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 by the Governor 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

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, 2007.

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 ........................................ 3,428,020,000

SCHEDULE

GENERAL OBLIGATION PAYMENTS

The sum of $483,000,000 or so much thereof as may be necessary, is hereby appropriated for payment by the state comptroller for 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, clean water/clean air, and rebuild and renew New York transportation purposes, in accordance with the following sub-schedule ......................... 483,000,000

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

Debt service payments ................................................. 478,000,000
Related expenses .......................................................... 5,000,000

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Total of sub-schedule ................................................. 483,000,000

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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 avail-
ability by the director of the budget, available for the
purpose of making payments for lease purchase obli-
gations, in accordance with the following schedule ..... 58,400,000

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SCHEDULE

For payment to the Urban Development Corporation for the south mall ............ 35,000,000
For payment to the Urban Development Corporation 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 build-
ing and related facilities and improve-
ments within a project of the corporation
known as the "Ten Eyck Project" located in
the city of Albany ....................... 2,000,000
For payment to the Dormitory Authority for
the New York public library for the blind
and physically handicapped pursuant to
chapter 349 of the laws of 1988 .......... 1,300,000
For payment to the Dormitory Authority for
the Judicial Institute at Pace University,
pursuant to chapter 613 of the laws of
1999, as amended ......................... 1,600,000
For payment of the lease purchase agreement
for Hampton Plaza ......................... 700,000
For payment of the lease purchase agreement
for Hanson Place .......................... 5,000,000
For payment of the lease purchase agreement
for 44 Holland Avenue in the city of Alba-
ny ......................................... 2,000,000
For payment of the lease purchase agreement
for 50 Wolf road in the town of Colonie .. 3,000,000
For payment of the lease purchase agreement
for the department of environmental
conservation building located on Broadway
in the city of Albany ..................... 5,000,000
For payment of the lease purchase agreement
for the department of transportation
region one headquarters building in the
city of Schenectady ....................... 1,500,000

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Total of debt service schedule ............. 57,100,000

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For payment of related expenses, in accordance with the following schedule.

SCHEDULE

<table>
<thead>
<tr>
<th>Corporation</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Urban Development Corporation</td>
<td>700,000</td>
</tr>
<tr>
<td>Dormitory Authority</td>
<td>400,000</td>
</tr>
<tr>
<td>Office of General Services</td>
<td>200,000</td>
</tr>
<tr>
<td><strong>Total of related expenses</strong></td>
<td><strong>1,300,000</strong></td>
</tr>
</tbody>
</table>

**Total of schedules** .................................. 58,400,000

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 payments for special contractual obligations, in accordance with the following schedule .... 1,718,720,000

SCHEDULE

For payment to the Triborough Bridge and Tunnel Authority and the Urban Development Corporation 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 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 ............................... 280,000,000

For payment 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 Corporation, the Office of General Services and the Department of Correctional Services for the rental of correctional facilities ............................ 21,000,000

For payment according to the following 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-schedule and the state of New York and the assignment of rent thereof to the Urban Development Corporation .................................. 41,800,000

sub-schedule

<table>
<thead>
<tr>
<th>Institution</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Rensselaer Polytechnic Institute (Center for Industrial Innovation)</td>
<td>4,500,000</td>
</tr>
<tr>
<td>Syracuse University (Science and Technology Center)</td>
<td>2,800,000</td>
</tr>
</tbody>
</table>
1 Cornell University (Supercomputer Center) .................. 700,000
2 Columbia University (Telecommunications Center) ......... 5,000,000
3 Clarkson University ............................................ 1,100,000
4 University Grants 95 Refunding ................................ 1,900,000
5 Higher Education Applied Technology Program ............. 1,300,000
6 Service Contract Refunding Bonds ............................ 24,500,000
7 Total of sub-schedule ........................................ 41,800,000

8 For payment 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 ........... 16,200,000
9 For payment to the Urban Development Corporation, for bonds issued to finance the sports facility assistance program, pursuant to an agreement or agreements between the State and the Urban Development Corporation ............................. 9,000,000
10 For payment to the Urban Development Corporation, for 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 .................. 1,300,000
11 For payment to the Urban Development Corporation, the Dormitory Authority, the Thruway Authority, and/or the Housing Finance Agency, for payment of bonds issued to finance the community enhancement facilities assistance program, pursuant to an agreement or agreements between such authorities and the State ...................... 12,000,000
12 For payment to the Dormitory Authority, for payment of 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 ........................................ 5,000,000
13 For payment to the Dormitory Authority, for payment of bonds issued to finance State Department of Education facilities, pursuant to an agreement between the Dormitory Authority and the State Education Department ........................................ 5,500,000
14 For payment to the Housing Finance Agency and the Urban Development Corporation for payment of bonds issued to finance the State's housing programs ......................... 68,000,000
15 For payment to 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 O 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 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, 2008 .................... 370,000,000

