

APPROPRIATION BUDGET BILLS

A. 4300/S. 2100	Public Protection and General Government
A. 4301/S. 2101	Legislature and Judiciary
A. 4302/S. 2102	Debt Service
A. 4303/S. 2103	Education, Labor and Family Assistance
A. 4304/S. 2104	Health and Mental Hygiene
A. 4305/S. 2105	Transportation, Economic Development and Environmental Conservation
Budget Bill #1	Deficiency Appropriations for State Fiscal Year 2006-07
Budget Bill #2	Deficiency Language for State Fiscal Year 2006-07

NON-APPROPRIATION BUDGET BILLS

Section 22 of the State Finance Law requires the Executive Budget to include a list of proposed legislation submitted pursuant to Article VII of the State Constitution. In addition to the major appropriation bills, the following Article VII bills have been submitted that set forth the policy initiatives contained in the Executive Budget.

A.4306/S.2106 – PUBLIC PROTECTION AND GENERAL GOVERNMENT

PART	DESCRIPTION	SUMMARY
A	Amend Civil Service Law to insert language related to the New York State Employee Health Insurance Plan	This part would amend the Civil Service Law by inserting language that would allow the New York State Employee Health Insurance Plan (NYSHIP) to operate as a self insured plan. Currently, the State must contract with licensed insurance companies for various health benefits and pay all necessary risk charges associated with having insurance.
B	Expand the uses of funds deposited into the Criminal Justice Improvement Account	This part would allow funds deposited into the Criminal Justice Improvement Account (CJIA) to be used for various law enforcement programs including new purposes such as Operation IMPACT, a new Upstate Crime Initiative, and domestic violence programs. Funds for this account are primarily derived from fees paid by offenders. The account currently supports crime victim services and compensation.
C	Specify the manner and criteria by which local governments can receive certain criminal justice funding	This part would specify the manner in which certain local assistance criminal justice funds are distributed. Aid to prosecution and aid to defense funds would be distributed at the 2006-07 levels; amounts above the base 2006-07 funds would be distributed among the counties according to their proportion of violent crime reported in 2005. Funding for the Crimes Against Revenue Program would be distributed according to a formula based on county population and personal income tax revenue. Funds for intensive supervision of sex offenders would be distributed based on the number of registered sex offenders under supervision in the locality.

PART	DESCRIPTION	SUMMARY
D	Authorize an increase in the Criminal History Search Fee to increase resources, primarily to the Legal Services Assistance Fund, to fund civil legal services	This part would increase the fee charged by the Office of Court Administration (OCA) for a court-based Criminal History Record Search from \$52 to \$60; increase the portion of this fee deposited into the Legal Services Assistance Fund from \$9 to \$15; and direct the remaining \$2 increase to the Judiciary Data Processing Offset Account.
E	Provide permanent authorization to deposit all receipts derived from the rental of State armories into the Armory Rental Account	This part would make permanent current statutory provisions that require that all armory rental revenues be deposited in a state special revenue fund that is used to pay for the maintenance of armories. This section of law will expire on July 31, 2007, unless extended or unless the sunset provisions are removed. If this section expires, fifty percent of armory rental revenues would go to the National Guard unit that operates the armory.
F	Require nuclear power plant owners to pay the costs of security provided by the New York National Guard	This part would establish the Power Plant Security Account and would impose an assessment on operators of nuclear electric generating facilities, in an amount equal to the costs to the State for the deployment of members of the State organized militia, primarily the New York National Guard, to provide security at such facilities. The assessment for each licensee would be based on costs to the State of providing security at each individual facility.
G	Permanently extend various criminal justice programs	This part would make permanent various criminal justice programs and statutory provisions as well as certain criminal justice fees. Historically, these provisions have included sunset clauses requiring periodic extensions by the Legislature.
H	Authorize the use of photo-monitoring equipment at work zones to enforce speed limits	This part would authorize the Division of State Police (DSP), and any agency, division or authority designated by DSP, to establish a program for the operation of photo-monitoring devices and the imposition of liability on vehicle owners for failing to obey speed limits in highway construction or maintenance work areas.

