

# STATE OF NEW YORK

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1529

2017-2018 Regular Sessions

## IN SENATE

January 10, 2017

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Introduced by Sens. AVELLA, PERALTA -- read twice and ordered printed,  
and when printed to be committed to the Committee on Racing, Gaming  
and Wagering

AN ACT to amend the tax law, in relation to authorizing the creation of  
the community group assistance lottery game; and to amend the state  
finance law, in relation to establishing the community grant fund

The People of the State of New York, represented in Senate and Assem-  
bly, do enact as follows:

1 Section 1. The tax law is amended by adding a new section 1621 to read  
2 as follows:

3 § 1621. Community groups assistance lottery game. a. The director of  
4 the division of the lottery shall develop and implement no more than two  
5 scratch-off lottery games whose revenue, after payment for prizes and  
6 associated administrative costs of such games, shall be deposited in the  
7 community grant fund as established in section ninety-seven-pppp of the  
8 state finance law. This lottery game shall be marketed and distributed  
9 in the same manner as all lottery games controlled by the division of  
10 the lottery. This section shall not diminish any efforts or funding for  
11 other lottery games under the control of the division of the lottery.  
12 Each ticket shall clearly state that all proceeds from ticket sales go  
13 towards the community grant fund.

14 b. The division of the lottery shall establish and begin selling tick-  
15 ets as required by this section no later than December thirty-first, two  
16 thousand eighteen.

17 § 2. The state finance law is amended by adding a new section 97-pppp  
18 to read as follows:

19 § 97-pppp. Community grant fund. 1. The community grant fund is estab-  
20 lished in the sole custody of the state comptroller. Monies in the fund  
21 shall be kept separate and not commingled with other funds in the custo-  
22 dy of the comptroller.

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

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1     2. Monies of the fund shall be expended only for costs associated with  
2     assistance for community groups organized pursuant to paragraph three or  
3     four of subdivision (c) of section five hundred one of the internal  
4     revenue code of nineteen hundred eighty-six, as amended, administering  
5     educational, recreational, cultural, senior, veterans or social services  
6     programs or providing volunteer ambulance services. Monies shall be  
7     available to the regional community grant fund board, as established by  
8     subdivision three of this section.

9     3. Each county shall establish a regional community grant fund board  
10    to administer the funds directed to each county. Appointments to such a  
11    regional community grant fund board shall include, but need not be  
12    limited to, the county executive, one member of the assembly and one  
13    member of the senate representing an election district in which all or a  
14    portion of the relevant county is located, such legislative members to  
15    be appointed by the governor, and such other members as may be deemed  
16    necessary or appropriate by the county executive.

17    4. Each regional community grant fund board shall create a direct  
18    grant program that will disperse funds to individual groups based on  
19    need. The individual grants shall be awarded through an application  
20    process based on criteria created by each board consistent with the  
21    purposes set forth in this section and section sixteen hundred twenty-  
22    one of the tax law. The funding for community groups, the source of  
23    which is the community groups assistance lottery game as established in  
24    section sixteen hundred twenty-one of the tax law, shall be allocated to  
25    each county in proportion to the number of lottery sales that took place  
26    in each county. The funding for community groups from sources other than  
27    such lottery game shall be applied based upon need.

28    5. Monies shall be credited towards the fund in form of gift,  
29    donation, federal assistance or grant, transfers, payment, appropriation  
30    or by a dedicated revenue source including the community groups assist-  
31    ance lottery game as established in section sixteen hundred twenty-one  
32    of the tax law.

33    6. Monies of the fund shall not be used, transferred or appropriated  
34    for any purpose other than what is provided in this section, except that  
35    such monies may be used for minimal costs associated with administering  
36    each direct grant program.

37    § 3. This act shall take effect on the ninetieth day after it shall  
38    have become a law.