IN SENATE -- A BUDGET BILL, submitted by the Governor pursuant to article seven of the Constitution -- read twice and ordered printed, and when printed to be committed to the Committee on Finance

IN ASSEMBLY -- A BUDGET BILL, submitted pursuant to article seven of the Constitution -- read once and referred to the Committee on Ways and Means

AN ACT making appropriations for the legal requirements of the state debt service and lease purchase payments and other special contractual obligations, and to provide for the payment by the commissioner of the office of general services on certificates of participation

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

Section 1. The several sums specified in this section, or so much thereof as may be sufficient to accomplish in full the purposes designated by the appropriations, are hereby appropriated to be paid as hereinafter provided for the funds and purposes specified and are made available for the fiscal year beginning April 1, 2004.

DEBT SERVICE FUND--GENERAL DEBT SERVICE FUND--311

Maintenance undistributed
For the legal requirements of principal, interest, and related expenses on general obligation bonds, and lease purchase, special contractual and revenue bond obligations, as issued pursuant to article 5-C of the state finance law, and payments for interest rate exchange and similar agreements, in accordance with the following schedule ............................................... 2,718,800,000

SCHEDULE

GENERAL OBLIGATION PAYMENTS

The sum of $485,000,000, or so much thereof as may be necessary, is hereby appropriated for payment by the state comptroller of principal, interest, and related expenses on general obligation bonds issued in connection with higher education construction, pure waters, environmental quality, transportation capital facilities, rail preservation, outdoor recreation development, energy conservation through improved transportation, parks and recreation land acquisition, rebuild New York through transportation infrastructure renewal and accelerated capacity and transportation improvements of the nineties, and clean water/clean air purposes, in accordance with the following sub-schedule ............... 485,000,000

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

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Debt service payments</td>
<td>480,000,000</td>
</tr>
<tr>
<td>Related expenses</td>
<td>5,000,000</td>
</tr>
<tr>
<td><strong>Total of sub-schedule</strong></td>
<td><strong>485,000,000</strong></td>
</tr>
</tbody>
</table>

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### LEASE PURCHASE PAYMENTS

The several sums, or so much thereof as may be sufficient to accomplish in full the purposes designated by the appropriations, are hereby appropriated and are, subject to the issuance of certificates of approval of availability by the director of the budget, available for the purpose of making payments of principal, interest, and related expenses on lease purchase obligations, in accordance with the following sub-schedule: $61,700,000

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>For payment to the Urban Development Corporation for principal, interest, and related expenses on contractual or other obligations related to financings for the south mall</td>
<td>35,000,000</td>
</tr>
<tr>
<td>For payment to the Urban Development Corporation for principal, interest, and related expenses as rentals in accordance with an agreement executed between the corporation and the state pursuant to chapter 50, section 1, of the laws of 1973 providing for construction of a state office building and related facilities and improvements within a project of the corporation known as the &quot;Ten Eyck Project&quot; located in the city of Albany</td>
<td>2,500,000</td>
</tr>
<tr>
<td>For payment to the Dormitory Authority of principal, interest, and related expenses for services and expenses related to the New York public library for the blind and physically handicapped pursuant to chapter 349 of the laws of 1988</td>
<td>1,800,000</td>
</tr>
<tr>
<td>For payment to the Dormitory Authority of principal, interest, and related expenses for services and expenses related to the Judicial Institute at Pace University, pursuant to chapter 613 of the laws of 1999, as amended</td>
<td>1,600,000</td>
</tr>
<tr>
<td>For payment of principal, interest, and related expenses for the lease-purchase agreement for Hampton Plaza</td>
<td>700,000</td>
</tr>
<tr>
<td>For payment of principal, interest, and related expenses for the lease-purchase agreement for Hanson Place</td>
<td>5,000,000</td>
</tr>
<tr>
<td>For payment of principal, interest, and related expenses for the lease-purchase agreement for 44 Holland Avenue in the city of Albany</td>
<td>2,500,000</td>
</tr>
<tr>
<td>For payment of principal, interest, and related expenses for the lease-purchase agreement for 50 Wolf Road in the town of Colonie</td>
<td>3,000,000</td>
</tr>
</tbody>
</table>
agreement for the department of environmental conservation building located on Broadway in the city of Albany ............ 7,000,000

For payment of principal, interest, and related expenses for the lease-purchase agreement for the department of transportation region one headquarters building in the city of Schenectady, in accordance with the following sub-subschedule ........ 2,600,000

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Debt service payments ....... 2,300,000
Related expenses ............. 300,000

