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

Section 1. The vehicle and traffic law is amended by adding a new section 404-dd to read as follows:

§ 404-dd. Distinctive "September eleventh, two thousand one remembrance" license plates. 1. Any person residing in this state shall, upon request, be issued a distinctive "September eleventh, two thousand one remembrance" license plate. Application for such license plate shall be filed with the commissioner in such form and detail as the commissioner shall prescribe.

2. A distinctive plate issued pursuant to this section shall be issued in the same manner as other number plates upon the payment of the regular registration fee prescribed by section four hundred one of this article; provided, however, that an additional annual service charge of twenty-five dollars shall be charged for such plates. Such annual service charge shall be deposited pursuant to the provisions of section four hundred four-oo of this article, to the credit of the department of motor vehicles distinctive plate development fund established by section ninety-five-g of the state finance law, and shall be used for the production, design, advertising and marketing of distinctive license plates pursuant to such section ninety-five-g; provided, however, that annual service charges collected in excess of six thousand dollars shall

EXPLANATION--Matter in italics (underscored) is new; matter in brackets [ ] is old law to be omitted.
be deposited to the credit of "The September eleventh, two thousand one scholarship fund" established pursuant to section ninety-six of the state finance law and shall be used for higher education of victims who lost an immediate family member as a result of the September eleventh, two thousand one terrorist attacks in New York, pursuant to section ninety-six of the state finance law.

§ 2. The state finance law is amended by adding a new section 96 to read as follows:

§ 96. The September eleventh, two thousand one scholarship fund. 1. There is hereby established, in the joint custody of the commissioner of taxation and finance and the comptroller, a special fund to be known as the September eleventh, two thousand one scholarship fund.

2. Such fund shall consist of all revenues received pursuant to the provisions of section four hundred four-dd of the vehicle and traffic law and all other moneys appropriated, credited, or transferred thereto from any other fund or source pursuant to law. Nothing contained in this section shall prevent the state from receiving grants, gifts, or bequests for the purposes of the fund, as defined in this section, and depositing them into the fund according to law.

3. Monies of the fund shall be expended only for higher education of victims who lost an immediate family member as a result of the September eleventh, two thousand one terrorist attacks in New York.

4. Monies shall be payable from the fund on the audit and warrant of the comptroller on vouchers approved and certified by the commissioner of education.

5. To the extent possible, the commissioner of education shall ensure that all monies received during a fiscal year are expended prior to the end of that fiscal year.

§ 3. 1. A distinctive plate established pursuant to section 404-dd of the vehicle and traffic law shall only be designed, produced and issued upon the delivery to the department of motor vehicles of a surety bond in the amount of $6,000, which shall be executed by a surety company authorized by the department of financial services to transact business in this state. Provided, however, that if the commissioner of motor vehicles shall have received prior to plate design, production and issuance at least 200 orders for such distinctive plate together with the additional annual service charge applicable to each such order, which shall be non-refundable, no such surety bond shall be required. All service charges collected pursuant to this section shall be deposited pursuant to the provisions of section 404-oo of the vehicle and traffic law to the credit of the department of motor vehicles distinctive plate development fund established by section 95-g of the state finance law and shall be used for the design, production, advertising and distribution of distinctive license plates in accordance with such section 95-g.

2. If, upon the expiration of two years following the date upon which distinctive plates in the series are first available for sale, 200 or more sets of such plates are sold, a bond delivered pursuant to this section shall be discontinued. If fewer than 200 sets of such plates are sold by such time, the department of motor vehicle shall be entitled to recover against the bond in an amount proportionate to such shortfall.

§ 4. This act shall take effect on the one hundred eightieth day after it shall have become a law.