

10539--A

I N A S S E M B L Y

May 31, 2016

Introduced by M. of A. STECK, SANTABARBARA -- read once and referred to the Committee on Corporations, Authorities and Commissions -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the public authorities law and the tax law, in relation to the Schenectady county Metroplex development authority

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

1 Section 1. Subdivision 9 of section 2661 of the public authorities
2 law, as amended by chapter 468 of the laws of 2008, is amended to read
3 as follows:
4 9. The county of Schenectady shall dedicate net collections from sales
5 and compensating use taxes imposed pursuant to the authority of section
6 twelve hundred ten-C of the tax law at the rate of one-half of one
7 percent, during the period beginning September first, nineteen hundred
8 ninety-eight, and ending August thirty-first, two thousand [thirty-
9 three] THIRTY-EIGHT, or, if the county does not impose taxes pursuant to
10 the authority of section twelve hundred ten-C of the tax law, the county
11 shall dedicate net collections from sales and compensating use taxes
12 imposed during such period at the rate of one-half of one percent pursu-
13 ant to the authority of section twelve hundred ten of the tax law, and
14 shall quarterly deposit such net collections in the Schenectady metro-
15 plex development authority support fund established in accordance with
16 subdivision (b) of section twelve hundred ten-C of the tax law. On Janu-
17 ary first, nineteen hundred ninety-nine, and then quarterly thereafter,
18 the director of finance of Schenectady county shall transfer seventy
19 percent of such net collections deposited in the Schenectady metroplex
20 development authority support fund to the authority for deposit in the
21 authority's general fund. The authority may use such portion of such
22 dedicated net collections received for any lawful purpose or power of
23 the authority. On January first, nineteen hundred ninety-nine, and then
24 quarterly thereafter, the director of finance of Schenectady county,
25 after transferring seventy percent of such net collections to the
26 authority for deposit in the authority's general fund, shall transfer

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

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1 all remaining monies in the Schenectady metroplex development authority
2 support fund to the Schenectady county real property tax abatement and
3 economic development fund.

4 S 2. Subdivision 1 of section 2665 of the public authorities law, as
5 amended by chapter 468 of the laws of 2008, is amended to read as
6 follows:

7 1. The authority shall have the power and is hereby authorized from
8 time to time to issue bonds, notes or other obligations in conformity
9 with applicable provisions of the uniform commercial code to pay the
10 cost of any project, the establishment of reserves to secure the bonds,
11 the payment of principal of, premium, if any, and interest on the bonds
12 and the payment of incidental expenses in connection therewith. The
13 aggregate principal amount of such bonds or notes of the authority shall
14 not exceed [seventy-five] ONE HUNDRED million dollars [(\$75,000,000)]
15 (\$100,000,000), excluding bonds or notes issued to refund or repay bonds
16 or notes therefore issued for such purposes; provided, however, that
17 upon any such refunding or repayment the total aggregate principal
18 amount of outstanding bonds or notes may be greater than [seventy-five]
19 ONE HUNDRED million dollars [(\$75,000,000)] (\$100,000,000), only if the
20 present value of the aggregate debt service of the refunding or repay-
21 ment of bonds or notes to be issued shall not exceed the present value
22 of the aggregate debt service of the bonds or notes so to be refunded or
23 repaid. For the purpose of this section, the present value of the aggre-
24 gate debt service of the refunding or repayment bonds or notes and the
25 aggregate debt service of the bonds or notes refunded or repaid shall be
26 calculated by utilizing the effective interest rate of the refunding or
27 repayment of bonds or notes, which shall be that rate arrived at by
28 doubling the semi-annual interest rate (compounded semi-annually) neces-
29 sary to discount the debt service payments on the refunding or repayment
30 of bonds or notes from payment of dates thereof to the date of issue of
31 the refunding or repayment of bonds or notes and to the price bid
32 including estimated accrued interest from the sale thereof. The authori-
33 ty shall have the power and is hereby authorized to enter into such
34 agreements and perform such acts as may be required under any applicable
35 federal legislation to secure a federal guarantee to any bonds.

