

# STATE OF NEW YORK

4344--A

2017-2018 Regular Sessions

## IN SENATE

February 10, 2017

Introduced by Sens. SAVINO, ADDABBO, ALCANTARA, AVELLA, BAILEY, CARLUCI, GALLIVAN, HAMILTON, HOYLMAN, KRUEGER, LANZA, LATIMER, PERALTA, RANZENHOFER, SANDERS, STAVISKY, VALESKY -- read twice and ordered printed, and when printed to be committed to the Committee on Civil Service and Pensions -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the retirement and social security law and the state finance law, in relation to enacting the New York state secure choice savings program act

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 "New York state secure choice savings program act".

3 § 2. The retirement and social security law is amended by adding a new  
4 article 14-C to read as follows:

### ARTICLE 14-C

#### NEW YORK STATE SECURE CHOICE SAVINGS PROGRAM

##### Section 570. Definitions.

571. Program established.

572. Composition of the board.

573. Fiduciary duty.

574. Duties of the board.

575. Risk management.

576. Investment firms.

577. Investment options.

578. Benefits.

579. Employer and employee information packets and disclosure forms.

580. Program implementation and enrollment.

581. Payments.

582. Duty and liability of the state.

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

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1           583. Duty and liability of participating employers.

2           584. Audit and reports.

3           585. Delayed implementation.

4       § 570. Definitions. All terms shall have the same meaning as when used  
5 in a comparable context in the Internal Revenue Code. As used in this  
6 article, the following terms shall have the following meanings:

7       1. "Board" shall mean the New York secure choice savings program board  
8 established under this article.

9       2. "Superintendent" shall mean the superintendent of the department of  
10 financial services.

11       2-a. "Comptroller" shall mean the comptroller of the state.

12       3. "Employee" shall mean any individual who is eighteen years of age  
13 or older, who is employed by an employer, and who earned wages working  
14 for an employer in New York state during a calendar year.

15       4. "Employer" shall mean a person or entity engaged in a business,  
16 industry, profession, trade, or other enterprise in New York state,  
17 whether for profit or not for profit, that has not offered a qualified  
18 retirement plan, including, but not limited to, a plan qualified under  
19 sections 401(a), 401(k), 403(a), 403(b), 408(k), 408(p) or 457(b) of the  
20 Internal Revenue Code of 1986 in the preceding two years.

21       5. "Enrollee" shall mean any employee who is enrolled in the program.

22       6. "Fund" shall mean the New York state secure choice savings program  
23 fund.

24       7. "Internal Revenue Code" shall mean the Internal Revenue Code of  
25 1986, or any successor law, in effect for the calendar year.

26       8. "IRA" shall mean a Roth IRA (individual retirement account).

27       9. "Participating employer" shall mean an employer that provides a  
28 payroll deposit retirement savings arrangement as provided for by this  
29 article for its employees who are enrollees in the program.

30       10. "Payroll deposit retirement savings arrangement" shall mean an  
31 arrangement by which a participating employer allows enrollees to remit  
32 payroll deduction contributions to the program.

33       11. "Program" shall mean the New York state secure choice savings  
34 program.

35       12. "Wages" means any compensation within the meaning of section  
36 219(f)(1) of the Internal Revenue Code that is received by an enrollee  
37 from a participating employer during the calendar year.

38       § 571. Program established. There is hereby established a retirement  
39 savings program in the form of an automatic enrollment payroll deduction  
40 IRA, known as the New York state secure choice savings program. The  
41 general administration and responsibility for the proper operation of  
42 the program shall be administered by the board for the purpose of  
43 promoting greater retirement savings for private-sector employees in a  
44 convenient, low-cost, and portable manner.

45       § 572. Composition of the board. There is hereby created the New York  
46 state secure choice savings program board.

47       1. The board shall consist of the following eight members:

48       (a) the state comptroller, or his or her designee, who shall serve as  
49 chair;

50       (b) the superintendent, or his or her designee;

51       (c) two public representatives with expertise in retirement savings  
52 plan administration or investment, or both, one of whom shall be  
53 appointed by the speaker of the assembly and one of whom shall be  
54 appointed by the temporary president of the senate;

55       (d) a representative of participating employers, appointed by the  
56 governor;

1 (e) a representative of enrollees, appointed by the governor;  
2 (f) the chair of the assembly governmental employees committee; and  
3 (g) the chair of the senate civil service and pension committee.

