

# STATE OF NEW YORK

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3008--B

## IN ASSEMBLY

January 20, 2021

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A BUDGET BILL, submitted by the Governor pursuant to article seven of the Constitution -- read once and referred to the Committee on Ways and Means -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee -- again reported from said committee with amendments, ordered reprinted as amended and recommitted to said committee

AN ACT intentionally omitted (Part A); intentionally omitted (Part B); intentionally omitted (Part C); intentionally omitted (Part D); intentionally omitted (Part E); intentionally omitted (Part F); intentionally omitted (Part G); intentionally omitted (Part H); intentionally omitted (Part I); to amend chapter 393 of the laws of 1994 amending the New York state urban development corporation act relating to the powers of the New York state urban development corporation to make loans, in relation to extending loan powers (Part J); to amend the urban development corporation act, in relation to extending the authority of the New York state urban development corporation to administer the empire state economic development fund (Part K); intentionally omitted (Part L); to amend section 3 of part S of chapter 58 of the laws of 2016, relating to transferring the statutory authority for the promulgation of marketing orders from the department of agriculture and markets to the New York state urban development corporation, in relation to the effectiveness thereof (Part M); to amend chapter 21 of the laws of 2003, amending the executive law relating to permitting the secretary of state to provide special handling for all documents filed or issued by the division of corporations and to permit additional levels of such expedited service, in relation to the effectiveness thereof (Part N); intentionally omitted (Part O); intentionally omitted (Part P); intentionally omitted (Part Q); intentionally omitted (Part R); intentionally omitted (Part S); intentionally omitted (Part T); intentionally omitted (Part U); intentionally omitted (Part V); to authorize the energy research and development authority to finance a portion of its research, development and demonstration, policy and planning, and Fuel NY program, as well as climate change related expenses of the department of environmental conservation and the department of agriculture and markets' Fuel NY program, from an assessment on gas and electric corporations (Part W); intentionally omitted (Part X); intentionally omitted (Part

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

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Y); intentionally omitted (Part Z); intentionally omitted (Part AA); intentionally omitted (Part BB); to amend chapter 58 of the laws of 2013 amending the environmental conservation law and the state finance law relating to the "Cleaner, Greener NY Act of 2013", in relation to the effectiveness thereof (Part CC); intentionally omitted (Part DD); intentionally omitted (Part EE); intentionally omitted (Part FF); intentionally omitted (Part GG); intentionally omitted (Part HH); to amend chapter 58 of the laws of 2012, amending the public health law, relating to authorizing the dormitory authority to enter into certain design and construction management agreements, in relation to the effectiveness thereof (Part II); intentionally omitted (Part JJ); intentionally omitted (Part KK); to amend the banking law, in relation to the forbearance of residential mortgage payments (Part LL); intentionally omitted (Part MM); to amend subpart H of part C of chapter 20 of the laws of 2015, appropriating money for certain municipal corporations and school districts, in relation to funding to local government entities from the urban development corporation (Part NN); intentionally omitted (Part OO); intentionally omitted (Part PP); intentionally omitted (Part QQ); intentionally omitted (Part RR); intentionally omitted (Part SS); to amend the economic development law and the tax law, in relation to establishing the small business return-to-work tax credit program (Subpart A); to amend the economic development law and the tax law, in relation to establishing the restaurant return-to-work tax credit program (Subpart B); and to amend the tax law and the state finance law, in relation to establishing the New York city musical and theatrical production tax credit (Subpart C) (Part TT); intentionally omitted (Part UU); intentionally omitted (Part VV); to authorize utility and cable television assessments that provide funds to the department of health from cable television assessment revenues and to the department of agriculture and markets, department of environmental conservation, department of state, and the office of parks, recreation and historic preservation from utility assessment revenues; and providing for the repeal of such provisions upon the expiration thereof (Part WW); to amend the transportation law, in relation to increasing the maximum amount of grants and loans under the airport improvement and revitalization grant and loan program (Part XX); to amend the public authorities law, in relation to the use of proceeds collected from the auction or sale of carbon dioxide emissions allowances for disadvantaged communities and job training programs for formerly incarcerated individuals (Part YY); to amend the environmental conservation law, in relation to clean vehicle projects (Part ZZ); to amend the education law, in relation to establishing the digital inclusion grant program (Part AAA); to amend the public service law, in relation to the public service commission reviewing broadband and fiber optic services within the state (Part BBB); and to amend the New York state urban development corporation act, in relation to establishing the small business reopening and relief grant program (Part CCC)

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

- 1 Section 1. This act enacts into law major components of legislation
- 2 necessary to implement the state transportation, economic development
- 3 and environmental conservation budget for the 2021-2022 state fiscal

1 year. Each component is wholly contained within a Part identified as  
2 Parts A through CCC. The effective date for each particular provision  
3 contained within such Part is set forth in the last section of such  
4 Part. Any provision in any section contained within a Part, including  
5 the effective date of the Part, which makes a reference to a section "of  
6 this act", when used in connection with that particular component, shall  
7 be deemed to mean and refer to the corresponding section of the Part in  
8 which it is found. Section three of this act sets forth the general  
9 effective date of this act.

10 PART A  
11 Intentionally Omitted  
12 PART B  
13 Intentionally Omitted  
14 PART C  
15 Intentionally Omitted  
16 PART D  
17 Intentionally Omitted  
18 PART E  
19 Intentionally Omitted  
20 PART F  
21 Intentionally Omitted  
22 PART G  
23 Intentionally Omitted  
24 PART H  
25 Intentionally Omitted  
26 PART I  
27 Intentionally Omitted  
28 PART J

29 Section 1. Section 2 of chapter 393 of the laws of 1994, amending the  
30 New York state urban development corporation act, relating to the powers  
31 of the New York state urban development corporation to make loans, as  
32 amended by section 1 of part FF of chapter 58 of the laws of 2020, is  
33 amended to read as follows:

34 § 2. This act shall take effect immediately provided, however, that  
35 section one of this act shall expire on July 1, [~~2021~~] 2022, at which  
36 time the provisions of subdivision 26 of section 5 of the New York state

1 urban development corporation act shall be deemed repealed; provided,  
2 however, that neither the expiration nor the repeal of such subdivision  
3 as provided for herein shall be deemed to affect or impair in any manner  
4 any loan made pursuant to the authority of such subdivision prior to  
5 such expiration and repeal.

6 § 2. This act shall take effect immediately and shall be deemed to  
7 have been in full force and effect on and after July 1, 2021.

## 8 PART K

9 Section 1. Subdivision 3 of section 16-m of section 1 of chapter 174  
10 of the laws of 1968 constituting the New York state urban development  
11 corporation act, as amended by section 1 of part EE of chapter 58 of the  
12 laws of 2020, is amended to read as follows:

13 3. The provisions of this section shall expire, notwithstanding any  
14 inconsistent provision of subdivision 4 of section 469 of chapter 309 of  
15 the laws of 1996 or of any other law, on July 1, ~~2021~~ 2022.

16 § 2. This act shall take effect immediately and shall be deemed to  
17 have been in full force and effect on and after July 1, 2021.

## 18 PART L

19 Intentionally Omitted

## 20 PART M

21 Section 1. Section 3 of part S of chapter 58 of the laws of 2016,  
22 relating to transferring the statutory authority for the promulgation of  
23 marketing orders from the department of agriculture and markets to the  
24 New York state urban development corporation, as amended by section 1 of  
25 part Y of chapter 58 of the laws of 2018, is amended to read as follows:

26 § 3. This act shall take effect on the ninetieth day after it shall  
27 have become a law and shall expire and be deemed repealed July 31,  
28 ~~2021~~ 2024; provided, however, that any assessment due and payable  
29 under such marketing orders shall be remitted to the urban development  
30 corporation starting 30 days after such effective date.

31 § 2. This act shall take effect immediately.

## 32 PART N

33 Section 1. Section 2 of chapter 21 of the laws of 2003, amending the  
34 executive law relating to permitting the secretary of state to provide  
35 special handling for all documents filed or issued by the division of  
36 corporations and to permit additional levels of such expedited service,  
37 as amended by section 1 of part R of chapter 58 of the laws of 2020, is  
38 amended to read as follows:

39 § 2. This act shall take effect immediately, provided however, that  
40 section one of this act shall be deemed to have been in full force and  
41 effect on and after April 1, 2003 ~~[and shall expire March 31, 2021]~~.

42 § 2. This act shall take effect immediately and shall be deemed to  
43 have been in full force and effect on and after March 31, 2021.

## 44 PART O

45 Intentionally Omitted

1 PART P  
2 Intentionally Omitted  
3 PART Q  
4 Intentionally Omitted  
5 PART R  
6 Intentionally Omitted  
7 PART S  
8 Intentionally Omitted  
9 PART T  
10 Intentionally Omitted  
11 PART U  
12 Intentionally Omitted  
13 PART V  
14 Intentionally Omitted  
15 PART W

16 Section 1. Expenditures of moneys by the New York state energy  
17 research and development authority for services and expenses of the  
18 energy research, development and demonstration program, including  
19 grants, the energy policy and planning program, the zero emissions vehi-  
20 cle and electric vehicle rebate program, and the Fuel NY program shall  
21 be subject to the provisions of this section. Notwithstanding the  
22 provisions of subdivision 4-a of section 18-a of the public service law,  
23 all moneys committed or expended in an amount not to exceed \$22,700,000  
24 shall be reimbursed by assessment against gas corporations, as defined  
25 in subdivision 11 of section 2 of the public service law and electric  
26 corporations as defined in subdivision 13 of section 2 of the public  
27 service law, where such gas corporations and electric corporations have  
28 gross revenues from intrastate utility operations in excess of \$500,000  
29 in the preceding calendar year, and the total amount assessed shall be  
30 allocated to each electric corporation and gas corporation in proportion  
31 to its intrastate electricity and gas revenues in the calendar year  
32 2019. Such amounts shall be excluded from the general assessment  
33 provisions of subdivision 2 of section 18-a of the public service law.  
34 The chair of the public service commission shall bill such gas and/or  
35 electric corporations for such amounts on or before August 10, 2021 and  
36 such amounts shall be paid to the New York state energy research and  
37 development authority on or before September 10, 2021. Upon receipt, the  
38 New York state energy research and development authority shall deposit  
39 such funds in the energy research and development operating fund estab-  
40 lished pursuant to section 1859 of the public authorities law. The New  
41 York state energy research and development authority is authorized and

1 directed to: (1) transfer up to \$4 million to the state general fund for  
2 climate change related services and expenses of the department of envi-  
3 ronmental conservation, \$150,000 to the state general fund for services  
4 and expenses of the department of agriculture and markets, and \$825,000  
5 to the University of Rochester laboratory for laser energetics from the  
6 funds received; and (2) commencing in 2016, provide to the chair of the  
7 public service commission and the director of the budget and the chairs  
8 and secretaries of the legislative fiscal committees, on or before  
9 August first of each year, an itemized record, certified by the presi-  
10 dent and chief executive officer of the authority, or his or her desig-  
11 nee, detailing any and all expenditures and commitments ascribable to  
12 moneys received as a result of this assessment by the chair of the  
13 department of public service pursuant to section 18-a of the public  
14 service law. This itemized record shall include an itemized breakdown  
15 of the programs being funded by this section and the amount committed to  
16 each program. The authority shall not commit for any expenditure, any  
17 moneys derived from the assessment provided for in this section, until  
18 the chair of such authority shall have submitted, and the director of  
19 the budget shall have approved, a comprehensive financial plan encom-  
20 passing all moneys available to and all anticipated commitments and  
21 expenditures by such authority from any source for the operations of  
22 such authority. Copies of the approved comprehensive financial plan  
23 shall be immediately submitted by the chair to the chairs and secre-  
24 taries of the legislative fiscal committees. Any such amount not commit-  
25 ted by such authority to contracts or contracts to be awarded or other-  
26 wise expended by the authority during the fiscal year shall be refunded  
27 by such authority on a pro-rata basis to such gas and/or electric corpo-  
28 rations, in a manner to be determined by the department of public  
29 service, and any refund amounts must be explicitly lined out in the  
30 itemized record described above.

