

REGIONAL ECONOMIC DEVELOPMENT/SPUR

Subdivision (a) of section 1 of part S of chapter 59 of the laws of 2005 relating to the authority of the urban development corporation and the dormitory authority to issue bonds, as amended by section 55 of part BB of chapter 58 of the laws of 2011, reads as follows:

(a) Subject to the provisions of chapter 59 of the laws of 2000, but notwithstanding any provisions of law to the contrary, the urban development corporation or the dormitory authority is hereby authorized to issue bonds or notes in one or more series in an aggregate principal amount not to exceed \$89,750,000 excluding bonds issued to finance one or more debt service reserve funds, to pay costs of issuance of such bonds, and bonds or notes issued to refund or otherwise repay such bonds or notes previously issued, for the purpose of reimbursing the state capital projects fund disbursements made pursuant to appropriations for the regional economic development program pursuant to a memorandum of understanding to be executed by the governor, the temporary president of the senate, and the speaker of the assembly. The proceeds of such bonds or notes are authorized to be utilized to finance grants, loans or combinations thereof pursuant to the regional economic development program, as appropriated by a chapter of the laws of 2005. Eligible project costs may include, but not be limited to the cost of design, financing, site investigations, site acquisition and preparation, demolition, construction, rehabilitation, acquisition of machinery and equipment, and infrastructure improvements. Such bonds and notes of such authorized issuers shall not be a debt of the state, and the state shall not be liable thereon, nor shall they be payable out of any funds other than those appropriated by the state to such authorized issuers for debt service and related expenses pursuant to any service contract executed pursuant to subdivision (b) of this section and such bonds and notes shall contain on the face thereof a statement to such effect. Except for purposes of complying with the internal revenue code, any interest income earned on bond proceeds shall only be used to pay debt service on such bonds.