Total of sub-subschedule ... 2,600,000
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Total of sub-schedule .................... 61,700,000
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SPECIAL CONTRACTUAL OBLIGATION PAYMENTS

The several sums, or so much thereof as may be sufficient to accomplish in full the purposes designated by the appropriations, are hereby appropriated and are, subject to the issuance of certificates of approval of availability by the director of the budget, available for the purpose of making principal, interest, and related expenses on special contractual obligations, in accordance with the following sub-schedule ................... 1,692,100,000

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For payment to the Triborough Bridge and Tunnel Authority of principal, interest, and related expenses pursuant to the provisions of an agreement of sublease between the Triborough Bridge and Tunnel Authority and the state of New York for the Convention Center project ............ 43,000,000

For payment to the Urban Development Corporation of principal, interest, and related expenses pursuant to the provisions of an agreement or agreements entered between the State and the Urban Development Corporation to pay for bonds, notes, or other obligations issued or entered into for correctional facilities, as designated in the following sub-subschedule ............ 255,000,000

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Debt service payments ....... 250,000,000
Related expenses ............. 5,000,000

Total of sub-subschedule ... 255,000,000
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For payment of principal, interest, and related expenses to the Urban Development Corporation pursuant to the provisions of an agreement or agreements of lease and sublease entered into between, but not limited to, the Urban Development Corpo-
ration, the Office of General Services and
the Department of Correctional Services
for the rental of correctional facilities. 21,000,000
For payment of principal, interest, and
related expenses for lease payments
according to the following sub-sub-schedule
to the Urban Development Corporation for
project revenue bonds, pursuant to the
provisions of certain agreements of lease
between the entities designated on the
following sub-sub-schedule and the state of
New York and the assignment of rent there-
of to the Urban Development Corporation .. 28,500,000
sub-sub-schedule

17 Rensselaer Polytechnic Institute (Center for Industrial
18 Innovation) ............... 4,300,000
19 Syracuse University (Science
20 and Technology Center) ..... 3,300,000
21 Cornell University (Supercom-
22 puter Center) ............... 1,900,000
24 Columbia University (Telecom-
25 munications Center) ......... 5,300,000
26 Alfred University ........... 1,000,000
27 Clarkson University ........ 1,100,000
28 University Grants 95 Refunding 1,900,000
29 Onondaga Convention Center ... 4,200,000
30 Higher Education Applied Tech-
31 nology Program ............. 5,500,000
32
33 Total of sub-sub-schedule ... 28,500,000
34

36 For payment of principal, interest, and
related expenses to the Urban Development
Corporation pursuant to the provisions of
an agreement or agreements entered into
between, but not limited to, the Urban
Development Corporation and the State for
the rental of youth facilities ........... 16,000,000
37
38 For payment to the Urban Development Corpo-
39 ration, for payment of principal, inter-
est, and related expenses on bonds issued
to finance the sports facility assistance
program, pursuant to an agreement or
agreements between the State and the Urban
Development Corporation ............. 12,000,000
39
40 For payment to the Urban Development Corpo-
41 ration, for payment of principal, inter-
est, and related expenses on bonds issued
to finance the Long Island pine barrens
land acquisition, pursuant to an agreement
or agreements between the State and the
Urban Development Corporation ........ 1,500,000
41
42 For payment to the Urban Development Corpo-
43 ration, for payment of principal, inter-
est, and related expenses on bonds issued
to finance economic development projects,
heritage trail projects, open space
conservation and acquisition projects, and
projects to conserve, acquire, develop, or
improve parklands, parks, or public recre-
ation areas, pursuant to an agreement or agreements between the Urban Development Corporation and the State .............. 6,000,000
For payment to the Urban Development Corporation, the Dormitory Authority, the Thruway Authority, and/or the Housing Finance Agency, for payment of principal, interest, and related expenses on bonds issued to finance the community enhancement facilities assistance program, pursuant to an agreement or agreements between such authorities and the State ................ 35,000,000
For payment to the Dormitory Authority, for payment of principal, interest, and related expenses on bonds issued to finance the Department of Health's David Axelrod Institute for Public Health, pursuant to the provisions of an agreement between the Dormitory Authority and the Department of Health ....................... 6,200,000
For payment to the Dormitory Authority, for payment of principal, interest, and related expenses on bonds issued to finance State Department of Education facilities, pursuant to an agreement between the Dormitory Authority and the State Education Department ............... 7,000,000
For payment to the Housing Finance Agency and the Urban Development Corporation for principal, interest, and related expenses for bonds issued to finance the State's housing programs, as designated in the following sub-subschedule ................. 85,000,000

sub-subschedule

Debt service payments ........ 80,000,000
Related expenses ............. 5,000,000