31 § 2. This act shall take effect immediately and shall be deemed to  
32 have been in full force and effect on and after April 1, 2021.

33 PART X

34 Intentionally Omitted

35 PART Y

36 Intentionally Omitted

37 PART Z

38 Intentionally Omitted

39 PART AA

40 Intentionally Omitted

41 PART BB

42 Intentionally Omitted

43 PART CC

1 Section 1. Section 12 of part F of chapter 58 of the laws of 2013  
2 amending the environmental conservation law and the state finance law  
3 relating to the "Cleaner, Greener NY Act of 2013", as amended by chapter  
4 65 of the laws of 2019, is amended to read as follows:

5 § 12. This act shall take effect immediately and shall be deemed to  
6 have been in full force and effect on and after April 1, 2013; provided,  
7 however, that the amendments to subdivision 5-a of section 27-1015 of  
8 the environmental conservation law, as added by section nine of this  
9 act, shall expire and be deemed repealed on April 1, [~~2021~~] 2023.

10 § 2. This act shall take effect immediately.

11 PART DD

12 Intentionally Omitted

13 PART EE

14 Intentionally Omitted

15 PART FF

16 Intentionally omitted

17 PART GG

18 Intentionally Omitted

19 PART HH

20 Intentionally Omitted

21 PART II

22 Section 1. Section 2 of part BB of chapter 58 of the laws of 2012  
23 amending the public authorities law, relating to authorizing the dormi-  
24 tory authority to enter into certain design and construction management  
25 agreements, as amended by section 1 of part B of chapter 58 of the laws  
26 of 2019, is amended to read as follows:

27 § 2. This act shall take effect immediately and shall expire and be  
28 deemed repealed April 1, [~~2021~~] 2024.

29 § 2. The dormitory authority of the state of New York shall provide a  
30 report providing information regarding any project undertaken pursuant  
31 to a design and construction management agreement, as authorized by part  
32 BB of chapter 58 of the laws of 2012, between the dormitory authority of  
33 the state of New York and the department of environmental conservation  
34 and/or the office of parks, recreation and historic preservation to the  
35 governor, the temporary president of the senate and speaker of the  
36 assembly. Such report shall include but not be limited to a description  
37 of each such project, the project identification number of each such  
38 project, if applicable, the projected date of completion, the status of  
39 the project, the total cost or projected cost of each such project, and  
40 the location, including the names of any county, town, village or city,  
41 where each such project is located or proposed. In addition, such a  
42 report shall be provided to the aforementioned parties by the first day  
43 of March of each year that the authority to enter into such agreements  
44 pursuant to part BB of chapter 58 of the laws of 2012 is in effect.

§ 3. This act shall take effect immediately and shall be deemed to have been in full force and effect on and after April 1, 2021.

## PART JJ

Intentionally Omitted

## PART KK

Intentionally Omitted

## PART LL

Section 1. Paragraph (a) of subdivision 1 of section 9-x of the banking law, as amended by section 1 of part C of chapter 126 of the laws of 2020, is amended to read as follows:

(a) "Covered period" means March 7, 2020 until the later of December 31, 2021 or the date on which none of the provisions that closed or otherwise restricted public or private businesses or places of public accommodation, or required postponement or cancellation of all non-essential gatherings of individuals of any size for any reason in Executive Orders 202.3, 202.4, 202.5, 202.6, 202.7, 202.8, 202.10, 202.11, 202.13 or 202.14, as extended by Executive Orders 202.28 and 202.31 and as further extended by any future Executive Order, issued in response to the COVID-19 pandemic continue to apply in the county of the qualified mortgagor's residence;

§ 2. This act shall take effect immediately.

## PART MM

Intentionally Omitted

## PART NN

Section 1. Section 1 of subpart H of part C of chapter 20 of the laws of 2015, appropriating money for certain municipal corporations and school districts, as amended by section 1 of part AAA of chapter 59 of the laws of 2018, is amended to read as follows:

Section 1. Contingent upon available funding, and not to exceed [~~\$69,000,000~~] \$140,000,000 from existing uncommitted funds from the New York state energy research and development authority legacy programs and moneys from the urban development corporation shall be available for a local government entity, which for the purposes of this section shall mean a county, city, town, village, school district or special district, where (i) on or after June 25, 2015, an electric generating facility located within such local government entity has ceased operations, and (ii) the closing of such facility has caused a reduction in the real property tax collections or payments in lieu of taxes of at least twenty percent owed by such electric generating facility. Such moneys attributable to the cessation of operations, shall be paid annually on a first come, first served basis by the urban development corporation to such local government entity within a reasonable time upon confirmation from the state office of real property tax services or the local industrial development authority established pursuant to titles eleven and fifteen of article eight of the public authorities law, or the local industrial development agency established pursuant to article eighteen-A of the



general municipal law that such cessation has resulted in a reduction in the real property tax collections or payments in lieu of taxes, provided, however, that the urban development corporation shall not provide assistance to such local government entity for more than seven years, and shall award payments reflecting the loss of revenues due to the cessation of operations as follows:

	Award Year	Maximum Potential Award
	1	no more than eighty percent of loss of revenues
	2	no more than seventy percent of loss of revenues
	3	no more than sixty percent of loss of revenues
	4	no more than fifty percent of loss of revenues
	5	no more than forty percent of loss of revenues
	6	no more than thirty percent of loss of revenues
	7	no more than twenty percent of loss of revenues

A local government entity shall be eligible for only one payment of funds hereunder per year. A local government entity may seek assistance under the electric generation facility cessation mitigation fund once a generator has submitted its notice to the federally designated electric bulk system operator (BSO) serving the state of New York of its intent to retire the facility or of its intent to voluntarily remove the facility from service subject to any return-to-service provisions of any tariff, and that the facility also is ineligible to participate in the markets operated by the BSO. The date of submission of a local government entity's application for assistance shall establish the order in which assistance is paid to program applicants, except that in no event shall assistance be paid to a local government entity until such time that an electric generating facility has retired or become ineligible to participate in the markets operated by the BSO. For purposes of this section, any local government entity seeking assistance under the electric generation facility cessation mitigation fund must submit an attestation to the department of public service that a facility is no longer producing electricity and is no longer participating in markets operated by the BSO. After receipt of such attestation, the department of public service shall confirm such information with the BSO. In the case that the BSO confirms to the department of public service that the facility is no longer producing electricity and participating in markets operated by such BSO, it shall be deemed that the electric generating facility located within the local government entity has ceased operation. The department of public service shall provide such confirmation to the urban development corporation upon receipt. The determination of the amount of such annual payment shall be determined by the president of the urban development corporation based on the amount of the differential between the annual real property taxes and payments in lieu of taxes imposed upon the facility, exclusive of interest and penalties, during the last year of operations and the current real property taxes and payments in lieu of taxes imposed upon the facility, exclusive of interest and penalties. The total amount awarded from this program shall not exceed [~~\$69,000,000~~] \$140,000,000.

§ 2. Section 4 of subpart H of part C of chapter 20 of the laws of 2015, appropriating money for certain municipal corporations and school districts, is amended to read as follows:

§ 4. This act shall take effect immediately and shall expire and be deemed repealed by July 1, 2025; provided, however, a local government which has not completed its seven years of assistance prior to such date

1 may continue to receive funding until such seven year time frame is  
2 complete.

3 § 3. Subpart H of part C of chapter 20 of the laws of 2015, appropri-  
4 ating money for certain municipal corporations and school districts, is  
5 amended by adding a new section 3-a to read as follows:

6 § 3-a. Notwithstanding any provision of law to the contrary, the New  
7 York State energy research and development authority shall make avail-  
8 able \$20,000,000 from its existing uncommitted legacy program funds for  
9 a school district where an electric generating facility, which repres-  
10 ented over 40% of the taxes levied by the school district pursuant to  
11 the 2003-2004 assessment roll, ceased to serve as a base load facility  
12 and, beginning with the taxes levied pursuant to the 2015-16 assessment  
13 roll, represented 1.4% of such school district's tax levy.

14 § 4. This act shall take effect immediately; provided, however, that  
15 the amendments to subpart H of part C of chapter 20 of the laws of 2015  
16 made by sections one and three of this act shall not affect the repeal  
17 of such subpart and shall be deemed repealed therewith.

18 PART OO

19 Intentionally Omitted

20 PART PP

21 Intentionally Omitted

22 PART QQ

23 Intentionally Omitted

24 PART RR

25 Intentionally Omitted

26 PART SS

27 Intentionally Omitted

28 PART TT

29 Section 1. This act enacts into law components of legislation relating  
30 to the pandemic recovery and restart program. Each component is wholly  
31 contained within a Subpart identified as Subparts A through C. The  
32 effective date for each particular provision contained within such  
33 Subpart is set forth in the last section of such Subpart. Any provision  
34 in any section contained within a Subpart, including the effective date  
35 of the Subpart, which makes reference to a section "of this act", when  
36 used in connection with that particular component, shall be deemed to  
37 mean and refer to the corresponding section of the Subpart in which it  
38 is found. Section three of this act sets forth the general effective  
39 date of this act.

40 SUBPART A

41 Section 1. The economic development law is amended by adding a new  
42 article 24 to read as follows:

ARTICLE 24SMALL BUSINESS RETURN-TO-WORK TAX CREDIT PROGRAMSection 460. Short title.461. Statement of legislative findings and declaration.462. Definitions.463. Eligibility criteria.464. Application and approval process.465. Small business return-to-work tax credit.466. Powers and duties of the commissioner.467. Maintenance of records.468. Reporting.469. Cap on tax credit.

§ 460. Short title. This article shall be known and may be cited as the "small business return-to-work tax credit program act".

§ 461. Statement of legislative findings and declaration. It is hereby found and declared that New York state needs, as a matter of public policy, to create financial incentives for small businesses in industries that have suffered economic harm as a result of the COVID-19 pandemic to expeditiously rehire workers and increase total small business employment. The small business return-to-work tax credit program is created to provide financial incentives to economically harmed small businesses to offer relief, expedite their hiring efforts, and reduce the duration and severity of the current economic difficulties.

§ 462. Definitions. For the purposes of this article:

1. "Accommodation sector" means establishments that provide lodging or short-term accommodations for travelers, vacationers, and others.

2. "Arts, entertainment, and recreation sector" means establishments that operate facilities or provide services to meet varied cultural, entertainment, and recreational interests of their patrons. This sector comprises: (a) establishments that are involved in producing, promoting, or participating in live performances, events, or exhibits intended for public viewing; (b) establishments that preserve and exhibit objects and sites of historical, cultural, or educational interest; and (c) establishments that operate facilities or provide services that enable patrons to participate in recreational activities or pursue amusement, hobby, and leisure-time interests.

