

Senator Phillips Announces Senate Passes 2018-19 Budget Resolution That Controls Spending, Protects Hardworking Taxpayers

ELAINE PHILLIPS March 14, 2018





Senator Elaine Phillips announced today that the New York State Senate passed a 2018-19 budget plan that promotes affordability, opportunity, and security for all New Yorkers. This fiscally responsible plan keeps state spending within the two-percent cap and serves as a blueprint for the creation of a better budget and a stronger, safer, and more prosperous New York.

"This budget is a comprehensive plan that will make Long Island more affordable for hardworking taxpayers, create jobs and opportunities and protect our quality of life," Senator Elaine Phillips said. "The Senate's plan rejects new taxes and fees, provides record funding to combat the heroin and opioid epidemic, and delivers key investments in infrastructure, education and healthcare, while supporting overburdened families, seniors, veterans and businesses. The Senate's budget also addresses critical funding for clean water and increases the state's commitment to providing women with quality medical care."

It includes none of the new taxes and fees proposed by the Executive, but instead cuts taxes to create jobs; reduces the state's high cost of living; provides record levels of funding for education, the environment, and opioid abuse prevention; and addresses the serious public health and safety challenges facing the state's communities.

"I am extremely proud to join my colleagues in the Senate to stand up for our families and students on Long Island by doubling the Governor's school aid proposal with an additional \$379 million in vital foundation aid. Our schools are the most critical investment we can make to ensure our students can have the best learning opportunities possible," said Senator Phillips. "More investment in our children's future is key but we must foster a safer learning environment for them to learn and grow. That is why this budget demonstrates the Senate's commitment to keeping our children safe by improving school security measures that establish a school resources program, require schools to perform active shooter training and reimburses schools for participating in a new school safety program"

"As a member of the Senate's Heroin and Opioid Task Force, I have seen first-hand how the opioid epidemic continues to ravage communities and families throughout Long Island and across the state. With this budget plan, we have included a record \$265 million that not only ensures law enforcement, treatment providers and addiction specialists have the proper resources, but supports prevention, expands treatment, encourages recovery and enhances

enforcement," Senator Phillips said.

AFFORDABILITY

- Maintaining Fiscal Discipline by protecting taxpayers and adhering to, and making permanent, a self-imposed two-percent spending cap for the eighth year in a row, which has saved taxpayers nearly \$41 billion since the 2010-2011 budget.
- **Rejecting nearly \$ 1 billion Tax and Fee Increases** proposed by Governor Cuomo, including new taxes on internet purchases and new DMV fees.
- Protection and Expansion of STAR Property Tax Relief by rejecting the Governor's cap on STAR benefits and extending the property tax rebate check program. Additionally, new initiatives to help reduce the local tax burden on taxpayers would save small businesses \$275 million by making small businesses eligible for the STAR property tax savings program; and freeze school property taxes at current levels for many seniors and completely eliminate their school property taxes over the next 10 years.
- Protecting Taxpayers from Negative Impacts of Federal Tax Changes by decoupling the state and federal tax codes to prevent New Yorkers from taking a \$1.5 billion state tax hit as a result of recent federal tax changes. It holds harmless New Yorkers who may have to pay more in state income taxes because of the changes at the federal level and prevents the state from benefitting from the sudden revenue increase at the expense of taxpayers.
- \$280 Million in New Energy Tax Relief to business and resident ratepayers by eliminating the two-percent Gross Receipts Tax on utility bills.
- **Savings on Retirement Income** by increasing the private pension and retirement income exclusion from \$20,000 to \$40,000 for single taxpayers and to \$80,000 for married taxpayers, over three years.

OPPORTUNITY

- Improving Economic Development Programs by shutting down the under-performing START-UP program and redirects \$44.5 million in advertising funding to support more effective economic development initiatives.
- **Providing Tax Relief for Businesses by** Reducing the amount small businesses and farms must pay in taxes by raising the corporate tax threshold and lowering the rate, and also raising the personal income tax exemption and threshold for a combined tax savings of \$495 million;
- Cutting Red Tape to Encourage Business Growth with a comprehensive regulatory reform package to eliminate regulations that are unnecessary and duplicative, preventing businesses from succeeding and growing. The measures curtail the overuse of emergency regulations, improve the accuracy of regulatory "job impact" statements, and help foster more cooperation between regulators and businesses, among other reforms.
- Promoting Workforce Development by continuing to improve employee readiness; better meet the workforce needs of private sector employers; connect job seekers with potential employers; retrain those who have lost jobs; and help make New York State's overall economy more robust, dynamic and resilient. This budget plan rejects the Executive's proposal to include workforce development as part of the Regional Economic Development Council competition and instead directs any additional resources be made available towards existing proven programs.
- Increasing Education Funding to Help Children Succeed by including an approximately \$1 billion 3.8 percent increase in school aid funding over last year, bringing the total investment in schools to a record level of \$26.1 billion. Other highlights include:

