, constituting the New York state urban development corporation act, as amended by chapter 477 of the laws of 2002, is amended to read as follows:

(c) of minority, HONORABLY DISCHARGED VETERAN or women-owned enterprises or enterprises owned by dislocated workers, such workers as defined in the Workforce Investment Act (P.L. 105-220); and

S 29. Section 16-c of section 1 of chapter 174 of the laws of 1968, constituting the New York state urban development corporation act, as added by chapter 169 of the laws of 1994, subparagraphs (i) and (ii) of paragraph (a) of subdivision 2 as further amended by section 15 of part GG of chapter 63 of the laws of 2000, is amended to read as follows:

S 16-c. [Minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned business development and lending program.

(1) [Minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned business development and lending program. (a) There is hereby created a [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned business development and lending program for the purpose of providing financial and technical assistance to minority, HONORABLY DISCHARGED VETERAN and women-entrepreneurs.

(b) For the purposes of this section the following words or terms shall mean as follows:

(i) "minority-owned business enterprise" or "minority-owned business" shall mean the same as "minority business enterprise" as defined in subdivision [three] 3 of section [two hundred ten] 210 of the economic development law.

(ii) "women-owned business enterprise" or "women-owned business" shall mean the same as "women-owned business enterprise" as defined in subdivision [five] 5 of section [two hundred ten] 210 of the economic development law.

(iii) "HONORABLY DISCHARGED VETERAN BUSINESS ENTERPRISE" SHALL MEAN THE SAME AS DEFINED IN SUBDIVISION 23 OF SECTION 310 OF THE EXECUTIVE LAW.

(IV) "incubator" shall mean a facility providing low-cost space, technical assistance and support services, including, but not limited to, central services shared by tenants of the facility, to [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned business enterprises.

(c) Assistance shall not be provided under this section for:

(i) the purchase or rehabilitation of real property for speculative purposes;

(ii) payment of any tax or employee benefit arrearage;

(iii) residential construction, renovation or development construction, except for assistance to minority, HONORABLY DISCHARGED VETERAN and women contractors under subdivision four of this section;

1 (iv) educational institutions and proprietary education firms, except
2 licensed child care facilities;
3 (v) hospitals or residential health care facilities;
4 (vi) overnight lodging facilities;
5 (vii) refinancing of debt or equity invested in an enterprise or
6 project.
7 (d) The corporation is authorized to:
8 (i) establish programs in conjunction with locally, and community
9 based entities to decentralize lending for small loans and loans to
10 start up [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-
11 owned businesses;
12 (ii) establish a comprehensive program for minority, HONORABLY
13 DISCHARGED VETERAN and women contractors, which may include assistance
14 through loans, bonding assistance and technical assistance;
15 (iii) establish a program to provide loans to established [minority-]
16 MINORITY, HONORABLY DISCHARGED VETERAN and women-owned businesses and
17 for [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned
18 businesses, including loans to such businesses seeking to acquire or
19 expand a franchise;
20 (iv) provide loan guarantees to financial institutions and make linked
21 deposits into federally and state chartered credit unions for the
22 purpose of encouraging private financial institutions to make loans to
23 [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned busi-
24 nesses;
25 (v) establish a program to create incubators to assist small and high
26 risk [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned
27 businesses to grow and prosper;
28 (vi) promote equity investment in [minority-] MINORITY, HONORABLY
29 DISCHARGED VETERAN and women-owned businesses; and
30 (vii) establish a comprehensive technical assistance program in coop-
31 eration with the department of economic development to assist [minori-
32 ty-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned businesses
33 and potential minority, HONORABLY DISCHARGED VETERAN and women-entre-
34 preneurs.
35 (2) Minority, HONORABLY DISCHARGED VETERAN and women revolving loan
36 trust fund. For the purpose of establishing programs in conjunction with
37 locally and community based entities to decentralize lending for small
38 loans and loans to start up [minority-] MINORITY, HONORABLY DISCHARGED
39 VETERAN and women-owned businesses, the corporation shall establish
40 minority, HONORABLY DISCHARGED VETERAN and women revolving loan trust
41 fund accounts and related administrative expenses trust fund accounts.
42 (a) Each minority, HONORABLY DISCHARGED VETERAN and women revolving
43 loan trust fund account shall be administered by one or more of the
44 following types of entities that provide services to community busi-
45 nesses and have as one of their primary purposes the provision of
46 services and assistance to [minority-] MINORITY, HONORABLY DISCHARGED
47 VETERAN and women-owned businesses:
48 (i) empire zone capital corporations established pursuant to section
49 [nine hundred sixty-four] 964 of the general municipal law;
50 (ii) community-based local development corporations or industrial
51 development agencies that serve a municipality in which an empire zone
52 has been established pursuant to article [eighteen-B] 18-B of the gener-
53 al municipal law and have as their primary purpose assistance to [minor-
54 ity-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned businesses
55 located or to be located in such empire zone; or

1 (iii) local and community development corporations, industrial devel-
2 opment agencies, or other not-for-profit entities, representative of the
3 community.

