

# STATE OF NEW YORK

S. 1502

A. 2002

## SENATE - ASSEMBLY

January 15, 2019

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 herein provided for the funds and purposes specified and are made available for the fiscal year beginning April 1, 2019.

### DEBT SERVICE FUND--GENERAL DEBT SERVICE FUND

#### Maintenance undistributed

For the legal requirements of principal, interest, and related expenses on general obligation bonds, special contractual and revenue bond obligations, as issued pursuant to articles 5-C and 5-F of the state finance law and payments for interest rate exchange and similar agreements, in accordance with the following schedule .. 7,071,350,000

=====

### SCHEDULE

#### GENERAL OBLIGATION PAYMENTS

The sum of \$502,500,000, 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 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, accelerated capacity and transportation improvements of the nineties, clean water/clean air, rebuild and renew New York transportation, and smart schools purposes, in accordance with the following sub-schedule ..... 502,500,000

-----

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

1 sub-schedule  
2  
3 Debt service payments ..... 500,000,000  
4 Related expenses ..... 2,500,000  
5 -----  
6 Total of sub-schedule ..... 502,500,000  
7 =====

8  
9 SPECIAL CONTRACTUAL OBLIGATION PAYMENTS

10 The several sums, or so much thereof as may be sufficient  
11 to accomplish in full the purposes designated by the  
12 appropriations, are hereby appropriated and are, subject  
13 to the issuance of certificates of approval of avail-  
14 ability by the director of the budget, available for the  
15 purpose of making payments for special contractual obli-  
16 gations, in accordance with the following schedule ..... 526,350,000  
17 -----

18  
19 SCHEDULE  
20

21 For payment to the Urban Development Corpo-  
22 ration pursuant to the provisions of an  
23 agreement or agreements of lease and  
24 sublease entered into between, but not  
25 limited to, the Urban Development Corpo-  
26 ration, the Office of General Services and  
27 the Department of Correctional Services  
28 for the rental of correctional facilities. 21,000,000

29 For payment according to the following sub-  
30 schedule to the Urban Development Corpo-  
31 ration for project revenue bonds, pursuant  
32 to the provisions of certain agreements of  
33 lease between the entities designated on  
34 the following sub-schedule and the state  
35 of New York and the assignment of rent  
36 thereof to the Urban Development Corpo-  
37 ration ..... 8,500,000

38  
39 sub-schedule  
40

41 Cornell University (Supercom-  
42 puter Center) ..... 700,000  
43 Columbia University (Telecom-  
44 munications Center) ..... 4,800,000  
45 Clarkson University ..... 1,100,000  
46 University Grants 95 Refunding 1,900,000  
47 -----  
48 Total of sub-schedule ..... 8,500,000  
49 -----

50  
51 For payment to the Housing Finance Agency  
52 and the Urban Development Corporation for  
53 payment of bonds issued to finance the  
54 State's housing programs ..... 30,000,000

55 For payment to the State University  
56 Construction Fund, for payment to the  
57 Dormitory Authority, pursuant to paragraph  
58 (e) of subdivision 19 of section 1680 of  
59 the public authorities law, to pay for  
60 bonds or notes issued by such authority,  
61 pursuant to agreements between the State  
62 University Construction Fund, State  
63 University of New York and the Dormitory  
64 Authority, relating to State University  
65 education facilities. Notwithstanding the  
66 provisions of section 40 of the state