PART	DESCRIPTION	SUMMARY
I	Increase salaries of judges and justices of the Unified Court System, retroactive to 2005-06	This part would increase the salaries of the judges of the Unified Court System. It would be retroactive to 2005 and is supported by reappropriations and new appropriations in the 2007-08 Judiciary budget.
J	Establish the Universal Broadband Assistance Account to facilitate expanding statewide access to broadband internet service	This part would create a Universal Broadband Access Account which would consist of monies transferred from the Public Safety Communications Account (established to receive wireless surcharge revenue). The Account would fund local, regional and state activities that seek to increase the availability of affordable broadband internet access in the State. This part would also authorize the transfer of up to \$50 million from the Public Safety Communications Account to the Universal Broadband Access Account.
K	Extend the Procurement Stewardship Act for one year	This part would extend for one year the Procurement Stewardship Act (the Act) which governs the State's purchase of commodities and services. The Act, which established the technical and procedural requirements governing the purchase of commodities and services, is currently set to expire on June 30, 2007.
L	Amend the parole violation process to reduce the demand on local jails to house parole violators awaiting hearings	This part would change the parole violation process by giving localities the option to transfer alleged parole violators, charged with a violation of one or more conditions of supervision but not presently charged with a felony or misdemeanor, to the Department of Correctional Services (DOCS) facilities prior to the final parole revocation hearing. This part would provide for revocation hearings to be conducted using video teleconferencing, and would require a formal agreement between the Commissioner of DOCS and a local correctional facility for such a transfer to take place. This part would remove the six month minimum period of reincarceration for a person found to have violated a condition of post-release supervision and instead directs reincarceration in accordance with new rules to be promulgated by the Board of Parole.

PART	DESCRIPTION	SUMMARY
M	Create a commission to evaluate the State prison system	This part would establish a temporary commission to review capacity in the State prison system and recommend specific correctional facilities for closure; recommendations by the commission would be binding unless they are rejected by the Governor or, if approved by the Governor, the Legislature rejects the recommendations in their entirety.
N	Provide mandate relief for localities	This part would include several provisions that would impact local governments including: increases in the competitive bidding thresholds of the Wick’s Law; changes related to municipal purchasing provisions; authorization for municipalities to establish administrative proceedings, fees and penalties for the enforcement of housing code violations; changes the rate of interest applied to judgments from not less than nine percent to a floating rate; completes the repeal of the collateral source rule (which only applies to public employees and allows offsets against any collateral source except life insurance and payments required by law); eliminates the subrogation gap (allowing collateral source payers to seek reimbursement only where there is a statutory right to reimbursement); and establishes a presumption that settlements in certain tort actions do not include collateral source payments which could not have been offset at trial.
O	Restructure the Aid and Incentives for Municipalities (AIM) program to increase financial assistance targeted to distressed municipalities, strengthen emphasis on accountability and efficiency, and eliminate aid to municipalities with limited need for AIM funding	This part would permanently replace the revenue sharing and unrestricted aid statute (Sections 54 and Section 54-c of State Finance Law) with the Aid and Incentives for Municipalities (AIM) program. The proposal would establish new eligibility criteria for municipalities, and would exclude New York City and municipalities that meet certain full value per capita rates or whose AIM amount for the previous fiscal year is less than one percent of the municipality’s total revenue. The aid amounts for eligible municipalities would be based on the level of fiscal distress, with additional aid subject to spending restrictions and accountability requirements. The proposal also would maintain the Shared Municipal Services Incentive (SMSI) program with priority given to applications from distressed municipalities and school districts.

