

TRANSPORTATION, ECONOMIC DEVELOPMENT & ENVIRONMENTAL CONSERVATION

**Summary of Recommended Appropriations
By Agency**

ADIRONDACK PARK AGENCY

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	5,086,000	5,085,400	(600)	-0.01%
CAPITAL PROJECTS	500,000	0	(500,000)	-100.0%
Total for AGENCY SUMMARY:	5,586,000	5,085,400	(500,600)	-9.0%

Agency Mission

The Adirondack Park Agency (APA) is charged with ensuring the overall protection, development, and use of the unique scenic, aesthetic, wildlife, recreational, open space, ecological, and natural resources of the Adirondack Park. The APA is responsible for the administration of the Adirondack State Land Master Plan and the Adirondack Park Land Use and Development Plan. Within the Adirondack Park, the APA administers the State's Wild, Scenic and Recreational Rivers System and the New York State Freshwater Wetlands Act, operates two visitor interpretive centers, and helps local governments develop land use plans consistent with the State Land Master Plan.

Budget Summary

The Executive proposes an All Funds appropriation of \$5.09 million, a decrease of \$500,600 or 9.0 percent, below the State Fiscal Year (SFY) 2012-13 level. The Executive recommends funding support of 54 full-time equivalent positions, reflecting no change from the SFY 2012-13 staffing level.

State Operations Appropriations

(A. 3000)

The Executive proposes a State Operations appropriation of \$5.09 million, a decrease of \$600 or 0.01 percent, below the SFY 2012-13 level.

ALL FUNDS PERSONNEL
BUDGETED FILL LEVELS

Fund	Current 2012-13	Requested 2013-14	Change
General Fund:	54	54	0
TOTAL:	54	54	0

Capital Projects Appropriations
(A. 3004)

The Executive proposal eliminates a \$500,000 appropriation which provided for the preservation of facilities.

DEPARTMENT OF AGRICULTURE AND MARKETS

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	118,561,000	119,704,000	1,143,000	1.0%
AID TO LOCALITIES	41,601,000	36,670,000	(4,931,000)	-11.9%
CAPITAL PROJECTS	3,000,000	3,000,000	0	0.0%
Total for AGENCY SUMMARY:	163,162,000	159,374,000	(3,788,000)	-2.3%

Agency Mission

The Department of Agriculture and Markets (Department) is charged with fostering a competitive and safe New York food and agriculture industry to benefit producers and consumers. Its major responsibilities include encouraging the growth and prosperity of the state's agriculture and food industry, conducting various inspection and testing programs to enforce laws on food safety and animal and plant health, and accuracy in labeling. The Department also acts to preserve the use of agriculture resources and foster agricultural environmental stewardship, to improve soil and water quality, and to operate the annual State Fair.

Budget Summary

The Executive proposes All Funds appropriations of \$159.37 million, a decrease of \$3.79 million or 2.3 percent, below the SFY 2012-13 level. The Executive recommends funding support of 471 full-time equivalent positions, reflecting no change from SFY 2012-13 staffing level.

State Operations Appropriations

(A. 3000)

The Executive proposes State Operations appropriations of \$119.70 million, an increase of \$1.14 million, or 1 percent, over the SFY 2012-13 level.

Laboratory Consolidation and Coordination

The Executive Budget includes interchange language that would coordinate State environmental and public health lab activities among five agencies: the Department of Agriculture and Markets, the

Department of Environmental Conservation, the Department of Health, the Office of Mental Health, and the Office for People with Developmental Disabilities. This action would allow the agencies to coordinate and consolidate procurement of certain services and items.

**ALL FUNDS PERSONNEL
BUDGETED FILL LEVELS**

Fund	Current 2012-13	Requested 2013-14	Change
General Fund:	345	345	0
All Other Funds:	126	126	0
TOTAL:	471	471	0

Aid to Localities Appropriations
(A. 3003)

The Executive proposes Aid to Localities appropriations of \$36.67 million, a decrease of \$4.93 million, or 11.9 percent, below the SFY 2012-13 level.

The Executive Budget eliminates last year’s \$3 million appropriation for agricultural economic development. Additionally, it eliminates \$1.97 million in discrete appropriations for the following programs:

Program	2012-13 Appropriation
Farm Viability Institute	\$821,000*
Long Island Rabies	\$100,000
Farm Net (Farm Family Assistance)	\$100,000
Northern NY Agriculture Development	\$500,000
Equine Encephalitis	\$150,000
Tractor Rollover Program	\$100,000
Cornell Rabies	\$100,000
Maple Producers	\$100,000

* \$400,000 remains in the Executive Budget for the Farm Viability Institute as a separate item.

The Executive Budget includes a new \$40,000 a new appropriation for a new hops evaluation and field testing program.

Capital Projects Appropriations

(A. 3004)

The Executive proposes Capital Projects appropriation of \$3 million, reflecting no change from SFY 2012-13 levels.

State Fairgrounds Infrastructure Improvements

In addition to the Department of Agriculture and Markets' Capital Projects appropriations, the Executive Budget includes \$2.5 million under the Office of Parks, Recreation and Historic Preservation to address critical capital needs at the New York State Fair, including roof and façade replacement and other infrastructure improvements.

DEPARTMENT OF ECONOMIC DEVELOPMENT

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	26,985,000	30,703,000	3,718,000	13.8%
AID TO LOCALITIES	48,222,000	48,619,000	397,000	0.8%
Total for AGENCY SUMMARY:	75,207,000	79,322,000	4,115,000	5.5%

Agency Mission

The mission of the Department of Economic Development is to provide a network of technical and financial assistance for businesses and to coordinate with other state agencies, authorities, organizations, and local governments to develop successful state economic strategies.

Budget Summary

The Executive proposes an All Funds appropriation of \$79.32 million, an increase of \$4.12 million or 5.5 percent over the State Fiscal Year (SFY) 2012-13 level. The Executive recommends funding support of 151 full-time equivalent (FTE) positions, a decrease of one position.

State Operations Appropriations

(A. 3000)

The Executive proposes an All Funds State Operations appropriation of \$30.7 million, an increase of \$3.72 million or 13.8 percent over the SFY 2012-13 level.

Marketing Programs

The Executive proposal includes \$2 million for a new "Taste-NY" program. This program is intended to promote tourism and help endorse locally grown and produced products throughout the state. The Executive proposes to decrease funding for the I Love NY Program by \$330,000, or 21.71 percent, providing \$1.19 million in SFY 2013-14.

ALL FUNDS PERSONNEL
BUDGETED FILL LEVELS

Fund	Current 2012-13	Requested 2013-14	Change
General Fund:	152	151	(1)
TOTAL:	152	151	(1)

Aid to Localities Appropriations
(A. 3003)

The Executive proposes an All Funds Aid to Localities appropriation of \$48.62 million, an increase of \$397,000 over the SFY 2012-13 level.

Education and Universities/High Technology Programs

The Executive proposes to maintain \$32.16 million in appropriations consisting of the:

- Centers for Advanced Technology (\$13.8 million);
- Centers of Excellence (\$5.23 million);
- High Technology Matching Grants (\$4.61 million);
- Focus Center (\$3.01 million);
- Training and Business Assistance Program (\$1.47 million);
- Technology Development Organization Matching Grants (\$1.38 million);
- Industrial Technology Extension Services (\$921,000);
- RPI Smart Lighting Systems Engineering Research Center (\$500,000);
- Cornell University/NSF National Nanotechnology Infrastructure Network (\$490,000);
- Cornell University/NSF Materials Research Science and Engineering Center (\$392,000); and
- the Science and Technology Law Center (\$343,000).

