

663--A

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I N S E N A T E

(PREFILED)

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Introduced by Sens. VALESKY, GRISANTI, KLEIN, PARKER -- read twice and ordered printed, and when printed to be committed to the Committee on Corporations, Authorities and Commissions -- reported favorably from said committee and committed to the Committee on Finance -- reported favorably from said committee, ordered to first and second report, ordered to a third reading, amended and ordered reprinted, retaining its place in the order of third reading

AN ACT to amend the not-for-profit corporation law and the public authorities law, in relation to providing for the creation and administration of land banks, for the conversion of vacant, abandoned or tax-delinquent properties into productive use

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 Section 1. The not-for-profit corporation law is amended by adding a
2 new article 16 to read as follows:

3 ARTICLE 16

4 LAND BANKS

5 SECTION 1600. SHORT TITLE.

6 1601. LEGISLATIVE INTENT.

7 1602. DEFINITIONS.

8 1603. CREATION AND EXISTENCE.

9 1604. APPLICABILITY OF NEW YORK LAW.

10 1605. BOARD OF DIRECTORS.

11 1606. STAFF.

12 1607. POWERS.

13 1608. ACQUISITION OF PROPERTY.

14 1609. DISPOSITION OF PROPERTY.

15 1610. FINANCING OF LAND BANK OPERATIONS.

16 1611. BORROWING AND ISSUANCE OF BONDS.

17 1612. PUBLIC RECORDS AND PUBLIC MEETINGS.

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets
[] is old law to be omitted.

LBD01212-10-1

1613. DISSOLUTION OF LAND BANK.
1614. CONFLICTS OF INTEREST.
1615. CONSTRUCTION, INTENT AND SCOPE.
1616. DELINQUENT PROPERTY TAX ENFORCEMENT.
1617. CONTRACTS.

S 1600. SHORT TITLE.

THIS ARTICLE SHALL BE KNOWN AND MAY BE CITED AS THE "LAND BANK ACT".

S 1601. LEGISLATIVE INTENT.

THE LEGISLATURE FINDS AND DECLARES THAT NEW YORK'S COMMUNITIES ARE IMPORTANT TO THE SOCIAL AND ECONOMIC VITALITY OF THE STATE. WHETHER URBAN, SUBURBAN, OR RURAL, MANY COMMUNITIES ARE STRUGGLING TO COPE WITH VACANT, ABANDONED, AND TAX-DELINQUENT PROPERTIES.

THERE EXISTS A CRISIS IN MANY CITIES AND THEIR METRO AREAS CAUSED BY DISINVESTMENT IN REAL PROPERTY AND RESULTING IN A SIGNIFICANT AMOUNT OF VACANT AND ABANDONED PROPERTY. FOR EXAMPLE, CORNELL COOPERATIVE EXTENSION ASSOCIATION OF ERIE COUNTY ESTIMATES THAT THE CITY OF BUFFALO HAS THIRTEEN THOUSAND VACANT PARCELS, FOUR THOUSAND VACANT STRUCTURES AND AN ESTIMATED TWENTY-TWO THOUSAND TWO HUNDRED NINETY VACANT RESIDENTIAL UNITS. THIS CONDITION OF VACANT AND ABANDONED PROPERTY REPRESENTS LOST REVENUE TO LOCAL GOVERNMENTS AND LARGE COSTS RANGING FROM DEMOLITION, EFFECTS OF SAFETY HAZARDS AND SPREADING DETERIORATION OF NEIGHBORHOODS INCLUDING RESULTING MORTGAGE FORECLOSURES.

THE NEED EXISTS TO STRENGTHEN AND REVITALIZE THE ECONOMY OF THE STATE AND ITS LOCAL UNITS OF GOVERNMENT BY SOLVING THE PROBLEMS OF VACANT AND ABANDONED PROPERTY IN A COORDINATED MANNER AND TO FOSTER THE DEVELOPMENT OF SUCH PROPERTY AND PROMOTE ECONOMIC GROWTH. SUCH PROBLEMS MAY INCLUDE MULTIPLE TAXING JURISDICTIONS LACKING COMMON POLICIES, INEFFECTIVE PROPERTY INSPECTION, CODE ENFORCEMENT AND PROPERTY REHABILITATION SUPPORT, LENGTHY AND/OR INADEQUATE FORECLOSURE PROCEEDINGS AND LACK OF COORDINATION AND RESOURCES TO SUPPORT ECONOMIC REVITALIZATION.

THERE IS AN OVERRIDING PUBLIC NEED TO CONFRONT THE PROBLEMS CAUSED BY VACANT, ABANDONED AND TAX-DELINQUENT PROPERTIES THROUGH THE CREATION OF NEW TOOLS TO BE AVAILABLE TO COMMUNITIES THROUGHOUT NEW YORK ENABLING THEM TO TURN VACANT SPACES INTO VIBRANT PLACES.

LAND BANKS ARE ONE OF THE TOOLS THAT CAN BE UTILIZED BY COMMUNITIES TO FACILITATE THE RETURN OF VACANT, ABANDONED, AND TAX-DELINQUENT PROPERTIES TO PRODUCTIVE USE. THE PRIMARY FOCUS OF LAND BANK OPERATIONS IS THE ACQUISITION OF REAL PROPERTY THAT IS TAX DELINQUENT, TAX FORECLOSED, VACANT, ABANDONED, AND THE USE OF TOOLS AUTHORIZED IN THIS ARTICLE TO ELIMINATE THE HARMS AND LIABILITIES CAUSED BY SUCH PROPERTIES.

S 1602. DEFINITIONS.