PART	DESCRIPTION	SUMMARY
P	Establish eligibility limitations for State aid to municipalities with VLT facilities	This part would establish eligibility limitations for State Aid to municipalities in which video gaming facilities are located and would exclude New York City beginning in State Fiscal Year (SFY) 2007-08 and, beginning in SFY 2008-09, would add an eligibility requirement that municipalities have a poverty rate greater than 150 percent of the statewide average.
Q	Authorize transfers, temporary loans and miscellaneous capital/debt provisions, including certain bond caps	This part would provide statutory authorization for the administration of funds and accounts included in the 2007-08 Executive Budget authorizing the transfer of funds budgeted in the financial plan but do not have permanent statutory authorization, as well as providing for other transactions, including temporary loans from the State Treasury for cash flow purposes, necessary to maintain a balanced Financial Plan. This bill would also provide statutory authorization necessary to reimburse projected Capital Projects Funds spending, including authorizing the issuance of certificates of participation, increasing existing bond caps for various capital projects, maximizing debt service savings from State-supported refunding, setting debt policy, ensuring the continued tax-exempt status, and reducing borrowing costs for certain debt.

A.4304/S.2107 – EDUCATION, LABOR AND FAMILY ASSISTANCE

PART	DESCRIPTION	SUMMARY
A	Strengthen educational accountability by establishing measurable performance targets, promoting strong educational leadership, and raising standards	This part would authorize the Board of Regents and the Commissioner of Education to promulgate new regulations relating to educational quality standards, student performance assessments, reporting requirements and school’s corrective improvement actions. It would establish criteria for teacher tenure determinations and require certain school districts to prepare a “contract for excellence” in exchange for increased aid.

B	<p>Reform the State’s education finance system through the establishment of a Foundation Aid formula, expansion of pre-kindergarten and other changes</p>	<p>This part would change the State’s school financing system by establishing a Foundation Formula, expanding and changing aspects of the Universal Pre-Kindergarten Program, requiring full-day kindergarten for all students in targeted school districts within four years, and authorizing the creation of 150 new charter schools and providing certain school districts with Charter School Transition Aid. This part includes provisions relating to a Maintenance of Effort requirement for the local support of the Big 4 City School Districts, and other provisions required to implement the Executive’s education proposal.</p>
C	<p>Ensure that the mayors of Syracuse, Rochester and Buffalo are represented on their local school boards</p>	<p>This part would allow the mayors of the cities of Buffalo, Rochester and Syracuse to appoint two members, at their pleasure and in addition to the set number of elected members, to their respective boards of education.</p>
D	<p>Enhance the School Tax Relief (STAR) Program by increasing funding and targeting the benefits to low and middle class homeowners</p>	<p>This part would repeal the STAR Rebate and increase the basic STAR exemption based on income. Over three years, the basic STAR exemption would double for taxpayers earning less than \$60,000 (less than \$80,000 in the NYC Metropolitan Area). Homeowners with incomes above that amount, but less than \$235,000, would receive smaller increases based on their incomes. In addition, the Enhanced exemption would be increased by 40 percent over a two year period and would be indexed for inflation thereafter. The NYC Personal Income Tax STAR Credit would be increased by almost 50 percent over three years.</p>
E	<p>Modify the Tuition Assistance Program (TAP) to reform eligibility criteria</p>	<p>This part would modify the Tuition Assistance Program (TAP) by removing the ability to benefit (ATB) examination to receive TAP awards, creating academic progress standards for students receiving TAP awards as a measure of determining academic eligibility, and requiring that institutions be approved for participation in federal student financial aid programs under Title IV of the Higher Education Act of 1965 to be eligible for participation in State student financial aid programs.</p>