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Total of sub-subschedule ... 85,000,000

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For payment to the Metropolitan Transportation Authority, for principal, interest, and related expenses required for obligations of the Metropolitan Transportation Authority pursuant to state service contracts authorized by section 16 of chapter 314 of the laws of 1981, section 42 of chapter 929 of the laws of 1986, as amended by chapter 13 of the laws of 1987, and section 34 of part 0 of chapter 61 of the laws of 2000 ....................... 165,000,000
For payment to the State University Construction Fund, for payment to the Dormitory Authority, pursuant to paragraph (e) of subdivision 19 of section 1680 of the public authorities law, to pay for principal, interest, and related expenses on bonds or notes issued by such authority, pursuant to agreements between the State University Construction Fund, State University of New York and the Dormitory Authority, relating to State University education facilities. Notwithstanding the provisions of section 40 of the state
finance law or any other provision of law
to the contrary, this appropriation shall
remain in full force and effect until
April 30, 2005 ........................... 385,000,000
For payment to the State University
Construction Fund, for payment to the
Dormitory Authority, in accordance with
subdivision 8 of section 6304 of the
education law, for principal, interest,
and related expenses on bonds, notes, or
other obligations issued by such authori-
ty, pursuant to an agreement or agreements
among the State University of New York,
various community colleges and their spon-
sors, and the Dormitory Authority for
educational facilities of community
colleges ..................................... 40,000,000
For payment to the Dormitory Authority,
pursuant to subdivision 2 of section
1680-e of the public authorities law, to
pay principal, interest, and related
expenses on bonds or notes issued by such
authority relating to the State University
athletic facilities ............................. 3,000,000
For payment of principal, interest, and
related expenses to the City University
Construction Fund for City University
senior colleges and for community colleges
sponsored by the board of trustees, pursu-
ant to section 6279 of the education law,
as designated in the following sub-sub-
schedule. Moneys hereby appropriated, or
portions thereof, are for payments net of
all interest and investment earnings on
senior and community college payments and
other excess earnings held by the City
University Construction Fund, in accor-
dance with the following sub-subschedule. 275,000,000

sub-subschedule

City University senior
colleges ................... 205,000,000
City University community
colleges ................... 65,000,000
Related expenses ............. 5,000,000
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Total of sub-subschedule ... 275,000,000
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For payment to the Dormitory Authority,
pursuant to the provisions of a service
contract or contracts, for payment of
principal, interest, and related expenses
on bonds or notes issued for the financing
of projects at the Albany County Airport.. 3,700,000
For payment to the Dormitory Authority and
the Urban Development Corporation for
principal, interest, and related expenses
for one or more facilities provided for
the department of audit and control, the
New York state and local employees'
retirement system, and the New York state
and local police and fire retirement
system and on behalf of the departments or agencies having occupancy or use of other state facilities and parking facilities .. 7,000,000
For payment to the Dormitory Authority, for payment of principal, interest, and related expenses on bonds issued to finance eligible school construction projects for rebuilding schools to uphold education (RESCUE), pursuant to an agreement or agreements between the Dormitory Authority and the state .......... 9,000,000
For payment to the Dormitory Authority, for payment of principal, interest, and related expenses on bonds issued to finance eligible child care facilities development projects, pursuant to an agreement or agreements between the Dormitory Authority and the state ............. 3,000,000
For payment to the Thruway Authority, pursuant to section 380 of the public authorities law, to pay principal, interest, and related expenses on Local Highway and Bridge Service Contract bonds or notes issued by such authority pursuant to an agreement between the Thruway Authority and the State, in accordance with the following sub-subschedule ................. 208,000,000

sub-subschedule

Debt service payments .......... 205,000,000
Related expenses ............... 3,000,000
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Total of sub-subschedule ... 208,000,000
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For payment to the Environmental Facilities Corporation to pay principal, interest, and related expenses on bonds or notes issued by such authority pursuant to an agreement between the Environmental Facilities Corporation and the Office of Parks, Recreation and Historic Preservation ..... 2,000,000
For payment to the Environmental Facilities Corporation, pursuant to subdivision 1 of section 1290 of the public authorities law, to pay principal, interest, and related expenses on bonds or notes issued by such authority pursuant to a lease agreement between the Environmental Facilities Corporation and the Office of Parks, Recreation and Historic Preservation relating to the financing of Riverbank State Park ......................... 5,000,000
For payment to the Environmental Facilities Corporation, pursuant to subdivision 12 of section 1285-j of the public authorities law, to pay principal, interest, and related expenses on State Revolving Fund Service Contract bonds or notes issued by such authority pursuant to an agreement between the Environmental Facilities Corporation and the Department of Environmental Conservation .................. 40,000,000
For payment to the Environmental Facilities Corporation for principal, interest, and related expenses on bonds and notes issued by such authority, pursuant to an agreement between the Environmental Facilities Corporation and the Office of Mental Health relating to the financing of a waste water treatment facility for Pilgrim Psychiatric Center ....................... 1,200,000