4 2. Members of the board shall serve without compensation but may be  
5 reimbursed for necessary travel expenses incurred in connection with  
6 their board duties from funds appropriated for the purpose.

7 3. The initial appointments shall be as follows: one public represen-  
8 tative for four years; the representative of participating employers for  
9 three years; and the representative of enrollees for three years. Ther-  
10 eafter, all the governor's appointees shall be for terms of four years.

11 4. A vacancy in the term of an appointed board member shall be filled  
12 for the balance of the unexpired term in the same manner as the original  
13 appointment.

14 5. Each appointment by the governor shall be subject to approval by  
15 the comptroller, who, upon approval, shall certify his or her approval  
16 to the secretary of state.

17 § 573. Fiduciary duty. The board, the individual members of the board,  
18 the trustees, any other agents appointed or engaged by the board, and  
19 all persons serving as program staff shall discharge their duties with  
20 respect to the program solely in the interest of the program's enrollees  
21 and beneficiaries as follows:

22 1. for the exclusive purposes of providing benefits to enrollees and  
23 beneficiaries and defraying reasonable expenses of administering the  
24 program;

25 2. by investing with the care, skill, prudence, and diligence under  
26 the prevailing circumstances that a prudent person acting in a like  
27 capacity and familiar with those matters would use in the conduct of an  
28 enterprise of a like character and with like aims; and

29 3. by using any contributions paid by employees and employers remit-  
30 ting employees' own contributions into the trust exclusively for the  
31 purpose of paying benefits to the enrollees of the program, for the cost  
32 of administration of the program, and for investments made for the bene-  
33 fit of the program.

34 § 574. Duties of the board. In addition to the other duties and  
35 responsibilities stated in this article, the board shall:

36 1. Cause the program to be designed, established and operated in a  
37 manner that:

38 (a) accords with best practices for retirement savings vehicles;

39 (b) maximizes participation, savings, and sound investment practices  
40 including considering the use of automatic enrollment as allowed under  
41 federal law;

42 (c) maximizes simplicity, including ease of administration for partic-  
43 ipating employers and enrollees;

44 (d) provides an efficient product to enrollees by pooling investment  
45 funds;

46 (e) ensures the portability of benefits; and

47 (f) provides for the deaccumulation of enrollee assets in a manner  
48 that maximizes financial security in retirement.

49 2. Appoint a trustee to the IRA fund in compliance with section 408 of  
50 the Internal Revenue Code.

51 3. Explore and establish investment options, subject to this article,  
52 that offer enrollees returns on contributions and the conversion of  
53 individual retirement savings account balances to secure retirement  
54 income without incurring debt or liabilities to the state.

55 4. Establish the process by which interest, investment earnings, and  
56 investment losses are allocated to individual program accounts on a pro

1 rata basis and are computed at the interest rate on the balance of an  
2 individual's account.

3 5. Make and enter into contracts necessary for the administration of  
4 the program and fund, including, but not limited to, retaining and  
5 contracting with investment managers, private financial institutions,  
6 other financial and service providers, consultants, actuaries, counsel,  
7 auditors, third-party administrators, and other professionals as neces-  
8 sary.

9 6. Conduct a review of the performance of any investment vendors every  
10 four years, including, but not limited to, a review of returns, fees,  
11 and customer service. A copy of reviews shall be posted to the board's  
12 Internet website.

13 7. Determine the number and duties of staff members needed to adminis-  
14 ter the program and assemble such a staff, including, as needed, employ-  
15 ing staff, and appointing a program administrator.

16 8. Cause moneys in the fund to be held and invested as pooled invest-  
17 ments described in this article, with a view to achieving cost savings  
18 through efficiencies and economies of scale.

19 9. Evaluate and establish the process by which an enrollee is able to  
20 contribute a portion of his or her wages to the program for automatic  
21 deposit of those contributions and the process by which the participat-  
22 ing employer provides a payroll deposit retirement savings arrangement  
23 to forward those contributions and related information to the program,  
24 including, but not limited to, contracting with financial service compa-  
25 nies and third-party administrators with the capability to receive and  
26 process employee information and contributions for payroll deposit  
27 retirement savings arrangements or similar arrangements.

28 10. Design and establish the process for enrollment including the  
29 process by which an employee can opt not to participate in the program,  
30 select a contribution level, select an investment option, and terminate  
31 participation in the program.