F	Modify the notification requirement for closing youth facilities	This part would suspend the current twelve month notice requirement to close three community residential homes located in Gloversville, Mount Vernon, and Brooklyn, and one non-secure residential facility located in Cattaraugus County, which serves juveniles committed to the care of the Office of Children and Family Services (OCFS) effective October 1, 2007.
G	Convert an Office of Children and Family Services' (OCFS) internal account to a Special Revenue account to improve transparency	This part would replace an internal Office of Children and Family (OCFS) sole purpose account with the establishment of a new Miscellaneous Special Revenue Fund known as the Youth Facility Per Diem account for the receipt of per diem revenue from local governments. The balance of the OCFS sole purpose account would be deposited into the new account as well as all necessary care, maintenance and supervision reimbursements from social service districts.
H	Mandate performance-based contracting for preventive services	This part would require local social services districts to implement performance or outcome based provisions for preventive services beginning January 1, 2008. If these performance or outcome provisions were not met, the Office of Children and Family Services could cap the local districts reimbursement rate to that of claims for expenditures for the period October 1, 2005 through September 30, 2006 that were submitted through March 31, 2007.
I	Permanently extend Child Welfare Financing Reform provisions set to expire on June 30, 2007	This part would permanently extend Child Welfare Financing. This bill would include three parts: Uncapped Services Reimbursement, where the State would reimburse localities and NYC 65 percent of their expenditures for preventive, child protective, independent living, aftercare and adoption services; the Foster Care Block Grant; and the Quality Enhancement Fund. This part would make permanent the inclusion of local school districts to share in the total costs of placement of special education students. Localities and school districts' shares would be 20 percent each and the State share would be 40 percent.

J	Create a new, independent Office for the Blind	This part would eliminate the Commission for the Blind and Visually Handicapped from the jurisdiction of the Office of Children and Family Services and would create a new, independent Office for the Blind.
K	Provide for performance measurements in Temporary Assistance for Needy Families (TANF) funded programs, and establish an allocation methodology	This part would require performance contracts for all TANF surplus programs that are specifically lined out in the budget, and would replicate prior appropriation language concerning the TANF Flexible Fund for Family Service (Flex Fund). The part describes the proposed allocation methodology of the Flex Fund, provides examples of the kinds of programs it could finance, and provides guidance regarding the details that local districts would have to put in their plans in order to obtain funding from the Flex Fund.

A.4308/S.2108 – HEALTH AND MENTAL HYGIENE

PART	DESCRIPTION	SUMMARY
A	Modify and reauthorize the Health Care Reform Act and authorize an additional insurance company conversion	This part would extend the Health Care Reform Act (HCRA) through March 31, 2008, which is scheduled to sunset on June 30, 2007, and would amend provisions in order to maximize the use of available revenue sources, modify programs and secure the fiscal viability of HCRA through its proposed extension period. This part would also extend the Excess Medical Malpractice Program for one year and would authorize the conversion of certain not-for-profit health insurers to for-profit entities.
B	Improve public health services by implementing cost savings measures, authorizing new fees and extending priority programs	This part would implement cost savings measures, authorize new fees and extend priority programs, including: EPIC, Early Intervention Program, Office of Professional Medical Conduct, Expanded Syringe Access Demonstration Program, the Federal-State Health Reform Partnership (F-SHRP) Account, Health Information Technology Program and the Medicaid Training Contract Account. This part would also require health insurers to provide reimbursement for medical care to those in need of early intervention services.

PART	DESCRIPTION	SUMMARY
C	Authorize Medicaid cost containment and reforms to provide access to health insurance coverage	This part would implement the following: streamlining of the eligibility process in the Medicaid and Family Health Plus programs; care coordination for high-cost patients; employer health insurance premium subsidies for employees eligible for public health insurance coverage; expansion of the Managed Long Term Care Program; reductions in pharmacy reimbursement; changes to the Preferred Drug Program and the Clinical Drug Review Program; hospital, nursing home and emergency transportation provider cost containment; establishing a False Claims Act and "Martin Act" for Health Care; enhancements to the Office of the Medicaid Inspector General; and amendments that the Executive deems "technical" and certain statutory extenders, including prior year cost containment for hospitals, nursing homes and home care.
D	Renew and lower reimbursable tax assessments from six percent to five and one-half percent on OMRDD licensed Intermediate Care Facilities	This part would reduce from six percent to five and one-half percent the assessment imposed upon Intermediate Care Facilities licensed by the Office of Mental Retardation and Developmental Disabilities to provide conformity with recently enacted federal legislation, which limits such assessments to five and one-half percent effective January 1, 2008.