36 S 3. Subdivisions (a), (b) and (c) of section 1210-C of the tax law,
37 as amended by chapter 468 of the laws of 2008, are amended to read as
38 follows:

39 (a) In addition to the taxes authorized to be imposed by section
40 twelve hundred ten of this article or any other provision of this arti-
41 cle, the county of Schenectady is hereby authorized and empowered to
42 adopt and amend a local law, ordinance or resolution imposing within the
43 territorial limits of said county sales and compensating use taxes at a
44 rate which is one-half of one percent additional to the three percent
45 rate authorized in section twelve hundred ten of this article for the
46 period beginning on or after September first, nineteen hundred ninety-
47 eight and ending August thirty-first, two thousand [thirty-three] THIR-
48 TY-EIGHT, which taxes shall be identical to the taxes imposed by said
49 county pursuant to section twelve hundred ten of this article. Except as
50 hereinafter provided, all provisions of this article, including the
51 definition and exemption provisions and the provisions relating to the
52 administration, collection and distribution by the commissioner, shall
53 apply for purposes of the taxes authorized to be imposed by this section
54 in the same manner and with the same force and effect as if the language
55 of this article had been incorporated in full in this section and had
56 expressly referred to the taxes authorized to be imposed by this

1 section; provided, however, that any provision of this article relating
2 to a maximum rate shall be calculated without reference to the addi-
3 tional rate authorized by this section. For purposes of part IV of this
4 article, relating to the disposition of revenues resulting from taxes
5 collected and administered by the commissioner, the additional sales and
6 compensating use taxes authorized by this section shall be deemed to be
7 imposed under the authority of section twelve hundred ten of this arti-
8 cle and all provisions relating to the deposit, administration and
9 disposition of taxes, penalties and interest relating to taxes imposed
10 by a county under the authority of section twelve hundred ten of this
11 article shall, except as otherwise specifically provided in this
12 section, apply to the additional sales and compensating use tax imposed
13 pursuant to the authority of this section.

14 (b) Notwithstanding any other provision of this article to the contra-
15 ry, the net collections from the tax imposed pursuant to subdivision (a)
16 of this section for the period beginning on or after September first,
17 nineteen hundred ninety-eight and ending August thirty-first, two thou-
18 sand [thirty-three] THIRTY-EIGHT shall, upon payment to the county of
19 Schenectady, be deposited in the Schenectady metroplex development
20 authority support fund, pursuant to subdivision nine of section twenty-
21 six hundred sixty-one of the public authorities law, with such fund to
22 be designated as a special dedicated support fund, to be created by said
23 county therefor separate and apart from any other funds and accounts of
24 the county. Pending deposit from such Schenectady metroplex development
25 authority support fund into the general fund of the Schenectady metro-
26 plex development authority, all moneys therein may be invested in the
27 manner provided in section eleven of the general municipal law. Any
28 interest earned or capital gain realized on the moneys so deposited or
29 invested shall accrue to and become part of such Schenectady metroplex
30 development authority support fund.

31 (c) If the county of Schenectady does not impose the one-half of one
32 percent rate of taxes authorized by subdivision (a) of this section
33 during the period beginning September first, nineteen hundred ninety-
34 eight and ending August thirty-first, two thousand [thirty-three] THIR-
35 TY-EIGHT, the county shall dedicate net collections from sales and
36 compensating use taxes imposed during such period pursuant to the
37 authority of section twelve hundred ten of this article at the rate of
38 one-half of one percent and shall quarterly deposit such net collections
39 in the Schenectady metroplex development authority support fund estab-
40 lished in accordance with subdivision (b) of this section.

41 S 4. Severability clause. If any clause, sentence, paragraph, subdivi-
42 sion, section or part of this act shall be adjudged by any court of
43 competent jurisdiction to be invalid, such judgment shall not affect,
44 impair, or invalidate the remainder thereof, but shall be confined in
45 its operation to the clause, sentence, paragraph, subdivision, section
46 or part thereof directly involved in the controversy in which such judg-
47 ment shall have been rendered. It is hereby declared to be the intent of
48 the legislature that this act would have been enacted even if such
49 invalid provisions had not been included herein.

50 S 5. This act shall take effect immediately.