3. "Average full-time employment" shall mean the average number of full-time equivalent positions employed by a business entity in an eligible industry during a given period.

4. "Average starting full-time employment" shall be calculated as the average number of full-time equivalent positions employed by a business entity in an eligible industry between January first, two thousand twenty-one, and March thirty-first, two thousand twenty-one.

5. "Average ending full-time employment" shall be calculated as the average number of full-time equivalent positions employed by a business entity in an eligible industry between April first, two thousand twenty-one, and either August thirty-first, two thousand twenty-one, or December thirty-first, two thousand twenty-one, whichever date the business entity chooses to use.

6. "Certificate of tax credit" means the document issued to a business entity by the department after the department has verified that the business entity has met all applicable eligibility criteria in this article. The certificate shall specify the exact amount of the tax credit under this article that a business entity may claim, pursuant to section four hundred sixty-five of this article.

1 7. "Commissioner" shall mean the commissioner of the department of  
2 economic development.

3 8. "Department" shall mean the department of economic development.

4 9. "Eligible industry" means a business entity operating predominantly  
5 in one of the following business sectors:

6 (a) accommodations; or

7 (b) arts, entertainment, and recreation.

8 10. "Net employee increase" means an increase of at least one full-  
9 time equivalent employee between the average starting full-time employ-  
10 ment and the average ending full-time employment of a business entity.

11 § 463. Eligibility criteria. 1. To be eligible for a tax credit under  
12 the small business return-to-work tax credit program, a business entity  
13 must:

14 (a) be a small business as defined in section one hundred thirty-one  
15 of this chapter and have fewer than one hundred full-time job equiv-  
16 alents in New York state as of April first, two thousand twenty-one;

17 (b) operate a business location in New York state that charges admis-  
18 sion and/or accepts payment for goods and/or services from in-person  
19 customers;

20 (c) operate predominantly in an eligible industry as defined in subdivi-  
21 sion nine of section four hundred sixty-two of this article; provided,  
22 however, that the department, in its regulations promulgated pursuant to  
23 this article, shall have the authority to list certain sectors of those  
24 industries as ineligible;

25 (d) have experienced economic harm as a result of the COVID-19 emer-  
26 gency as evidenced by a year-to-year decrease of at least forty percent  
27 in New York state between the second quarter of two thousand nineteen  
28 and the second quarter of two thousand twenty or the third quarter of  
29 two thousand nineteen and the third quarter of two thousand twenty for  
30 one or both of: (i) gross receipts or (ii) average full-time employment;  
31 and

32 (e) have demonstrated a net employee increase.

33 2. A business entity must be in substantial compliance with any emer-  
34 gency restrictions or public health orders impacting the industry sector  
35 or other laws and regulations as determined by the commissioner. In  
36 addition, a business entity may not owe past due state taxes or local  
37 property taxes unless the business entity is making payments and comply-  
38 ing with an approved binding payment agreement entered into with the  
39 taxing authority.

40 § 464. Application and approval process. 1. A business entity must  
41 submit a complete application as prescribed by the commissioner.

42 2. The commissioner shall establish procedures and a timeframe for  
43 business entities to submit applications. As part of the application,  
44 each business entity must:

45 (a) provide evidence in a form and manner prescribed by the commis-  
46 sioner of their business eligibility;

47 (b) agree to allow the department of taxation and finance to share the  
48 business entity's tax information with the department. However, any  
49 information shared as a result of this program shall not be available  
50 for disclosure or inspection under the state freedom of information law;

51 (c) agree to allow the department of labor to share its tax and  
52 employer information with the department. However, any information  
53 shared as a result of this program shall not be available for disclosure  
54 or inspection under the state freedom of information law;

55 (d) allow the department and its agents access to any and all books  
56 and records the department may require to monitor compliance;

1 (e) certify, under penalty of perjury, that it is in substantial  
2 compliance with all emergency orders or public health regulations  
3 currently required of such entity, and local, and state tax laws; and  
4 (f) agree to provide any additional information required by the  
5 department relevant to this article.

6 3. After reviewing a business entity's completed final application and  
7 determining that the business entity meets the eligibility criteria as  
8 set forth in this article, the department may issue to that business  
9 entity a certificate of tax credit. A business entity may claim the tax  
10 credit in the taxable year that includes December thirty-first, two  
11 thousand twenty-one.

12 § 465. Small business return-to-work tax credit. 1. A business entity  
13 in the small business return-to-work tax credit program that meets the  
14 eligibility requirements of section four hundred sixty-three of this  
15 article may be eligible to claim a credit equal to five thousand dollars  
16 per each full-time equivalent net employee increase as defined in subdi-  
17 vision ten of section four hundred sixty-two of this article.

18 2. A business entity, including a partnership, limited liability  
19 company and subchapter S corporation, may not receive in excess of fifty  
20 thousand dollars in tax credits under this program.

21 3. The credit shall be allowed as provided in section forty-five,  
22 subdivision fifty-five of section two hundred ten-B and subsection (kkk)  
23 of section six hundred six of the tax law.

24 § 466. Powers and duties of the commissioner. 1. The commissioner may  
25 promulgate regulations establishing an application process and eligibil-  
26 ity criteria, that will be applied consistent with the purposes of this  
27 article, so as not to exceed the annual cap on tax credits set forth in  
28 section four hundred sixty-nine of this article which, notwithstanding  
29 any provisions to the contrary in the state administrative procedure  
30 act, may be adopted on an emergency basis.

31 2. The commissioner shall, in consultation with the department of  
32 taxation and finance, develop a certificate of tax credit that shall be  
33 issued by the commissioner to eligible businesses. Such certificate  
34 shall contain such information as required by the department of taxation  
35 and finance.

36 3. The commissioner shall solely determine the eligibility of any  
37 applicant applying for entry into the program and shall remove any busi-  
38 ness entity from the program for failing to meet any of the requirements  
39 set forth in section four hundred sixty-three of this article, or for  
40 failing to meet the requirements set forth in subdivision one of section  
41 four hundred sixty-four of this article.

42 § 467. Maintenance of records. Each business entity participating in  
43 the program shall keep all relevant records for their duration of  
44 program participation for at least three years.

45 § 468. Reporting. Each business entity participating in this program  
46 must submit a performance report to the department at a time prescribed  
47 in regulations by the commissioner. The commissioner shall on or before  
48 the first day of each month starting on May first, two thousand twenty-  
49 one or the first day of the month after the program is launched, and on  
50 every first day of the month thereafter, a report to the governor, the  
51 temporary president of the senate, the speaker of the assembly, the  
52 chair of the senate finance committee, and the chair of the assembly  
53 ways and means committee, setting forth the activities undertaken by the  
54 program. Such report shall include, but not be limited to, the following  
55 in each reporting period: total amount of advance payments dispersed and  
56 tax credit claimed; total number of participants approved and their



1 regional location; total amount of advance payments dispersed and cred-  
2 its claimed, and average amount of advance payment dispersed and tax  
3 credits claimed; name of advance payment recipients and tax credit  
4 claimed; total number of net new, retained, or rehired jobs created; and  
5 such other information as the commissioner determines necessary and  
6 appropriate to effectuate the purpose of the program. Such reports shall  
7 be included on the department's website and any publicly accessible  
8 database that list economic development programs.

9 § 469. Cap on tax credit. The total amount of tax credits listed on  
10 certificates of tax credit issued by the commissioner pursuant to this  
11 article may not exceed fifty million dollars.

12 § 2. The tax law is amended by adding a new section 45 to read as  
13 follows:

14 § 45. Small business return-to-work tax credit. (a) Allowance of cred-  
15 it. A taxpayer subject to tax under article nine-A or twenty-two of this  
16 chapter shall be allowed a credit against such tax, pursuant to the  
17 provisions referenced in subdivision (f) of this section. The amount of  
18 the credit is equal to the amount determined pursuant to section four  
19 hundred sixty-five of the economic development law. No cost or expense  
20 paid or incurred by the taxpayer which is included as part of the calcu-  
21 lation of this credit shall be the basis of any other tax credit allowed  
22 under this chapter.

23 (b) Eligibility. To be eligible for the small business return-to-work  
24 tax credit, the taxpayer shall have been issued a certificate of tax  
25 credit by the department of economic development pursuant to subdivision  
26 two of section four hundred sixty-four of the economic development law,  
27 which certificate shall set forth the amount of the credit that may be  
28 claimed for the taxable year. The taxpayer shall be allowed to claim  
29 only the amount listed on the certificate of tax credit for that taxable  
30 year. A taxpayer that is a partner in a partnership, member of a limited  
31 liability company or shareholder in a subchapter S corporation that has  
32 received a certificate of tax credit shall be allowed its pro rata share  
33 of the credit earned by the partnership, limited liability company or  
34 subchapter S corporation.

35 (c) Tax return requirement and advance payment option. (1) The taxpay-  
36 er shall be required to attach to its tax return in the form prescribed  
37 by the commissioner, proof of receipt of its certificate of tax credit  
38 issued by the commissioner of the department of economic development.  
39 (2) Taxpayers who choose to use August thirty-first, two thousand twen-  
40 ty-one as the last date to calculate their average ending full-time  
41 employment and have received their certificate of tax credit by November  
42 fifteenth, two thousand twenty-one shall have the option to request an  
43 advance payment of the amount of tax credit they are allowed under this  
44 section. A taxpayer shall submit such request to the department in the  
45 manner prescribed by the commissioner after it has been issued a certifi-  
46 cate of tax credit by the department of economic development pursuant  
47 to subdivision two of section four hundred sixty-four of the economic  
48 development law, or such certificate has been issued to a partnership,  
49 limited liability company or subchapter S corporation in which it is a  
50 partner, member or shareholder, respectively, but such request shall be  
51 submitted no later than November fifteenth, two thousand twenty-one. For  
52 those taxpayers who have requested an advance payment and for whom the  
53 commissioner has determined eligible for this credit, the commissioner  
54 shall advance a payment of the tax credit allowed to the taxpayer.  
55 However, in the case of a taxpayer subject to article nine-A of this  
56 chapter, such payment shall be equal to the amount of credit allowed to

1 the taxpayer less twenty-five dollars. Such twenty-five dollars shall  
2 represent a partial payment of tax owed by the taxpayer under article  
3 nine-A, including any fixed dollar minimum owed under paragraph (d) of  
4 subdivision one of section two hundred ten of this chapter. When a  
5 taxpayer files its return for the taxable year, such taxpayer shall  
6 properly reconcile the advance payment and any partial payment of fixed  
7 dollar minimum tax, if applicable, on the taxpayer's return.

8 (d) Information sharing. Notwithstanding any provision of this chap-  
9 ter, employees of the department of economic development and the depart-  
10 ment shall be allowed and are directed to share and exchange:

11 (1) information derived from tax returns or reports that is relevant  
12 to a taxpayer's eligibility to participate in the small business  
13 return-to-work tax credit program;

14 (2) information regarding the credit applied for, allowed or claimed  
15 pursuant to this section and taxpayers that are applying for the credit  
16 or that are claiming the credit; and

17 (3) information contained in or derived from credit claim forms  
18 submitted to the department and applications for admission into the  
19 small business return-to-work tax credit program. Except as provided in  
20 paragraph two of this subdivision, all information exchanged between the  
21 department of economic development and the department shall not be  
22 subject to disclosure or inspection under the state's freedom of infor-  
23 mation law.