THE FOLLOWING WORDS AND PHRASES WHEN USED IN THIS ARTICLE SHALL HAVE THE MEANINGS GIVEN TO THEM IN THIS SECTION UNLESS THE CONTEXT CLEARLY INDICATES OTHERWISE:

(A) "BOARD OF DIRECTORS" OR "BOARD" SHALL MEAN THE BOARD OF DIRECTORS OF A LAND BANK;

(B) "LAND BANK" SHALL MEAN A LAND BANK ESTABLISHED AS A TYPE C NOT-FOR-PROFIT CORPORATION UNDER THIS CHAPTER AND IN ACCORDANCE WITH THE PROVISIONS OF THIS ARTICLE AND PURSUANT TO THIS ARTICLE;

(C) "FORECLOSING GOVERNMENTAL UNIT" SHALL MEAN "TAX DISTRICT" AS DEFINED IN SUBDIVISION SIX OF SECTION ELEVEN HUNDRED TWO OF THE REAL PROPERTY TAX LAW;

(D) "MUNICIPALITY" SHALL MEAN A CITY, VILLAGE, TOWN OR COUNTY OTHER THAN A COUNTY LOCATED WHOLLY WITHIN A CITY;

(E) "SCHOOL DISTRICT" SHALL MEAN A SCHOOL DISTRICT AS DEFINED UNDER THE EDUCATION LAW; AND

(F) "REAL PROPERTY" SHALL MEAN LANDS, LANDS UNDER WATER, STRUCTURES AND ANY AND ALL EASEMENTS, AIR RIGHTS, FRANCHISES AND INCORPOREAL HEREDITAMENTS AND EVERY ESTATE AND RIGHT THEREIN, LEGAL AND EQUITABLE, INCLUDING TERMS FOR YEARS AND LIENS BY WAY OF JUDGMENT, MORTGAGE OR OTHERWISE, AND ANY AND ALL FIXTURES AND IMPROVEMENTS LOCATED THEREON.

S 1603. CREATION AND EXISTENCE.

(A) ANY FORECLOSING GOVERNMENTAL UNIT MAY CREATE A LAND BANK BY THE ADOPTION OF A LOCAL LAW, ORDINANCE, OR RESOLUTION AS APPROPRIATE TO SUCH FORECLOSING GOVERNMENTAL UNIT WHICH ACTION SPECIFIES THE FOLLOWING:

(1) THE NAME OF THE LAND BANK;

(2) THE NUMBER OF MEMBERS OF THE BOARD OF DIRECTORS, WHICH SHALL CONSIST OF AN ODD NUMBER OF MEMBERS, AND SHALL BE NOT LESS THAN FIVE MEMBERS NOR MORE THAN ELEVEN MEMBERS;

(3) THE INITIAL INDIVIDUALS TO SERVE AS MEMBERS OF THE BOARD OF DIRECTORS, AND THE LENGTH OF TERMS FOR WHICH THEY ARE TO SERVE;

(4) THE QUALIFICATIONS, MANNER OF SELECTION OR APPOINTMENT, AND TERMS OF OFFICE OF MEMBERS OF THE BOARD; AND

(5) THE ARTICLES OF INCORPORATION FOR THE LAND BANK, WHICH SHALL BE FILED WITH THE SECRETARY OF STATE IN ACCORDANCE WITH THE PROCEDURES SET FORTH IN THIS CHAPTER.

(B) TWO OR MORE FORECLOSING GOVERNMENTAL UNITS MAY ENTER INTO AN INTERGOVERNMENTAL COOPERATION AGREEMENT WHICH CREATES A SINGLE LAND BANK TO ACT ON BEHALF OF SUCH FORECLOSING GOVERNMENTAL UNITS, WHICH AGREEMENT SHALL BE AUTHORIZED BY AND BE IN ACCORDANCE WITH THE PROVISIONS OF PARAGRAPH (A) OF THIS SECTION. SUCH INTERGOVERNMENTAL AGREEMENT SHALL INCLUDE PROVISIONS FOR DISSOLUTION OF SUCH LAND BANK.

(C) ANY FORECLOSING GOVERNMENTAL UNITS AND ANY MUNICIPALITY MAY ENTER INTO AN INTERGOVERNMENTAL COOPERATION AGREEMENT WHICH CREATES A SINGLE LAND BANK TO ACT ON BEHALF OF SUCH FORECLOSING GOVERNMENTAL UNIT OR UNITS AND MUNICIPALITY, WHICH AGREEMENT SHALL BE AUTHORIZED BY AND BE IN ACCORDANCE WITH THE PROVISIONS OF PARAGRAPH (A) OF THIS SECTION. SUCH INTERGOVERNMENTAL AGREEMENT SHALL INCLUDE PROVISIONS FOR DISSOLUTION OF SUCH LAND BANK.

(D) EXCEPT WHEN A LAND BANK IS CREATED PURSUANT TO PARAGRAPH (B) OR (C) OF THIS SECTION, IN THE EVENT A COUNTY CREATES A LAND BANK, SUCH LAND BANK SHALL HAVE THE POWER TO ACQUIRE REAL PROPERTY ONLY IN THOSE PORTIONS OF SUCH COUNTY LOCATED OUTSIDE OF THE GEOGRAPHICAL BOUNDARIES OF ANY OTHER LAND BANK CREATED BY ANY OTHER FORECLOSING GOVERNMENTAL UNIT LOCATED PARTIALLY OR ENTIRELY WITHIN SUCH COUNTY.

(E) A SCHOOL DISTRICT MAY PARTICIPATE IN A LAND BANK PURSUANT TO AN INTERGOVERNMENTAL COOPERATION AGREEMENT WITH THE FORECLOSING GOVERNMENTAL UNIT OR UNITS THAT CREATE THE LAND BANK, WHICH AGREEMENT SHALL SPECIFY THE MEMBERSHIP, IF ANY, OF SUCH SCHOOL DISTRICT ON THE BOARD OF DIRECTORS OF THE LAND BANK, OR THE ACTIONS OF THE LAND BANK WHICH ARE SUBJECT TO APPROVAL BY THE SCHOOL DISTRICT.

(F) EACH LAND BANK CREATED PURSUANT TO THIS ACT SHALL BE A TYPE C NOT-FOR-PROFIT CORPORATION, AND SHALL HAVE PERMANENT AND PERPETUAL DURATION UNTIL TERMINATED AND DISSOLVED IN ACCORDANCE WITH THE PROVISIONS OF SECTION SIXTEEN HUNDRED THIRTEEN OF THIS ARTICLE.