1 finance law or any other provision of law  
 2 to the contrary, this appropriation shall  
 3 remain in full force and effect until  
 4 April 30, 2020 ..... 150,000,000  
 5 For payment to the State University  
 6 Construction Fund, for payment to the  
 7 Dormitory Authority, in accordance with  
 8 subdivision 8 of section 6304 of the  
 9 education law, for bonds, notes, or other  
 10 obligations issued by such authority,  
 11 pursuant to an agreement or agreements  
 12 among the State University of New York,  
 13 various community colleges and their spon-  
 14 sors, and the Dormitory Authority for  
 15 educational facilities of community  
 16 colleges ..... 10,000,000  
 17 For payment to the City University Construc-  
 18 tion Fund for City University senior  
 19 colleges and for community colleges.  
 20 Moneys hereby appropriated, or portions  
 21 thereof, are for payments net of all  
 22 interest and investment earnings on senior  
 23 and community college payments and other  
 24 excess earnings held by the City Universi-  
 25 ty Construction Fund, in accordance with  
 26 the following sub-schedule ..... 85,000,000  
 27  
 28 sub-schedule  
 29  
 30 City University senior  
 31 colleges ..... 80,000,000  
 32 City University community  
 33 colleges ..... 5,000,000  
 34 -----  
 35 Total of sub-schedule ..... 85,000,000  
 36 -----  
 37  
 38 For payment to the Thruway Authority, pursu-  
 39 ant to section 380 of the public authori-  
 40 ties law, to pay for Local Highway and  
 41 Bridge Service Contract bonds or notes  
 42 issued by such authority pursuant to an  
 43 agreement between the Thruway Authority  
 44 and the state ..... 45,000,000  
 45 For payment according to the following sub-  
 46 schedule for bonds issued to finance  
 47 consolidated service contract refundings.. 160,000,000  
 48 -----  
 49  
 50 sub-schedule  
 51  
 52 Urban Development Corporation. 95,000,000  
 53 Dormitory Authority ..... 65,000,000  
 54 -----  
 55 Total of sub-schedule ..... 160,000,000  
 56 -----  
 57  
 58 Total of debt service schedule ..... 509,500,000  
 59 -----  
 60  
 61 For payment of related expenses in accord-  
 62 ance with the following schedule.  
 63  
 64

## SCHEDULE

Urban Development Corporation .....	2,000,000
Housing Finance Agency .....	750,000
Dormitory Authority .....	4,000,000
Dormitory Authority Capital Expenses .....	10,000,000
Thruway Authority .....	100,000
	-----
Total of related expenses schedule .....	16,850,000
	-----
Total of schedules .....	526,350,000
	=====

## 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 ... 5,040,000,000

## SCHEDULE

Debt Service Payment .....	5,000,000,000
Related Expenses .....	40,000,000
	-----
Total of schedule .....	5,040,000,000
	=====

## 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 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 sales tax revenue bond obligations, as authorized pursuant to article 5-F of the state finance law and in accordance with the following schedule ..... 1,002,500,000

## SCHEDULE

Debt Service Payments .....	1,000,000,000
Related Expenses .....	2,500,000
	-----
Total of schedule .....	1,002,500,000
	=====

Total of schedule .....	7,071,350,000
	=====

## DEBT SERVICE FUND--HOUSING DEBT FUND

## GENERAL OBLIGATION PAYMENTS

The sum of \$5,500,000, 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) ..... 5,500,000  
=====

## DEBT SERVICE FUND--HEALTH INCOME FUND

For debt service and related expenses in accordance with the following schedule ..... 30,000,000  
-----

## SCHEDULE

The sum of \$25,000,000, 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 ..... 25,000,000  
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 ..... 500,000  
Capital expenses ..... 2,500,000  
-----  
Total of schedule ..... 30,000,000  
=====

## DEBT SERVICE FUND--MENTAL HEALTH SERVICES FUND

The sum of \$102,000,000, 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 ..... 102,000,000  
-----

## SCHEDULE

Debt service payments ..... 100,000,000  
Related expenses ..... 2,000,000  
-----  
Total of schedule ..... 102,000,000  
=====

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

The sum of \$403,000,000, 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

1 comptroller and the governor, pursuant to subdivision 1  
 2 of section 3240 of the public authorities law, in  
 3 accordance with the following schedule ..... 403,000,000  
 4 -----