In addition, the Executive proposes to eliminate \$2.68 million in appropriations consisting of:

- College of Nanoscale Science and Engineering Institute for Nanoelectronics Discovery and Exploration (\$775,000);
- College of Nanoscale Science and Engineering Center for Advanced Interconnect Systems Technologies (\$713,000);

- Stony Brook Center of Excellence in Advanced Energy Research (\$500,000);
- Rochester Center of Excellence in Sustainable Manufacturing (\$250,000);
- Columbia University/NSF Materials Research Science and Engineering Center (\$245,000); and
- University at Buffalo Center of Excellence in Materials Informatics (\$200,000).

Innovation Hot Spots

The Executive proposes \$1.25 million for a new “Innovation Hot Spots” program that would create tax free zones to promote an entrepreneurial environment. The Regional Economic Development Councils would designate ten newly created incubators as Innovation Hot Spots over a two year period. Once this program is fully actualized, funding will be increased to \$5 million.

Local Tourism

The Executive proposes \$5 million for a new Competitive Tourism Advertising Funds program for regions to collaborate and demonstrate tourism marketing plans that best promote regional attractions. The Executive also proposes the elimination of \$3 million for tourism marketing, and reduces support for the Local Tourism Matching Grants Program by \$170,000 to \$3.82 million. Last, the Executive Budget proposes to maintain \$392,000 for each of the Gateway Information Centers at Binghamton and Beekmantown.

Other Actions

The Executive proposes to maintain SFY 2012-13 funding levels for the Manufacturing Extension Partnership Program (\$6 million) and for matching funds in support of the Federal Manufacturing Extension Partnership Program (\$1.47 million).

Article VII Proposals

The Executive recommends Article VII legislation that would:

- establish the New York Innovation Hot Spots Program; and
- establish tax-free sales of alcoholic beverages at Taste-NY Facilities.

NYS ENERGY RESEARCH AND DEVELOPMENT AUTHORITY

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	8,090,000	8,791,000	701,000	8.7%
AID TO LOCALITIES	8,140,000	7,439,000	(701,000)	-8.6%
CAPITAL PROJECTS	14,000,000	37,000,000	23,000,000	164.3%
Total for AGENCY SUMMARY:	30,230,000	53,230,000	23,000,000	76.1%

Agency Mission

The New York State Energy Research and Development Authority (NYSERDA) is a public benefit corporation that is responsible for the management of energy research, development and demonstration programs funded by assessments on gas and electric utilities. NYSEDA also administers federal grant programs related to energy efficiency, issues tax-exempt bonds on behalf of private energy supply companies for environmental improvements, and carries out the programmatic and regulatory functions of the former State Energy Office. In addition, NYSEDA administers the System Benefit Charge and manages the former nuclear fuel reprocessing plant at West Valley in Cattaraugus County and the Saratoga Technology and Energy Park in Saratoga County.

Budget Summary

The Executive proposes an All Funds appropriation of \$53.23 million, an increase of \$23 million or 76.1 percent, over the State Fiscal Year (SFY) 2012-13 level.

State Operations Appropriations

(A. 3000)

The Executive proposes a State Operations appropriation of \$8.79 million, an increase of \$701,000 or 8.7 percent, above the SFY 2012-13 level.

Research, Demonstration and Development

The Executive budget shifts \$701,000 in appropriations from Aid to Localities to State Operations to maintain year-to-year support for the Authority's research, demonstration and development programs

(\$16.2 million). These programs fund energy analysis and planning activities and a competitive research and development grant program.

Aid to Localities Appropriations

(A. 3003)

The Executive proposes an Aid to Localities appropriation of \$7.44 million, a decrease of \$701,000, or 8.6 percent, below the SFY 2012-13 level.

Capital Projects Appropriations

(A. 3004)

The Executive proposes a Capital Projects appropriation of \$37 million, an increase of \$23 million, or 164.3 percent, above the SFY 2012-13 level.

Cleaner, Greener Communities

The Executive Budget proposes a \$10 million net increase for the Cleaner, Greener Communities program. The Executive proposes to move \$15 million from the Regional Greenhouse Gas Initiative, where this program is funded, into the General Fund and would in turn provide \$25 million in bonding authority for the Cleaner, Greener Communities Program, which provides grants to fund new energy efficiency and renewable energy projects. This action would bring total proposed funding for the Cleaner, Greener Communities Program from \$100 million to \$110 million.

West Valley

The Executive Budget decreases funding by \$2 million for ongoing cleanup at West Valley as a result of federal matching grant requirements.

Article VII Proposals

The Executive recommends Article VII legislation that would:

- authorize and direct the Comptroller to receive for deposit to the credit of the General Fund a payment of up to \$913,000 from NYSEDA to offset New York State's debt service requirements for West Valley;
- continue the authorization for NYSEDA to finance a portion of its research, development and other programs, and to finance the Department of Environmental Conservation's climate change program, from an assessment on gas and electric corporations; and
- continue to authorize the Department of Health to finance public service education activities with revenues generated from an assessment on cable companies.

DEPARTMENT OF ENVIRONMENTAL CONSERVATION

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	473,507,000	451,805,000	(21,702,000)	-4.6%
AID TO LOCALITIES	2,576,000	1,676,000	(900,000)	-34.9%
CAPITAL PROJECTS	609,143,000	444,300,000	(164,843,000)	-27.1%
Total for AGENCY SUMMARY:	1,085,226,000	897,781,000	(187,445,000)	-17.3%

Agency Mission

The mission of the Department of Environmental Conservation (DEC) is to conserve and improve the state's natural resources and environment and to prevent, abate and control water, land, and air pollution. DEC's responsibilities include the administration of a portion of the state's Environmental Protection Fund (EPF) and the Clean Water/Clean Air Bond Act of 1996.

Budget Summary

The Executive proposes All Funds appropriations of \$897.78 million, a decrease of \$187.45 million or 17.3 percent below the State Fiscal Year (SFY) 2012-13 level. The Executive recommends funding support of 2,916 full-time equivalent positions reflecting no change from SFY 2012-13 staffing levels.

State Operations Appropriations

(A. 3000)

The Executive proposes State Operations appropriations of \$451.81 million, a decrease of \$21.70 million, or 4.6 percent, below the SFY 2012-13 level. This decrease would align appropriations to personal service spending. The Executive proposal includes a \$24.56 million decrease in various Personal Service appropriations below SFY 2012-13 levels. This reflects adjusting appropriations to actual spending levels due to collective bargaining agreements reached in 2012.

Laboratory Consolidation and Coordination

The Executive Budget recommends interchange language to coordinate state environmental and public health lab activities among five agencies: the Department of Agriculture and Markets, the Department

of Environmental Conservation, the Department of Health, the Office of Mental Health, and the Office for People with Developmental Disabilities. This action is intended to allow for consolidation of certain purchasing functions.

Waste Management

The Executive Budget recommends to eliminate General Fund support for waste tire cleanup activities and to transfer these activities to the Waste Management and Cleanup Account appropriation which would in turn be increased by \$1.99 million. A proposal to permanently extend the current Waste Tire Fee would be used to support this appropriation.

ALL FUNDS PERSONNEL			
BUDGETED FILL LEVELS			
Fund	Current 2012-13	Requested 2013-14	Change
General Fund:	1,178	1,172	(6)
All Other Funds:	1,738	1,744	6
TOTAL:	2,916	2,916	0

Aid to Localities Appropriations

(A. 3003)

The Executive proposes Aid to Localities appropriations of \$1.68 million, a decrease of \$900,000 or 34.9 percent below the SFY 2012-13 level.