24 (e) Credit recapture. If a certificate of tax credit issued by the  
25 department of economic development under article twenty-four of the  
26 economic development law is revoked by such department, the amount of  
27 credit described in this section and claimed by the taxpayer prior to  
28 that revocation shall be added back to tax in the taxable year in which  
29 any such revocation becomes final.

30 (f) Cross references. For application of the credit provided for in  
31 this section, see the following provisions of this chapter:

32 (1) article 9-A: section 210-B, subdivision 55;

33 (2) article 22: section 606, subsection (kkk).

34 § 3. Section 210-B of the tax law is amended by adding a new subdivi-  
35 sion 55 to read as follows:

36 55. Small business return-to-work tax credit. (a) Allowance of credit.  
37 A taxpayer shall be allowed a credit, to be computed as provided in  
38 section forty-five of this chapter, against the taxes imposed by this  
39 article.

40 (b) Application of credit. The credit allowed under this subdivision  
41 for the taxable year shall not reduce the tax due for such year to less  
42 than the amount prescribed in paragraph (d) of subdivision one of  
43 section two hundred ten of this article. However, if the amount of  
44 credit allowed under this subdivision for the taxable year reduces the  
45 tax to such amount or if the taxpayer otherwise pays tax based on the  
46 fixed dollar minimum amount, any amount of credit thus not deductible in  
47 such taxable year shall be treated as an overpayment of tax to be cred-  
48 ited or refunded in accordance with the provisions of section one thou-  
49 sand eighty-six of this chapter. Provided, however, the provisions of  
50 subsection (c) of section one thousand eighty-eight of this chapter  
51 notwithstanding, no interest will be paid thereon.

52 § 4. Section 606 of the tax law is amended by adding a new subsection  
53 (kkk) to read as follows:

54 (kkk) Small business return-to-work tax credit. (1) Allowance of cred-  
55 it. A taxpayer shall be allowed a credit, to be computed as provided in

section forty-five of this chapter, against the tax imposed by this article.

(2) Application of credit. If the amount of the credit allowed under this subsection for the taxable year exceeds the taxpayer's tax for such year, the excess shall be treated as an overpayment of tax to be credited or refunded in accordance with the provisions of section six hundred eighty-six of this article, provided, however, that no interest will be paid thereon.

§ 5. Subparagraph (B) of paragraph 1 of subsection (i) of section 606 of the tax law is amended by adding a new clause (xlvi) to read as follows:

<u>(xlvi) Small business</u>	<u>Amount of credit under</u>
<u>return-to-work tax</u>	<u>subdivision fifty-five</u>
<u>credit under subsection (kkk)</u>	<u>of section two hundred ten-B</u>

§ 6. This act shall take effect immediately.

## SUBPART B

Section 1. The economic development law is amended by adding a new article 25 to read as follows:

### ARTICLE 25

#### RESTAURANT RETURN-TO-WORK TAX CREDIT PROGRAM

Section 470. Short title.

471. Statement of legislative findings and declaration.

472. Definitions.

473. Eligibility criteria.

474. Application and approval process.

475. Restaurant return-to-work tax credit.

476. Powers and duties of the commissioner.

477. Maintenance of records.

478. Reporting.

479. Cap on tax credit.

§ 470. Short title. This article shall be known and may be cited as the "restaurant return-to-work tax credit program act".

§ 471. Statement of legislative findings and declaration. It is hereby found and declared that New York state needs, as a matter of public policy, to create financial incentives for restaurants that have suffered economic harm as a result of the COVID-19 pandemic to expeditiously rehire workers and increase total employment. The restaurant return-to-work tax credit program is created to provide financial incentives to economically harmed restaurants to offer relief, expedite their hiring efforts, and reduce the duration and severity of the current economic difficulties.

§ 472. Definitions. For the purposes of this article:

1. "Average full-time employment" shall mean the average number of full-time equivalent positions employed by a business entity in an eligible industry during a given period.

2. "Average starting full-time employment" shall be calculated as the average number of full-time equivalent positions employed by a business entity in an eligible industry between January first, two thousand twenty-one, and March thirty-first, two thousand twenty-one.

3. "Average ending full-time employment" shall be calculated as the average number of full-time equivalent positions employed by a business entity in an eligible industry between April first, two thousand twenty-one, and either August thirty-first, two thousand twenty-one, or



1 December thirty-first, two thousand twenty-one, whichever date the busi-  
2 ness entity chooses to use.

3 4. "Certificate of tax credit" means the document issued to a business  
4 entity by the department after the department has verified that the  
5 business entity has met all applicable eligibility criteria in this  
6 article. The certificate shall specify the exact amount of the tax cred-  
7 it under this article that a business entity may claim, pursuant to  
8 section four hundred seventy-five of this article.

9 5. "Commissioner" shall mean commissioner of the department of econom-  
10 ic development.

11 6. "Department" shall mean the department of economic development.

12 7. "Eligible industry" means a business entity operating predominantly  
13 in the COVID-19 impacted food services sector.

14 8. "Net employee increase" means an increase of at least one full-time  
15 equivalent employee between the average starting full-time employment  
16 and the average ending full-time employment of a business entity.

17 9. "COVID-19 impacted food services sector" means:

18 (a) independently owned establishments that are located inside the  
19 city of New York and have been subjected to a ban on indoor dining for  
20 over six months and are primarily organized to prepare and provide  
21 meals, and/or beverages to customers for consumption, including for  
22 immediate indoor on-premises consumption, as further defined in regu-  
23 lations pursuant to this article; and

24 (b) independently owned establishments that are located outside of the  
25 city of New York in an area which has been and/or remains designated by  
26 the department of health as either an orange zone or red zone pursuant  
27 to Executive Order 202.68 as amended, and for which such designation was  
28 or has been in effect and resulted in additional restrictions on indoor  
29 dining for at least thirty consecutive days, and are primarily organized  
30 to prepare and provide meals, and/or beverages to customers for consump-  
31 tion, including for immediate indoor on-premises consumption, as further  
32 defined in regulations pursuant to this article.

33 § 473. Eligibility criteria. 1. To be eligible for a tax credit under  
34 the restaurant return-to-work tax credit program, a business entity  
35 must:

36 (a) be a small business as defined in section one hundred thirty-one  
37 of this chapter and have fewer than one hundred full-time job equiv-  
38 alents in New York state as of April first, two thousand twenty-one;

39 (b) operate a business location in New York state that is primarily  
40 organized to accept payment for meals and/or beverages including from  
41 in-person customers;

42 (c) operate predominantly in the COVID-19 impacted food services  
43 sector; provided, however, that the department, in its regulations  
44 promulgated pursuant to this article, shall have the authority to list  
45 certain types of establishments as ineligible;

46 (d) have experienced economic harm as a result of the COVID-19 emer-  
47 gency as evidenced by a year-to-year decrease of at least forty percent  
48 in New York state between the second quarter of two thousand nineteen  
49 and the second quarter of two thousand twenty or the third quarter of  
50 two thousand nineteen and the third quarter of two thousand twenty for  
51 one or both of: (i) gross receipts or (ii) average full-time employment;  
52 and

53 (e) have demonstrated a net employee increase.

54 2. A business entity must be in substantial compliance with any public  
55 health or other emergency orders or regulations related to the entity's  
56 sector or other laws and regulations as determined by the commissioner.

1 In addition, a business entity may not owe past due state taxes or local  
2 property taxes unless the business entity is making payments and comply-  
3 ing with an approved binding payment agreement entered into with the  
4 taxing authority.

5 § 474. Application and approval process. 1. A business entity must  
6 submit a complete application as prescribed by the commissioner.

7 2. The commissioner shall establish procedures and a timeframe for  
8 business entities to submit applications. As part of the application,  
9 each business entity must:

10 (a) provide evidence in a form and manner prescribed by the commis-  
11 sioner of their business eligibility;

12 (b) agree to allow the department of taxation and finance to share the  
13 business entity's tax information with the department. However, any  
14 information shared as a result of this program shall not be available  
15 for disclosure or inspection under the state freedom of information law;

16 (c) agree to allow the department of labor to share its tax and  
17 employer information with the department. However, any information  
18 shared as a result of this program shall not be available for disclosure  
19 or inspection under the state freedom of information law;

20 (d) allow the department and its agents access to any and all books  
21 and records the department may require to monitor compliance;

22 (e) certify, under penalty of perjury, that it is in substantial  
23 compliance with all emergency orders or public health regulations  
24 currently required of such entity, and local, and state tax laws; and

25 (f) agree to provide any additional information required by the  
26 department relevant to this article.

27 3. After reviewing a business entity's completed final application and  
28 determining that the business entity meets the eligibility criteria as  
29 set forth in this article, the department may issue to that business  
30 entity a certificate of tax credit. A business entity may claim the tax  
31 credit in the taxable year that includes December thirty-first, two  
32 thousand twenty-one.

33 § 475. Restaurant return-to-work tax credit. 1. A business entity in  
34 the restaurant return-to-work tax credit program that meets the eligi-  
35 bility requirements of section four hundred seventy-three of this arti-  
36 cle may be eligible to claim a credit equal to five thousand dollars per  
37 each full-time equivalent net employee increase as defined in subdivi-  
38 sion eight of section four hundred seventy-two of this article.

39 2. A business entity, including a partnership, limited liability  
40 company and subchapter S corporation, may not receive in excess of fifty  
41 thousand dollars in tax credits under this program.

42 3. The credit shall be allowed as provided in sections forty-six,  
43 subdivision fifty-six of section two hundred ten-B and subsection (111)  
44 of section six hundred six of the tax law.

45 § 476. Powers and duties of the commissioner. 1. The commissioner may  
46 promulgate regulations establishing an application process and eligibil-  
47 ity criteria, that will be applied consistent with the purposes of this  
48 article, so as not to exceed the annual cap on tax credits set forth in  
49 section four hundred seventy-nine of this article which, notwithstanding  
50 any provisions to the contrary in the state administrative procedure  
51 act, may be adopted on an emergency basis.

52 2. The commissioner shall, in consultation with the department of  
53 taxation and finance, develop a certificate of tax credit that shall be  
54 issued by the commissioner to eligible businesses. Such certificate  
55 shall contain such information as required by the department of taxation  
56 and finance.

1     3. The commissioner shall solely determine the eligibility of any  
2 applicant applying for entry into the program and shall remove any busi-  
3 ness entity from the program for failing to meet any of the requirements  
4 set forth in section four hundred seventy-three of this article, or for  
5 failing to meet the requirements set forth in subdivision one of section  
6 four hundred seventy-four of this article.

7     § 477. Maintenance of records. Each business entity participating in  
8 the program shall keep all relevant records for their duration of  
9 program participation for at least three years.

10    § 478. Reporting. Each business entity participating in this program  
11 shall submit a performance report to the department at a time prescribed  
12 in regulations by the commissioner. The commissioner shall on or before  
13 the first day of each month starting on May first, two thousand twenty-  
14 one or the first day of the month after the program is launched, and on  
15 every first day of the month thereafter, a report to the governor, the  
16 temporary president of the senate, the speaker of the assembly, the  
17 chair of the senate finance committee, and the chair of the assembly  
18 ways and means committee, setting forth the activities undertaken by the  
19 program. Such report shall include, but not be limited to, the following  
20 in each reporting period: total amount of advance payments dispersed;  
21 total number of participants approved and their regional location; total  
22 amount of advance payments dispersed and tax credits claimed, and aver-  
23 age amount of advance payments dispersed and tax credit claimed; name of  
24 advance payment recipients and tax credit claimed; total number of net  
25 new, retained, or rehired jobs created; and such other information as  
26 the commissioner determines necessary and appropriate to effectuate the  
27 purpose of the program. Such reports shall be included on the depart-  
28 ment's website and any publicly accessible database that list economic  
29 development programs.