For payment to the Environmental Facilities Corporation, for payment of principal, interest, and related expenses on bonds issued to finance the removal, disposal, and remediation of petroleum storage tanks and the remediation of the sites thereof, pursuant to an agreement or agreements between the Office of General Services and the Environmental Facilities Corporation.. 3,000,000

For payment to the Environmental Facilities Corporation, for payment of principal, interest, and related expenses on bonds issued to finance eligible pipeline for jobs projects, pursuant to an agreement or agreements between the Environmental Facilities Corporation and the State ..... 3,000,000

For payment to the Environmental Facilities Corporation, for payment of principal, interest, and related expenses on bonds issued to finance environmental infrastructure projects, pursuant to an agreement or agreements between the Environmental Facilities Corporation and the State ......................... 6,000,000

For payment to the Energy Research Development Authority for payment of principal, interest, and related expenses on bonds issued pursuant to an agreement between the State and the Energy Research Development Authority ......................... 17,000,000

Total of sub-schedule ................. 1,692,100,000

REVENUE BOND FINANCING AGREEMENT PAYMENTS

The several sums, or so such thereof as may be necessary, are hereby appropriated for payment to the dormitory authority, the environmental facilities corporation, the housing finance agency, the thruway authority, and the urban development corporation and are, subject to the issuance of certificates of approval of availability by the director of the budget, available for the purpose of making financing agreement payments related to personal income tax revenue bond obligations, as authorized pursuant to article 5-C of the state finance law and in accordance with the following sub-schedule ............ 480,000,000

sub-schedule

Economic Development and Housing .......... 200,000,000
Education .................................. 100,000,000
Environment ................................ 20,000,000
State Facilities and Equipment ............. 85,000,000
Transportation ............................ 70,000,000
Related expenses .................................. 5,000,000
Total of sub-schedule ....................... 480,000,000
Total of schedule .................................. 2,718,800,000

DEBT SERVICE FUND--HOUSING DEBT FUND--316

GENERAL OBLIGATION PAYMENTS
The sum of $25,000,000, or so much thereof as may be necessary, is hereby appropriated for payment by the state comptroller of principal, interest, and related expenses on general obligation bonds issued in connection with state housing (low cost, middle income and urban renewal) ..................................... 25,000,000

INTERNAL SERVICE FUND--CENTRALIZED SERVICES FUND--323

The sum of $35,000,000, or so much thereof as may be necessary, is hereby appropriated for payment of principal, interest, and related expenses by the commissioner of the office of general services for lease purchases and installment purchases or other periodic payments by and for state departments, agencies, the unified court system, units of the state university of New York and the city university of New York, the state insurance fund, the New York state olympic regional development authority, and the Roosevelt Island operating corporation for personal and real property purposes financed through the issuance of certificates of participation .. 35,000,000

DEBT SERVICE FUND--HEALTH INCOME FUND--319

For services and expenses in accordance with the following schedule .................................. 37,000,000

SCHEDULE

The sum of $34,500,000, or so much thereof as may be necessary of operating revenues received from department of health facilities other than the New York City Veterans' Home, is hereby appropriated for payment by the state comptroller of principal, interest, and related expenses of all obligations under the terms of agreements between the health department and the dormitory authority .................................................. 34,500,000
The sum of $2,500,000, or so much thereof as may be necessary of operating revenues received from the New York City Veterans' Home, is hereby appropriated for payment by the state comptroller of principal, interest, and related expenses of all obligations under the terms of agreements between the health department and the dormitory authority .................................................. 2,500,000
Total of schedule .................................. 37,000,000
DEBT SERVICE FUND--STATE UNIVERSITY DORMITORY INCOME FUND--330

The sum of $70,000,000, or so much thereof as may be necessary, is hereby appropriated for payment by the state comptroller of principal, interest, and related expenses of all obligations under the terms of agreements between the state university of New York and the dormitory authority and refunds to students for room rental and college fee overpayments ................. 70,000,000

DEBT SERVICE FUND--MENTAL HEALTH SERVICES FUND--304

The sum of $276,000,000, or so much thereof as may be necessary, is hereby appropriated for payment by the state comptroller of principal, interest, and related expenses of all obligations of the dormitory authority, as successor to the facilities development corporation and the medical care facilities finance agency pursuant to chapter 83 of the laws of 1995, under the terms of any lease, sublease, or other financing agreement with the department of mental hygiene, in accordance with the following schedule ..................................... 276,000,000