The Executive proposes to eliminate the Cornell Integrated Pest Management (\$400,000) and Invasive Species (\$500,000) appropriations that were included in the SFY 2012-13 Budget.

Capital Projects Appropriations

(A. 3004)

The Executive proposes Capital Projects appropriations of \$444.30 million, a decrease of \$164.84 million or 27.1 percent below the SFY 2012-13 level.

Environmental Protection Fund and Bottle Deposit Receipts

The Executive Budget proposes appropriations of \$153 million for programs financed under the Environmental Protection Fund (EPF), an increase of \$19 million above the SFY 2012-13 funding level.

The increase would be supported by the transfer of \$15 million in unclaimed bottle deposit receipts and \$4 million from new enforcement provisions of the unclaimed deposit program into the EPF. EPF appropriations include \$12.7 million for solid waste programs, \$58.3 million for parks and recreation and \$82 million for open space programs (see following table).

Superfund

The Executive Budget would eliminate a \$120 million appropriation for the Hazardous Waste Remedial Fund (HWRF) and reduce the appropriation for oversight and assistance from \$10 million to \$6 million. The HWRF was originally funded at \$1.2 billion by the Environmental Quality Bond Act of 1996. As of SFY 2012-13 these funds have been fully appropriated.

New York Works

The Executive Budget includes an appropriation of \$40 million in capital for the Department under the New York Works statewide capital infrastructure program. This represents a 60.7 percent decrease from SFY 2012-13's appropriation of \$101.74 million. Funds will be used for the Brownfields Environmental Restoration grant program, recreational facilities updates and health and safety repairs, wastewater treatment infrastructure, the plugging and remediation of abandoned oil and gas wells, and e-business initiatives to allow DEC customers to have updated online services.

Article VII Proposals

The Executive recommends Article VII legislation that would:

- permanently extend the current Waste Tire Fee of \$2.50 to expire in December 2013; and
- modify the enforcement and penalty provisions of the Bottle Bill law and would increase revenues deposited to the Environmental Protection Fund (EPF) by depositing \$15 million plus an additional portion of the unclaimed bottle deposit receipts to the EPF.

2013-14 Environmental Protection Fund				
(\$ in thousands)				
	12-13	13-14	Change	Percent Change
	Enacted	Executive	12-13 vs Executive	12-13 vs Executive
SOLID WASTE				
Landfill Closure/Gas Management	270	250	(20)	-7.4%
Municipal Recycling	6,435	7,000	565	8.8%
Pollution Prevention Institute	2,100	3,250	1,150	54.8%
Secondary Marketing	1,000	1,000	0	0.0%
Natural Resource Damages	175	155	(20)	-11.4%
Pesticide Database	960	1,000	40	4.2%
Solid Waste	10,940	12,655	1,715	15.7%
PARKS & REC				
Waterfront Revitalization	11,500	12,500	1,000	8.7%
<i>Inner City/Underserved</i>	5,750	6,250	500	8.7%
<i>Jefferson and St. Lawrence</i>	60	0	(60)	-100.0%
<i>Niagara/Erie Waterfront Revitalization</i>	400	0	(400)	-100.0%
Municipal Parks	13,000	15,500	2,500	19.2%
<i>Inner-city/Underserved</i>	6,500	7,750	1,250	19.2%
<i>Buffalo-area Parks</i>	425	0	(425)	-100.0%
<i>Niagara/Erie Historic Preservation</i>	300	0	(300)	-100.0%
<i>Ulster County Rail Trail*</i>	0	2,000	2,000	--
Hudson River Park (HRP)	3,000	3,000	0	0.0%
Public Access Stewardship	16,000	18,000	2,000	12.5%
<i>OPRHP</i>	7,886	8,750	864	11.0%
<i>DEC</i>	7,614	8,750	1,136	14.9%
<i>ORDA (Belleayre)</i>	500	500	0	0.0%
ZBGA	9,000	9,250	250	2.8%
Parks & Rec	52,500	58,250	5,750	11.0%
OPEN SPACE				
Land Acquisition	17,500	20,000	2,500	14.3%
<i>Land Trust Alliance</i>	1,575	1,575	0	0.0%
<i>Urban Forestry</i>	500	500	0	0.0%
Smart Growth	300	300	0	0.0%
Farmland Protection	12,000	13,000	1,000	8.3%
Agricultural Waste Management	700	1,000	300	42.9%
Biodiversity Stewardship	500	500	0	0.0%
Albany Pine Bush Commission	2,000	2,000	0	0.0%
Invasive Species	3,400	3,600	200	5.9%
<i>Lake George</i>	100	100	0	0.0%
LI Pine Barrens Commission	1,100	1,100	0	0.0%
Oceans Great Lakes Initiative	4,728	4,750	22	0.5%
Water Quality Improvement Program	2,932	7,945	5,013	171.0%
<i>Climate Change/Flood Resiliency*</i>	0	5,000	5,000	--
<i>Maximum Daily Load Study</i>	300	0	(300)	-100.0%
LI South Shore Estuary Reserve	900	900	0	0.0%
Non-Point Source Pollution Cont	17,000	18,700	1,700	10.0%
<i>Agricultural</i>	13,000	14,200	1,200	9.2%
<i>Non-Agricultural</i>	4,000	4,500	500	12.5%
Soil Water Conservation Districts	3,500	3,500	0	0.0%
Finger Lake-Lake Ontario Watershed	1,000	1,000	0	0.0%
Hudson River Estuary Plan	3,000	3,800	800	26.7%
<i>Mohawk River*</i>	0	800	800	--
Open Space	70,560	82,095	11,535	16.35%
TOTAL EPF	134,000	153,000	19,000	14.18%
* 2013-2014 New Categories				

HUDSON RIVER PARK TRUST

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
Total for AGENCY SUMMARY:	0	0	0	0%

Agency Mission

The Hudson River Park Trust (Trust) is a public benefit corporation with a mission to encourage, promote and expand public access to the Hudson River, to promote water-based recreation, and enhance the natural, cultural, and historic aspects of the river from Battery Place to West 59th Street in New York City for residents and visitors to the area. The Trust has authority over the planning, construction, operation and maintenance of the 550-acre Hudson River Park (Park), running for five miles along Manhattan's West Side from Battery Park to 59th Street.

Budget Summary

Historically, appropriations for the Trust represented advance payments for New York City's share of costs associated with the Park. The Executive does not include a New York City advance, as was the case in State Fiscal Year (SFY) SFY 2012-13. The Trust is, however, funded in the Environmental Protection Fund (EPF) at \$3 million, reflecting no change from the SFY 2012-13 funding level in EPF.

Capital Projects Appropriations

(A. 3004)

The Executive Budget does not include appropriations for the Hudson River Park Trust, reflecting no change from SFY 2012-13.

NEW YORK STATE GAMING COMMISSION

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	125,357,700	111,604,700	(13,753,000)	-11.0%
Total for AGENCY SUMMARY:	125,357,700	111,604,700	(13,753,000)	-11.0%

Agency Mission

Effective February 1, 2013, Chapter 60 of the Laws of 2012 created the New York State Gaming Commission (Commission), which will merge the functions and responsibilities of the former Division of the Lottery and the former Racing and Wagering Board. The Commission supervises four divisions that were created to carry out responsibilities related to the regulation and enforcement of various gaming activities, including the Division of the Lottery, Charitable Gaming, Gaming (including Indian Gaming and Video Lottery Gaming), and Horse Racing and Pari-Mutuel Wagering.