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 bonds, notes, or other obligations issued by such authority, pursuant to an agreement or agreements among the State University of New York, various community colleges and their sponsors, and the Dormitory Authority for educational facilities of community colleges ...................... 35,000,000

For payment to the Dormitory Authority, pursuant to subdivision 2 of section 1680-e of the public authorities law, to pay for bonds or notes issued by such authority relating to the State University athletic facilities .................. 2,500,000

For payment to the City University Construction Fund for City University senior colleges and for community colleges 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 accordance with the following sub-schedule ......... 305,000,000

sub-schedule

City University senior colleges ................... 270,000,000
City University community colleges ................ 35,000,000

Total of sub-schedule ...... 305,000,000

For payment to the Dormitory Authority, pursuant to the provisions of a service contract or contracts, for payment of bonds or notes issued for the financing of projects at the Albany County Airport .... 4,000,000

For payment to the Dormitory Authority and the Urban Development Corporation for bonds issued 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
of other state facilities and parking
facilities ........................................ 6,000,000
For payment to the Dormitory Authority, for
payment of bonds issued to finance eligi-
ble school construction projects for re-
building schools to uphold education
(RESCUE), pursuant to an agreement or
agreements between the Dormitory Authority
and the state ................................. 8,500,000
For payment to the Dormitory Authority, for
payment of bonds issued to finance eligi-
ble 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, pursu-
ant to section 380 of the public authori-
ties law, to pay for Local Highway and
Bridge Service Contract bonds or notes
issued by such authority pursuant to an
agreement between the Thruway Authority
and the state .............................. 240,000,000
For payment to the Environmental Facilities
Corporation to pay for bonds or notes
issued by such authority pursuant to an
agreement between the Environmental Facil-
ities Corporation and the Office of Parks,
Recreation and Historic Preservation ..... 1,800,000
For payment to the Environmental Facilities
Corporation, pursuant to subdivision 1 of
section 1290 of the public authorities
law, to pay for bonds or notes issued by
such authority pursuant to a lease agree-
ment 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 for 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 Environ-
mental Conservation ........................ 4,000,000
For payment to the Environmental Facilities
Corporation for 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 .......................... 900,000
For payment to the Environmental Facilities
Corporation, for payment of 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 bonds issued to finance environmental infrastructure projects, pursuant to an agreement or agreements between the Environmental Facilities Corporation and the State ....... 24,000,000

For payment to the Energy Research and Development Authority for payment of bonds issued pursuant to an agreement between the State and the Energy Research and Development Authority ................. 2,000,000

Total of debt service schedule ............... 1,682,500,000

For payment of related expenses in accordance with the following schedule.

SCHEDULE

Urban Development Corporation .............. 3,500,000
Housing Finance Agency ..................... 4,000,000
Dormitory Authority ......................... 4,000,000
Dormitory Authority Capital Expenses ....... 21,000,000
Environmental Facilities Corporation ...... 500,000
Energy Research and Development Authority .. 20,000
Triborough Bridge and Tunnel Authority ..... 200,000
Thruway Authority .......................... 3,000,000

Total of related expenses schedule .......... 36,220,000

Total of schedules .......................... 1,718,720,000

REVENUE BOND FINANCING AGREEMENT PAYMENTS

The several sums, or so much 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 schedule ... 1,167,900,000

SCHEDULE

Economic Development and Housing .......... 330,000,000
Education .................................. 425,000,000
Environment ................................ 55,000,000
Healthcare .................................. 5,000,000
State Facilities and Equipment ............. 200,000,000
Transportation ............................. 145,000,000

Total of schedule .......................... 1,160,000,000
For payment of related expenses in accordance with the following schedule.

**SCHEDULE**

<table>
<thead>
<tr>
<th>Corporation/Authority</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Urban Development Corporation</td>
<td>1,300,000</td>
</tr>
<tr>
<td>Housing Finance Agency</td>
<td>1,000,000</td>
</tr>
<tr>
<td>Dormitory Authority</td>
<td>4,000,000</td>
</tr>
<tr>
<td>Dormitory Authority Capital Expenses</td>
<td>1,000,000</td>
</tr>
<tr>
<td>Environmental Facilities Corporation</td>
<td>400,000</td>
</tr>
<tr>
<td>Thruway Authority</td>
<td>200,000</td>
</tr>
</tbody>
</table>

Total of schedule ........................................ 7,900,000

Total of schedules ...................................... 1,167,900,000

**DEBT SERVICE FUND--HOUSING DEBT FUND--316**

**GENERAL OBLIGATION PAYMENTS**

The sum of $21,000,000, or so much thereof as may be necessary, is hereby appropriated for payment by the state comptroller of principal and interest on general obligation bonds issued in connection with state housing (low cost, middle income and urban renewal) ......... 21,000,000