A.4309/S.2109 – TRANSPORTATION, ECONOMIC DEVELOPMENT AND ENVIRONMENTAL CONSERVATION

PART	DESCRIPTION	SUMMARY
A	Provide the annual authorization for the CHIPS and Marchiselli programs	This part would authorize \$296.5 million in capital for CHIPS and \$39.7 million for the Marchiselli program for 2007-08 and would increase the bond cap for local highway and bridge service contract bonds issued by the Thruway Authority by \$20 million.

PART	DESCRIPTION	SUMMARY
B	Permanently extend the single audit program for recipients of State transportation assistance	This part would make permanent the Department of Transportation (DOT) single audit program, which requires municipalities and public authorities which are subject to a single audit of federal aid to prepare and have audited a schedule of State transportation assistance expended, provided that the total of such assistance exceeds \$100,000 in a fiscal year.
C	Permanently extend suspension of drivers' licenses for certain alcohol related convictions	This part would make permanent provisions of law requiring courts to suspend drivers' licenses, pending prosecution, for driving while intoxicated (DWI) violations where drivers, at the time of arrest, had a blood alcohol content of .08 percent or higher.
D	Amend Eminent Domain Procedure Law	This part would amend the Eminent Domain Procedure Law to provide for service of a notice of acquisition by certified mail, accelerating the time in which the condemnee must file a claim for damages or suffer a suspension of interest.
E	Amend Transportation Law to conform with Federal law and allow continued collection of motor carrier registration fees	This part would prohibit motor carriers engaged in the interstate transportation of persons or property from using any public roadway in New York State without first registering with the US Department of Transportation (DOT), rather than NYSDOT as currently required. It would also modify the use of fees imposed for registering carriers and the vehicles engaged in such transportation to allow NYSDOT to recoup expenses for motor carrier safety regulation.
F	Require the Commissioner of Transportation to convene a panel of transit experts to develop transit performance measures, and expand transit system financial reporting	This part would require regional transportation authorities and other major public transportation systems to report historical financial information and five-year projected operating and capital budgets to the Legislature and Division of the Budget. It would also require DOT to convene a panel of public transportation industry experts from non-MTA systems to develop, seek input, and report recommendations on industry-wide performance standards, and the potential of using performance-based measures in determining state operating assistance distribution.

PART	DESCRIPTION	SUMMARY
G	Require the Commissioner of Transportation to convene a Procurement Council to identify opportunities to achieve savings in procurements	This part would require the Department of Transportation (DOT) to convene a public transportation procurement council to identify, recommend and report on savings opportunities through the expanded use of aggregate purchases, leasing or other financing techniques to be considered for, but not limited to, usage in the procurement of buses, mass transportation capital facilities and contractual services.
H	Authorize annual utility and cable television assessments to provide funds to certain agencies	This part would authorize certain State agencies, including the Department of Health, the Department of Agriculture & Markets, the Department of Economic Development, the Office of Parks, Recreation and Historic Preservation, the Consumer Protection Board, the Department of Environmental Conservation, and Homeland Security, to finance their activities with revenues from assessments on utility and cable corporations, pursuant to Section 18-a and Section 217 respectively of the Public Service Law.
I	Authorize and direct the New York State Energy Research and Development Authority to make certain payments	This part would authorize the New York State Energy Research and Development Authority to make a payment of up to \$913,000 to the General Fund and a payment of \$330,000 to the Department of Environmental Conservation Special Revenue Fund Low-Level Radioactive Waste Account.
J	Make permanent the general loan powers of the New York State Urban Development Corporation	This part would make permanent the general loan powers of the New York State Urban Development Corporation (UDC), which are set to expire on July 1, 2007. This part would have no effect on the majority of the programs administered by the UDC for which loan powers have been specifically authorized by statute.
K	Authorize a \$300 million Investment and Job Creation Program in the Empire State Development Corporation	This part would establish an Investment and Job Creation Program to be administered by the Empire State Development Corporation/Urban Development Corporation. The Corporation would be authorized to provide financial assistance to selected economic development projects that either provide economic benefits to one or more regions of the State, or provide economic benefits to economically-distressed areas.