Budget Summary

The Executive recommends All Funds appropriations of \$111.6 million, a decrease of \$13.75 million or 11 percent over the State Fiscal Year (SFY) 2012-13 level. The Executive recommends funding support of 434 full-time equivalent (FTE) positions, which reflects no change from SFY 2012-13 levels.

State Operations Appropriations

(A. 3000)

Gaming

The Executive proposes a decrease of \$19.18 million due to the lapse of a one-time SFY 2012-13 appropriation to reimburse the Genting Group for environmental remediation costs at the Aqueduct Raceway (\$15.6 million) and a shift of appropriation authority from Indian Gaming to the Racing program (\$3.6 million).

Horse Racing and Pari-Mutuel

The Executive proposes an increase of \$5.44 million due to a shift of appropriation authority from Indian Gaming to the Racing Program (\$3.6 million) and costs associated with recommendations by the

Task Force on Racehorse Health and Safety report (\$1.85 million). Specifically, the Commission would implement the Task Force’s recommendations by hiring a medical director, and funding increased costs associated with laboratory testing inspectors and veterinarians.

**ALL FUNDS PERSONNEL
BUDGETED FILL LEVELS**

Fund	Current 2012-13	Requested 2013-14	Change
General Fund:	434	434	0
TOTAL:	434	434	0

Article VII Proposals

The Executive recommends Article VII legislation that would:

- authorize the development of up to three casinos, but exclude development of casinos in downstate New York. The proposal would also establish an Office of Casino Gambling Regulation within the Gaming Commission and would provide for gambling regulation, selection of casino developers and local governmental and community support where a facility is to be located;
- eliminate the restrictions on the sale of Quick Draw tickets in order to increase revenue earned for aid to education in the state;
- extend for one year the current commission rate paid to the Monticello Video Lottery Terminal facility;
- make the current disbursement of simulcasting revenue permanent which would otherwise expire in SFY 2013 and result in a tax increase on winnings;
- redirect a portion of purse money to fund costs associated with recommendations of the Task Force on Racehorse Health and Safety; and
- create a new account to finance an administration program in the New York State Gaming Commission.

DEPARTMENT OF MOTOR VEHICLES

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	119,514,000	123,586,000	4,072,000	3.4%
AID TO LOCALITIES	20,800,000	20,880,000	80,000	0.4%
CAPITAL PROJECTS	194,171,000	205,759,000	11,588,000	6.0%
Total for AGENCY SUMMARY:	334,485,000	350,225,000	15,740,000	4.7%

Agency Mission

The Department of Motor Vehicles (DMV) is responsible for registering vehicles to identify and authorize use, providing vehicle titles to establish vehicle ownership, licensing and regulating the motor vehicle industry, and licensing drivers to protect consumers and promote traffic safety. The DMV Traffic Violations Bureau also helps to adjudicate traffic infractions. The DMV collects fees and generates non-tax revenues to support these objectives.

Budget Summary

The Executive proposes All Funds appropriations of \$350.23 million, an increase of \$15.74 million or 4.49 percent over the State Fiscal Year (SFY) 2012-13 level. The Executive recommends funding support of 2,215 full-time equivalent (FTE) positions, a decrease of four positions.

State Operations Appropriations

(A. 3000)

The Executive proposes All Funds State Operations appropriations of \$123.59 million, an increase of \$4.07 million or 3.29 percent over the SFY 2012-13 level.

The Executive proposal includes \$4.5 million to fund a new DMV customer service initiative. This would include mobile device apps and a website redesign, self-service kiosks, technological improvements for the call center, the offering of appointments, and offering Saturday hours in certain offices.

Special Revenue Funds

The DMV funds most of its programs through the collection of fees. The following proposed appropriation increases reflect revenue increases anticipated by the Executive for SFY 2013-14:

Appropriation	SFY 2012-13	SFY 2013-14	Change	
	Enacted	Proposal	Amount	Percent
Administrative Adjudication Program	\$43,067,000	\$44,261,000	\$1,194,000	2.77%
Clean Air Program	23,308,000	24,642,000	1,334,000	5.72%
Compulsory Insurance Program	16,755,000	17,657,000	902,000	5.38%
Governor's Traffic Safety Committee				
Highway Safety Programs	12,887,000	13,426,000	539,000	4.18%
Highway Safety Research and Development	4,800,000	4,800,000	\$0	0.00%
Transportation Safety Program				
Motorcycle Safety Account	1,655,000	1,736,000	81,000	4.89%
Internet Point Insurance Reduction Program Account	642,000	664,000	<u>22,000</u>	3.43%
TOTAL			4,072,000	3.41%

**ALL FUNDS PERSONNEL
BUDGETED FILL LEVELS**

Fund	Current 2012-13	Requested 2013-14	Change
General Fund:	731	711	(20)
All Other Funds:	1,488	1,504	16
TOTAL:	2,219	2,215	(4)

Aid to Localities Appropriations
(A. 3003)

The Executive proposes All Funds Aid to Localities appropriations of \$20.88 million, an increase of \$80,000 over the SFY 2012-13 level.

Governor's Traffic Safety Committee

The Executive proposes an increase of \$80,000 in federal appropriations for the Governor's Traffic Safety Committee (GTSC) to reflect a projected increase in Federal funding. The GTSC awards federal highway safety grant funds to local, state and not-for-profit agencies for projects to improve highway safety and reduce deaths and serious injuries due to traffic accidents.

Capital Projects Appropriations

(A. 3004)

The Executive proposes All Funds Capital Projects appropriations of \$205.76 million from the Dedicated Highway and Bridge Trust Fund, representing an increase of \$11.59 million, or 6 percent, from the SFY 2012-13 level. These appropriations fund the DMV's operations.

Article VII Proposals

The Executive recommends Article VII legislation that would:

- modify the cell phone and texting while driving laws, and impose license sanctions for violations of these laws by commercial motor vehicle operators;
- allow the DMV to designate certain branch offices to be open on Saturdays;
- limit plea bargaining of traffic tickets, extend state surcharges to new offenses, and establish higher fines for violations of laws prohibiting texting and cell phone use while driving; and
- suspend the drivers' license of taxpayers with past-due tax liabilities of \$10,000 or more.

OLYMPIC REGIONAL DEVELOPMENT AUTHORITY

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	4,733,000	5,417,000	684,000	14.5%
Total for AGENCY SUMMARY:	4,733,000	5,417,000	684,000	14.5%

Agency Mission

The Olympic Regional Development Authority (ORDA) mission has been to maximize visitation to the Adirondack region by operating its venues (Olympic Center, Olympic Sports Complex, Olympic Jumping Complex, Whiteface Mountain, Gore Mountain) to promote environmental awareness and safe recreation. ORDA administers the post-Olympic program for the sports facilities used to host the 1980 Olympic Winter Games, and it manages Gore Mountain in Warren County, and, as of 2012, Bellayre Mountain in the Catskills.

Budget Summary

The Executive proposes All Funds appropriations of \$5.42 million, an increase of \$684,000, or 14.5 percent, over the State Fiscal Year (SFY) 2012-13 level.

State Operations Appropriations

(A. 3000)

The Executive proposes State Operations appropriations of \$5.42 million, an increase of \$684,000, or 14.5 percent, above the SFY 2012-13 level. The increase results from additional spending anticipated from the Winter Sports Education Trust Fund.

New York Works Program

The Executive Budget proposal includes an appropriation to the Office of Parks, Recreation and Historic Preservation that provides \$2.5 million to the Olympic Regional Development Authority for infrastructure projects, including ski lift and building maintenance.