(G) NOTHING IN THIS ARTICLE SHALL BE CONSTRUED TO AUTHORIZE THE EXISTENCE OF MORE THAN TEN LAND BANKS LOCATED IN THE STATE AT ONE TIME, PROVIDED FURTHER THAT EACH FORECLOSING GOVERNMENTAL UNIT OR UNITS PROPOSING TO CREATE A LAND BANK SHALL SUBMIT SUCH LOCAL LAW, ORDINANCE OR RESOLUTION AS REQUIRED BY PARAGRAPH (A) OF THIS SECTION, TO THE URBAN DEVELOPMENT CORPORATION, FOR ITS REVIEW AND APPROVAL. THE CREATION OF A

1 LAND BANK SHALL BE CONDITIONED UPON APPROVAL OF THE URBAN DEVELOPMENT
2 CORPORATION.

3 (H) THE OFFICE OF THE STATE COMPTROLLER SHALL HAVE THE AUTHORITY TO
4 AUDIT ANY LAND BANK PURSUANT TO THIS ARTICLE.

5 S 1604. APPLICABILITY OF NEW YORK LAW.

6 THIS ARTICLE SHALL APPLY ONLY TO LAND BANKS CREATED PURSUANT TO THIS
7 ARTICLE.

8 S 1605. BOARD OF DIRECTORS.

9 (A) (1) THE INITIAL SIZE OF THE BOARD SHALL BE DETERMINED IN ACCORD-
10 ANCE WITH SECTION SIXTEEN HUNDRED THREE OF THIS ARTICLE. UNLESS
11 RESTRICTED BY THE ACTIONS OR AGREEMENTS SPECIFIED IN SECTION SIXTEEN
12 HUNDRED THREE OF THIS ARTICLE, THE PROVISIONS OF THIS SECTION SHALL
13 APPLY.

14 (2) THE SIZE OF THE BOARD MAY BE ADJUSTED IN ACCORDANCE WITH BY-LAWS
15 OF THE LAND BANK.

16 (B) IN THE EVENT THAT A LAND BANK IS CREATED PURSUANT TO AN INTERGOV-
17 ERNMENTAL AGREEMENT IN ACCORDANCE WITH SECTION SIXTEEN HUNDRED THREE OF
18 THIS ARTICLE, SUCH INTERGOVERNMENTAL COOPERATION AGREEMENT SHALL SPECIFY
19 MATTERS IDENTIFIED IN PARAGRAPH (A) OF SECTION SIXTEEN HUNDRED THREE OF
20 THIS ARTICLE; PROVIDED, HOWEVER, THAT EACH FORECLOSING GOVERNMENTAL UNIT
21 SHALL HAVE AT LEAST ONE APPOINTMENT TO THE BOARD.

22 (C) ANY PUBLIC OFFICER SHALL BE ELIGIBLE TO SERVE AS A BOARD MEMBER
23 AND THE ACCEPTANCE OF THE APPOINTMENT SHALL NEITHER TERMINATE NOR IMPAIR
24 SUCH PUBLIC OFFICE. FOR PURPOSES OF THIS SECTION, "PUBLIC OFFICER" SHALL
25 MEAN A PERSON WHO IS ELECTED TO A MUNICIPAL OFFICE. ANY MUNICIPAL
26 EMPLOYEE OR APPOINTED OFFICER SHALL BE ELIGIBLE TO SERVE AS A BOARD
27 MEMBER.

28 (D) THE MEMBERS OF THE BOARD OF DIRECTORS SHALL SELECT ANNUALLY FROM
29 AMONG THEMSELVES A CHAIRMAN, A VICE-CHAIRMAN, A TREASURER, AND SUCH
30 OTHER OFFICERS AS THE BOARD MAY DETERMINE, AND SHALL ESTABLISH THEIR
31 DUTIES AS MAY BE REGULATED BY RULES ADOPTED BY THE BOARD.

32 (E) THE BOARD SHALL ESTABLISH RULES AND REQUIREMENTS RELATIVE TO THE
33 ATTENDANCE AND PARTICIPATION OF MEMBERS IN ITS MEETINGS, REGULAR OR
34 SPECIAL. SUCH RULES AND REGULATIONS MAY PRESCRIBE A PROCEDURE WHEREBY,
35 SHOULD ANY MEMBER FAIL TO COMPLY WITH SUCH RULES AND REGULATIONS, SUCH
36 MEMBER MAY BE DISQUALIFIED AND REMOVED AUTOMATICALLY FROM OFFICE BY NO
37 LESS THAN A MAJORITY VOTE OF THE REMAINING MEMBERS OF THE BOARD, AND
38 THAT MEMBER'S POSITION SHALL BE VACANT AS OF THE FIRST DAY OF THE NEXT
39 CALENDAR MONTH. ANY PERSON REMOVED UNDER THE PROVISIONS OF THIS PARA-
40 GRAPH SHALL BE INELIGIBLE FOR REAPPOINTMENT TO THE BOARD, UNLESS SUCH
41 REAPPOINTMENT IS CONFIRMED UNANIMOUSLY BY THE BOARD.

42 (F) A VACANCY ON THE BOARD SHALL BE FILLED IN THE SAME MANNER AS THE
43 ORIGINAL APPOINTMENT.

44 (G) BOARD MEMBERS SHALL SERVE WITHOUT COMPENSATION, SHALL HAVE THE
45 POWER TO ORGANIZE AND REORGANIZE THE EXECUTIVE, ADMINISTRATIVE, CLER-
46 ICAL, AND OTHER DEPARTMENTS OF THE LAND BANK AND TO FIX THE DUTIES,
47 POWERS, AND COMPENSATION OF ALL EMPLOYEES, AGENTS, AND CONSULTANTS OF
48 THE LAND BANK. THE BOARD MAY REIMBURSE ANY MEMBER FOR EXPENSES ACTUALLY
49 INCURRED IN THE PERFORMANCE OF DUTIES ON BEHALF OF THE LAND BANK.