PART	DESCRIPTION	SUMMARY
L	Establish a new public benefit corporation, the Stem Cell and Innovation Fund Corporation, to implement a new Stem Cell and Innovation program	This part would create a public benefit corporation to be known as the Stem Cell and Innovation Fund Corporation, which would be authorized to make economic development investments in stem cell biology and emerging technologies by providing grants and loans to support research, with stipulations that no funds could be used for human cloning and no more than 5 percent could be given to any single investment. In November 2008, there would be a \$1.5 billion bond act subject to voter approval, with the monies being divided equally between stem cell and life sciences research as well as new emerging technologies.
M	Authorize the New York State Energy Research and Development Authority to finance a portion of its	This part would authorize the New York State Energy Research and Development Authority to finance its Research, Development and Demonstration Program and its Policy and Planning Program with revenues from assessments on gas corporations and electric corporations, pursuant to Section 18-a of the Public Service Law.
N	Amend Superfund fees and make technical corrections to the tonnage provisions	This part would correct a technical error relating to the hazardous wastewater surcharge.
O	Increase the Environmental Protection Fund General Fund guarantee	This part would amend the State Finance Law to increase the aggregate amount of allowable transfers from the General Fund to the Environmental Protection Fund (EPF) in the event the EPF faces a fund shortfall from \$302.171 million to \$322.171 million.

PART	DESCRIPTION	SUMMARY
P	Expand the bottle bill to cover additional beverage containers, and to provide for the return of unclaimed deposits on beverage containers to the State for deposit into the Environmental Protection Fund (EPF)	This part would amend the Returnable Container Act (Bottle Bill) by expanding the statute to cover all beverages, with the exception of liquor, wine, infant formula and milk. The legislation would provide for the recapture of unclaimed deposits by the State to be deposited in the Environmental Protection Fund (EPF). In addition to expanding the Bottle Bill to include non-carbonated beverages, this part would provide for several reforms to the Bottle Bill, including provisions designed to increase redemption rates, ease burdens on retailers, encourage the establishment of new redemption centers, clarify the rights and responsibilities of consumers, dealers and deposit initiators, and facilitate enforcement.
Q	Authorize the Department of Environmental Conservation to increase fees	This part would increase the Title V facility per ton operating permit fee on regulated air contaminants from \$45 to a maximum of \$67, and would establish a minimum fee of \$1,250 per operating permit facility.
R	Increase various Department of Environmental Conservation regulatory fees	This part would amend the Environmental Conservation Law (ECL) to increase registration fees for well drillers; increase certain State Pollutant Discharge Elimination System (SPDES) program fees; and to establish a new fee for dam permits and an annual fee for dams.
S	Authorize the State Comptroller to intercept any local assistance aid to New York City for the cost of administering the State Rent Regulation Program	This part would amend the Emergency Tenant Protection Act to allow the State Comptroller to withhold any state aid payments due to New York City (NYC) in the event of non-payment of direct billing for the cost to the State of administering the Rent Regulation Program in NYC. Currently, the Comptroller may only withhold local per capita aid paid to NYC by the State.
T	Permit the Department of Motor Vehicles to use the USPS change of address file	This part would authorize the Department of Motor Vehicles (DMV) to notify individuals by mail of revocations, suspensions, fines, or other DMV orders using the current address provided by the United States Postal Service (USPS).