4 (b) To be eligible to administer a minority, HONORABLY DISCHARGED
5 VETERAN and women revolving loan trust fund account, the entity must
6 also: (i) have staff with sufficient expertise to analyze applications
7 for financial assistance, to regularly monitor financial assistance to
8 clients, and to provide management or technical assistance to clients;
9 and (ii) have established a loan committee composed of six or more
10 persons experienced in business management, commercial lending or in the
11 operation of a for-profit business, at least one-half of whom shall be
12 experienced in commercial lending, at least one-third of whom shall be
13 minority persons and at least one-third of whom shall be women. Such
14 loan committee shall review every application, determine the feasibility
15 of the proposed project and the likelihood of repayment of the requested
16 financing and shall recommend to the governing body of the entity such
17 action on the application as the loan committee deems appropriate. The
18 corporation shall identify entities eligible to administer minority,
19 HONORABLY DISCHARGED VETERAN and women revolving loan trust fund
20 accounts through a competitive statewide request for proposal process.

21 (c) Any entity selected to administer a minority, HONORABLY DISCHARGED
22 VETERAN and women revolving loan trust fund account shall be eligible to
23 draw funds from the account as needed to provide the following types of
24 financial assistance to [minority-] MINORITY, HONORABLY DISCHARGED
25 VETERAN and women-owned businesses upon certification to and acceptance
26 by the corporation that such assistance complies with rules and regu-
27 lations promulgated by the corporation: (i) working capital loans,
28 provided that the amount of the loan does not exceed thirty-five thou-
29 sand dollars and the term of the loan does not exceed five years; and
30 (ii) loans for the acquisition and/or improvement of real property and
31 for the acquisition of machinery and equipment provided that the amount
32 of the loan does not exceed fifty thousand dollars and the term of the
33 loan does not exceed the useful life of the equipment or property.

34 (d) (i) Notwithstanding any provision of law to the contrary, the
35 corporation may establish an administrative expenses trust fund account
36 for the benefit of each entity selected to administer a minority, HONOR-
37 ABLY DISCHARGED VETERAN and women revolving loan trust fund account. The
38 initial deposit of funds to an administrative expenses trust fund
39 account shall be an amount determined by the corporation but shall not
40 exceed twenty-five thousand dollars.

41 (ii) An entity selected to administer a minority, HONORABLY DISCHARGED
42 VETERAN and women revolving loan trust fund account may use the funds in
43 the administrative expenses trust fund account for costs incurred by it
44 in the start up and administration of the financial assistance program
45 authorized pursuant to this subdivision.

46 (iii) The corporation shall deposit into each administrative expenses
47 trust fund account:

48 (A) all income earned from the moneys on deposit in the corresponding
49 minority, HONORABLY DISCHARGED VETERAN and women revolving loan trust
50 fund account during the first year of the entity's administration of
51 said account; and

52 (B) beginning with its second year in administering a minority, HONOR-
53 ABLY DISCHARGED VETERAN and women revolving loan trust fund account,
54 said amounts may be used for costs incurred by the entity in administer-
55 ing the minority, HONORABLY DISCHARGED VETERAN and women revolving loan
56 trust fund account; and

1 (C) repayments of interest on loans made from the corresponding minor-
2 ity, HONORABLY DISCHARGED VETERAN and women revolving loan trust fund
3 account.

4 (iv) Funds from the administrative expenses trust fund account may be
5 used for costs incurred at any time by an administering entity in its
6 administration of a minority, HONORABLY DISCHARGED VETERAN and women
7 revolving loan trust fund account pursuant to this section.

8 (v) Funds deposited in an administrative expenses trust fund account
9 shall be disbursed by the corporation to the entity that administers the
10 corresponding minority, HONORABLY DISCHARGED VETERAN and women revolving
11 loan trust fund account on a periodic basis and shall be expended by the
12 entity in accordance with an annual budget and any updates of same,
13 approved by the corporation.

14 (e) Any entity selected to administer a minority, HONORABLY DISCHARGED
15 VETERAN and women revolving loan trust fund account shall pay to the
16 corporation for deposit any repayments received in connection with
17 financial assistance provided from its account. Payments consisting of
18 the repayment of the principal amount of a loan shall be deposited by
19 the corporation into the minority, HONORABLY DISCHARGED VETERAN and
20 women revolving loan trust fund account from which the loan was made.
21 The interest earned by the corporation from the investment of moneys in
22 each minority, HONORABLY DISCHARGED VETERAN and women revolving loan
23 trust fund account during and after the second year of a selected enti-
24 ty's administration of said account shall be deposited by the corpo-
25 ration into the corresponding minority, HONORABLY DISCHARGED VETERAN and
26 women revolving loan trust fund account and used to provide the finan-
27 cial assistance to [minority-] MINORITY, HONORABLY DISCHARGED VETERAN
28 and women-owned businesses as authorized pursuant to this section.