50 (H) THE BOARD SHALL MEET IN REGULAR SESSION ACCORDING TO A SCHEDULE
51 ADOPTED BY THE BOARD, AND ALSO SHALL MEET IN SPECIAL SESSION AS CONVENED
52 BY THE CHAIRMAN OR UPON WRITTEN NOTICE SIGNED BY A MAJORITY OF THE
53 MEMBERS.

54 (I) A MAJORITY OF THE MEMBERS OF THE BOARD, NOT INCLUDING VACANCIES,
55 SHALL CONSTITUTE A QUORUM FOR THE CONDUCT OF BUSINESS. ALL ACTIONS OF
56 THE BOARD SHALL BE APPROVED BY THE AFFIRMATIVE VOTE OF A MAJORITY OF THE

MEMBERS OF THAT BOARD PRESENT AND VOTING; PROVIDED, HOWEVER, NO ACTION OF THE BOARD SHALL BE AUTHORIZED ON THE FOLLOWING MATTERS UNLESS APPROVED BY A MAJORITY OF THE TOTAL BOARD MEMBERSHIP:

(1) ADOPTION OF BY-LAWS AND OTHER RULES AND REGULATIONS FOR CONDUCT OF THE LAND BANK'S BUSINESS;

(2) HIRING OR FIRING OF ANY EMPLOYEE OR CONTRACTOR OF THE LAND BANK. THIS FUNCTION MAY, BY MAJORITY VOTE OF THE TOTAL BOARD MEMBERSHIP, BE DELEGATED TO A SPECIFIED OFFICER OR COMMITTEE OF THE LAND BANK, UNDER SUCH TERMS AND CONDITIONS, AND TO THE EXTENT, THAT THE BOARD MAY SPECIFY;

(3) THE INCURRING OF DEBT;

(4) ADOPTION OR AMENDMENT OF THE ANNUAL BUDGET; AND

(5) SALE, LEASE, ENCUMBRANCE, OR ALIENATION OF REAL PROPERTY, IMPROVEMENTS, OR PERSONAL PROPERTY.

(J) MEMBERS OF A BOARD SHALL NOT BE LIABLE PERSONALLY ON THE BONDS OR OTHER OBLIGATIONS OF THE LAND BANK, AND THE RIGHTS OF CREDITORS SHALL BE SOLELY AGAINST SUCH LAND BANK.

(K) VOTE BY PROXY SHALL NOT BE PERMITTED. ANY MEMBER MAY REQUEST A RECORDED VOTE ON ANY RESOLUTION OR ACTION OF THE LAND BANK.

(L) EACH DIRECTOR, OFFICER AND EMPLOYEE SHALL BE A STATE OFFICER OR EMPLOYEE FOR THE PURPOSES OF SECTIONS SEVENTY-THREE AND SEVENTY-FOUR OF THE PUBLIC OFFICERS LAW.

S 1606. STAFF.

A LAND BANK MAY EMPLOY A SECRETARY, AN EXECUTIVE DIRECTOR, ITS OWN COUNSEL AND LEGAL STAFF, AND SUCH TECHNICAL EXPERTS, AND SUCH OTHER AGENTS AND EMPLOYEES, PERMANENT OR TEMPORARY, AS IT MAY REQUIRE, AND MAY DETERMINE THE QUALIFICATIONS AND FIX THE COMPENSATION AND BENEFITS OF SUCH PERSONS. A LAND BANK MAY ALSO ENTER INTO CONTRACTS AND AGREEMENTS WITH MUNICIPALITIES FOR STAFFING SERVICES TO BE PROVIDED TO THE LAND BANK BY MUNICIPALITIES OR AGENCIES OR DEPARTMENTS THEREOF, OR FOR A LAND BANK TO PROVIDE SUCH STAFFING SERVICES TO MUNICIPALITIES OR AGENCIES OR DEPARTMENTS THEREOF.

S 1607. POWERS.

(A) A LAND BANK SHALL CONSTITUTE A TYPE C NOT-FOR-PROFIT CORPORATION UNDER NEW YORK LAW, WHICH POWERS SHALL INCLUDE ALL POWERS NECESSARY TO CARRY OUT AND EFFECTUATE THE PURPOSES AND PROVISIONS OF THIS ARTICLE, INCLUDING THE FOLLOWING POWERS IN ADDITION TO THOSE HEREIN OTHERWISE GRANTED:

(1) ADOPT, AMEND, AND REPEAL BYLAWS FOR THE REGULATION OF ITS AFFAIRS AND THE CONDUCT OF ITS BUSINESS;

(2) SUE AND BE SUED IN ITS OWN NAME AND PLEAD AND BE IMPEADED IN ALL CIVIL ACTIONS, INCLUDING, BUT NOT LIMITED TO, ACTIONS TO CLEAR TITLE TO PROPERTY OF THE LAND BANK;

(3) TO ADOPT A SEAL AND TO ALTER THE SAME AT PLEASURE;

(4) TO MAKE CONTRACTS, GIVE GUARANTEES AND INCUR LIABILITIES, BORROW MONEY AT SUCH RATES OF INTEREST AS THE LAND BANK MAY DETERMINE;

(5) TO ISSUE NEGOTIABLE REVENUE BONDS AND NOTES ACCORDING TO THE PROVISIONS OF THIS ARTICLE;

(6) TO PROCURE INSURANCE OR GUARANTEES FROM THE STATE OF NEW YORK OR FEDERAL GOVERNMENT OF THE PAYMENTS OF ANY DEBTS OR PARTS THEREOF INCURRED BY THE LAND BANK, AND TO PAY PREMIUMS IN CONNECTION THEREWITH;

(7) TO ENTER INTO CONTRACTS AND OTHER INSTRUMENTS NECESSARY TO THE PERFORMANCE OF ITS DUTIES AND THE EXERCISE OF ITS POWERS, INCLUDING, BUT NOT LIMITED TO, INTERGOVERNMENTAL AGREEMENTS UNDER SECTION ONE HUNDRED NINETEEN-O OF THE GENERAL MUNICIPAL LAW FOR THE JOINT EXERCISE OF POWERS UNDER THIS ARTICLE;