PART	DESCRIPTION	SUMMARY
U	Extend provisions for the suspension of registrations and licenses for lapses in insurance coverage; allow reinstatement upon payment of a fine	This part would make permanent various provisions of law relating to motor vehicle financial security including proof of insurance, notices of policy termination, the suspension of drivers' licenses and vehicle registrations for non-compliance, fees to terminate such suspension, penalties for the sale or purchase of false drivers' licenses, vehicle registrations or license plates, and a report on the law's effectiveness.
V	Conform Vehicle and Traffic Law with Federal requirements governing operators of commercial motor vehicles	This part would modify numerous provisions of the Vehicle and Traffic Law and Transportation Law relating to the operation of commercial motor vehicles (CMVs).
W	Permanently extend provisions relating to the suspension and disqualification of driving privileges	This part would make permanent various provisions of the Social Services Law, Vehicle and Traffic Law, and Family Court Act relating to the suspension of drivers' licenses for failure to pay child support.
X	Redirect fees, fines, penalties and assessments of the Department of State's Business and Licensing Services Account to the General Fund	This part would provide that after April 1, 2007, all moneys collected by the Department of State in the Business and Licensing Services account be deposited in the General Fund. This would include moneys collected by the Department of State from the Pet Cemetery and Pet Crematorium Inspections and Licensing Fund as well as the State Cemetery Vandalism Restoration, Monument Repair, or Removal and Administration Fund.
Y	Permanently authorize the Secretary of State to charge increased fees for expedited handling of documents	This part would make permanent the Department of State's authority to offer expedited service on a same-day and two-hour basis to the public for higher fees. The Executive Law currently authorizing the Secretary of State to charge increased fees for expedited handling expires on March 31, 2007.

PART	DESCRIPTION	SUMMARY
Z	Permanently extend the formula for distribution of the Federal Community Services Block Grant Program	This part would make permanent the formula for the distribution of the Community Services Block Grant Funds, which, under current law, will expire on September 30, 2007. This part also would delete a reference to counties that do not have a community action agency in existence, as all 62 counties now have a community action agency.
AA	Amend and clarify reporting requirements in the Capital Program and Financing Plan for the Dedicated Highway and Bridge Trust Fund	This part would change or eliminate items of a financial report and plan relative to the Dedicated Highway and Bridge Trust Fund which were enacted by Chapter 62 of the laws of 2006.
BB	Permanently extend suspension of drivers' licenses for certain drug related convictions	This part would make permanent the law mandating a six month driver's license suspension for certain drug-related offenses (also known as the "Solomon amendment").

A. 4310/S. 2110 – REVENUE

PART	DESCRIPTION	SUMMARY
A	Simulcasting of Out-of-State Races: Extension	This part would extend for one year lower tax rates, purse dedications and rules governing simulcasting which expire in 2007. Fiscal: \$5 million.
B	Quick Draw: Extension	This part would extend the sunset of Quick Draw by one year from May 31, 2007 to May 31, 2008. Fiscal: \$109 million.
C	Collection of Unpaid Child Support	This part would provide permanent authorization to the Department of Taxation and Finance to collect unpaid child support. Fiscal: None.

PART	DESCRIPTION	SUMMARY
D	Sales Tax on Internet Hotel Room Fees and Charges	This part would require travel companies that rent hotel rooms through the Internet or by toll-free telephone numbers to collect the sales tax on the markups and service fees charged to customers. It would also add comparable provisions to NYC Hotel Tax and authorize localities with hotel taxes to adopt. Fiscal: \$15 million.
E	Alcoholic Beverage Tax Penalties: Extension	This part would extend for two years the increased penalties in the Alcoholic Beverage Tax including but not limited to: importation without registration; possession without registration; production without registration; removal from a warehouse; and failure to pay the tax. These provisions are set to expire October 31, 2007. Fiscal: Preserves \$2 million annually.
F	Reallocate Utility Tax Dedications	This part would provide that, on and after April 21, 2007, 20 percent of revenues from Tax Law sections 183 and 184 shall be deposited to the Dedicated Highway and Bridge Trust Fund (current deposit is 20 percent) with the remainder deposited in the Mass Transportation Operating Assistance Fund with 53 percent to the credit of Metropolitan Mass Transportation Operating Assistance Account (current deposit is 80 percent) and 27 percent to the credit of the Public Transportation Systems Operating Assistance account (no current deposit). Fiscal: None
G	Highway Use: Change to certificate of registration	This part would replace the highway use tax permit requirements with a certificate of registration requirement to comply with federal law. Fiscal: None.
H	Change the Tax Treatment of REITS and RICS under Article 9-A, the Bank Tax and the Insurance Tax	This part would require a real estate investment trust (REIT) or a regulated investment company (RIC) that is substantially owned by a corporation or corporations subject to Article 9-A tax to file a combined return with such corporation(s). In regard to the Bank Tax and the Insurance Tax, it would disallow the dividend exclusion in such taxes for dividends paid by subsidiary REITS and RICS and disallow the subsidiary gain exclusion in the Bank Tax for gain from such subsidiaries. It also would add comparable provisions to NYC taxes. Fiscal: \$104 million.