30    § 479. Cap on tax credit. The total amount of tax credits listed on  
31 certificates of tax credit issued by the commissioner pursuant to this  
32 article may not exceed fifty million dollars.

33    § 2. The tax law is amended by adding a new section 46 to read as  
34 follows:

35    § 46. Restaurant return-to-work tax credit. (a) Allowance of credit. A  
36 taxpayer subject to tax under article nine-A or twenty-two of this chap-  
37 ter shall be allowed a credit against such tax, pursuant to the  
38 provisions referenced in subdivision (f) of this section. The amount of  
39 the credit is equal to the amount determined pursuant to section four  
40 hundred seventy-five of the economic development law. No cost or expense  
41 paid or incurred by the taxpayer which is included as part of the calcu-  
42 lation of this credit shall be the basis of any other tax credit allowed  
43 under this chapter.

44    (b) Eligibility. To be eligible for the restaurant return-to-work tax  
45 credit, the taxpayer shall have been issued a certificate of tax credit  
46 by the department of economic development pursuant to subdivision two of  
47 section four hundred seventy-four of the economic development law, which  
48 certificate shall set forth the amount of the credit that may be claimed  
49 for the taxable year. The taxpayer shall be allowed to claim only the  
50 amount listed on the certificate of tax credit for that taxable year. A  
51 taxpayer that is a partner in a partnership, member of a limited liabil-  
52 ity company or shareholder in a subchapter S corporation that has  
53 received a certificate of tax credit shall be allowed its pro rata share  
54 of the credit earned by the partnership, limited liability company or  
55 subchapter S corporation.

1 (c) Tax return requirement and advance payment option. (1) The taxpayer shall be required to attach to its tax return in the form prescribed  
2 by the commissioner, proof of receipt of its certificate of tax credit  
3 issued by the commissioner of the department of economic development.

4 (2) Taxpayers who choose to use August thirty-first, two thousand  
5 twenty-one as the last date to calculate their average ending full-time  
6 employment and have received their certificate of tax credit by November  
7 fifteenth, two thousand twenty-one shall have the option to request an  
8 advance payment of the amount of tax credit they are allowed under this  
9 section. A taxpayer must submit such request to the department in the  
10 manner prescribed by the commissioner after it has been issued a certifi-  
11 cate of tax credit by the department of economic development pursuant  
12 to subdivision two of section four hundred seventy-four of the economic  
13 development law (or such certificate has been issued to a partnership,  
14 limited liability company or subchapter S corporation in which it is a  
15 partner, member or shareholder, respectively), but such request must be  
16 submitted no later than November fifteenth, two thousand twenty-one. For  
17 those taxpayers who have requested an advance payment and for whom the  
18 commissioner has determined eligible for this credit, the commissioner  
19 shall advance a payment of the tax credit allowed to the taxpayer.  
20 However, in the case of a taxpayer subject to article nine-A of this  
21 chapter, such payment shall be equal to the amount of credit allowed to  
22 the taxpayer less twenty-five dollars. Such twenty-five dollars shall  
23 represent a partial payment of tax owed by the taxpayer under article  
24 nine-A, including any fixed dollar minimum owed under paragraph (d) of  
25 subdivision one of section two hundred ten of this chapter. When a  
26 taxpayer files its return for the taxable year, such taxpayer shall  
27 properly reconcile the advance payment and any partial payment of fixed  
28 dollar minimum tax, if applicable, on the taxpayer's return.

29 (d) Information sharing. Notwithstanding any provision of this chap-  
30 ter, employees of the department of economic development and the depart-  
31 ment shall be allowed and are directed to share and exchange:

32 (1) information derived from tax returns or reports that is relevant  
33 to a taxpayer's eligibility to participate in the restaurant return-to-  
34 work tax credit program;

35 (2) information regarding the credit applied for, allowed or claimed  
36 pursuant to this section and taxpayers that are applying for the credit  
37 or that are claiming the credit; and

38 (3) information contained in or derived from credit claim forms  
39 submitted to the department and applications for admission into the  
40 restaurant return-to-work tax credit program. Except as provided in  
41 paragraph two of this subdivision, all information exchanged between the  
42 department of economic development and the department shall not be  
43 subject to disclosure or inspection under the state's freedom of infor-  
44 mation law.

45 (e) Credit recapture. If a certificate of tax credit issued by the  
46 department of economic development under article twenty-five of the  
47 economic development law is revoked by such department, the amount of  
48 credit described in this section and claimed by the taxpayer prior to  
49 that revocation shall be added back to tax in the taxable year in which  
50 any such revocation becomes final.

51 (f) Cross references. For application of the credit provided for in  
52 this section, see the following provisions of this chapter:

53 (1) article 9-A: section 210-B, subdivision 56;

54 (2) article 22: section 606, subsection (111).  
55

§ 3. Section 210-B of the tax law is amended by adding a new subdivision 56 to read as follows:

56. Restaurant return-to-work tax credit. (a) Allowance of credit. A taxpayer shall be allowed a credit, to be computed as provided in section forty-six of this chapter, against the taxes imposed by this article.

(b) Application of credit. The credit allowed under this subdivision for the taxable year shall not reduce the tax due for such year to less than the amount prescribed in paragraph (d) of subdivision one of section two hundred ten of this article. However, if the amount of credit allowed under this subdivision for the taxable year reduces the tax to such amount or if the taxpayer otherwise pays tax based on the fixed dollar minimum amount, any amount of credit thus not deductible in such taxable year shall be treated as an overpayment of tax to be credited or refunded in accordance with the provisions of section one thousand eighty-six of this chapter. Provided, however, the provisions of subsection (c) of section one thousand eighty-eight of this chapter notwithstanding, no interest will be paid thereon.

§ 4. Section 606 of the tax law is amended by adding a new subsection (111) to read as follows:

(111) Restaurant return-to-work tax credit. (1) Allowance of credit. A taxpayer shall be allowed a credit, to be computed as provided in section forty-six of this chapter, against the tax imposed by this article.

(2) Application of credit. If the amount of the credit allowed under this subsection for the taxable year exceeds the taxpayer's tax for such year, the excess shall be treated as an overpayment of tax to be credited or refunded in accordance with the provisions of section six hundred eighty-six of this article, provided, however, that no interest will be paid thereon.

§ 5. Subparagraph (B) of paragraph 1 of subsection (i) of section 606 of the tax law is amended by adding a new clause (xlvii) to read as follows:

<u>(xlvii) Restaurant return-to-work</u>	<u>Amount of credit under</u>
<u>tax credit under</u>	<u>subdivision fifty-six of</u>
<u>subsection (111)</u>	<u>section two hundred ten-B</u>

§ 6. This act shall take effect immediately.

#### SUBPART C

Section 1. The tax law is amended by adding a new section 24-c to read as follows:

§ 24-c. New York city musical and theatrical production tax credit. (a) (1) Allowance of credit. A taxpayer that is a qualified New York city musical and theatrical production company, or is a sole proprietor of or a member of a partnership that is a qualified New York city musical and theatrical production company, and that is subject to tax under article nine-A or twenty-two of this chapter, shall be allowed a credit against such tax, pursuant to the provisions referred to in subdivision (d) of this section, and to be computed as provided in this section.

(2) The amount of the credit shall be the product (or pro rata share of the product, in the case of a member of a partnership) of twenty-five percent and the sum of the qualified production expenditures paid for during the qualified New York city musical and theatrical production's credit period. Provided however that the amount of the credit cannot



1 exceed five hundred thousand dollars per qualified New York city musical  
2 and theatrical production company.

3 (3) No qualified production expenditures used by a taxpayer either as  
4 the basis for the allowance of the credit provided pursuant to this  
5 section or used in the calculation of the credit provided pursuant to  
6 this section shall be used by such taxpayer to claim any other credit  
7 allowed pursuant to this chapter.

8 (b) Definitions. As used in this section, the following terms shall  
9 have the following meanings:

10 (1) "Qualified musical and theatrical production" means a for-profit  
11 live, dramatic stage presentation that, in its original or adaptive  
12 version, is performed in a qualified New York city production facility,  
13 whether or not such production was performed in a qualified New York  
14 city production facility prior to March twelfth, two thousand twenty.

15 (2) "Qualified production expenditure" means any costs for tangible  
16 property used and services performed directly and predominantly in the  
17 production of a qualified musical and theatrical production within the  
18 city of New York, including: (i) expenditures for design, construction  
19 and operation, including sets, special and visual effects, costumes,  
20 wardrobes, make-up, accessories and costs associated with sound, light-  
21 ing, and staging; (ii) all salaries, wages, fees, and other compensation  
22 including related benefits for services performed of which the total  
23 allowable expense shall not exceed two hundred thousand dollars per  
24 week; and (iii) technical and crew production costs, such as expendi-  
25 tures for a qualified New York city production facility, or any part  
26 thereof, props, make-up, wardrobe, costumes, equipment used for special  
27 and visual effects, sound recording, set construction, and lighting.  
28 Qualified production expenditure does not include any costs incurred  
29 prior to March thirteenth, two thousand twenty.

30 (3) "Qualified New York city production facility" means a facility  
31 located within the city of New York (i) in which live theatrical  
32 productions are or are intended to be primarily presented, (ii) that  
33 contains at least one stage, a seating capacity of five hundred or more  
34 seats, and dressing rooms, storage areas, and other ancillary amenities  
35 necessary for the qualified musical and theatrical production, and (iii)  
36 for which receipts attributable to ticket sales constitute seventy-five  
37 percent or more of gross receipts of the facility.

38 (4) "Qualified New York city musical and theatrical production compa-  
39 ny" is a corporation, partnership, limited partnership, or other entity  
40 or individual which or who (i) is principally engaged in the production  
41 of a qualified musical or theatrical production that is to be performed  
42 in a qualified New York city production facility, and (ii) has expended  
43 at least one million dollars in qualified production expenditures on the  
44 qualified musical and theatrical production at the time of its applica-  
45 tion to the department of economic development for a tax credit certif-  
46 icate authorized under this section.

47 (5) (i) "The credit period of a qualified New York city musical and  
48 theatrical production company" is the period starting on the production  
49 start date and ending on the earlier of December thirty-first, two thou-  
50 sand twenty-one or the date the qualified musical and theatrical  
51 production closes.

52 (ii) "The production start date" is the date that is six weeks prior  
53 to the first performance of the qualified musical and theatrical  
54 production.

(c) The credit shall be allowed for the taxable year beginning on or after January first, two thousand twenty-one but before January first, two thousand twenty-two.

(d) Cross-references. For application of the credit provided for in this section, see the following provisions of this chapter:

(1) article 9-A: section 210-B: subdivision 57;

(2) article 22: section 606: subsection (mmm).

(e) Notwithstanding any provision of this chapter, (i) employees and officers of the department of economic development and the department shall be allowed and are directed to share and exchange information regarding the credits applied for, allowed, or claimed pursuant to this section and taxpayers who are applying for credits or who are claiming credits, including information contained in or derived from credit claim forms submitted to the department and applications for certification submitted to the department of economic development, and (ii) the commissioner and the commissioner of the department of economic development may release the names and addresses of any qualified New York city musical and theatrical production company entitled to claim this credit and the amount of the credit earned by such company.