(8) TO ENTER INTO CONTRACTS AND OTHER INSTRUMENTS NECESSARY TO THE PERFORMANCE OF FUNCTIONS BY THE LAND BANK ON BEHALF OF MUNICIPALITIES OR AGENCIES OR DEPARTMENTS OF MUNICIPALITIES, OR THE PERFORMANCE BY MUNICIPALITIES OR AGENCIES OR DEPARTMENTS OF MUNICIPALITIES OF FUNCTIONS ON BEHALF OF THE LAND BANK;

(9) TO MAKE AND EXECUTE CONTRACTS AND OTHER INSTRUMENTS NECESSARY TO THE EXERCISE OF THE POWERS OF THE LAND BANK; AND ANY CONTRACT OR INSTRUMENT WHEN SIGNED BY THE CHAIRMAN OR VICE-CHAIRMAN OF THE LAND BANK, OR BY AN AUTHORIZED USE OF THEIR FACSIMILE SIGNATURES, AND BY THE SECRETARY OR ASSISTANT SECRETARY, OR, TREASURER OR ASSISTANT TREASURER OF THE LAND BANK, OR BY AN AUTHORIZED USE OF THEIR FACSIMILE SIGNATURES, SHALL BE HELD TO HAVE BEEN PROPERLY EXECUTED FOR AND ON ITS BEHALF;

(10) TO PROCURE INSURANCE AGAINST LOSSES IN CONNECTION WITH THE REAL PROPERTY, ASSETS, OR ACTIVITIES OF THE LAND BANK;

(11) TO INVEST MONEY OF THE LAND BANK, AT THE DISCRETION OF THE BOARD OF DIRECTORS, IN INSTRUMENTS, OBLIGATIONS, SECURITIES, OR PROPERTY DETERMINED PROPER BY THE BOARD OF DIRECTORS, AND NAME AND USE DEPOSITORIES FOR ITS MONEY;

(12) TO ENTER INTO CONTRACTS FOR THE MANAGEMENT OF, THE COLLECTION OF RENT FROM, OR THE SALE OF REAL PROPERTY OF THE LAND BANK;

(13) TO DESIGN, DEVELOP, CONSTRUCT, DEMOLISH, RECONSTRUCT, REHABILITATE, RENOVATE, RELOCATE, AND OTHERWISE IMPROVE REAL PROPERTY OR RIGHTS OR INTERESTS IN REAL PROPERTY;

(14) TO FIX, CHARGE, AND COLLECT RENTS, FEES AND CHARGES FOR THE USE OF REAL PROPERTY OF THE LAND BANK AND FOR SERVICES PROVIDED BY THE LAND BANK;

(15) TO GRANT OR ACQUIRE A LICENSE, EASEMENT, LEASE (AS LESSOR AND AS LESSEE), OR OPTION WITH RESPECT TO REAL PROPERTY OF THE LAND BANK;

(16) TO ENTER INTO PARTNERSHIP, JOINT VENTURES, AND OTHER COLLABORATIVE RELATIONSHIPS WITH MUNICIPALITIES AND OTHER PUBLIC AND PRIVATE ENTITIES FOR THE OWNERSHIP, MANAGEMENT, DEVELOPMENT, AND DISPOSITION OF REAL PROPERTY;

(17) TO INVENTORY VACANT, ABANDONED AND TAX FORECLOSED PROPERTIES;

(18) TO DEVELOP A REDEVELOPMENT PLAN TO BE APPROVED BY THE FORECLOSING GOVERNMENTAL UNIT OR UNITS;

(19) TO BE SUBJECT TO MUNICIPAL BUILDING CODES AND ZONING LAWS;

(20) TO ENTER IN AGREEMENTS WITH A FORECLOSING GOVERNMENTAL UNIT FOR THE DISTRIBUTION OF REVENUES TO THE FORECLOSING GOVERNMENTAL UNIT AND SCHOOL DISTRICT; AND

(21) TO DO ALL OTHER THINGS NECESSARY TO ACHIEVE THE OBJECTIVES AND PURPOSES OF THE LAND BANK OR OTHER LAWS THAT RELATE TO THE PURPOSES AND RESPONSIBILITY OF THE LAND BANK.

(B) A LAND BANK SHALL NEITHER POSSESS NOR EXERCISE THE POWER OF EMINENT DOMAIN.

S 1608. ACQUISITION OF PROPERTY.

(A) THE REAL PROPERTY OF A LAND BANK AND ITS INCOME AND OPERATIONS ARE EXEMPT FROM ALL TAXATION BY THE STATE OF NEW YORK AND BY ANY OF ITS POLITICAL SUBDIVISIONS.

(B) THE LAND BANK MAY ACQUIRE REAL PROPERTY OR INTERESTS IN REAL PROPERTY BY GIFT, DEVISE, TRANSFER, EXCHANGE, FORECLOSURE, PURCHASE, OR OTHERWISE ON TERMS AND CONDITIONS AND IN A MANNER THE LAND BANK CONSIDERS PROPER.

(C) THE LAND BANK MAY ACQUIRE REAL PROPERTY BY PURCHASE CONTRACTS, LEASE PURCHASE AGREEMENTS, INSTALLMENT SALES CONTRACTS, LAND CONTRACTS, AND MAY ACCEPT TRANSFERS FROM MUNICIPALITIES UPON SUCH TERMS AND CONDITIONS AS AGREED TO BY THE LAND BANK AND THE MUNICIPALITY. NOTWITHSTAND-

1 ING ANY OTHER LAW TO THE CONTRARY, ANY MUNICIPALITY MAY TRANSFER TO THE
2 LAND BANK REAL PROPERTY AND INTERESTS IN REAL PROPERTY OF THE MUNICI-
3 PALITY ON SUCH TERMS AND CONDITIONS AND ACCORDING TO SUCH PROCEDURES AS
4 DETERMINED BY THE MUNICIPALITY.

5 (D) THE LAND BANK SHALL MAINTAIN ALL OF ITS REAL PROPERTY IN ACCORD-
6 ANCE WITH THE LAWS AND ORDINANCES OF THE JURISDICTION IN WHICH THE REAL
7 PROPERTY IS LOCATED.

