A BUDGET BILL submitted by the Governor
in accordance with Article VII of the Constitution

AN ACT to amend the civil service law and the state finance law,
in relation to the health insurance fund and to repeal
certain provisions of the state finance law relating thereto

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

1. Section 1. Subdivisions 6 and 7 of section 167 of the civil service
law, subdivision 6 as amended by section 2 of part C of chapter 56 of
the laws of 2006 and subdivision 7 as added by chapter 461 of the laws
of 1956 and renumbered by chapter 617 of the laws of 1967, are amended
to read as follows:

6. Notwithstanding any inconsistent provision of law, there is
hereby created a health insurance fund which shall be available without
appropriation or fiscal year limitation for premium or subscription
charge payments under any contract or contracts purchased in accordance
with this article. The amounts withheld from employees and retired
employees under subdivision three of this section, all amounts appropri-
atated by the state to such health insurance fund, and all amounts
contributed by any participating employer pursuant to subdivision two of
this section, shall be credited to such health insurance fund. The
income derived from any dividends, premium rate adjustments or other
refunds under any such contract or contracts shall be credited to such
fund and retained therein as a special reserve for adverse fluctuation in current or future
charges under any such contract or contracts. Any interest earned by the
investment of moneys in such health insurance fund shall be added to
such special reserve, become a part of such special reserve, and be used
for the purpose of such special reserve.

7. The amounts required to be paid to any contracting corporation
under any contract entered into pursuant to the provisions of this arti-
cle shall be payable from such health insurance fund without appropri-
ation as audited by and upon the warrant of the comptroller on vouchers
certified or approved by the president.

§ 2. Subdivision 10 of section 4 of the state finance law is REPEALED
and a new subdivision 10 is added to read as follows:

10. Notwithstanding subdivision one of this section, the moneys depos-
ited in the health insurance fund authorized in section one hundred
sixty-seven of the civil service law shall be paid pursuant to statute
but without an appropriation.

§ 3. This act shall take effect immediately and shall be deemed to
have been in full force and effect on and after March 31, 2006.