29 (f) The provisions of subdivisions eight, nine, and fourteen through
30 nineteen of section sixteen-a of this act pertaining to the regional
31 revolving loan trust fund shall also be applicable to the minority,
32 HONORABLY DISCHARGED VETERAN and women revolving loan trust fund,
33 provided that: where the term "regional corporation" appears therein it
34 shall be interpreted to mean an entity selected to administer a
35 minority, HONORABLY DISCHARGED VETERAN and women revolving loan trust
36 fund account, and "regional revolving [loans] LOAN trust fund" shall
37 mean a minority, HONORABLY DISCHARGED VETERAN and women revolving loan
38 trust fund, and where the term "this section" appears therein it shall
39 mean this section sixteen-c.

40 (g) The corporation may provide funds from an appropriation for the
41 [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned busi-
42 ness development and lending program to any entity selected to adminis-
43 ter a minority, HONORABLY DISCHARGED VETERAN and women revolving loan
44 trust fund for the purposes of recapitalizing such account and the enti-
45 ty's corresponding administrative expenses trust fund account following
46 an evaluation by the corporation of the entity's administration and use
47 of such accounts.

48 (h) Notwithstanding any provision of law to the contrary, the corpo-
49 ration shall establish a minority, HONORABLY DISCHARGED VETERAN and
50 women revolving loan trust fund to pay into such fund any moneys made
51 available to the corporation for such fund from any source, including
52 moneys appropriated by the state and any income earned by, or increment
53 to, the account due to the investment thereof, or any repayment of
54 moneys advanced from the fund. The corporation shall not commingle the
55 moneys of such fund with any moneys held in trust by the corporation,
56 except for investment purposes.

1 (3) Micro-loan program. (a) For the purposes of this subdivision
2 "micro-loan" shall mean a loan of under seven thousand five hundred
3 dollars.

4 (b) The corporation shall, pursuant to requests for proposals, enter
5 into agreements for other types of locally, community or regionally
6 administered loan programs than those set forth in subdivision two of
7 this section, including micro-loan programs to be administered by local
8 development corporations, local industrial development organizations,
9 municipalities and not-for-profit organizations, to provide micro-loans
10 to small and high risk [minority-] MINORITY, HONORABLY DISCHARGED VETER-
11 AN and women-owned businesses located within their respective service
12 areas, provided that loan review committees are established by such
13 administering entity, including women, HONORABLY DISCHARGED VETERAN and
14 minority persons experienced in business management, business develop-
15 ment, commercial lending, entrepreneurship, or in the operation of a
16 for-profit business.

17 (c) Agreements entered into pursuant to paragraph (b) of this subdivi-
18 sion shall be governed by paragraphs (d) through (h) of subdivision two
19 of this section, and minority, HONORABLY DISCHARGED VETERAN and women
20 revolving loan trust fund accounts and administrative expenses trust
21 fund accounts shall be established in a similar fashion for entities
22 selected to administer micro-loan funds pursuant to this subdivision.

23 (4) Minority, HONORABLY DISCHARGED VETERAN and women contracting
24 program. For the purpose of establishing a comprehensive program to
25 assist minority, HONORABLY DISCHARGED VETERAN and women contractors, the
26 corporation may provide loans, loan guarantees, technical assistance and
27 bonding assistance, the corporation may enter into cooperative agree-
28 ments with cities, counties, municipalities, authorities, agencies,
29 federally and state chartered credit unions in New York state and feder-
30 ally insured banking organizations and financial institutions for such
31 purposes.

32 (a) To be eligible for a contractor loan, the borrower must have
33 either (i) a construction contract with, or a contract to provide goods
34 or services to, a governmental entity or authority, (ii) a subcontract
35 on a government-sponsored construction contract, (iii) a contract or
36 subcontract on a [government sponsored] GOVERNMENT-SPONSORED residential
37 project, or (iv) a contract or subcontract on a construction project
38 previously approved by the corporation pursuant to section ten of this
39 act.

40 (b) The corporation shall provide technical assistance specifically
41 oriented to minority, HONORABLY DISCHARGED VETERAN and women-owned
42 government contractors as part of its comprehensive technical assistance
43 program.

44 (c) The corporation is authorized to provide assistance through the
45 creation of, or assistance to, a minority, HONORABLY DISCHARGED VETERAN
46 and women bonding guarantee program to enable minority, HONORABLY
47 DISCHARGED VETERAN and women contractors and subcontractors to meet
48 payment or performance bonding requirements.