32 11. Evaluate and establish the process by which an employee may volun-  
33 tarily enroll in and make contributions to the program.

34 12. Accept any grants, appropriations, or other moneys from the state,  
35 any unit of federal, state, or local government, or any other person,  
36 firm, partnership, or corporation solely for deposit into the fund,  
37 whether for investment or administrative purposes.

38 13. Evaluate the need for, and procure as needed, insurance against  
39 any and all loss in connection with the property, assets, or activities  
40 of the program, and indemnify as needed each member of the board from  
41 personal loss or liability resulting from a member's action or inaction  
42 as a member of the board.

43 14. Make provisions for the payment of administrative costs and  
44 expenses for the creation, management, and operation of the program.  
45 Subject to appropriation, the state may pay administrative costs associ-  
46 ated with the creation and management of the program until sufficient  
47 assets are available in the fund for that purpose. Thereafter, all  
48 administrative costs of the fund, including repayment of any start-up  
49 funds provided by the state, shall be paid only out of moneys on deposit  
50 therein. However, private funds or federal funding received in order to  
51 implement the program until the fund is self-sustaining shall not be  
52 repaid unless those funds were offered contingent upon the promise of  
53 such repayment. The board shall keep annual administrative expenses as  
54 low as possible, but in no event shall they exceed 0.75% of the total  
55 trust balance.

1 15. Allocate administrative fees to individual retirement accounts in  
2 the program on a pro rata basis.

3 16. Set minimum and maximum contribution levels in accordance with  
4 limits established for IRAs by the Internal Revenue Code.

5 17. Facilitate education and outreach to employers and employees.

6 18. Facilitate compliance by the program with all applicable require-  
7 ments for the program under the Internal Revenue Code, including tax  
8 qualification requirements or any other applicable law and accounting  
9 requirements.

10 19. Carry out the duties and obligations of the program in an effec-  
11 tive, efficient, and low-cost manner.

12 20. Exercise any and all other powers reasonably necessary for the  
13 effectuation of the purposes, objectives, and provisions of this article  
14 pertaining to the program.

15 21. Deposit into the New York state secure choice administrative fund  
16 all grants, gifts, donations, fees, and earnings from investments from  
17 the New York state secure choice savings program fund that are used to  
18 recover administrative costs. All expenses of the board shall be paid  
19 from the New York state secure choice administrative fund.

20 22. Determine withdrawal provisions, such as economic hardships,  
21 portability and leakage.

22 23. Determine employee rights and enforcement of penalties.

23 § 575. Risk management. The board shall annually prepare and adopt a  
24 written statement of investment policy that includes a risk management  
25 and oversight program. This investment policy shall prohibit the board,  
26 program, and fund from borrowing for investment purposes. The risk  
27 management and oversight program shall be designed to ensure that an  
28 effective risk management system is in place to monitor the risk levels  
29 of the program and fund portfolio, to ensure that the risks taken are  
30 prudent and properly managed, to provide an integrated process for over-  
31 all risk management, and to assess investment returns as well as risk to  
32 determine if the risks taken are adequately compensated compared to  
33 applicable performance benchmarks and standards. The board shall consid-  
34 er the statement of investment policy and any changes in the investment  
35 policy at a public hearing.

36 § 576. Investment firms. 1. The board shall engage, after an open bid  
37 process, an investment manager or managers to invest the fund and any  
38 other assets of the program. Moneys in the fund may be invested or rein-  
39 vested by the comptroller or may be invested in whole or in part. In  
40 selecting the investment manager or managers, the board shall take into  
41 consideration and give weight to the investment manager's fees and  
42 charges in order to reduce the program's administrative expenses.

43 2. The investment manager or managers shall comply with any and all  
44 applicable federal and state laws, rules, and regulations, as well as  
45 any and all rules, policies, and guidelines promulgated by the board  
46 with respect to the program and the investment of the fund, including,  
47 but not limited to, the investment policy.

48 3. The investment manager or managers shall provide such reports as  
49 the board deems necessary for the board to oversee each investment  
50 manager's performance and the performance of the fund.

51 § 577. Investment options. 1. The board shall establish as an invest-  
52 ment option a life-cycle fund with a target date based upon the age of  
53 the enrollee. This shall be the default investment option for enrollees  
54 who fail to elect an investment option unless and until the board desig-  
55 nates by rule a new investment option as the default.

