

SCHOOL DISTRICT CAPITAL OUTLAY GRANTS

Paragraph (b) of subdivision 4 of section 1689-f of the public authorities law, relating to financing of payments made or to be made by the state on account of certain approved expenditures for capital outlays by school districts, as added by section 64 of part H of chapter 83 of the laws of 2002, reads as follows:

(b) The dormitory authority shall not issue any bonds or notes in an amount in excess of one hundred forty million dollars for the purposes of this section, plus a principal amount of bonds or notes: (1) to fund any debt service reserve fund, and (2) to provide for the payment of fees and other charges and expenses, including underwriters' discount, related to the issuance of such bonds or notes, or related to the provision of any applicable bond or note facilities. In computing for the purposes of this paragraph, the aggregate amount of indebtedness evidenced by bonds and notes of the dormitory authority issued pursuant to this title, there shall be excluded the amount of such indebtedness represented by such bonds or notes issued to refund or otherwise repay bonds or notes, provided that the amount so excluded under the clause may exceed the principal amount of such bonds or notes that were issued to refund or otherwise repay only if the present value of the aggregate debt service on the refunding or repayment bonds or notes shall not have at the time of their issuance exceeded the present value of the aggregate debt service of the bonds or notes they were issued to refund or repay, such present value in each case being calculated by using the effective interest rate of the refunding or repayment bonds or notes, which shall be that rate arrived at by doubling the semi-annual interest rate (compounded semi-annually) necessary to discount the debt service payments on the refunding or repayment bonds or notes from the payment date thereof to the date of issue of the refunding or repayment bonds or notes from the payment date thereof to the date of issue of the refunding or repayment bonds or notes and to the price bid therefor, or to the proceeds received by the dormitory authority from the sale thereof, in each case including estimated accrued interest.