49 (i) Through such program, assistance in the form of working capital
50 loans and loan guarantees pursuant to subdivision six of this section
51 may also be provided to minority, HONORABLY DISCHARGED VETERAN and women
52 contractors and subcontractors who have secured contracts by participat-
53 ing in the program.

54 (ii) The corporation shall either establish criteria for the bonding
55 guarantee program and for any required escrow funds which shall include
56 detailed provisions for eligibility; or if the corporation is providing

1 assistance to a program other than one established by the corporation,
2 review and approve the criteria established for such other program.

3 (5) Direct financial assistance for [minority-] MINORITY, HONORABLY
4 DISCHARGED VETERAN and women-owned businesses. For the purpose of estab-
5 lishing a program to provide direct financial assistance to [minority-]
6 MINORITY, HONORABLY DISCHARGED VETERAN and women-owned businesses, the
7 corporation is authorized to provide assistance in the form of:

8 (a) Business development loans and loan guarantees pursuant to subdi-
9 vision six of this section to eligible enterprises for the acquisition
10 or improvement of real property, machinery, equipment or working capi-
11 tal, provided that to be eligible for a business development loan, the
12 borrowers must have been in business for at least three years and
13 provided that the loans must be in an amount equal to or in excess of
14 fifty thousand dollars;

15 (b) Franchise loans to eligible enterprises seeking to acquire or
16 expand franchises of nationally recognized corporations, provided that
17 disbursements by the corporation of such loans shall be conditioned on
18 obtaining such franchises;

19 (c) Equity assistance for eligible minority, HONORABLY DISCHARGED
20 VETERAN and women-owned enterprises to match equity contributions to
21 such enterprises by financial institutions and community development
22 equity capital funds, provided, however, that such assistance shall be
23 targeted to start-up and early stage enterprises in the manufacturing,
24 retail and service sectors located in economically distressed areas.

25 (6) Deposits and loan guarantees. For the purpose of encouraging
26 private financial institutions to make loans to eligible enterprises
27 pursuant to this section for any of the eligible projects pursuant to
28 subdivisions four and five of this section, the corporation is author-
29 ized to:

30 (a) Make linked deposits of funds into federally and state chartered
31 credit unions in New York state, in order to encourage such organiza-
32 tions to make small loans to minority, HONORABLY DISCHARGED VETERAN and
33 women-owned businesses; and

34 (b) Provide loan guarantees to private financial institutions for
35 loans made to eligible [minority-] MINORITY, HONORABLY DISCHARGED VETER-
36 AN and women-owned businesses pursuant to this subdivision for eligible
37 projects, provided that the guarantee shall be at least fifty percent
38 backed by funds of the corporation. Any such loan guaranteed by the
39 corporation shall be made to borrowers that are approved by the corpo-
40 ration and substantially meet the underwriting criteria the credit union
41 or financial institution customarily applies to similar borrowers for
42 similar loans supported by similar guarantees, and no guaranteed loan
43 funds shall be disbursed until the corporation has received, reviewed
44 and concurred, in writing, with the recommendation of the credit union
45 or banking or financial institution to make a loan.

46 (7) Minority, HONORABLY DISCHARGED VETERAN and women small business
47 incubator program.

48 (a) The corporation shall establish a minority and women small busi-
49 ness incubator program for the purpose of providing financial support
50 for the creation of incubators to nurture minority, HONORABLY DISCHARGED
51 VETERAN and women-owned business enterprises with growth potential.

52 (b) Under this subdivision the corporation is authorized to provide
53 low-interest loans and grants for construction financing and permanent
54 financing of up to seventy-five percent of project costs up to a maximum
55 of six hundred fifty thousand dollars per project, provided that the
56 total amount of grant assistance provided pursuant to this paragraph

1 shall not exceed twenty percent of an appropriation provided for the
2 purposes of this section.

3 (c) Incubator projects eligible for such assistance shall involve the
4 renovation or reconstruction of existing facilities or the acquisition
5 of equipment, except that construction shall be allowable in cases in
6 which an applicant can demonstrate to the satisfaction of the corpo-
7 ration that an existing facility is unavailable in the area to be served
8 by the new incubator facility.

9 (d) Incubator projects are not eligible to receive loans for the
10 purpose of covering operating costs or supplying incubator support
11 services, except that incubators in their first eighteen months of oper-
12 ation may receive one-time grants not to exceed forty thousand dollars,
13 which costs may include administrative costs of employing a resident
14 administrator/advisor to the incubator, provided that the corporation
15 shall not expend a sum greater than two hundred fifty thousand dollars
16 in any one state fiscal year, or so much as may be specifically appro-
17 priated for this purpose.