**DEBT SERVICE FUND--HEALTH INCOME FUND--319**

For debt service and related expenses in accordance with the following schedule ........................................ 32,500,000

**SCHEDULE**

<table>
<thead>
<tr>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>28,000,000</td>
</tr>
</tbody>
</table>

The sum of $28,000,000, 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 all obligations under the terms of agreements between the health department and the dormitory authority ........................................ 28,000,000

The sum of $2,000,000, 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 all obligations under the terms of agreements between the health department and the dormitory authority ........................................ 2,000,000

Related expenses ........................................... 1,400,000

Capital expenses ........................................... 1,100,000

Total of schedule ........................................... 32,500,000

**DEBT SERVICE FUND--STATE UNIVERSITY DORMITORY INCOME FUND--330**

The sum of $69,000,000, or so much thereof as may be necessary, is hereby appropriated for payment by the state comptroller 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, in accordance with
the following schedule ........................................ 69,000,000

SCHEDULE

<table>
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<tr>
<th>Item</th>
<th>Amount</th>
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</thead>
<tbody>
<tr>
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<td>63,000,000</td>
</tr>
<tr>
<td>Related expenses</td>
<td>5,000,000</td>
</tr>
<tr>
<td>Capital expenses</td>
<td>1,000,000</td>
</tr>
<tr>
<td>Total of schedule</td>
<td>69,000,000</td>
</tr>
</tbody>
</table>

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

The sum of $330,000,000, or so much thereof as may be
necessary, is hereby appropriated for payment by the
state comptroller 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 .................. 330,000,000

SCHEDULE

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
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</thead>
<tbody>
<tr>
<td>Debt service payments</td>
<td>320,000,000</td>
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<tr>
<td>Related expenses</td>
<td>10,000,000</td>
</tr>
<tr>
<td>Total of schedule</td>
<td>330,000,000</td>
</tr>
</tbody>
</table>

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

The sum of $388,000,000, or so much thereof as may be
necessary, is hereby appropriated for payment of all
obligations, including but not limited to reserve fund
credit facilities, 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 .................. 388,000,000

SCHEDULE

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Debt service payments</td>
<td>370,000,000</td>
</tr>
<tr>
<td>Related expenses</td>
<td>18,000,000</td>
</tr>
<tr>
<td>Total of schedule</td>
<td>388,000,000</td>
</tr>
</tbody>
</table>

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 to the dormitory authority for the
purpose of meeting the terms of any contractual agree-
ments 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
handicapping 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, in accordance with the
following schedule ........................................ 40,000,000

SCHEDULE

Debt service payments .................................... 39,500,000
Related expenses ........................................ 500,000

Total of schedule ........................................ 40,000,000

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

The sum of $505,200,000, or so much thereof as may be
necessary, is hereby appropriated to pay for bonds or
notes as required under dedicated highway and bridge
trust fund cooperative agreements under section 10-e of
the highway law, in accordance with the following sched-
ule .................................................... 505,200,000

SCHEDULE

Debt service payments .................................... 505,000,000
Related expenses ........................................ 200,000

Total of schedule ........................................ 505,200,000

DEBT REDUCTION RESERVE FUND - 064

The sum of $250,000,000, or so much thereof as may be
necessary, is hereby appropriated from the debt
reduction reserve fund for the purposes of principal,
interest, and related expenses, for retiring or defeas-
ing bonds previously issued, including any accrued
interest or other expenses related thereto, for any
state-related bonding program or programs and for trans-
fer, upon request of the director of the budget, to
various capital projects funds as designated by the
director of the budget for the funding of capital
projects, equipment acquisitions, or similar expenses
which have been authorized by law to be financed through
the issuance of bonds, notes, or other obligations ...... 250,000,000

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, 2007.

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 and interest, including but not
limited to reserve fund credit facilities, 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 follow-
ing schedule ........................................... 3,550,000,000

SCHEDULE

Debt service payments ....................................... 1,750,000,000
Related expenses ............................................. 50,000,000
Interest rate exchange and similar agreements ........... 1,750,000,000

Total of schedule ........................................ 3,550,000,000

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

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, in accordance with the following schedule .. 90,000,000

SCHEDULE

Debt service payments ....................................... 89,000,000
Related expenses ............................................. 1,000,000

Total of schedule ........................................ 90,000,000
For payment to the tobacco settlement financing corporation, for payment of 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, in accordance with the following schedule ...... 353,000,000

<p>| | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Debt service payments</td>
<td>352,000,000</td>
</tr>
<tr>
<td>Related expenses</td>
<td>1,000,000</td>
</tr>
<tr>
<td>Total of schedule</td>
<td>353,000,000</td>
</tr>
</tbody>
</table>