- Doubling the Governor's Foundation Aid proposal with \$379 million in additional funding, for a total increase of more than \$717 million in 2017-18;
- Providing flexibility for Community Schools funding;
- Fully funding expense base aids at \$240.4 million;
- Creating an Education Investment Tax Credit that provides new tax incentives designed to encourage charitable giving to schools and improve the quality of education for students;
- Continuing support for last year's \$5 million in funding for STEM initiatives in non-public schools, and creates a new formula with no cap to reimburse non-public schools'
 STEM teacher salaries beginning in the 2019-20 school year;
- Increasing nonpublic schools' mandated services aid by \$5.4 million as the Executive
 Budget proposed, and restoring \$7 million in immunization funding. The Senate also continues \$15 million in security grants for non-public schools and allows those schools to participate in programs funding the placement of school resource officers.
- Preparing Students For Bright Futures Through Higher Education by restoring the Executive Budget's \$200 million cuts to SUNY capital and includes an additional \$55 million each for SUNY's and CUNY's capital programs. The measure also advances a five-year capital plan for SUNY and CUNY to make new investments in the state's higher education institutions. It increases base aid funding for community colleges by \$100 per FTE to help prevent tuition hikes and to help working parents succeed in school, \$2 million was restored for childcare centers at community colleges. To support New York's Bravest, the Senate includes a measure allowing firefighters to take up to two CUNY free courses that pertain to their line of work. The proposal also restores a \$35 million cut to Bundy Aid in the Executive Budget so that more private college and university students can access financial aid, and it expands the ability for private schools to participate in the STEM

Scholarship program.

- Increasing Support for Local Roads and Bridges by maintaining the Senate's commitment to parity between the DOT and MTA capital plans, and ensures long-term regional balance in the funding of transportation projects. Highlights include:
 - Provides an additional \$27 million in State operating assistance for non-MTA
 downstate and upstate transit systems, for a total of \$552 million, a 6 percent increase
 over last year;
 - Adds \$65 million for the Consolidated Local Street and Highway Program (CHIPS), for a total of more than \$503 million;

SECURITY

- Providing Record Support for Heroin and Opioid Abuse Prevention and Treatment by
 increasing the state's support for opioid use disorder-related services to a new record of
 \$265 million going beyond the 2018-19 Executive Budget proposal of \$228 million.
- In addition, the Senate includes measures to reduce exposure to opioids for children and adults; limit and provide alternatives to opioid use; better define controlled substances to include deadly drugs like fentanyl; screen expectant mothers to prevent and treat addiction in infants; encourage the successful recovery for those struggling with addiction; and provide law enforcement with new tools to help get drugs and big-time dealers off the streets.
- Improving School Security with a comprehensive critical school safety package that would strengthen security and help keep students safe. This budget incorporates many of those initiatives:

- Requires every public and private school to conduct at least two active shooter drills during the school year;
- Reimburses schools for participating in a new School Safety Program at their option
 whereby teachers and school personnel are equipped with personal safety alarms that
 would, when triggered, connect to local police departments, fire stations, and medical
 assistance providers;
- Establishes a School Resource program available for any public, nonpublic, or charter school, or BOCES in order to provide improved public safety and or security on school grounds. Such officers would be allowed to possess firearms while performing their duties. Costs for having school resource officers would be aidable for BOCES and charter schools;
- Develops a grant program for school resource officers whereby nonpublic schools
 would be reimbursed for the costs of the salaries for school resource officers;
- Allows School Safety Improvement Teams to review procedures for safety and make on-site inspections of school district, BOCES, nonpublic school, and charter school facilities. Any improvements made by a school based on a recommendation from the school safety improvement team would be an aidable expense;
- Allows schools to use and be reimbursed for a software program in conjunction with security and safety technology platforms;
- Establishes state reporting requirements of school counselors, school social workers,
 and school psychologists and recommendations on how to improve the ratios of those
 professionals to students;
- Creates a School Mental Health Program Services Coordinator to identify, report, and
 address issues of student mental health in public and nonpublic schools; and

• Creates a comprehensive school security grant program for the total capital costs of quick capacity smart sensor threat detection and 360-degree security awareness.