18 (e) Eligible incubator projects shall be required to demonstrate to
19 the corporation's satisfaction:

20 (i) public or private support and involvement sufficient to complete
21 the renovation of existing facilities or the construction of new facili-
22 ties and the acquisition of equipment;

23 (ii) significant community support for the project;

24 (iii) the existence of prospective tenants for such incubator space;

25 (iv) demand for such incubator space, which may include evidence of
26 the unavailability of suitable space for prospective tenants at appro-
27 priate rental or lease costs in the community in which such prospective
28 tenants are located; and

29 (v) the inability of the project to occur without financial assistance
30 from the corporation.

31 (f) The corporation shall establish criteria for eligibility for fund-
32 ing for incubator projects, including but not limited to the following:

33 (i) the project must be designed to provide low-cost space and support
34 services to incubator tenants, coordination with other sources of
35 assistance and flexible leasing arrangements for tenants;

36 (ii) the project sponsors must provide a management plan and a busi-
37 ness plan for operating the incubator satisfactory to the corporation;
38 and

39 (iii) the project gives preference for incubator space and assistance
40 to [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned
41 businesses which currently receive, or have received, assistance from
42 the corporation pursuant to this section and to incubator projects
43 proposed to be located in economically distressed areas.

44 (8) [Minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned
45 business technical assistance program. (a) The corporation shall estab-
46 lish a comprehensive technical assistance program within the minority,
47 HONORABLY DISCHARGED VETERAN and women business development office, in
48 cooperation with the department of economic development's division of
49 [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-business
50 development established pursuant to article [four-A] 4-A of the economic
51 development law, to provide technical assistance to [minority-] MINORI-
52 TY, HONORABLY DISCHARGED VETERAN and women-owned business enterprises
53 and to prospective [minority-] MINORITY, HONORABLY DISCHARGED VETERAN
54 and women-business entrepreneurs through third party service providers,
55 which assistance shall include, but not be limited to:

1 (i) technical assistance in development and execution of business
2 plans, including the formation of, acquisition of, management of, or
3 diversification of a [minority-] MINORITY, HONORABLY DISCHARGED VETERAN
4 or women-owned business enterprise;
5 (ii) technical assistance with applications for obtaining funds from
6 public and private financing sources;
7 (iii) technical assistance in the development of a working capital
8 budget;
9 (iv) referrals to other providers of technical assistance to [minori-
10 ty-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned businesses
11 and minority, HONORABLY DISCHARGED VETERAN and women entrepreneurs,
12 where appropriate, including the entrepreneurial assistance program
13 established pursuant to article [nine] 9 of the economic development
14 law; and
15 (v) technical assistance through education programs directed primarily
16 at women, HONORABLY DISCHARGED VETERAN and minority entrepreneurs.
17 (b) Technical assistance may be provided through direct corporate
18 support, through grants to or contracts with service providers or
19 governmental entities, and [minority-] MINORITY, HONORABLY DISCHARGED
20 VETERAN and women-owned business enterprises and individuals.
21 (9) Priorities. The corporation shall give priority to applications
22 for assistance pursuant to this section in which the business seeking
23 such assistance indicates a commitment to first consider persons eligi-
24 ble to participate in federal job training partnership act (P.L. 97-300)
25 programs.
26 (10) Non-application of certain provisions. The provisions of section
27 ten and subdivision two of section sixteen of this act shall not apply
28 to assistance or projects authorized pursuant to this section.
29 (11) Rules and regulations. The corporation shall, assisted by the
30 commissioner of economic development and in consultation with the
31 department of economic development, promulgate rules and regulations in
32 accordance with the state administrative procedure act. Such rules and
33 regulations shall be consistent with the program plan required by subdi-
34 vision [nineteen] 19 of section [one hundred] 100 of the economic devel-
35 opment law. No funds shall be disbursed under this program until such
36 rules and regulations have been reviewed and approved by the corpo-
37 ration. All assistance and projects funded under this program shall be
38 funded in accordance with the rules and regulations in effect on the
39 date the completed application for such assistance shall be received by
40 the corporation.
41 (12) Minority, HONORABLY DISCHARGED VETERAN and women business devel-
42 opment and lending account. Notwithstanding any provision of law to the
43 contrary, the corporation shall establish within the treasury of the
44 corporation a minority, HONORABLY DISCHARGED VETERAN and women business
45 development and lending account, and shall pay into such account any
46 moneys which may be made available to the corporation for this purpose
47 from any source including, but not limited to, moneys appropriated by
48 the state and any repayment of principal and interest on loans made by
49 the corporation pursuant to the [minority-] MINORITY, HONORABLY
50 DISCHARGED VETERAN and women-owned business development and lending
51 program. Funds in the minority, HONORABLY DISCHARGED VETERAN and women
52 business development and lending account, including funds from the
53 repayment of principal and interest on loans made by the corporation,
54 may be used for any form of assistance authorized hereunder. The amounts
55 deposited in the minority, HONORABLY DISCHARGED VETERAN and women busi-
56 ness development and lending account may not be interchanged with any