1 2. The board may also establish any or all of the following additional  
2 investment options:

3 (a) a conservative principal protection fund;

4 (b) a growth fund;

5 (c) a secure return fund whose primary objective is the preservation  
6 of the safety of principal and the provision of a stable and low-risk  
7 rate of return; if the board elects to establish a secure return fund,  
8 the board may procure any insurance, annuity, or other product to insure  
9 the value of enrollees' accounts and guarantee a rate of return; the  
10 cost of such funding mechanism shall be paid out of the fund; under no  
11 circumstances shall the board, program, fund, the state, or any partic-  
12 ipating employer assume any liability for investment or actuarial risk;  
13 the board shall determine whether to establish such investment options  
14 based upon an analysis of their cost, risk profile, benefit level,  
15 feasibility, and ease of implementation; or

16 (d) an annuity fund.

17 3. If the board elects to establish a secure return fund, the board  
18 shall then determine whether such option shall replace the target date  
19 or life-cycle fund as the default investment option for enrollees who do  
20 not elect an investment option. In making such determination, the board  
21 shall consider the cost, risk profile, benefit level, and ease of  
22 enrollment in the secure return fund. The board may at any time there-  
23 after revisit this question and, based upon an analysis of these crite-  
24 ria, establish either the secure return fund or the life-cycle fund as  
25 the default for enrollees who do not elect an investment option.

26 § 578. Benefits. Interest, investment earnings, and investment losses  
27 shall be allocated to individual program accounts as established by the  
28 board pursuant to this article. An individual's retirement savings bene-  
29 fit under the program shall be an amount equal to the balance in the  
30 individual's program account on the date the retirement savings benefit  
31 becomes payable. The state shall have no liability for the payment of  
32 any benefit to any enrollee in the program.

33 § 579. Employer and employee information packets and disclosure forms.

34 1. Prior to the opening of the program for enrollment, the board shall  
35 design and disseminate to all employers an employer information packet  
36 and an employee information packet, which shall include background  
37 information on the program, appropriate disclosures for employees, and  
38 information regarding the vendor Internet website described.

39 2. The board shall provide for the contents of both the employee  
40 information packet and the employer information packet. The employee  
41 information packet shall be made available in English, Spanish, Haitian  
42 Creole, Chinese, Korean, Russian, Arabic, and any other language the  
43 comptroller deems necessary.

44 3. The employee information packet shall include a disclosure form.  
45 The disclosure form shall explain, but not be limited to, all of the  
46 following:

47 (a) the benefits and risks associated with making contributions to the  
48 program;

49 (b) the mechanics of how to make contributions to the program;

50 (c) how to opt out of the program;

51 (d) how to participate in the program with a level of employee  
52 contributions other than three percent;

53 (e) that they are not required to participate or contribute more than  
54 three percent;

55 (f) that they can opt out after they have enrolled;

56 (g) the process for withdrawal of retirement savings;

1 (h) the process for selecting beneficiaries of their retirement  
2 savings;

3 (i) how to obtain additional information about the program;

4 (j) that employees seeking financial advice should contact financial  
5 advisors, that participating employers are not in a position to provide  
6 financial advice, and that participating employers are not liable for  
7 decisions employees make pursuant to this article;

8 (k) information on how to access any financial literacy programs  
9 implemented by the comptroller;

10 (l) that the program is not an employer-sponsored retirement plan; and

11 (m) that the program fund is not guaranteed by the state.

12 4. The employee information packet shall also include a form for an  
13 employee to note his or her decision to opt out of participation in the  
14 program or elect to participate with a level of employee contributions  
15 other than three percent.

16 5. Participating employers shall supply the employee information pack-  
17 et to existing employees at least one month prior to the participating  
18 employers' launch of the program. Participating employers shall supply  
19 the employee information packet to new employees at the time of hiring,  
20 and new employees may opt out of participation in the program or elect  
21 to participate with a level of employee contributions other than three  
22 percent at that time.

23 § 580. Program implementation and enrollment. Except as otherwise  
24 provided in this article, the program shall be implemented, and enroll-  
25 ment of employees shall begin, within twenty-four months after the  
26 effective date of this article. The provisions of this section shall be  
27 in force after the board opens the program for enrollment.