8 (E) THE LAND BANK SHALL NOT OWN OR HOLD REAL PROPERTY LOCATED OUTSIDE
9 THE JURISDICTIONAL BOUNDARIES OF THE FORECLOSING GOVERNMENTAL UNIT OR
10 UNITS WHICH CREATED THE LAND BANK; PROVIDED, HOWEVER, THAT A LAND BANK
11 MAY BE GRANTED AUTHORITY PURSUANT TO AN INTERGOVERNMENTAL COOPERATION
12 AGREEMENT WITH ANOTHER MUNICIPALITY TO MANAGE AND MAINTAIN REAL PROPERTY
13 LOCATED WITHIN THE JURISDICTION OF SUCH OTHER MUNICIPALITY.

14 (F) NOTWITHSTANDING ANY OTHER PROVISION OF LAW TO THE CONTRARY, ANY
15 MUNICIPALITY MAY CONVEY TO A LAND BANK REAL PROPERTY AND INTERESTS IN
16 REAL PROPERTY ON SUCH TERMS AND CONDITIONS, FORM AND SUBSTANCE OF
17 CONSIDERATION, AND PROCEDURES, ALL AS DETERMINED BY THE TRANSFERRING
18 MUNICIPALITY IN ITS DISCRETION.

19 (G) THE ACQUISITION OF REAL PROPERTY BY A LAND BANK PURSUANT TO THE
20 PROVISIONS OF THIS ARTICLE, FROM ENTITIES OTHER THAN POLITICAL SUBDIVI-
21 SIONS, SHALL BE LIMITED TO REAL PROPERTY THAT IS TAX DELINQUENT, TAX
22 FORECLOSED, VACANT OR ABANDONED; PROVIDED, HOWEVER, THAT A LAND BANK
23 SHALL HAVE AUTHORITY TO ENTER INTO AGREEMENTS TO PURCHASE OTHER REAL
24 PROPERTY CONSISTENT WITH AN APPROVED REDEVELOPMENT PLAN.

25 (H) THE LAND BANK SHALL MAINTAIN AND MAKE AVAILABLE FOR PUBLIC REVIEW
26 AND INSPECTION A COMPLETE INVENTORY OF ALL PROPERTY RECEIVED BY THE LAND
27 BANK. SUCH INVENTORY SHALL INCLUDE: THE LOCATION OF THE PARCEL; THE
28 PURCHASE PRICE, IF ANY, FOR EACH PARCEL RECEIVED; THE CURRENT VALUE
29 ASSIGNED TO THE PROPERTY FOR PURPOSES OF REAL PROPERTY TAXATION; THE
30 AMOUNT, IF ANY, OWED TO THE LOCALITY FOR REAL PROPERTY TAXATION; THE
31 IDENTITY OF THE TRANSFEROR; AND ANY CONDITIONS OR RESTRICTIONS APPLICA-
32 BLE TO THE PROPERTY.

33 (I) ALL PARCELS RECEIVED BY THE LAND BANK SHALL BE LISTED ON THE
34 RECEIVED INVENTORY ESTABLISHED PURSUANT TO PARAGRAPH (H) OF THIS SECTION
35 WITHIN ONE WEEK OF ACQUISITION AND SHALL REMAIN IN SUCH INVENTORY FOR
36 ONE WEEK PRIOR TO DISPOSITION.

37 (J) FAILURE TO COMPLY WITH THE REQUIREMENTS IN PARAGRAPHS (H) AND (I)
38 OF THIS SECTION WITH REGARD TO ANY PARTICULAR PARCEL SHALL CAUSE SUCH
39 ACQUISITION BY THE LAND BANK TO BE NULL AND VOID.

40 S 1609. DISPOSITION OF PROPERTY.

41 (A) THE LAND BANK SHALL HOLD IN ITS OWN NAME ALL REAL PROPERTY
42 ACQUIRED BY THE LAND BANK IRRESPECTIVE OF THE IDENTITY OF THE TRANSFEROR
43 OF SUCH PROPERTY.

44 (B) THE LAND BANK SHALL MAINTAIN AND MAKE AVAILABLE FOR PUBLIC REVIEW
45 AND INSPECTION A COMPLETE INVENTORY OF ALL REAL PROPERTY DISPOSITIONS BY
46 THE LAND BANK. SUCH INVENTORY SHALL INCLUDE A COMPLETE COPY OF THE SALES
47 CONTRACT INCLUDING ALL TERMS AND CONDITIONS INCLUDING, BUT NOT LIMITED
48 TO, ANY FORM OF COMPENSATION RECEIVED BY THE LAND BANK OR ANY OTHER
49 PARTY WHICH IS NOT INCLUDED WITHIN THE SALE PRICE.

50 (C) THE LAND BANK SHALL DETERMINE AND SET FORTH IN POLICIES AND PROCE-
51 DURES OF THE BOARD OF DIRECTORS THE GENERAL TERMS AND CONDITIONS FOR
52 CONSIDERATION TO BE RECEIVED BY THE LAND BANK FOR THE TRANSFER OF REAL
53 PROPERTY AND INTERESTS IN REAL PROPERTY, WHICH CONSIDERATION MAY TAKE
54 THE FORM OF MONETARY PAYMENTS AND SECURED FINANCIAL OBLIGATIONS, COVEN-
55 ANTS AND CONDITIONS RELATED TO THE PRESENT AND FUTURE USE OF THE PROPER-

TY, CONTRACTUAL COMMITMENTS OF THE TRANSFEREE, AND SUCH OTHER FORMS OF CONSIDERATION AS ARE CONSISTENT WITH STATE AND LOCAL LAW.

(D) THE LAND BANK MAY CONVEY, EXCHANGE, SELL, TRANSFER, LEASE AS LESSOR, GRANT, RELEASE AND DEMISE, PLEDGE ANY AND ALL INTERESTS IN, UPON OR TO REAL PROPERTY OF THE LAND BANK.