(f) Maximum amount of credits. (1) The aggregate amount of tax credits allowed under this section, subdivision fifty-seven of section two hundred ten-B and subsection (mmm) of section six hundred six of this chapter shall be twenty-five million dollars. Such aggregate amount of credits shall be allocated by the department of economic development among taxpayers in order of priority based upon the date of filing an application for allocation of the New York city musical and theatrical production tax credit with such department.

(2) The commissioner of economic development, after consulting with the commissioner, shall promulgate regulations to establish procedures for the allocation of tax credits as required by this section. Such rules and regulations shall include provisions describing the application process, the due dates for such applications, the standards that will be used to evaluate the applications, the documentation that will be provided by applicants to substantiate to the department the amount of qualified production expenditures of such applicants, and such other provisions as deemed necessary and appropriate. Notwithstanding any other provisions to the contrary in the state administrative procedure act, such rules and regulations may be adopted on an emergency basis.

(g) Any qualified New York city musical and theatrical production company that performs in a qualified New York city production facility and applies to receive a credit under this section shall be required to: (1) participate in a New York state diversity and arts job training program; (2) create and implement a plan to ensure that their production is available and accessible for low-or no-cost to low income New Yorkers; and (3) contribute to the New York state council on the arts, cultural program fund an amount up to fifty percent of the total credits received if such production company earns revenue prospectively after receipt of the credit that is at least equal to two hundred percent of its production costs, with such amount payable from twenty-five percent of net operating profits, such amounts payable on a monthly basis, up until such fifty percent of the total credit amount is reached. Any funds deposited pursuant to this subdivision shall be used for arts and cultural educational and workforce development programs in-school and community-based organizations.

§ 2. Section 210-B of the tax law is amended by adding a new subdivision 57 to read as follows:

1 57. New York city musical and theatrical production tax credit. (a)  
2 Allowance of credit. A taxpayer shall be allowed a credit, to be  
3 computed as provided in section twenty-four-c of this chapter, against  
4 the taxes imposed by this article.

5 (b) Application of credit. The credit allowed under this subdivision  
6 for the taxable year shall not reduce the tax due for such year to less  
7 than the amount prescribed in paragraph (d) of subdivision one of  
8 section two hundred ten of this article. However, if the amount of  
9 credit allowed under this subdivision for the taxable year reduces the  
10 tax to such amount or if the taxpayer otherwise pays tax based on the  
11 fixed dollar minimum amount, any amount of credit thus not deductible in  
12 such taxable year shall be treated as an overpayment of tax to be cred-  
13 ited or refunded in accordance with the provisions of section one thou-  
14 sand eighty-six of this chapter. Provided, however, the provisions of  
15 subsection (c) of section one thousand eighty-eight of this chapter  
16 notwithstanding, no interest shall be paid thereon.

17 § 3. Section 606 of the tax law is amended by adding a new subsection  
18 (mmm) to read as follows:

19 (mmm) New York city musical and theatrical production tax credit. (1)  
20 Allowance of credit. A taxpayer shall be allowed a credit, to be  
21 computed as provided in section twenty-four-c of this chapter, against  
22 the tax imposed by this article.

23 (2) Application of credit. If the amount of the credit allowed under  
24 this subsection for the taxable year exceeds the taxpayer's tax for such  
25 year, the excess shall be treated as an overpayment of tax to be credit-  
26 ed or refunded in accordance with the provisions of section six hundred  
27 eighty-six of this article, provided, however, that no interest shall be  
28 paid thereon.

29 § 4. Subparagraph (B) of paragraph 1 of subsection (i) of section 606  
30 of the tax law is amended by adding a new clause (xlvi) to read as  
31 follows:

32 <u>(xlvi) New York city musical</u>	<u>Amount of credit under</u>
33 <u>and theatrical production</u>	<u>subdivision fifty-seven of</u>
34 <u>tax credit under subsection (mmm)</u>	<u>section two hundred ten-B</u>

35 § 5. The state finance law is amended by adding a new section 99-ii to  
36 read as follows:

37 § 99-ii. New York state arts and cultural programs fund. 1. There is  
38 hereby established in the joint custody of the state comptroller and  
39 commissioner of taxation and finance a special fund to be known as the  
40 "New York state arts and cultural program fund".

41 2. Such fund shall consist of all revenues received by the state,  
42 pursuant to the provisions of section twenty-four-c of the tax law and  
43 all other moneys appropriated thereto from any other fund or source  
44 pursuant to law. Nothing contained in this section shall prevent the  
45 state from receiving grants, gifts or bequests for the purposes of the  
46 fund as defined in this section and depositing them into the fund  
47 according to law.

48 3. On or before the first day of February two thousand twenty-four,  
49 the commissioner of education shall provide a written report to the  
50 temporary president of the senate, the speaker of the assembly, the  
51 chair of the senate finance committee, the chair of the assembly ways  
52 and means committee, the chair of the senate committee on health, the  
53 chair of the assembly health committee, the state comptroller and the  
54 public. Such report shall include how the monies of the fund were  
55 utilized during the preceding calendar year, and shall include:



1 (a) the amount of money dispersed from the fund and the award process  
2 used for such disbursements;  
3 (b) recipients of awards from the fund;  
4 (c) the amount awarded to each;  
5 (d) the purposes for which such awards were granted; and  
6 (e) a summary financial plan for such monies which shall include esti-  
7 mates of all receipts and all disbursements for the current and succeed-  
8 ing fiscal years, along with the actual results from the prior fiscal  
9 year.

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

13 5. The moneys in such fund shall be expended for the purpose of  
14 supplementing art and cultural programs for secondary and elementary  
15 children, including programs that increase access to art and cultural  
16 programs and events for children in underserved communities.

17 § 6. This act shall take effect immediately.

18 § 2. Severability clause. If any clause, sentence, paragraph, subdivi-  
19 sion, section or part of this act shall be adjudged by any court of  
20 competent jurisdiction to be invalid, such judgment shall not affect,  
21 impair, or invalidate the remainder thereof, but shall be confined in  
22 its operation to the clause, sentence, paragraph, subdivision, section  
23 or part thereof directly involved in the controversy in which such judg-  
24 ment shall have been rendered. It is hereby declared to be the intent of  
25 the legislature that this act would have been enacted even if such  
26 invalid provisions had not been included herein.

27 § 3. This act shall take effect immediately provided, however, that  
28 the applicable effective date of Subparts A through C of this act shall  
29 be as specifically set forth in the last section of such Subparts.

30 PART UU

31 Intentionally Omitted

32 PART VV

33 Intentionally Omitted

34 PART WW

35 Section 1. Expenditures of moneys appropriated in a chapter of the  
36 laws of 2021 to the department of agriculture and markets from the  
37 special revenue funds-other/state operations, miscellaneous special  
38 revenue fund-339, public service account shall be subject to the  
39 provisions of this section. Notwithstanding any other provision of law  
40 to the contrary, direct and indirect expenses relating to the department  
41 of agriculture and markets' participation in general ratemaking  
42 proceedings pursuant to section 65 of the public service law or certif-  
43 ication proceedings pursuant to article 7 or 10 of the public service  
44 law, shall be deemed expenses of the department of public service within  
45 the meaning of section 18-a of the public service law. No later than  
46 August 15, 2022, the commissioner of the department of agriculture and  
47 markets shall submit an accounting of such expenses, including, but not  
48 limited to, expenses in the 2021--2022 state fiscal year for personal  
49 and non-personal services and fringe benefits, to the chair of the

1 public service commission for the chair's review pursuant to the  
2 provisions of section 18-a of the public service law.

3 § 2. Expenditures of moneys appropriated in a chapter of the laws of  
4 2021 to the department of state from the special revenue funds-  
5 other/state operations, miscellaneous special revenue fund-339, public  
6 service account shall be subject to the provisions of this section.  
7 Notwithstanding any other provision of law to the contrary, direct and  
8 indirect expenses relating to the activities of the department of  
9 state's utility intervention unit pursuant to subdivision 4 of section  
10 94-a of the executive law, including, but not limited to participation  
11 in general ratemaking proceedings pursuant to section 65 of the public  
12 service law or certification proceedings pursuant to article 7 or 10 of  
13 the public service law, and expenses related to the activities of the  
14 major renewable energy development program established by section 94-c  
15 of the executive law, shall be deemed expenses of the department of  
16 public service within the meaning of section 18-a of the public service  
17 law. No later than August 15, 2022, the secretary of state shall submit  
18 an accounting of such expenses, including, but not limited to, expenses  
19 in the 2021--2022 state fiscal year for personal and non-personal  
20 services and fringe benefits, to the chair of the public service commis-  
21 sion for the chair's review pursuant to the provisions of section 18-a  
22 of the public service law.

23 § 3. Expenditures of moneys appropriated in a chapter of the laws of  
24 2021 to the office of parks, recreation and historic preservation from  
25 the special revenue funds-other/state operations, miscellaneous special  
26 revenue fund-339, public service account shall be subject to the  
27 provisions of this section. Notwithstanding any other provision of law  
28 to the contrary, direct and indirect expenses relating to the office of  
29 parks, recreation and historic preservation's participation in general  
30 ratemaking proceedings pursuant to section 65 of the public service law  
31 or certification proceedings pursuant to article 7 or 10 of the public  
32 service law, shall be deemed expenses of the department of public  
33 service within the meaning of section 18-a of the public service law. No  
34 later than August 15, 2022, the commissioner of the office of parks,  
35 recreation and historic preservation shall submit an accounting of such  
36 expenses, including, but not limited to, expenses in the 2021--2022  
37 state fiscal year for personal and non-personal services and fringe  
38 benefits, to the chair of the public service commission for the chair's  
39 review pursuant to the provisions of section 18-a of the public service  
40 law.

41 § 4. Expenditures of moneys appropriated in a chapter of the laws of  
42 2021 to the department of environmental conservation from the special  
43 revenue funds-other/state operations, environmental conservation special  
44 revenue fund-301, utility environmental regulation account shall be  
45 subject to the provisions of this section. Notwithstanding any other  
46 provision of law to the contrary, direct and indirect expenses relating  
47 to the department of environmental conservation's participation in state  
48 energy policy proceedings, or certification proceedings pursuant to  
49 article 7 or 10 of the public service law, shall be deemed expenses of  
50 the department of public service within the meaning of section 18-a of  
51 the public service law. No later than August 15, 2022, the commissioner  
52 of the department of environmental conservation shall submit an account-  
53 ing of such expenses, including, but not limited to, expenses in the  
54 2021--2022 state fiscal year for personal and non-personal services and  
55 fringe benefits, to the chair of the public service commission for the

1 chair's review pursuant to the provisions of section 18-a of the public  
2 service law.

3 § 5. Notwithstanding any other law, rule or regulation to the contra-  
4 ry, expenses of the department of health public service education  
5 program incurred pursuant to appropriations from the cable television  
6 account of the state miscellaneous special revenue funds shall be deemed  
7 expenses of the department of public service. No later than August 15,  
8 2022, the commissioner of the department of health shall submit an  
9 accounting of expenses in the 2021--2022 state fiscal year to the chair  
10 of the public service commission for the chair's review pursuant to the  
11 provisions of section 217 of the public service law.