28 1. Each participating employer may establish a payroll deposit retire-  
29 ment savings arrangement to allow each employee to participate in the  
30 program and begin employee enrollment at most nine months after the  
31 board opens the program for enrollment.

32 2. Enrollees shall have the ability to select a contribution level  
33 into the fund. This level may be expressed as a percentage of wages or  
34 as a dollar amount up to the deductible amount for the enrollee's taxa-  
35 ble year under section 219(b)(1)(A) of the Internal Revenue Code. Enrol-  
36 lees may change their contribution level at any time, subject to rules  
37 promulgated by the board. If an enrollee fails to select a contribution  
38 level using the form described in this article, then he or she shall  
39 contribute three percent of his or her wages to the program, provided  
40 that such contributions shall not cause the enrollee's total contrib-  
41 utions to IRAs for the year to exceed the deductible amount for the  
42 enrollee's taxable year under section 219(b)(1)(A) of the Internal  
43 Revenue Code. Notwithstanding any other provision of law, any deduction  
44 from the wages of an enrollee by participating employers shall be made  
45 in accordance with the provisions in section one hundred ninety-three of  
46 the labor law. Any participating employer, who fails to make employee  
47 deductions in accordance with the provisions in section one hundred  
48 ninety-three of the labor law, shall be subject to the penalties and  
49 finances provided for in sections six hundred thirty and six hundred thir-  
50 ty-five of the labor law.

51 3. Enrollees may select an investment option from the permitted  
52 investment options listed in this article. Enrollees may change their  
53 investment option at any time, subject to rules promulgated by the  
54 board. In the event that an enrollee fails to select an investment  
55 option, that enrollee shall be placed in the investment option selected  
56 by the board as the default under this article. If the board has not

1 selected a default investment option under this article, then an enrol-  
2 lee who fails to select an investment option shall be placed in the  
3 life-cycle fund investment option.

4 4. Following initial implementation of the program pursuant to this  
5 section, at least once every year, participating employers shall desig-  
6 nate an open enrollment period during which employees who previously  
7 opted out of the program may enroll in the program.

8 5. An employee who opts out of the program who subsequently wants to  
9 participate through the participating employer's payroll deposit retire-  
10 ment savings arrangement may only enroll during the participating  
11 employer's designated open enrollment period or if permitted by the  
12 participating employer at an earlier time.

13 6. Employers shall retain the option at all times to set up any type  
14 of employer-sponsored retirement plan instead of having a payroll depos-  
15 it retirement savings arrangement to allow employee participation in the  
16 program.

17 7. An enrollee may terminate his or her participation in the program  
18 at any time in a manner prescribed by the board.

19 8. (a) The state comptroller shall establish a website regarding the  
20 secure choice savings program which shall be accessible through the  
21 state comptroller's own website.

22 (b) The board shall, in conjunction with the office of the state comp-  
23 troller, establish and maintain a secure website wherein enrollees may  
24 log in and acquire information regarding contributions and investment  
25 income allocated to, withdrawals from, and balances in their program  
26 accounts for the reporting period. Such website must also include infor-  
27 mation for the enrollees regarding other options available to the  
28 employee and how they can transfer their accounts to other programs  
29 should they wish to do so. Such website may include any other informa-  
30 tion regarding the program as the board may determine.

31 § 581. Payments. Employee contributions deducted by the participating  
32 employer through payroll deduction shall be paid by the participating  
33 employer to the fund using one or more payroll deposit retirement  
34 savings arrangements established by the board under this article,  
35 either:

36 1. on or before the last day of the month following the month in which  
37 the compensation otherwise would have been payable to the employee in  
38 cash; or

39 2. before such later deadline prescribed by the board for making such  
40 payments, but not later than the due date for the deposit of tax  
41 required to be deducted and withheld relating to collection of income  
42 tax at source on wages or for the deposit of tax required to be paid  
43 under the unemployment insurance system for the payroll period to which  
44 such payments relate.

45 § 582. Duty and liability of the state. 1. The state shall have no  
46 duty or liability to any party for the payment of any retirement savings  
47 benefits accrued by any enrollee under the program. Any financial  
48 liability for the payment of retirement savings benefits in excess of  
49 funds available under the program shall be borne solely by the entities  
50 with whom the board contracts to provide insurance to protect the value  
51 of the program.

52 2. No state board, commission, or agency, or any officer, employee, or  
53 member thereof is liable for any loss or deficiency resulting from  
54 particular investments selected under this article, except for any  
55 liability that arises out of a breach of fiduciary duty.