- Taking Additional Actions to Protect Children by reaffirming the Senate's strong support for amendments to both the civil and criminal statutes of limitations to further protect children from dangerous sexual predators.
- Increasing Counter-Terrorism Resources with improved counter-terrorism resources, the budget includes an additional \$10 million in funding for the purchase of new technology. Local law enforcement agencies could purchase drones with offensive and defensive capabilities and advanced weapon detection systems, among other equipment to protect communities.

IMPROVING PUBLIC HEALTH AND NEW YORKERS' QUALITY OF LIFE

- Protecting the Environment and Critical Water Resources with support for the Environmental Protection Fund at a record \$300 million. It also allocates up to \$5 million of last year's historic \$2.5 billion Clean Water Infrastructure Act for an Emerging Contaminant Contingency Fund to address public water systems that have confirmed one or more emerging contaminants at a potentially harmful level. In addition, the Senate directs funding from the EPF to support a new at SUNY Stony Brook laboratory testing facility or equipment for PFOA and other chemicals, and increases public access to the Governor's planned initiative to combat harmful algal blooms.
- **Investing in Women's Health** by increasing the state's commitment to providing women with access to quality medical care. It will restore \$475,000 cut in the Executive Budget

and include more than \$4.5 million in new funding for a total of \$5 million that will be used to support initiatives like breast cancer prevention, education, and support, and prenatal and postpartum services, among others.

- **Preventing Lyme Disease** by restoring \$400,000 in Executive Budget cuts and including an increase of \$800,000 for a total of \$1.2 million to support the Senate Task Force on Lyme and Tick-Borne Diseases recommendations.
- Transforming Health Care Delivery Statewide by increasing the Health Care Facility

 Transformation Program funding from the Executive Budget's \$425 million to \$500

 million in order to boost a new third round of awards and help ensure long-term

 sustainability for facilities as they adjust to the changing dynamics of health care in New

 York. In addition, the Senate rejects the Executive's Medicaid cuts to hospitals and nursing

 homes and increases the amount of funding available for new capital projects. It also

 provides an additional \$157 million in support to SUNY hospitals to restore cuts in the

 Executive Budget and provide them with full Medicaid Disproportionate Share Hospital

 (DSH) payments.
- **Supporting Veterans** by restoring more than \$6.125 million in Executive Budget cuts for veterans' initiatives including:
 - More than \$3 million for the Joseph P. Dwyer Veteran Peer to Peer Services Program and adds nearly \$450,000 in new funding for a total of \$3.5 million;
 - \$750,000 to support field service operations conducted by Congressionally Chartered
 Veterans' Service Organizations;
 - \$450,000 for the Veterans Mental Health Training Initiative;
 - o \$250,000 for the New York State Defenders' Association Veterans' Defense Program;
 - o \$125,000 for the Veterans of Foreign Wars Department of New York;

- \$100,000 for SAGE Vets Program; and
- \$50,000 for Vietnam Veterans of America New York State Chapter.
- Assisting Seniors by restoring Executive Budget cuts and provides additional resources to allow seniors continued access to long-term services and supports, such as home care, transportation and meals, and initiatives to prevent elder abuse. The budget includes:
 - \$20 million increase in the state Supplemental Security Income allowance for individuals living in enhanced residential facilities, raising reimbursement \$4 per day for the first year, for a total increase of \$20 per day over the next five years;
 - \$3.6 million in addition to the \$22.3 million in the Executive Budget for the New York
 Connects program, which provides free comprehensive services and supports for seniors and caregivers;
 - \$500,000 restoration for the Community Services for the Elderly program, which
 provides essential in home services to the elderly, allowing seniors to maintain their
 autonomy and thrive at home in their communities;
 - \$200,000 restoration for the continuation of elder abuse prevention and education initiatives, protecting older adults from abuse, maltreatment, and financial exploitation; and
 - Establishment of a statewide, toll-free telephone number (hotline) to receive reports of allegations of reportable incidents 24 hours a day, seven days per week.