OFFICE OF PARKS, RECREATION AND HISTORIC PRESERVATION

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	224,965,500	224,338,500	(627,000)	-0.3%
AID TO LOCALITIES	14,825,000	11,725,000	(3,100,000)	-20.9%
CAPITAL PROJECTS	156,071,000	106,200,000	(49,871,000)	-32.0%
Total for AGENCY SUMMARY:	395,861,500	342,263,500	(53,598,000)	-13.5%

Agency Mission

The Office of Parks, Recreation and Historic Preservation (OPRHP) is responsible for the conservation, protection, and enhancement of New York State's natural, historic and cultural resources. OPRHP provides recreational and interpretive opportunities for New York State residents and visitors at 178 parks and 35 historic sites across the state. Within OPRHP, the State Historic Preservation Office (SHPO) is tasked with helping communities identify, evaluate, preserve, and revitalize their historic, archeological, and cultural resources.

Budget Summary

The Executive proposes All Funds appropriations of \$342.26 million, a decrease of \$53.60 million or 13.5 percent below the State Fiscal Year (SFY) 2012-13 level. The Executive recommends funding support of 1,719 full-time equivalent positions, reflecting no change from SFY 2012-13 staffing levels.

State Operations Appropriations

(A. 3000)

The Executive proposes a State Operations appropriation of \$224.34 million, a decrease of \$627,000 from the SFY 2012-13 level. The savings reflected in the proposal is attributed to decreases in non-personal service and overtime resulting from the hiring of a new class of State Park Police in SFY 2012-13.

ALL FUNDS PERSONNEL
BUDGETED FILL LEVELS

Fund	Current 2012-13	Requested 2013-14	Change
General Fund:	1,419	1,419	0
All Other Funds:	300	300	0
TOTAL:	1,719	1,719	0

Aid to Localities Appropriations
(A. 3003)

The Executive proposes an Aid to Localities appropriation of \$11.73 million, a decrease of \$3.1 million, or 20.9 percent, from the SFY 2012-13 level.

Natural Heritage Trust Program

The Executive recommends the elimination of an appropriation for the Natural Heritage Trust Program, which was funded at \$3.1 million in SFY 2012-13.

Capital Projects Appropriations
(A. 3004)

The Executive proposes a Capital Projects appropriation of \$106.2 million, a decrease of \$49.87 million or 32 percent below the SFY 2012-13 level.

New York Works Program

The Executive Budget would allocate \$50 million of capital funding through New York Works, which is a \$44.27 million decrease from the SFY 2012-13 level. The current appropriation would provide:

- \$45 million for health and safety projects and critical infrastructure rehabilitation at OPRHP sites;
- \$2.5 million to the Olympic Regional Development Authority for infrastructure projects; and
- \$2.5 million to the Department of Agriculture and Markets for State Fairground rehabilitation.

State Park Infrastructure

The Executive also proposes a \$52.2 million appropriation for maintenance and improvement of existing facilities. This proposal would decrease funding for alterations, improvements and rehabilitation projects at OPRHP-owned sites by \$5.62 million, while increasing funding for health and safety projects by \$17,000.

DEPARTMENT OF PUBLIC SERVICE

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	78,892,000	79,892,000	1,000,000	1.3%
AID TO LOCALITIES	3,500,000	6,750,000	3,250,000	92.9%
Total for AGENCY SUMMARY:	82,392,000	86,642,000	4,250,000	5.2%

Agency Mission

The Department of Public Service (Department) is the staff arm of the Public Service Commission (PSC), and has the mandate of ensuring New Yorkers access to reliable utility services at just and reasonable rates. The PSC is responsible for regulating the rates and services of the state's public utilities, overseeing the siting of major electric and gas transmission lines and facilities, and ensuring the safety of natural gas and liquid petroleum pipelines. The Department is also responsible for the oversight and regulation of the cable television and telecommunications industry.

Budget Summary

The Executive proposes an All Funds appropriation of \$86.64 million, an increase of \$4.25 million or 5.2 percent from the State Fiscal Year (SFY) 2012-13 level. The Executive recommends funding support of 496 full-time equivalent positions reflecting no change from SFY 2012-13 staffing level.

State Operations Appropriations

(A. 3000)

The Executive proposes State Operations appropriations totaling of \$79.89 million, an increase of \$1 million, or 1.3 percent, above the SFY 2012-13 level.

Wholesale Consumer Advocacy Funding

The Executive Budget proposes a new \$1 million appropriation reflecting a settlement between the Federal Energy Regulatory Commission and a private corporation. Funds would be used to provide advocacy on behalf of New York's electric consumers on utility rate issues. This amount would be the first of 10 annual \$1 million payments for this purpose.

ALL FUNDS PERSONNEL
BUDGETED FILL LEVELS

Fund	Current 2012-13	Requested 2013-14	Change
All Other Funds:	496	496	0
TOTAL:	496	496	0

Aid to Localities Appropriations
(A. 3003)

The Executive proposes Aid to Localities appropriations totaling \$6.75 million, an increase of \$3.25 million or 92.9 percent from the SFY 2012-13 level.

Energy Highway Initiative Intervener Funds

The Executive Budget proposes a new appropriation of \$3.25 million in local assistance intervener funds in anticipation of transmission line-siting proposals to be submitted as part of the Energy Highway Initiative. This appropriation would be funded by the payments required of private entities submitting such proposals.

Article VII Proposals

The Executive recommends Article VII legislation that would:

- continue the current 18(a) utility assessment through March 31, 2019 which is set to expire on March 31, 2014;
- strengthen oversight and enforcement mechanisms of the PSC to ensure that public utility companies are held accountable and responsive to regulators and customers; and
- continue to authorize the Department of Health to finance certain activities with revenues generated from an assessment on cable television companies.

DEPARTMENT OF STATE

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	68,170,828	71,407,000	3,236,172	4.7%
AID TO LOCALITIES	69,884,000	65,379,000	(4,505,000)	-6.4%
CAPITAL PROJECTS	0	10,000,000	10,000,000	--
Total for AGENCY SUMMARY:	138,054,828	146,786,000	8,731,172	6.3%

Agency Mission

The Department of State (DOS) is responsible for programs relating to services to local governments and community-based organizations. In addition, DOS administers programs for community development and local government service activities and supports businesses through various licensing and registration activities.

Budget Summary

The Executive proposes All Funds appropriations of \$146.78 million, an increase of \$8.73 million or 6.3 percent over the State Fiscal Year (SFY) 2012-13 level. The Executive recommends funding support of 567 full-time equivalent (FTE) positions, an increase of 30 positions.

State Operations Appropriations

(A. 3000)

The Executive proposes All Funds State Operations appropriations of \$71.41 million, an increase of \$3.24 million or 4.7 percent over the SFY 2012-13 level.

ALL FUNDS PERSONNEL
BUDGETED FILL LEVELS

Fund	Current 2012-13	Requested 2013-14	Change
General Fund:	537	567	30
TOTAL:	537	567	30

Business and Licensing Program

In SFY 2012-13, there was a shift in non-personal service funds from the General Fund to the Business and Licensing Program in order to assist the program in achieving its core mission. The Executive proposes an increase of \$2.8 million in SFY 2013-14 related to the full annual costs of that shift. In addition, the Executive proposes an increase of \$1 million related to personal service costs.

Aid to Localities Appropriations

(A. 3003)

The Executive proposes All Funds Aid to Localities appropriations of \$65.38 million, a decrease of \$4.51 million or 6.4 percent from the SFY 2012-13 level.