1 § 583. Duty and liability of participating employers. 1. Participat-  
2 ing employers shall not have any liability for an employee's decision to  
3 participate in, or opt out of, the program or for the investment deci-  
4 sions of the board or of any enrollee.

5 2. A participating employer shall not be a fiduciary, or considered to  
6 be a fiduciary, over the program. A participating employer shall not  
7 bear responsibility for the administration, investment, or investment  
8 performance of the program. A participating employer shall not be liable  
9 with regard to investment returns, program design, and benefits paid to  
10 program participants.

11 § 584. Audit and reports. 1. The board shall annually submit:

12 (a) an audited financial report, prepared in accordance with generally  
13 accepted accounting principles, on the operations of the program during  
14 each calendar year by July first of the following year to the governor,  
15 the comptroller, the superintendent of financial services and the senate  
16 and assembly; and

17 (b) a report prepared by the board, which shall include, but is not  
18 limited to, a summary of the benefits provided by the program, including  
19 the number of enrollees in the program, the percentage and amounts of  
20 investment options and rates of return, and such other information that  
21 is relevant to make a full, fair, and effective disclosure of the oper-  
22 ations of the program and the fund. The annual audit shall be made by an  
23 independent certified public accountant and shall include, but is not  
24 limited to, direct and indirect costs attributable to the use of outside  
25 consultants, independent contractors, and any other persons who are not  
26 state employees for the administration of the program.

27 2. In addition to any other statements or reports required by law, the  
28 board shall provide periodic reports at least annually to enrollees,  
29 reporting contributions and investment income allocated to, withdrawals  
30 from, and balances in their program accounts for the reporting period.  
31 Such reports may include any other information regarding the program as  
32 the board may determine.

33 § 585. Delayed implementation. If the board does not obtain adequate  
34 funds to implement the program within the time frame set forth under  
35 this article and is subject to appropriation, the board may delay the  
36 implementation of the program.

37 § 3. The state finance law is amended by adding two new sections 99-bb  
38 and 99-cc to read as follows:

39 § 99-bb. New York state secure choice savings program fund. 1. There  
40 is hereby established within the joint custody of the commissioner of  
41 taxation and finance and the state comptroller in consultation with the  
42 New York state secure choice savings program board, a new fund to be  
43 known as the New York state secure choice savings program fund.

44 2. The fund shall include the individual retirement accounts of enrol-  
45 lees, which shall be accounted for as individual accounts.

46 3. Moneys in the fund shall consist of moneys received from enrollees  
47 and participating employers pursuant to automatic payroll deductions and  
48 contributions to savings made under the New York state secure choice  
49 savings program pursuant to article fourteen-C of the retirement and  
50 social security law.

51 4. The fund shall be operated in a manner determined by the New York  
52 state secure choice savings program board, provided that the fund is  
53 operated so that the accounts of enrollees established under the program  
54 meet the requirements for IRAs under the Internal Revenue Code.

55 5. The amounts deposited in the fund shall not constitute property of  
56 the state and the fund shall not be construed to be a department, insti-

1 tution, or agency of the state. Amounts on deposit in the fund shall not  
2 be commingled with state funds and the state shall have no claim to or  
3 against, or interest in, such funds.

4 § 99-cc. New York state secure choice administrative fund. 1. There  
5 is hereby established within the joint custody of the commissioner of  
6 taxation and finance and the state comptroller in consultation with the  
7 New York state secure choice savings program board, a new fund to be  
8 known as the New York state secure choice administrative fund.

9 2. The New York state secure choice savings program board shall use  
10 moneys in the administrative fund to pay for administrative expenses it  
11 incurs in the performance of its duties under the New York state secure  
12 choice savings program pursuant to article fourteen-C of the retirement  
13 and social security law.

14 3. The New York state secure choice savings program board shall use  
15 moneys in the administrative fund to cover start-up administrative  
16 expenses it incurs in the performance of its duties under article four-  
17 teen-C of the retirement and social security law.

18 4. The administrative fund may receive any grants or other moneys  
19 designated for administrative purposes from the state, or any unit of  
20 federal or local government, or any other person, firm, partnership, or  
21 corporation. Any interest earnings that are attributable to moneys in  
22 the administrative fund must be deposited into the administrative fund.

23 § 4. This act shall take effect immediately.