5  
 6 SCHEDULE

7  
 8 Debt service payments ..... 400,000,000  
 9 Related expenses ..... 3,000,000  
 10 -----  
 11 Total of schedule ..... 403,000,000  
 12 =====

13  
 14 TRUST AND AGENCY FUND--SCHOOL CAPITAL FACILITIES  
 15 FINANCING RESERVE FUND

16  
 17 The sum of \$4,600,000, or so much thereof as may be  
 18 necessary, is hereby appropriated for payment by the  
 19 state comptroller to the dormitory authority for the  
 20 purpose of meeting the terms of any contractual agree-  
 21 ments between the dormitory authority and participating  
 22 special act school districts listed in chapter 566 of  
 23 the laws of 1967, as amended, state-supported schools  
 24 for blind and deaf students and children with other  
 25 handicapping conditions pursuant to article 85 of the  
 26 education law, and private not-for-profit schools  
 27 approved by the commissioner of education pursuant to  
 28 article 89 of the education law, in accordance with the  
 29 following schedule ..... 4,600,000  
 30 -----

31  
 32 SCHEDULE

33  
 34 Debt service payments ..... 4,000,000  
 35 Related expenses ..... 300,000  
 36 Capital expenses ..... 300,000  
 37 -----  
 38 Total of schedule ..... 4,600,000  
 39 =====

40  
 41 DEDICATED HIGHWAY AND BRIDGE TRUST FUND--SPECIAL  
 42 OBLIGATION RESERVE AND PAYMENT ACCOUNT

43  
 44 The sum of \$500,500,000 or so much thereof as may be  
 45 necessary, is hereby appropriated to pay for bonds or  
 46 notes as required under dedicated highway and bridge  
 47 trust fund cooperative agreements under section 10-e of  
 48 the highway law, in accordance with the following sched-  
 49 ule ..... 500,500,000  
 50 -----

51  
 52 SCHEDULE

53  
 54 Debt service payments ..... 500,000,000  
 55 Related expenses ..... 500,000  
 56 -----  
 57 Total of schedule ..... 500,500,000  
 58 =====

59  
 60 DEBT REDUCTION RESERVE FUND

61  
 62 The sum of \$500,000,000, or so much thereof as may be  
 63 necessary, is hereby appropriated from the debt  
 64 reduction reserve fund for the purposes of principal,  
 65 interest, and related expenses, for retiring or defeas-  
 66 ing bonds previously issued, including any accrued

interest or other expenses related thereto, for any state-related bonding program or programs and for transfer, 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 . . . . 500,000,000

=====

#### 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, 2019.

#### GENERAL FUND--STATE PURPOSES ACCOUNT

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 following schedule . . . . . 1,250,000,000

-----

#### SCHEDULE

Debt service payments . . . . . 800,000,000  
 Related expenses . . . . . 50,000,000  
 Interest rate exchange and similar agreements . . . . . 400,000,000  
 Total of schedule . . . . . 1,250,000,000

=====

1 DEBT SERVICE FUND--GENERAL DEBT SERVICE FUND  
2  
3 SPECIAL CONTRACTUAL OBLIGATION PAYMENTS  
4 For payment to the dormitory authority, as successor to  
5 the medical care facilities finance agency pursuant to  
6 chapter 83 of the laws of 1995, for payment of principal  
7 interest, and related expenses on bonds or notes issued  
8 pursuant to the provisions of section 7-a of the New  
9 York state medical care facilities finance agency act,  
10 as amended, which provide that the service contract  
11 payments will be made to meet the debt service payments  
12 due if the funds and accounts established under the bond  
13 resolution, the secured hospital debt service reserve  
14 fund, and the secured hospital capital reserve fund are  
15 inadequate, in accordance with the following schedule .. 41,000,000  
16 -----  
17  
18 SCHEDULE  
19  
20 Debt service payments ..... 40,000,000  
21 Related expenses ..... 1,000,000  
22 -----  
23 Total of schedule ..... 41,000,000  
24 =====  
25