12 § 6. Any expense deemed to be expenses of the department of public  
13 service pursuant to sections one through four of this act shall not be  
14 recovered through assessments imposed upon telephone corporations as  
15 defined in subdivision 17 of section 2 of the public service law.

16 § 7. This act shall take effect immediately and shall be deemed to  
17 have been in full force and effect on and after April 1, 2021 and shall  
18 expire and be deemed repealed April 1, 2022.

19 PART XX

20 Section 1. Paragraph (f) of subdivision 2 of section 14-1 of the  
21 transportation law, as amended by section 1 of part HH of chapter 54 of  
22 the laws of 2016, is amended to read as follows:

23 (f) No grant or loan to any eligible applicant shall exceed the sum of  
24 ~~[one]~~ two million five hundred thousand dollars, and no part of any such  
25 grant or loan shall be used for salaries or for services regularly  
26 provided by the applicant for administrative costs in connection with  
27 such grant or loan.

28 § 2. This act shall take effect immediately.

29 PART YY

30 Section 1. Section 1854 of the public authorities law is amended by  
31 adding a new subdivision 22 to read as follows:

32 22. To utilize twenty three million dollars from proceeds collected by  
33 the authority from the auction or sale of carbon dioxide emission allow-  
34 ances allocated by the department of environmental conservation on or  
35 before March thirty-first, two thousand twenty-two, for energy efficien-  
36 cy, weatherization, and renewable energy projects as defined in section  
37 sixty-six-p of the public service law, in disadvantaged communities as  
38 defined in section 75-0101 of the environmental conservation law,  
39 including training programs and wage subsidies for formerly incarcerated  
40 individuals. Such job training programs shall be conducted in consulta-  
41 tion with the department of labor.

42 § 2. This act shall take effect April 1, 2021.

43 PART ZZ

44 Section 1. Section 54-1521 of the environmental conservation law, as  
45 added by section 5 of part U of chapter 58 of the laws of 2016, is  
46 amended to read as follows:

47 § 54-1521. Clean vehicle projects.

48 1. As used in this section, the following terms shall have the follow-  
49 ing meanings:

1 a. "eligible infrastructure project" shall mean any facility (not  
2 including a building and its structural components) that is publicly  
3 available and used primarily for the public charging and/or fueling of  
4 vehicles including but not limited to fast chargers which meet the  
5 eligible vehicle definition that has received required federal, state  
6 and local permits and authorizations and complies with zoning.

7 b. "eligible purchase" shall mean the purchase by a municipality to  
8 own or lease for a period of not less than thirty-six months of an  
9 eligible vehicle placed into service on or after April first, two thou-  
10 sand sixteen at a dealer located within New York.

11 c. "eligible vehicle" means and includes a new motor vehicle that:

12 (i) has four wheels;

13 (ii) was manufactured for use primarily on public streets, roads and  
14 highways;

15 (iii) the powertrain of which has not been modified from the original  
16 manufacturer's specifications;

17 (iv) is rated at not more than eight thousand five hundred pounds  
18 gross vehicle weight;

19 (v) has a maximum speed capability of at least fifty-five miles per  
20 hour; and

21 (vi) is propelled at least in part by an electric motor and associated  
22 power electronics which provide acceleration torque to the drive wheels  
23 sometime during normal vehicle operation, and that draws electricity  
24 from a hydrogen fuel cell or from a battery that:

25 (A) has a capacity of not less than four kilowatt hours; and

26 (B) is capable of being recharged from an external source of electric-  
27 ity.

28 2. a. Until April 1, [~~2023~~] 2025, the commissioner, in consultation  
29 with the New York state energy research development authority, is  
30 authorized to issue rebates until the annual allocation is exhausted to  
31 municipalities toward the cost of any eligible infrastructure projects  
32 which support the development of clean vehicles.

33 b. The department, in consultation with the New York state energy  
34 research and development authority, shall determine the amount of the  
35 rebate for eligible infrastructure projects, provided that an applicant  
36 for such eligible infrastructure project rebate may receive a maximum  
37 rebate of two hundred fifty thousand dollars per facility. Priority  
38 shall be provided to eligible infrastructure projects that will maximize  
39 access by multiple public users who might otherwise not have access.

40 3. a. Until April 1, [~~2023~~] 2025, the commissioner, in consultation  
41 with the New York state energy research and development authority, is  
42 authorized to issue rebates until the annual allocation is exhausted to  
43 municipalities toward the cost of eligible purchases of clean vehicles.

44 b. The department, in consultation with the New York state energy  
45 research and development authority, shall determine the amount of the  
46 rebate taking into consideration the electric range of the vehicle,  
47 provided that a rebate of an eligible purchase shall be not less than  
48 seven hundred fifty dollars per vehicle and not more than five thousand  
49 dollars per vehicle.

50 4. The department, in consultation with the New York state energy  
51 research and development authority, shall promulgate rules to implement  
52 and administer this title including rules relating to the forms required  
53 to claim a rebate, the required documentation for establishing eligibil-  
54 ity for a rebate, procedures and guidelines for claiming a rebate, and  
55 the collection of economic impact data from applicants and any other  
56 requirements the department and New York state energy research and

development authority deem necessary. The department shall determine and publish on its website on an ongoing basis the amount of available funding for rebates remaining in each fiscal year.

5. No later than April first, two thousand eighteen and annually thereafter, the department shall issue a report to the temporary president of the senate and the speaker of the assembly detailing the status of its program to encourage the deployment of clean vehicles. Such report shall include:

a. the amount of funding dedicated by the department for the program in the preceding year;

b. the amount of eligible purchases and eligible infrastructure projects for which a rebate was awarded;

c. the amount and geographic distribution of rebates; and

d. any other information the department deems necessary.

§ 2. This act shall take effect April 1, 2021.

#### PART AAA

Section 1. The education law is amended by adding a new section 3641-c to read as follows:

§ 3641-c. Digital inclusion grant program. 1. The commissioner, in collaboration with the commissioner of the department of labor and the director of the office for the aging, shall establish and administer a digital inclusion grant program to award grants to eligible entities to establish and/or support digital inclusion programs.

2. For the purposes of this section:

(a) "Digital inclusion programs" shall mean programs designed to promote digital inclusion and digital literacy through in-person or remote support to individuals and households regarding issues related to digital inclusion and digital literacy including, but not limited to, home connectivity, technical support, and device access.

(b) "Digital inclusion" shall mean the support needed to ensure that all individuals, households, and communities have access to affordable and robust broadband service, internet-enabled devices, training, and technical support.

(c) "Digital literacy" shall mean the ability to use information and communication technologies to find, evaluate, create, and communicate information, requiring both cognitive and technical skills.

(d) "Eligible entities" shall include:

(i) local governments including counties, cities, towns, and villages;

(ii) not-for-profit organizations including not-for-profit organizations that support individuals living in public housing;

(iii) municipal housing authorities;

(iv) school districts;

(v) libraries and library systems; and

(vi) other community based organizations.

3. The commissioner shall prioritize eligible entities that will provide digital inclusion programs to economically disadvantaged individuals and households.

4. Grants shall only be awarded based upon the availability of funds, as appropriated by the legislature or any other funds received by the state for the purposes of this section.

5. The commissioner, in collaboration with the commissioner of the department of labor and the director of the office for the aging, shall promulgate rules and regulations necessary for the implementation of

this section, including the application, eligibility requirements, and distribution of funds pursuant to this section.

6. Commencing on November first, two thousand twenty-one and annually thereafter, the commissioner shall report to the governor and the legislature the eligible entities receiving funding from this program, the amount of funding awarded to each eligible entity, and a brief summary of each eligible entity's initiative.

§ 2. This act shall take effect immediately.

PART BBB

Section 1. Short title. This act shall be known and may be cited as the "comprehensive broadband connectivity act".

§ 2. Legislative findings. The legislature hereby finds and declares that access to high-speed internet is a fundamental right and it is incumbent upon the State to ensure provision of this right to every New Yorker. Yet many areas of the state do not have access to adequate broadband services. The lack of competition in the telecommunications marketplace has been a cause of deteriorated service for customers and users of regulated telephonic and telecommunications services. The lack of access to adequate internet services for schools, businesses, families, and healthcare facilities has had substantial negative economic and social impact particularly in rural and other underserved and unserved communities.

§ 3. The public service law is amended by adding a new section 224-c to read as follows:

§ 224-c. Broadband and fiber optic services. 1. For the purposes of this section:

(a) The term "served" means any location with at least two internet service providers and at least one such provider offers high-speed internet service.

(b) The term "underserved" means any location which has fewer than two internet service providers, or has internet speeds of at least 25 megabits per second (mbps) download but less than 100 mbps download available.

(c) The term "unserved" means any location which has no fixed wireless service or wired service with speeds of 25 mbps download or less available.

(d) The term "high-speed internet service" means internet service of at least 100 mbps download and at least 10 mbps upload.

(e) The term "broadband service" shall mean a mass-market retail service that provides the capability to transmit data to and receive data from all or substantially all internet endpoints, including any capabilities that are incidental to and enable the operation of the communications service, but shall not include dial-up service.

(f) The term "location" shall mean a geographic area smaller than a census tract.

(g) The term "internet service provider" shall mean any person, business or organization qualified to do business in this state that provides individuals, corporations, or other entities with the ability to connect to the internet.

2. The commission shall study the availability, affordability and reliability of high-speed internet and broadband services in New York state. The commission shall:

(a) assess the efficacy and make recommendations regarding levels of competition among providers, as well as any regulatory and statutory



1 barriers, in order to deliver comprehensive statewide access to high-  
2 speed internet;

3 (b) review available technology to identify solutions that best  
4 support high-speed internet service in underserved or unserved areas,  
5 and make recommendations on ensuring deployment of such technology in  
6 underserved and unserved areas;

7 (c) identify instances where local franchise agreements and legal  
8 settlements related to internet access have not been complied with;

9 (d) identify locations where insufficient access to high-speed inter-  
10 net and/or broadband service, and/or persistent digital divide, is caus-  
11 ing negative social or economic impact on the community;

12 (e) identify locations where the commission believes fiber optic  
13 service is necessary for the successful implementation of commission's  
14 policies on competition, affordability, and adequate service;

15 (f) examine any other telecommunications deficiencies affecting broad-  
16 band service it deems necessary to further the economic and social goals  
17 of the state; and

18 (g) produce, maintain and publish on its website, a detailed internet  
19 access map of the state, indicating access to internet service by  
20 location. Such map shall include, but not be limited to, the following  
21 information for each location:

22 (i) download and upload speeds advertised and experienced;

23 (ii) the consistency and reliability of download and upload speeds  
24 including latency;

25 (iii) the types of internet service and technologies available includ-  
26 ing but not limited to dial-up, broadband, wireless, fiber, coax, or  
27 satellite;

28 (iv) the number of internet service providers available, the price of  
29 internet service available; and

30 (v) any other factors the commission may deem relevant.

31 3. The commission shall submit a report of its findings and recommen-  
32 dations from the study required in subdivision two of this section, to  
33 the governor, the temporary president of the senate and the speaker of  
34 the assembly no later than one year after the effective date of this  
35 section, and an updated report annually thereafter. Such report shall  
36 include, but not be limited to, the following:

37 (a) the overall number of residences with access to high-speed inter-  
38 net identifying which areas are served, unserved and underserved;

39 (b) a regional survey of internet service prices in comparison to  
40 county-level median income;

41 (c) an analysis of the affordability of high-speed internet service in  
42 New York state;

43 (d) any relevant usage statistics;

44 (e) any other metrics or analyses the commission deems necessary in  
45 order to assess the availability, affordability and reliability of  
46 internet service in New York state; and

47 (f) the map maintained pursuant to paragraph (g) of subdivision two of  
48 this section.