Local Government & Community Services

The Executive proposes the elimination of \$505,000 in funding for the Public Utility Law Project and \$4 million in funding for the Local Waterfront Revitalization Program.

Capital Projects Appropriations

(A. 3004)

The Executive proposes a new Capital Projects appropriation of \$10 million, or a 100 percent increase over the SFY 2012-13 level.

Solid and Hazardous Waste Management

The Executive proposes a \$10 million appropriation for the Brownfield Opportunity Areas Program, which funds competitive grants to municipalities and community-based organizations for the clean-up of brownfields.

Article VII Proposals

The Executive recommends Article VII legislation that would:

- extend the authority of the Secretary of State to charge increased fees for expedited handling of documents issued by or requested from the Department's Division of Corporations; and
- facilitate an online corporate filing system that would eliminate categories of corporation types, and various filing requirements for businesses and not-for-profit corporations.

DEPARTMENT OF TAXATION AND FINANCE

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	422,697,000	483,859,400	61,162,400	14.5%
AID TO LOCALITIES	926,000	926,000	0	0.0%
Total for AGENCY SUMMARY:	423,623,000	484,785,400	61,162,400	14.4%

Agency Mission

The Department of Taxation and Finance (DTF) is responsible for the administration and collection of various state taxes, as well as numerous local taxes. In addition, the Department also manages the State Treasury and provides investment and cash management services to various state agencies.

Budget Summary

The Executive proposes \$484.79 million in All Funds appropriations for the Department of Taxation and Finance. This is an increase of \$61.2 million or 14.4 percent from the State Fiscal Year (SFY) 2012-13 levels. The Executive recommends a workforce of 4,379 full-time equivalent (FTE) positions, an increase of 204 FTEs from the SFY 2012-13 budget. Two hundred new FTEs are proposed for the Audit, Collections, and Enforcement program and an increase of four FTEs is proposed for the Revenue, Processing, and Reconciliation program.

State Operations Appropriations

(A. 3000)

The Executive proposes \$483.86 million in State Operations appropriations, an increase of \$61.16 million over SFY 2012-13. The Executive proposes an increase of \$9.1 million for the Audit, Collections, and Enforcement program in order to hire new auditors and an increase of \$52.06 million for the Revenue, Processing, and Reconciliation program to facilitate the call center consolidation project.

ALL FUNDS PERSONNEL
BUDGETED FILL LEVELS

Fund	Current 2012-13	Requested 2013-14	Change
General Fund:	3,474	3,678	204
All Other Funds:	701	701	0
TOTAL:	4,175	4,379	204

Aid to Localities Appropriations
(A. 3003)

The Executive proposes to maintain the Aid to Localities funding at \$926,000, representing no change from SFY 2012-13.

Article VII Proposals

The Executive recommends Article VII legislation that would:

- provide the DTF the authority to refuse to issue a certificate of registration, required for sale of cigarettes and other tobacco products, to retailers with unpaid tax delinquencies;
- increase the civil penalty for possessing unstamped cigarettes from \$150 to \$600 per carton;
- expand criteria for refusal to issue sales tax Certificates of Authority to include all delinquent taxes and increase penalties for operating without one;
- enforce past-due tax liabilities by suspending, with certain exceptions, the New York State driver's license of a taxpayer who owes in excess of \$10,000;
- allow DTF to garnish wages of delinquent taxpayers without filing a warrant with the Department of State or appropriate County Clerk; and
- make permanent the tax modernization provisions enacted in 2011 and extended in 2012.

DIVISION OF TAX APPEALS

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	3,121,000	3,121,000	0	0.0%
Total for AGENCY SUMMARY:	3,121,000	3,121,000	0	0.0%

Agency Mission

The Division of Tax Appeals provides taxpayers with a system of due process for resolving disputes with the Department of Taxation and Finance. The separation of tax administration from tax adjudication promotes impartial and timely hearing of taxpayer disputes.

Budget Summary

The Executive proposes an All Funds appropriation of \$3.12 million with a workforce of 27 full-time equivalent positions for the State Fiscal Year (SFY) 2013-14. This represents no change in funding or workforce from SFY 2012-13.

State Operations Appropriations

(A. 3000)

The Executive proposes to maintain State Operations appropriations at \$3.12 million, representing no change from SFY 2012-13.

ALL FUNDS PERSONNEL
BUDGETED FILL LEVELS

Fund	Current 2012-13	Requested 2013-14	Change
General Fund:	27	27	0
TOTAL:	27	27	0

NEW YORK STATE THRUWAY AUTHORITY

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	0	24,000,000	24,000,000	--
CAPITAL PROJECTS	2,000,000	2,000,000	0	0.0%
Total for AGENCY SUMMARY:	2,000,000	26,000,000	24,000,000	1200.0%

Agency Mission

The New York State Thruway Authority (Authority) is responsible for operating a 570-mile toll highway system, along with the New York State Canal System. Through its subsidiary, the New York State Canal Corporation, the Authority maintains, operates, develops, and makes capital improvements to the 524 mile canal system which includes 57 locks, 16 lift bridges, and numerous dams, reservoirs, and water control structures.

The Authority is funded primarily through various off-budget revenues. Most programs are therefore not included in the Executive Budget. The two exceptions are the Canal Development Program and a new State Operations appropriation in State Fiscal Year (SFY) 2013-14 which would help to eliminate the need for a previously proposed commercial toll increase.

Budget Summary

The Executive proposes an All Funds appropriation of \$26 million, an increase of \$24 million over the SFY 2012-13 level.

State Operations Appropriations

(A.3000)

Thruway Authority Relief

The Executive recommends a new appropriation of \$24 million from the General Fund to eliminate the need for a previously proposed 45 percent commercial toll increase.

Capital Projects Appropriations

(A.3004)

Canal Development Program

The Executive recommends an appropriation of \$2 million for the Canal Development Program, unchanged from the SFY 2012-13 funding level. The revenues deposited into the Canal System Development Fund (CSDF) are generated by canal tolls and other user fees. Revenues from the CSDF are available strictly for the development, promotion, maintenance, and construction of the canals.

Article VII Proposals

The Executive recommends Article VII legislation that would provide a state takeover of personnel costs of the Division of State Police Troop T that patrols the Thruway (\$55.22 million transferred to a General Fund appropriation in the Division of State Police budget); create an exemption from an annual assessment due from the Authority to the State (\$5.20 million); and establish a system for spending the above appropriation (\$24 million). Together these actions would provide \$84.42 million in support for the Authority and would eliminate the need for a previously proposed commercial toll increase.

DEPARTMENT OF TRANSPORTATION

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
STATE OPERATIONS	35,774,000	36,032,000	258,000	0.7%
AID TO LOCALITIES	4,482,419,700	4,808,914,700	326,495,000	7.3%
CAPITAL PROJECTS	5,099,105,000	4,341,385,000	(757,720,000)	-14.9%
Total for AGENCY SUMMARY:	9,617,298,700	9,186,331,700	(430,967,000)	-4.5%

Agency Mission

The Department of Transportation (DOT) maintains and improves the state's more than 40,000 highway lane miles and 7,500 bridges. In addition, DOT partially funds locally operated transit systems, local government highway and bridge construction, as well as rail and aviation programs. DOT closely coordinates with other state transportation agencies and authorities with the goal of creating an interconnected statewide transportation system that addresses environmental and community concerns and efficiently moves people and goods throughout the state.

Budget Summary

The Executive proposes All Funds appropriations of \$9.19 billion, a decrease of \$430.97 million or 4.48 percent from the SFY 2012-13 level. The Executive recommends funding support of 8,337 full-time equivalent (FTE) positions, a decrease of 22 positions.

