

STATE OF NEW YORK

6917

2017-2018 Regular Sessions

IN SENATE

October 13, 2017

Introduced by Sen. BONACIC -- read twice and ordered printed, and when printed to be committed to the Committee on Rules

AN ACT to amend the racing, pari-mutuel wagering and breeding law, in relation to calculating franchise fees

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

1 Section 1. Subdivision 1 of section 208 of the racing, pari-mutuel
2 wagering and breeding law, as amended by chapter 140 of the laws of
3 2008, is amended to read as follows:

4 1. In consideration of the franchise and in accordance with its fran-
5 chise agreement, the franchised corporation shall remit to the state,
6 each year, no later than April fifth, a franchise fee payment. The fran-
7 chise fee shall be calculated and equal to the lesser of paragraph (a)
8 or (b) of this subdivision as follows: (a) adjusted net income, includ-
9 ing all sources of audited generally accepted accounting principles net
10 income as of December thirty-first (i) plus the amount of depreciation
11 and amortization for such year as set forth on the statement of cash
12 flows (ii) less the amount received by the franchised corporation for
13 capital expenditures and (iii) less principal payments made for the
14 repayment of debt; or (b) operating cash which is defined as cash avail-
15 able on December thirty-first (i) which excludes all restricted cash
16 accounts, segregated accounts as per audited financial statements and
17 cash on hand needed to fund the on-track pari-mutuel operations through
18 the vault, (ii) less [~~forty-five~~ three hundred sixty-five days of oper-
19 ating expenses pursuant to generally accepted accounting principles
20 which shall be an average calculated by dividing the current year's
21 annual budget by the number of days in such year and multiplying that
22 number by [~~forty-five~~ three hundred sixty-five.

23 § 2. This act shall take effect immediately.

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

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