1 other account, but may be commingled with any other account for invest-
2 ment purposes. All loans disbursed by the corporation shall be repaid
3 into the account. The corporation shall enter into a written agreement
4 with the director of the budget for repayment, to the state comptroller
5 to the credit of the capital projects fund, of all moneys in the account
6 after a period of time to be determined by the corporation and the
7 director of the budget. The corporation shall transfer to the minority,
8 HONORABLY DISCHARGED VETERAN and women business development and lending
9 account: all moneys appropriated or reappropriated by New York state for
10 the minority, HONORABLY DISCHARGED VETERAN and women revolving loan
11 trust fund that have not been committed prior to the effective date of
12 the appropriation for the program in the current fiscal year, or become
13 uncommitted subsequent to the effective date of the program's appropri-
14 ation for the current fiscal year; and all repayments of principal and
15 interest on loans made by the corporation which are currently on deposit
16 in, or payable to, the minority, HONORABLY DISCHARGED VETERAN and women
17 business development and lending account.

18 (13) Standardization. The corporation shall streamline the review and
19 approval process for projects and wherever possible standardize all
20 relevant attendant documentation and legal documents.

21 (14) Approval cycle. The corporation shall approve eligible loans or
22 grants on at least a four-month cycle and shall give priority consider-
23 ation to the comparative degree of economic distress within the areas in
24 which the project is located. Other factors to be considered by the
25 corporation shall include the impact of the project on the employment
26 and economic condition of the community and the financial feasibility of
27 the project.

28 (15) Repayment. Notwithstanding the provisions of section [forty-a]
29 40-A of the state finance law and any other general or special law, no
30 written agreement under this program shall require repayment at any time
31 or on any terms inconsistent with the provisions of this act or the New
32 York state project finance agency act; except, however, that the corpo-
33 ration may make grants to projects using funds appropriated for this
34 purpose and that the repayment provision may not apply to such grants.

35 (16) Reports. The chairman of the corporation shall submit to the
36 director of the budget, the speaker of the assembly and the temporary
37 president of the senate an evaluation of the effectiveness of the
38 program prepared by an entity independent of the corporation. The corpo-
39 ration shall select the program evaluator through a request for proposal
40 process. Such evaluation shall determine whether the assistance provided
41 has enhanced the economic condition of assisted companies or communi-
42 ties, and shall make recommendation for improvements which would make
43 the program more effective. Such evaluation shall be submitted by
44 September first, nineteen hundred ninety-five and September first every
45 two years thereafter.

46 S 30. Subparagraphs (viii) and (x) of paragraph (e) of subdivision 7
47 of section 16-d of section 1 of chapter 174 of the laws of 1968, consti-
48 tuting the New York state urban development corporation act, as added by
49 chapter 169 of the laws of 1994, are amended to read as follows:

50 (viii) export, marketing, procurement and subcontracting assistance to
51 small and medium-sized industrial firms, including [minority-] MINORITY,
52 HONORABLY DISCHARGED VETERAN and women-owned businesses, and to flexible
53 manufacturing networks, and programs to assist regional and multi-county
54 business marketing and procurement programs;

55 (x) business planning, management assistance and counseling, and
56 financial packaging assistance to small and medium-sized industrial

1 firms, including [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and
2 women-owned businesses, flexible manufacturing networks, and new enter-
3 prises and small businesses, including the establishment of neighbor-
4 hood-based business service centers designed to deliver comprehensive
5 technical assistance to new and small businesses in specific communities
6 and neighborhoods;

7 S 31. Clause (B) of subparagraph (i) of paragraph (h) of subdivision 8
8 of section 16-d of section 1 of chapter 174 of the laws of 1968, consti-
9 tuting the New York state urban development corporation act, as added by
10 chapter 169 of the laws of 1994 and as further amended by section 15 of
11 part GG of chapter 63 of the laws of 2000, is amended to read as
12 follows:

13 (B) community based local development corporations, industrial devel-
14 opment agencies, or other not-for-profit entities which serve a munici-
15 pality in which an empire zone has been established and which, as one of
16 their primary purposes, provide services and assistance to business
17 enterprises located or to be located in such empire zone, including
18 [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned busi-
19 nesses;

20 S 32. Subparagraph (vi) of paragraph (c) of subdivision 10 of section
21 16-e of section 1 of chapter 174 of the laws of 1968, constituting the
22 New York state urban development corporation act, as added by chapter
23 169 of the laws of 1994, is amended to read as follows:

24 (vi) management and procurement assistance to small business, includ-
25 ing [minority-] MINORITY, HONORABLY DISCHARGED VETERAN and women-owned
26 businesses;