State Operations Appropriations

(A. 3000)

The Executive proposes All Funds State Operations appropriations of \$36.03 million, an increase of \$258,000 from the SFY 2012-13 level.

Office of Passenger and Freight Transportation Program

The Executive recommends appropriation increases of \$258,000 to reflect increased revenues from assessments on freight rail (\$12,000) and increased revenues from registration fees for the regulation of motor carriers and interstate commerce (\$246,000).

ALL FUNDS PERSONNEL
BUDGETED FILL LEVELS

Fund	Current 2012-13	Requested 2013-14	Change
General Fund:	825	825	0
All Other Funds:	7,534	7,512	(22)
TOTAL:	8,359	8,337	(22)

Aid to Localities Appropriations
(A. 3003)

The Executive proposes All Funds Aid to Localities appropriations of \$4.81 billion, an increase of \$326.5 million or 7.28 percent from the SFY 2012-13 level. The Executive proposal maintains capital support to local governments for highway and bridge projects at SFY 2012-13 levels, with \$363.1 million provided for the Consolidated Highway Improvement Program (CHIPS) and \$39.7 million for the Marchiselli program.

Dedicated Public Transit Special Revenue Funds

Most transit aid is appropriated from three dedicated special revenue funds.

- **Mass Transportation Operating Assistance (MTOA) fund program (\$1.86 billion):** The Executive Budget proposes a net increase of \$196.85 million or 1.89 percent, to MTOA to reflect projected increases in dedicated tax revenues in the Metropolitan Mass Transportation Operating Assistance Account to support downstate transit (\$200.64 million), offset by decreased tax revenues in the Public Transportation Systems Operating Assistance account to support upstate transit (a \$3.80 million reduction).
 - **Dedicated Revenue Transfer:** The Executive recommends a sweep of \$20 million in dedicated tax revenue from MTOA to pay for a portion of the debt service associated with previously-issued MTA service contract bonds.
 - **Metropolitan Mass Transportation Operating Assistance Account (MMTOA):** The MMTOA account includes a new appropriation of \$2.51 million to reimburse the MTA for lost toll revenue on the Rockaway bridges during November 2012. The tolls were suspended on the Marine Parkway and Cross Bay Bridges to assist the Rockaways storm recovery.

- **Dedicated Mass Transportation Trust Fund (DMTTF) (\$662.19 million):** The Executive Budget increases appropriations by \$3.94 million from the DMTTF to reflect projected increases in fees and dedicated tax revenues primarily to support the MTA as well as upstate transit.
- **Metropolitan Transportation Authority Support Program (\$1.93 billion):** The Executive Budget increases appropriations by \$118 million, or 6.11 percent, to reflect projected increases in fees and dedicated tax revenues in the Mobility Tax Trust Account (\$100 million) and the Metropolitan Transportation Authority Aid Trust Account (\$18 million) to support MTA transit aid.

The three dedicated special revenue funds (MTOA, DMTFF and MTA Support), plus \$97.55 million from the General Fund, support the following transit systems:

Transit Operating Assistance – Executive Budget Appropriations SFY 2013-14				
(\$ in millions)				
	All Funds 2012-13	All Funds 2013-14	Change \$	Change %
MTA	3,992.15	4,287.40	295.25	7.40
Non-MTA Downstate	261.23	284.77	23.54	9.01
Upstate	175.51	175.51	0.0	0.0
Total	4,428.88	4,747.67	318.79	7.2

In addition, the Executive recommends an appropriation increase of \$7.71 million, or 84.74 percent, in the Federal Transit Authority Program Management Account to reflect increased federal operating grants.

Capital Projects Appropriations

(A. 3004)

The Executive proposes All Funds Capital Projects appropriations of \$4.34 billion, a decrease of \$757.72 million or 14.86 percent, from the SFY 2012-13 level.

Dedicated Highway and Bridge Trust Fund (DHBTF)

- **Non-Federally Aided Highway Capital Projects:** The Executive recommends a net appropriation increase of \$77.95 million, or 4.39 percent, in the DHBTF. Reductions are made to appropriations for engineering (\$23.55 million) and Administration (\$5.22 million). Increases are provided to construction (\$79.25 million), maintenance (\$21.97 million), capital plan management (\$4.03 million), real estate (\$1.27 million), and bus inspections (\$202,000). The level of recommended appropriations reflects an additional \$100 million of core program spending agreed to in the SFY 2012-13 budget.
- **Other Fund Actions:**

- The Executive Budget reflects the non-recurrence of New York Works spending in the DHBTF with \$232.05 million of reduced appropriations.
- The Executive proposes to shift last year's \$3 million appropriation from the Regional Aviation Fund back into the DHBTF where it had traditionally resided.
- The Executive proposal also includes transfer authority of \$624.69 million from the General Fund to the Dedicated Highway and Bridge Trust Fund to fill an expected capital funding shortfall of \$568 million in SFY 2013-14.

New York Works and Regional Economic Development Projects

The Executive proposes Road and Bridge Capital Plan obligations of \$3.68 billion in SFY 2013-14, a decrease of \$0.85 billion or 18.84 percent. This net year-to-year decrease primarily reflects the non-recurrence of 2012-13 New York Works infrastructure funding (\$1.16 billion). The year-to-year reduction is mitigated by \$200 million in new funding under the New York Works program and \$100 million in new commitments to be awarded competitively through the Regional Economic Development Councils. The plan continues to spend last year's New York Works infrastructure funding and reflects an additional \$100 million of core program spending authorized in last years enacted budget.

Savings Actions

The Executive's proposed level of funding reflects \$32.2 million in reductions to be achieved through operational and administrative efficiencies, such as staff; attrition; restacking and shared services; reductions in maintenance non-personal services; and savings from prior estimates of needed Amtrak corridor subsidies.

Mass Transportation and Rail Freight

The Executive Budget appropriates \$54.33 million for the Mass Transportation and Rail Freight program, an increase of \$27.71 million or 105 percent, from the SFY 2012-13 level. The appropriation includes \$10 million for DOT rail projects and \$44.33 million for Amtrak service subsidies required by the Federal Passenger Rail Improvement and Investment Act (PRIIA).

Engineering Services Program

The Executive provides \$18.32 million to the New York City Metropolitan Transportation Council to support planning activities required for the distribution of federal funds. This is \$423,000, or 2.36 percent, above SFY 2012-13 levels and reflects increased federal funding.

Article VII Proposals

The Executive recommends Article VII legislation that would:

- provide the annual authorization for the CHIPS and Marchiselli programs;
- make permanent the current distribution of Transmission Tax revenues; and
- transfer \$307 million from the General Fund to the MTA financial Assistance Fund, Mobility Tax Trust Account, to fully offset revenue reductions enacted during the December 2011 Special Legislative Session.

URBAN DEVELOPMENT CORPORATION

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
AGENCY SUMMARY				
AID TO LOCALITIES	89,615,000	42,885,000	(46,730,000)	-52.1%
CAPITAL PROJECTS	705,000,000	556,057,000	(148,943,000)	-21.1%
Total for AGENCY SUMMARY:	794,615,000	598,942,000	(195,673,000)	-24.6%

Agency Mission

The Empire State Development Corporation (ESDC) – formerly the Urban Development Corporation – is a New York State public benefit corporation. The mission of ESDC is to promote economic and real estate development by providing financial assistance to local governments, businesses and not-for-profit corporations engaged in economic development activities.