(E) A FORECLOSING GOVERNMENTAL UNIT MAY, IN ITS LOCAL LAW, RESOLUTION OR ORDINANCE CREATING A LAND BANK, OR, IN THE CASE OF MULTIPLE FORECLOSING GOVERNMENTAL UNITS CREATING A SINGLE LAND BANK IN THE APPLICABLE INTERGOVERNMENTAL COOPERATION AGREEMENT, ESTABLISH A HIERARCHICAL RANKING OF PRIORITIES FOR THE USE OF REAL PROPERTY CONVEYED BY A LAND BANK INCLUDING BUT NOT LIMITED TO:

(1) USE FOR PURELY PUBLIC SPACES AND PLACES;

(2) USE FOR AFFORDABLE HOUSING;

(3) USE FOR RETAIL, COMMERCIAL AND INDUSTRIAL ACTIVITIES;

(4) USE AS WILDLIFE CONSERVATION AREAS; AND

(5) SUCH OTHER USES AND IN SUCH HIERARCHICAL ORDER AS DETERMINED BY THE FORECLOSING GOVERNMENTAL UNIT OR UNITS.

(F) A FORECLOSING GOVERNMENTAL UNIT MAY, IN ITS LOCAL LAW, RESOLUTION OR ORDINANCE CREATING A LAND BANK, OR, IN THE CASE OF MULTIPLE FORECLOSING GOVERNMENTAL UNITS CREATING A SINGLE LAND BANK IN THE APPLICABLE INTERGOVERNMENTAL COOPERATION AGREEMENT, REQUIRE THAT ANY PARTICULAR FORM OF DISPOSITION OF REAL PROPERTY, OR ANY DISPOSITION OF REAL PROPERTY LOCATED WITHIN SPECIFIED JURISDICTIONS, BE SUBJECT TO SPECIFIED VOTING AND APPROVAL REQUIREMENTS OF THE BOARD OF DIRECTORS. EXCEPT AND UNLESS RESTRICTED OR CONSTRAINED IN THIS MANNER, THE BOARD OF DIRECTORS MAY DELEGATE TO OFFICERS AND EMPLOYEES THE AUTHORITY TO ENTER INTO AND EXECUTE AGREEMENTS, INSTRUMENTS OF CONVEYANCE AND ALL OTHER RELATED DOCUMENTS PERTAINING TO THE CONVEYANCE OF REAL PROPERTY BY THE LAND BANK.

(G) ALL PROPERTY DISPOSITIONS SHALL BE LISTED ON THE PROPERTY DISPOSITION INVENTORY ESTABLISHED PURSUANT TO PARAGRAPH (B) OF THIS SECTION WITHIN ONE WEEK OF DISPOSITION. SUCH RECORDS SHALL REMAIN AVAILABLE FOR PUBLIC INSPECTION IN THE PROPERTY DISPOSITION INVENTORY INDEFINITELY.

(H) FAILURE TO COMPLY WITH THE REQUIREMENTS IN PARAGRAPH (G) OF THIS SECTION SHALL SUBJECT THE LAND BANK TO A CIVIL PENALTY OF ONE HUNDRED DOLLARS PER VIOLATION UP TO A MAXIMUM OF TEN THOUSAND DOLLARS FOR EACH PARCEL, RECOVERABLE IN AN ACTION BROUGHT BY THE ATTORNEY GENERAL OR DISTRICT ATTORNEY. THE ATTORNEY GENERAL OR DISTRICT ATTORNEY MAY ALSO SEEK RESCISSION OF THE REAL PROPERTY TRANSACTION.

S 1610. FINANCING OF LAND BANK OPERATIONS.

(A) A LAND BANK MAY RECEIVE FUNDING THROUGH GRANTS AND LOANS FROM THE FORECLOSING GOVERNMENTAL UNIT OR UNITS WHICH CREATED THE LAND BANK, FROM OTHER MUNICIPALITIES, FROM THE STATE OF NEW YORK, FROM THE FEDERAL GOVERNMENT, AND FROM OTHER PUBLIC AND PRIVATE SOURCES.

(B) A LAND BANK MAY RECEIVE AND RETAIN PAYMENTS FOR SERVICES RENDERED, FOR RENTS AND LEASEHOLD PAYMENTS RECEIVED, FOR CONSIDERATION FOR DISPOSITION OF REAL AND PERSONAL PROPERTY, FOR PROCEEDS OF INSURANCE COVERAGE FOR LOSSES INCURRED, FOR INCOME FROM INVESTMENTS, AND FOR ANY OTHER ASSET AND ACTIVITY LAWFULLY PERMITTED TO A LAND BANK UNDER THIS ARTICLE.

(C) UPON THE ADOPTION OF A LOCAL LAW, ORDINANCE, OR RESOLUTION BY MUNICIPALITY, SCHOOL DISTRICT OR ANY TAXING DISTRICT, FIFTY PERCENT OF THE REAL PROPERTY TAXES COLLECTED ON ANY SPECIFIC PARCEL OF REAL PROPERTY IDENTIFIED BY SUCH MUNICIPALITY, SCHOOL DISTRICT OR ANY TAXING JURISDICTION MAY BE REMITTED TO THE LAND BANK, IN ACCORDANCE WITH PROCEDURES ESTABLISHED BY REGULATIONS PROMULGATED BY THE DEPARTMENT OF TAXATION AND FINANCE. SUCH ALLOCATION OF REAL PROPERTY TAX REVENUES SHALL COMMENCE

1 WITH THE FIRST TAXABLE YEAR FOLLOWING THE DATE OF CONVEYANCE AND SHALL
2 CONTINUE FOR A PERIOD OF FIVE YEARS.

3 S 1611. BORROWING AND ISSUANCE OF BONDS.

4 (A) A LAND BANK SHALL HAVE POWER TO ISSUE BONDS FOR ANY OF ITS CORPO-
5 RATE PURPOSES, THE PRINCIPAL AND INTEREST OF WHICH ARE PAYABLE FROM ITS
6 REVENUES GENERALLY. ANY OF SUCH BONDS MAY BE SECURED BY A PLEDGE OF ANY
7 REVENUES, INCLUDING GRANTS OR CONTRIBUTIONS FROM THE STATE OF NEW YORK,
8 THE FEDERAL GOVERNMENT, OR ANY AGENCY, AND INSTRUMENTALITY THEREOF, OR
9 BY A MORTGAGE OF ANY PROPERTY OF THE LAND BANK.