49 4. The commission shall hold at least four regional public hearings  
50 within one year of the effective date of this section, to solicit input  
51 from the public and other stakeholders including but not limited to  
52 internet service providers, telecommunications concerns, labor organiza-  
53 tions, public safety organizations, healthcare, education, agricultural  
54 and other businesses or organizations.

55 5. The commission shall work with internet service providers in the  
56 state to prioritize access to broadband and fiber optic services for the

communities determined to have experienced negative economic and social impacts due to absent, insufficient, or inadequate broadband or fiber optic service pursuant to subdivision one of this section.

6. To effectuate the purposes of this section, the commission may request and shall receive from any department, division, board, bureau, commission or other agency of the state or any state public authority such assistance, information and data as will enable the commission to carry out its powers and duties under this section.

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

#### PART CCC

Section 1. Short title. This act shall be known and may be cited as the "small business reopening and relief grant program".

§ 2. Section 1 of chapter 174 of the laws of 1968, constituting the New York state urban development corporation act, is amended by adding a new section 16-ee to read as follows:

§ 16-ee. Small business reopening and relief grant program. 1. Definitions. As used in this section, the following terms shall have the following meanings:

(a) "Small business" means a business which is resident in this state, independently owned and operated, not dominant in its field and employs one hundred or less persons.

(b) "Micro-business" means a business which is a resident in this state, independently owned and operated, not dominant in its field and employs ten or less persons;

(c) "The program" means the small business reopening and relief grant program established pursuant to subdivision two of this section.

(d) "Applicant" shall mean a small business submitting an application for a grant award to the program.

(e) "COVID-19 health and safety restrictions" means any restrictions imposed on the operation of businesses by executive order 202 of 2020 issued by the governor, or any extension or subsequent executive order issued in response to the novel coronavirus (COVID-19) pandemic, or any other statute, rule, or regulation imposing restrictions on the operation of businesses in response to the novel coronavirus (COVID-19) pandemic.

2. Small business reopening and relief grant program established. The small business reopening and relief grant program is hereby created to aid small businesses in reopening and COVID-19 pandemic relief assistance.

3. Authorization. The corporation is hereby authorized, using available funds, to issue grants for the program to small businesses for the purpose of reopening and COVID-19 pandemic relief.

4. Selection criteria and application process. (a) In order to be eligible for a grant under the program, an eligible small business shall:

(i) Hold a current lease or mortgage for the location of the business's operation; or in the event that such small business does not conduct business operations out of a physical location, they lease or hold title to essential equipment that is used for such business operations primarily in New York state;

(ii) Be a currently viable small business with the intent to remain open that has been negatively impacted by its compliance with COVID-19 health and safety restrictions which resulted in business modifications,



1 interruptions or closures incurred as a result of such restrictions.  
2 Such small businesses shall be able to demonstrate a significant loss in  
3 revenue year to date as of December 31, 2020, compared with the same  
4 period in 2019 because of such COVID-19 health and safety restrictions;

5 (iii) Must be in substantial compliance with applicable federal, state  
6 and local laws, regulations, codes and requirements; and

7 (iv) Not owe any federal, state or local taxes prior to April 15,  
8 2020, or shall have an approved repayment or deferral plan or agreement  
9 with appropriate federal, state and local taxing authorities.

10 (b) Preferences. The corporation, when evaluating applications submit-  
11 ted to the program, shall establish preferences for the following eligi-  
12 ble small businesses:

13 (i) minority- and women-owned business enterprises that are certified  
14 as such by the appropriate state entity or have received an equivalent  
15 certification from a federal or local government entity;

16 (ii) micro-businesses;

17 (iii) businesses that are veteran owned and operated as certified by  
18 the vets first verification program;

19 (iv) certified service-disabled veteran-owned business enterprises, so  
20 certified by the office of general services;

21 (v) small businesses located in communities that were economically  
22 distressed prior to March 1, 2020, as determined by the most recent  
23 census data;

24 (vi) small businesses in an industry sector significantly negatively  
25 impacted by the COVID-19 health and safety restrictions, as determined  
26 by the corporation, in consultation with the department of labor; and

27 (vii) small businesses that have maintained employee staff levels  
28 throughout the duration of COVID-19 health and safety restrictions  
29 during the period March 1, 2020 through April 1, 2021 or have submitted  
30 plans with the application submitted to the program to rehire any work-  
31 ers laid off due to COVID-19 health and safety restrictions that wish to  
32 return to their previous position.

33 5. Eligible costs. (a) Eligible costs shall be considered for small  
34 businesses negatively impacted by the COVID-19 pandemic and by their  
35 compliance with COVID-19 health and safety restrictions which resulted  
36 in business modifications, interruptions or closures incurred as a  
37 result of such restrictions. Such eligible costs shall be incurred  
38 during the period of March 1, 2020 through April 1, 2021.

39 (b) The following costs incurred by a small business shall be consid-  
40 ered eligible under the program: payroll costs; costs of rent or mort-  
41 gage as provided for in subparagraph (i) of this paragraph; costs of  
42 repayment of local property or school taxes associated with such small  
43 business's location as provided for in subparagraph (ii) of this para-  
44 graph; insurance costs; utility costs; costs of personal protection  
45 equipment (PPE) necessary to protect worker and consumer health and  
46 safety; heating, ventilation, and air conditioning (HVAC) costs, or  
47 other machinery and/or equipment costs necessary for compliance with  
48 COVID-19 health and safety restrictions; full or pro-rated state  
49 required fees for professional licenses; full or pro-rated refund of  
50 license or permit fees paid to the state liquor authority; and other  
51 documented COVID-19 costs as approved by the corporation.

52 (i) Repayment of mortgage payments or commercial rent in arrears shall  
53 be considered eligible costs; provided however, that the corporation  
54 shall pay any grant awards for such purposes directly to the mortgage  
55 holder or commercial landlord. If such commercial landlord has entered  
56 into a documented modified lease agreement to address arrears that have

1 occurred due to a pandemic response, such grant amount shall take such  
2 adjustment into consideration. The applicant shall provide a copy of  
3 past due mortgage statements or lease arrears and remittance information  
4 of the mortgage holder or commercial landlord to the corporation when  
5 submitting an application. Prior to March 1, 2020, the small business  
6 applicant shall have been up-to-date on mortgage or commercial lease  
7 payments. If a commercial landlord or mortgagee accepts remittance of  
8 funds under the program, they shall agree to: (1) not evict or foreclose  
9 on an eligible business that receives a grant for arrears for at least  
10 six months from date of fund release; (2) waive any late fees or inter-  
11 est accrued between March 1, 2020, and the date of fund release; and (3)  
12 extend the applicant's lease for six months from the date of fund  
13 release, if applicable.

14 (ii) Repayment of past due local property taxes and school taxes  
15 incurred due to COVID-19 health and safety restrictions shall be consid-  
16 ered eligible costs; provided, however, that the corporation shall make  
17 any grant awards payable directly to the appropriate local taxing enti-  
18 ty. The applicant shall provide a copy of local property or school tax  
19 bill or bills and remittance information to the corporation with its  
20 application. Prior to March 1, 2020, such applicant shall have paid all  
21 applicable local property and school taxes.

22 (c) Grants awarded under the program shall not be used to re-pay or  
23 paydown any portion of a loan obtained through a federal coronavirus  
24 relief package for business assistance.

25 6. Application and approval process. (a) An eligible small business  
26 shall submit a complete application in the form and manner prescribed by  
27 the corporation.

28 (b) The corporation shall establish the procedures and time period for  
29 small businesses to submit applications to the program. As part of the  
30 application each small business shall provide the following information:

31 (i) Documentation or information of such small business's eligibility  
32 as provided for in this section, including tax and employment documenta-  
33 tion and information as necessary and appropriate; (ii) A reopening  
34 plan, if deemed necessary and appropriate by the corporation, provided,  
35 however, that a small business may request financial and legal assist-  
36 ance as provided in this section;

37 (iii) If requesting that an award be granted for commercial rental  
38 arrears or mortgage repayment incurred due to COVID-19 health and safety  
39 restrictions, any documentation and/or remittance information deemed  
40 appropriate by the corporation;

41 (iv) If requesting repayment of past due local property taxes and  
42 school taxes incurred due to COVID-19 health and safety restrictions,  
43 then a copy of local property or school tax bill or bills and/or remit-  
44 tance information; and

45 (v) Documentation of loss of income due to compliance with COVID-19  
46 pandemic health and safety restrictions in the form of past income tax  
47 filings, certified by a certified public accountant, and/or other  
48 documentation deemed necessary and appropriate by the corporation.

49 (c) After reviewing a complete application and determining such an  
50 applicant's eligibility, the corporation shall make a determination  
51 within forty-five days and notify the applicant of the award amount or  
52 denial of such applicant's request. All applications shall be reviewed,  
53 and awards disbursed, on a rolling basis with the goal of streamlining  
54 the administrative process and making prompt and timely grant payments  
55 to eligible small business recipients who have been negatively impacted

1 by the COVID-19 pandemic and compliance with COVID-19 health and safety  
2 restrictions.

3 (d) For the first ninety days after the program begins accepting  
4 applications, no more than fifty percent of the available funds shall be  
5 awarded to small businesses that do not receive a preference under para-  
6 graph (b) of subdivision four of this section. Once acceptance of appli-  
7 cations has been open for ninety days, all funds shall be awarded as  
8 prescribed by this section.

9 7. Reporting. The corporation, on or before the first day of each  
10 month beginning May 1, 2021, or the first day of the month after the  
11 program is launched, and on the first day of each month thereafter,  
12 shall submit a separate and distinct report to the governor, the tempo-  
13 rary president of the senate, and the speaker of the assembly setting  
14 forth the activities undertaken by the program. Such monthly report  
15 shall include, but not be limited to: the number of applicants and their  
16 county locations; the number of applicants approved by the program and  
17 their county location; the total amount of grants awarded, and the aver-  
18 age amount of such grants awarded; the total number of net new,  
19 retained, or rehired jobs created; and such other information as the  
20 corporation determines necessary and appropriate. Such reports shall be  
21 included on the corporation's website and any publicly accessible state  
22 database that lists economic development programs.

23 8. Financial and legal planning. The corporation shall offer to all  
24 applicants, regardless of approval status, direct or indirect access to  
25 financial and business planning, legal consultation, mentoring services  
26 for post-pandemic planning, and reopening planning assistance.

27 § 3. This act shall take effect immediately.

28 § 2. Severability clause. If any clause, sentence, paragraph, subdivi-  
29 sion, section or part of this act shall be adjudged by any court of  
30 competent jurisdiction to be invalid, such judgment shall not affect,  
31 impair, or invalidate the remainder thereof, but shall be confined in  
32 its operation to the clause, sentence, paragraph, subdivision, section  
33 or part thereof directly involved in the controversy in which such judg-  
34 ment shall have been rendered. It is hereby declared to be the intent of  
35 the legislature that this act would have been enacted even if such  
36 invalid provisions had not been included herein.

37 § 3. This act shall take effect immediately provided, however, that  
38 the applicable effective date of Parts A through CCC of this act shall  
39 be as specifically set forth in the last section of such Parts.