Budget Summary

The Executive proposes an All Funds appropriation of \$598.94 million, a decrease of \$195.67 million or 24.6 percent from the State Fiscal Year (SFY) 2012-13 level.

Aid to Localities Appropriations

(A. 3003)

The Executive proposes an All Funds Aid to Localities appropriation of \$42.89 million, a decrease of \$46.73 million or 52.1 percent from the SFY 2012-13 level.

Community and Business Assistance

The Executive Budget would maintain a total of \$3.9 million in appropriations for the following: Entrepreneurial Assistance Program (\$1.76 million); Community Development Financial Institutions (\$1.5 million); and base funding for the Minority- and Women-Owned Business Development and Lending Program - MWBDLP (\$635,000).

The Executive proposes the elimination of \$17.6 million in appropriations for the Jobs Now Program (\$16.2 million); additional MWBDLP funding (\$365,000); and the Center State Corporation for Economic Opportunity (\$1 million).

The Executive proposes a reduction of \$19.22 million for the Empire State Economic Development Fund, reflecting a decrease of 38.13 percent resulting in an appropriation of \$31.2 million, and a reduction of \$4 million for the Urban and Community Development Program, reflecting a total net decrease of 54.0 percent.

Other Program Eliminations:

The Executive Budget would also eliminate appropriations totaling \$7.41 million including:

- Military Base Retention (\$5 million);
- College of Nanoscale Science and Engineering (CNSE)
- Institute for Nanoelectronics Discovery and Exploration (INDEX) (\$1.01 million);
- Military Base Redevelopment Efforts (\$600,000);
- Brooklyn Chamber of Commerce (\$350,000);
- Rochester Technology and Manufacturing Association (\$200,000);
- Adirondack North Country Association (\$100,000);
- Canisius Women’s Business Center (\$100,000); and a
- redevelopment study at Belmont Park (\$50,000).

Capital Projects Appropriations

(A. 3004)

The Executive proposes an All Funds Capital Projects appropriation of \$556.1 million, a decrease of \$148.9 million or 21.1 percent under the SFY 2012-13 level.

Regional Economic Development Councils

The Executive Budget would maintain a \$150 million appropriation for a third round of competitive funding for the Regional Economic Development Councils. In addition, \$70 million in Excelsior tax credits would be made available for allocation by the Councils on a competitive basis.

Buffalo/Western New York Revitalization

The Executive proposes a second installment to a multi-year \$1 billion commitment to the Buffalo Regional Innovation Cluster which includes \$75 million in capital and an additional \$25 million in Excelsior Tax Credits. The Executive also proposes \$53.9 million for capital improvements to the Ralph Wilson Stadium and an additional \$2.17 million for the retention of football in Western New York. Coupled with an Aid to Localities appropriation of \$4.41 million, support for retention efforts totals \$6.57 million.

SUNY/CUNY Programs

The Executive proposes a combined total of \$110 million for the NYSUNY 2020 Grant Program and the new NYCUNY 2020 Grant Program. The State University of New York (SUNY) would receive \$55 million to be used for a third round of funding, while The City University of New York would receive \$55 million for its initial round of funding.

New York Works Economic Development Fund

The Executive proposes \$165 million for the New York Works Economic Development Fund for a total increase of \$90 million or 120 percent over SFY 2012-13.

Off-Budget Initiatives

The Mitchell-Lama affordable housing asset portfolio would be transferred from the Empire State Development Corporation to Division of Housing and Community Renewal in an effort to preserve over 8,600 units of affordable rental housing throughout the State.

The Executive proposes \$50 million in support for a new NYS Innovation Venture Capital Fund which would provide resources for new business creation and growth, as well as to spur commercialization. This fund would be supported by a \$40 million transfer from the New York Power Authority, an \$8 million suballocation from the State Small Business Credit Initiative, and a \$2 million allotment from the Small Business Technology Investment Fund.

Additionally, the Executive proposes a new “Innovate NY Network” to foster collaboration between academics, business leaders and professionals in order to enhance the commercialization process.

Article VII Proposals

The Executive recommends Article VII legislation that would:

- make permanent the general loan powers of the New York State Urban Development Corporation; and
- provide general grant-making power for the New York State Urban Development Corporation.

MISCELLANEOUS: TRANSPORTATION, ECONOMIC DEVELOPMENT & ENVIRONMENTAL

	Adjusted Appropriation 2012-13	Executive Request 2013-14	Change	Percent Change
CONSERVATION				
AGENCY SUMMARY				
STATE OPERATIONS	322,182,000	322,182,000	0	0.0%
AID TO LOCALITIES	54,136,000	50,936,000	(3,200,000)	-5.9%
CAPITAL PROJECTS	0	720,000,000	720,000,000	--
Total for AGENCY SUMMARY:	376,318,000	1,093,118,000	716,800,000	190.5%

State Operations Appropriations
(A. 3000)

Green Thumb

The Executive proposes a State Operations appropriation of \$2.83 million for the Green Thumb Program, which is the same level of funding as in State Fiscal Year (SFY) 2012-13. The Green Thumb Program provides part-time employment in State agencies for income-eligible seniors.

Greenway Heritage Conservancy of the Hudson River Valley

The Executive Budget proposes a State Operations appropriation of \$166,000 for the Greenway Heritage Conservancy of the Hudson River Valley, reflecting no change from SFY 2012-13 funding levels. The Greenway Heritage Conservancy of the Hudson River Valley promotes the preservation of natural and cultural resources in the Valley, serves as a land trust in the acquisition of lands important to the Greenway, and designates and develops the Hudson River Valley Greenway Trail.

Hudson River Valley Greenway Communities Council

The Executive Budget proposes a State Operations appropriation of \$185,000 for the Hudson River Valley Greenway Communities Council, reflecting no change from SFY 2012-13 funding levels. The Hudson River Valley Greenway Communities Council is a 25-member advisory board which is responsible for promoting the preservation of natural and cultural resources in the Hudson River Valley.

New York Work Task Force

The Executive proposes a State Operations appropriation of \$1 million for the New York Works Task Force, which is the same level of funding as in SFY 2012-13. The New York Works Task Force coordinates capital infrastructure plans across State agencies and authorities.

Aid to Localities Appropriations

(A. 3003)

Hudson River Valley Greenway Communities Council

The Executive Budget proposes an Aid to Localities appropriation of \$136,000 for the Hudson River Valley Greenway Communities Council, reflecting no change from SFY 2012-13 funding levels. The Hudson River Valley Greenway Communities Council is a 25-member advisory board which is responsible for promoting the preservation of natural and cultural resources in the Hudson River Valley.

Metropolitan Transportation Authority

The Executive proposes contingency Aid to Localities appropriations of \$2.28 billion, an increase of \$98.17 million, or 4.49 percent, from the SFY 2012-13 budget. This includes an appropriation of \$638.48 million, an increase of \$4.48 million, from the Dedicated Mass Transportation Trust Fund and an appropriation of \$1.65 billion, an increase of \$93.69 million, from the Metropolitan Transportation Authority Support Program (Mobility Tax Trust Account). This contingency appropriation can be used to support operating costs as well as debt service payments for the MTA in SFY 2014-15 in the event that the state budget for that fiscal year is not enacted by April 1, 2014.

Capital Projects Appropriations

(A. 3004)

Transformative Initiatives

The Executive proposal includes a \$720 million appropriation to promote transformative economic development and infrastructure initiatives, and may support projects that adapt infrastructure to extreme weather events and climate change. A minimum of \$360 million of the appropriation would be made available for competitive allocation by the Regional Economic Development Councils.