

COMMUNITY ENHANCEMENT FACILITIES (CEFAP)

Section 21-e of chapter 432 of the laws of 1997 amending the state finance law and other laws relating to the issuance of bonds or notes for community enhancement facilities projects, as amended by section 50 of part BB of chapter 58 of the laws of 2011, reads as follows:

21-e. Notwithstanding the provisions of any other law to the contrary, the authority is hereby authorized to issue bonds or notes in one or more series for the purpose of funding project costs or making grants, loans or combinations thereof for community enhancement facilities projects. The aggregate principal amount of bonds authorized to be issued pursuant to this section shall not exceed four hundred twenty-three million five hundred thousand dollars total for all issuing authorities, excluding bonds issued to fund one or more debt service reserve funds, to pay costs of issuance of such bonds, and bonds or notes issued to refund or otherwise repay such bonds or notes previously issued. Such bonds and notes of the authority shall not be a debt of the state, and the state shall not be liable thereon, nor shall they be payable out of any funds other than those appropriated by the state to the authority for debt service and related expenses pursuant to a service contract and such bonds and notes shall contain on the face thereof a statement to such effect. Except for purposes of complying with the internal revenue code, any interest income earned on bond proceeds shall only be used to pay debt service on such bonds.