SCHEDULE

Debt service payments .................................... 270,000,000
Related expenses ......................................... 6,000,000
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Total of schedule ...................................... 276,000,000

DEBT SERVICE FUND--LOCAL GOVERNMENT ASSISTANCE TAX FUND--364

The sum of $323,000,000, or so much thereof as may be necessary, is hereby appropriated for payment of principal, interest, and related expenses to the local government assistance corporation pursuant to a certificate or certificates filed by the chairman of the corporation with the state comptroller and the governor, pursuant to subdivision 1 of section 3240 of the public authorities law, in accordance with the following schedule ........ 323,000,000

SCHEDULE

Debt service payments .................................... 315,000,000
Related expenses ......................................... 8,000,000
--------------
Total of schedule ...................................... 323,000,000

TRUST AND AGENCY FUND--SCHOOL CAPITAL FACILITIES FINANCING RESERVE FUND--130

The sum of $40,000,000, or so much thereof as may be necessary, is hereby appropriated for payment by the state comptroller of principal, interest, and related expenses to the dormitory authority for the purpose of meeting the terms of any contractual agreements between the dormitory authority and participating special act school districts listed in chapter 566 of the laws of 1967, as amended, state-supported schools for blind and deaf students and children with other handicapped conditions pursuant to article 85 of the education law, and...
private not-for-profit schools approved by the commissioner of education pursuant to article 89 of the education law .................................................. 40,000,000

DEDICATED HIGHWAY AND BRIDGE TRUST FUND--SPECIAL OBLIGATION RESERVE AND PAYMENT ACCOUNT--072

The sum of $750,000,000, or so much thereof as may be necessary, is hereby appropriated to pay principal, interest, and related expenses on bonds or notes as required under dedicated highway and bridge trust fund cooperative agreements under section 10-e of the highway law .......................................................... 750,000,000

CONTINGENT AND OTHER APPROPRIATIONS

§ 2. The several sums specified in this section, or so much thereof as may be sufficient to accomplish in full the purposes designated by the appropriations, are hereby appropriated to be paid as herein provided for the funds and purposes specified and are made available for the fiscal year beginning April 1, 2004.

GENERAL FUND--STATE PURPOSES ACCOUNT--003

The sum of $20,000,000, or so much thereof as may be necessary, is hereby appropriated from the general fund to the credit of the state purposes account solely for the purpose of making payments of rebates to the federal government to maintain the exemption from federal income taxation of the interest paid to the holders of state obligations issued pursuant to sections 55 and 57 of the state finance law .............................................. 20,000,000

The sum of $225,000,000, or so much thereof as may be necessary, is hereby appropriated from the general fund to the credit of the state purposes account solely for the purpose of redeeming general obligation bonds issued by the state of New York, provided, however, that the amount to be expended from this appropriation shall be limited to the amount, as determined by the comptroller, to be necessary to maintain the exemption from federal taxation of the interest paid to the holders of state obligations issued pursuant to sections 55 and 57 of the state finance law .............................................. 225,000,000

ALL FUNDS

For payment of principal, interest, and related expenses on variable rate obligations and interest rate exchange and similar agreements for state-supported debt or for transfer to any other appropriation, in accordance with the following schedule ................................. 2,310,000,000

SCHEDULE

Debt service payments .................................................. 1,130,000,000
Related expenses ...................................................... 50,000,000
Interest rate exchange and similar agreements .................. 1,130,000,000

Total of schedule ...................................................... 2,310,000,000
SPECIAL CONTRACTUAL OBLIGATION PAYMENTS

For payment to the dormitory authority, as successor to the medical care facilities finance agency pursuant to chapter 83 of the laws of 1995, for payment of principal, interest, and related expenses on bonds or notes issued pursuant to the provisions of section 7-a of the New York state medical care facilities finance agency act, as amended, which provide that the service contract payments will be made to meet the debt service payments due if the funds and accounts established under the bond resolution, the secured hospital debt service reserve fund, and the secured hospital capital reserve fund are inadequate ............................................. 95,000,000

For payment to the tobacco settlement financing corporation, for payment of principal, interest, and related expenses on bonds or notes issued pursuant to the provisions of part D3 of chapter 62 of the laws of 2003 which provides that contingency contract payments will be made to meet the debt service payments due if the funds and accounts established under the bond indentures, the debt service accounts, the debt service reserve accounts and the supplemental accounts are inadequate .......................................................... 343,000,000