PART	DESCRIPTION	SUMMARY
I	Bank Investment Subsidiaries	This part would subject to the Bank Tax certain investment subsidiaries of banks that are, in general, currently subject to Article 9-A. It also would add comparable provisions to NYC tax on financial corporations. Fiscal: \$22 million.
J	Bank Bad Debt Deductions	This part would conform to Federal rules and the practices of other states with respect to banking corporations that allow certain taxpayers to deduct only bad debts that have actually been written-off ("the direct write-off method"). It also would add comparable provisions to NYC tax on financial corporations. Fiscal: \$15 million.
K	Bank Tax Extenders	This part would extend for two years the provisions relating to the 1985 Bank Tax Reform and the transitional provisions under the Bank Tax relating to the federal Gramm-Leach-Bliley Act of 1999. It also would add comparable provisions to NYC tax on financial corporations. Fiscal: None.
L	Bank Tax: Expense Add Back and Change in Wage Factor	This part would require the add back of expenses relating to exempt income and would eliminate the 20 percent reduction in the wage allocation factor. It also would add comparable provisions to NYC tax on financial corporations. Fiscal: \$40 million.
M	Cooperative Insurance Companies	This part would remove the premiums tax exclusion for certain insurance companies that are currently exempt as town or county cooperative insurance corporations. Fiscal: \$23 million.
N	Tax Shelter Reporting: Extension	This part would make permanent the disclosure and penalty provisions, which are set to expire July 1, 2007, that relate to transactions with the potential for tax avoidance. Fiscal: \$17 million.

PART	DESCRIPTION	SUMMARY
O	Corporate Combined Reporting	This part would require corporations with substantial inter-corporate transactions to file a combined report under the New York State and New York City Franchise taxes on general business corporations and the New York State franchise tax on insurance corporations. It also would add comparable provisions to NYC taxes. Fiscal: \$215 million.
P	Tuition Deduction	This part would provide a personal income tax deduction for the amount of tuition paid by a taxpayer to a public or nonpublic elementary or secondary school for the education of a dependent up to \$1,000 per dependent. Fiscal: None in SFY 2007-08; \$25 million cost in SFY 2008-09.
Q	Partnership Tax Abuse	This part would allow the Commissioner of Taxation and Finance to disregard a personal service corporation or a S corporation formed to receive a partner's distribution from a New York partnership if such a corporation was formed to avoid New York personal income taxes. Fiscal: None in SFY 2007-08; \$15 million in SFY 2008-09.
R	S Corporation Abuse	This part would require certain federal S corporations with high investment income to be New York State S corporations as well. Fiscal: None in SFY 2007-08; \$100 million in SFY 2008-09.
S	Sales Tax Deduction Add Back	This part would require sales tax deductions taken at the Federal level to be added back for State personal income taxes. Fiscal: \$30 million beginning in SFY 2008-09.
T	LLC Fee Restructuring	This part would change the limited liability company (LLC) fee from one based on the number of LLC members to one based on New York source income. Fiscal: \$30 million.
U	Low Income Housing Tax Credit	This part would annually increase the aggregate amount of low-income housing tax credit that the Commissioner of Housing and Community may allocate by \$4 million. Fiscal: cost \$4 million.

PART	DESCRIPTION	SUMMARY
V	Qualified Production Activities Decoupling	This part would decouple the State from the flow-through of the federal deduction for qualified production activities in the State's Article 9-A, Personal Income Tax, Bank Tax and Insurance Tax as well as in New York City's General Corporation Tax, Personal Income Tax and Financial Corporations Tax. Fiscal: \$29 million.