27 S 33. Paragraph (d) of subdivision 18 of section 16-e of section 1 of
28 chapter 174 of the laws of 1968, constituting the New York state urban
29 development corporation act, as added by chapter 169 of the laws of
30 1994, is amended to read as follows:

31 (d) The participation of [minority-] MINORITY, HONORABLY DISCHARGED
32 VETERAN and women-owned businesses;

33 S 34. The opening paragraph, paragraph (a) and the opening paragraph
34 and subparagraph (iv) of paragraph (b) of subdivision 1 of section 16-f
35 of section 1 of chapter 174 of the laws of 1968, constituting the New
36 York state urban development corporation act, as added by chapter 169 of
37 the laws of 1994, are amended to read as follows:

38 There is hereby created a state bonding guarantee assistance program
39 to enable small businesses, [and] minority-owned, HONORABLY DISCHARGED
40 VETERAN-OWNED and women-owned business enterprises, certified as a
41 minority-owned, HONORABLY DISCHARGED VETERAN-OWNED or women-owned busi-
42 ness enterprise pursuant to article [fifteen-A] 15-A of the executive
43 law, to meet payment and/or performance bonding requirements by provid-
44 ing additional financial backing needed to induce a surety company to
45 issue a bond for construction projects, including but not limited to,
46 government sponsored, transportation related construction projects. For
47 purposes of this section, the term small business shall have the same
48 meaning as defined in section [one hundred thirty-one] 131 of the
49 economic development law. Such program shall give preference to minori-
50 ty-owned, HONORABLY DISCHARGED VETERAN-OWNED and women-owned business
51 enterprises and shall:

52 (a) Make available funds to surety companies providing bonds to small
53 businesses [and minority- owned], MINORITY-OWNED, HONORABLY DISCHARGED
54 VETERAN-OWNED or women-owned business enterprises in an amount equal to
55 a percentage not to exceed fifty percent of the face value of bonds
56 issued by the surety.

1 Provide technical assistance in completing bonding applications for
2 small businesses [and], minority-owned, HONORABLY DISCHARGED
3 VETERAN-OWNED or women-owned business enterprises seeking to become
4 eligible for bonding in preparation for bidding on construction
5 projects, including transportation related projects. The corporation
6 shall provide and may refer such businesses to the department of econom-
7 ic development for technical assistance as such businesses may need,
8 including but not limited to:

9 (iv) assistance from the regional offices of the department of econom-
10 ic development, pursuant to article [eleven] 11 of the economic develop-
11 ment law, and the entrepreneurial assistance program, pursuant to arti-
12 cle [nine] 9 of such law, and any other such program receiving state
13 funds from this act or the department of economic development or any
14 other state agency that is intended to provide technical assistance to
15 small businesses [and], minority-owned, HONORABLY DISCHARGED
16 VETERAN-OWNED and women-owned small business enterprises.

17 S 35. Paragraph (g) of subdivision 1 of section 16-i of section 1 of
18 chapter 174 of the laws of 1968, constituting the New York state urban
19 development corporation act, as amended by chapter 471 of the laws of
20 2001, is amended to read as follows:

21 (g) Assistance to local or regional organizations to facilitate
22 financing for small- and medium-sized business, including [minority-]
23 MINORITY, HONORABLY DISCHARGED VETERAN and women-owned business enter-
24 prises through flexible financing programs, including, but not limited
25 to, loan loss reserve and revolving loan programs, working capital
26 loans, working capital loan guarantees, or other flexible financing
27 programs that leverage traditional financing;

28 S 36. Subparagraph (i) of paragraph (c) of subdivision 2 of section
29 16-k of section 1 of chapter 174 of the laws of 1968, constituting the
30 New York state urban development corporation act, as amended by chapter
31 103 of the laws of 2011, is amended to read as follows:

32 (i) provide a plan to the corporation or its agent for the marketing
33 of the capital access program to small businesses, including those in
34 highly distressed areas and to [minority-] MINORITY, HONORABLY
35 DISCHARGED VETERAN and women-owned businesses, with appropriate lending
36 objectives identified by the financial institution for such areas and
37 businesses;

38 S 37. Paragraph (g) of subdivision 1 of section 16-m of section 1 of
39 chapter 174 of the laws of 1968, constituting the New York state urban
40 development corporation act, as added by section 1 of part N of chapter
41 84 of the laws of 2002, is amended to read as follows:

42 (g) Assistance to local or regional organizations to facilitate
43 financing for small- and medium-sized business, including [minority-]
44 MINORITY, HONORABLY DISCHARGED VETERAN and women-owned business enter-
45 prises through flexible financing programs, including, but not limited
46 to, loan loss reserve and revolving loan programs, working capital
47 loans, working capital loan guarantees, or other flexible financing
48 programs that leverage traditional financing;

49 S 38. Paragraph 1 of subdivision (c) of section 30 of section 1 of
50 chapter 174 of the laws of 1968, constituting the New York state urban
51 development corporation act, as amended by chapter 732 of the laws of
52 1990, is amended to read as follows:

53 (1) In addition to any other requirements imposed by the act or other-
54 wise regarding evaluations of programs administered by the corporation,
55 each evaluation shall include an analysis of the job creation effect of
56 such program, the number of small businesses that received assistance,

1 the number of minority, HONORABLY DISCHARGED VETERAN and women-owned
2 firms that received assistance, the number of projects undertaken in
3 distressed and highly distressed communities, and, if applicable, the
4 repayment experience of borrowers of funds from the corporation.

5 S 39. Paragraph 2 of subdivision (e) of section 30-a of section 1 of
6 chapter 174 of the laws of 1968, constituting the New York state urban
7 development corporation act, as added by section 2 of part M1 of chapter
8 62 of the laws of 2003, is amended to read as follows:

9 (2) require projects to be financed out of the empire state economic
10 development fund be approved generally in amounts which are proportional
11 to amounts appropriated for the urban and community development program,
12 and the minority, HONORABLY DISCHARGED VETERAN and women-owned business
13 development and lending program;

14 S 40. The section heading, the opening paragraph of subdivision 1, the
15 opening paragraph of subdivision 2, paragraph (a) of subdivision 3 and
16 subdivisions 4 and 5 of section 38 of section 1 of chapter 174 of the
17 laws of 1968, constituting the New York state urban development corpo-
18 ration act, as amended by chapter 169 of the laws of 1994, are amended
19 to read as follows:

20 Small business [and], minority-owned, HONORABLY DISCHARGED
21 VETERAN-OWNED and women-owned business enterprises transportation capi-
22 tal assistance and guaranteed loan program.

23 To provide financial assistance to small business [and], minority-
24 owned, HONORABLY DISCHARGED VETERAN-OWNED and women-owned business
25 enterprises engaged in government sponsored, transportation related
26 construction projects, the corporation shall establish a small business
27 [and], minority-owned, HONORABLY DISCHARGED VETERAN-OWNED and women-
28 owned business enterprise transportation capital assistance revolving
29 loan fund which shall provide loans or loan guarantees to small business
30 [and], minority-owned, HONORABLY DISCHARGED VETERAN-OWNED and women-
31 owned business enterprises. For purposes of this section:

32 Such loans, or loan guarantees for loans made by federally and state
33 chartered credit institutions, financial institutions, and federally
34 insured banking organizations to small business [and], minority-owned,
35 HONORABLY DISCHARGED VETERAN-OWNED and women-owned business enterprises,
36 shall be used to:

37 (a) To be eligible for such loans or loan guarantees (i) a minority-
38 owned, HONORABLY DISCHARGED VETERAN-OWNED or women-owned business enter-
39 prise must be certified as a minority-owned, HONORABLY DISCHARGED VETER-
40 AN-OWNED or women-owned business enterprise pursuant to article 15-A of
41 the executive law; and (ii) a small business or a minority-owned, HONOR-
42 ABLY DISCHARGED VETERAN-OWNED or women-owned business enterprise shall
43 have a contract or sub-contract to provide goods or services related to
44 a government sponsored, transportation related construction project.

45 4. The corporation shall give preference to minority-owned, HONORABLY
46 DISCHARGED VETERAN-OWNED and women-owned business enterprises in making
47 such loans and loan guarantees and shall establish such other criteria
48 as it may deem necessary for this program and for any required amount
49 that shall be held in reserve for any guarantees made under this
50 program.

51 5. Notwithstanding any inconsistent provision of law, general, special
52 or local, including pursuant to capital projects budget appropriations
53 or reappropriations, where applicable, the corporation is hereby author-
54 ized to enter into such agreements as may be necessary for the operation
55 and administration of a small business [and], minority-owned, HONORABLY

1 DISCHARGED VETERAN-OWNED and women-owned business enterprises transpor-
2 tation capital assistance and guaranteed loan program.
3 S 41. This act shall take effect immediately; provided, however, that
4 the amendments to article 15-A of the executive law made by sections two
5 through six of this act shall not affect the expiration of such article
6 and shall be deemed to expire therewith; and provided, further that the
7 amendments to section 136-b of the state finance law made by section
8 seven of this act shall not affect the expiration of such section and
9 shall be deemed to expire therewith; and provided further that the
10 amendments to sections 16-i and 16-m of section 1 of chapter 174 of the
11 laws of 1968, constituting the New York state urban development corpo-
12 ration act, made by sections thirty-five and thirty-seven, respectively,
13 of this act shall not affect the expirations of such sections and shall
14 be deemed to expire therewith.