10 (B) THE BONDS ISSUED BY A LAND BANK ARE HEREBY DECLARED TO HAVE ALL
11 THE QUALITIES OF NEGOTIABLE INSTRUMENTS UNDER NEW YORK STATE LAW.

12 (C) THE BONDS OF A LAND BANK CREATED UNDER THE PROVISIONS OF THIS
13 ARTICLE AND THE INCOME THEREFROM SHALL AT ALL TIMES BE FREE FROM TAXA-
14 TION FOR THE STATE OF NEW YORK OR LOCAL PURPOSES UNDER ANY PROVISION OF
15 NEW YORK LAW.

16 (D) BONDS ISSUED BY THE LAND BANK SHALL BE AUTHORIZED BY RESOLUTION OF
17 THE BOARD AND SHALL BE LIMITED OBLIGATIONS OF THE LAND BANK; THE PRINCI-
18 PAL AND INTEREST, COSTS OF ISSUANCE, AND OTHER COSTS INCIDENTAL THERETO
19 SHALL BE PAYABLE SOLELY FROM THE INCOME AND REVENUE DERIVED FROM THE
20 SALE, LEASE, OR OTHER DISPOSITION OF THE ASSETS OF THE LAND BANK. IN THE
21 DISCRETION OF THE LAND BANK, THE BONDS MAY BE ADDITIONALLY SECURED BY
22 MORTGAGE OR OTHER SECURITY DEVICE COVERING ALL OR PART OF THE PROJECT
23 FROM WHICH THE REVENUES SO PLEDGED MAY BE DERIVED. ANY REFUNDING BONDS
24 ISSUED SHALL BE PAYABLE FROM ANY SOURCE DESCRIBED ABOVE OR FROM THE
25 INVESTMENT OF ANY OF THE PROCEEDS OF THE REFUNDING BONDS AND SHALL NOT
26 CONSTITUTE AN INDEBTEDNESS OR PLEDGE OF THE GENERAL CREDIT OF ANY FORE-
27 CLOSING GOVERNMENTAL UNIT OR MUNICIPALITY WITHIN THE MEANING OF ANY
28 CONSTITUTIONAL OR STATUTORY LIMITATION OF INDEBTEDNESS AND SHALL CONTAIN
29 A RECITAL TO THAT EFFECT. BONDS OF THE LAND BANK SHALL BE ISSUED IN SUCH
30 FORM, SHALL BE IN SUCH DENOMINATIONS, SHALL BEAR INTEREST, SHALL MATURE
31 IN SUCH MANNER, AND BE EXECUTED BY ONE OR MORE MEMBERS OF THE BOARD AS
32 PROVIDED IN THE RESOLUTION AUTHORIZING THE ISSUANCE THEREOF. SUCH BONDS
33 MAY BE SUBJECT TO REDEMPTION AT THE OPTION OF AND IN THE MANNER DETER-
34 MINED BY THE BOARD IN THE RESOLUTION AUTHORIZING THE ISSUANCE THEREOF.

35 (E) BONDS ISSUED BY THE LAND BANK SHALL BE ISSUED, SOLD, AND DELIVERED
36 IN ACCORDANCE WITH THE TERMS AND PROVISIONS OF A RESOLUTION ADOPTED BY
37 THE BOARD. THE BOARD MAY SELL SUCH BONDS IN SUCH MANNER, EITHER AT
38 PUBLIC OR AT PRIVATE SALE, AND FOR SUCH PRICE AS IT MAY DETERMINE TO BE
39 IN THE BEST INTERESTS OF THE LAND BANK. THE RESOLUTION ISSUING BONDS
40 SHALL BE PUBLISHED IN A NEWSPAPER OF GENERAL CIRCULATION WITHIN THE
41 JURISDICTION OF THE LAND BANK.

42 (F) NEITHER THE MEMBERS OF A LAND BANK NOR ANY PERSON EXECUTING THE
43 BONDS SHALL BE LIABLE PERSONALLY ON ANY SUCH BONDS BY REASON OF THE
44 ISSUANCE THEREOF. SUCH BONDS OR OTHER OBLIGATIONS OF A LAND BANK SHALL
45 NOT BE A DEBT OF ANY MUNICIPALITY OR OF THE STATE OF NEW YORK, AND SHALL
46 SO STATE ON THEIR FACE, NOR SHALL ANY MUNICIPALITY OR THE STATE OF NEW
47 YORK NOR ANY REVENUES OR ANY PROPERTY OF ANY MUNICIPALITY OR OF THE
48 STATE OF NEW YORK BE LIABLE THEREFOR.

49 S 1612. PUBLIC RECORDS AND PUBLIC MEETINGS.

50 (A) THE BOARD SHALL CAUSE MINUTES AND A RECORD TO BE KEPT OF ALL ITS
51 PROCEEDINGS. EXCEPT AS OTHERWISE PROVIDED IN THIS SECTION, THE LAND BANK
52 SHALL BE SUBJECT TO THE OPEN MEETINGS LAW AND THE FREEDOM OF INFORMATION
53 LAW.

54 (B) A LAND BANK SHALL HOLD A PUBLIC HEARING PRIOR TO FINANCING OR
55 ISSUANCE OF BONDS. THE LAND BANK SHALL SCHEDULE AND HOLD A PUBLIC HEAR-
56 ING AND SOLICIT PUBLIC COMMENT. AFTER THE CONCLUSION OF THE PUBLIC HEAR-

1 ING AND COMMENTS, THE LAND BANK SHALL CONSIDER THE RESULTS OF THE PUBLIC
2 HEARING AND COMMENTS WITH RESPECT TO THE PROPOSED ACTIONS. SUCH CONSID-
3 ERATION BY THE LAND BANK SHALL INCLUDE THE ACCOMMODATION OF THE PUBLIC
4 INTEREST WITH RESPECT TO SUCH ACTIONS; IF SUCH ACCOMMODATION IS DEEMED
5 IN THE BEST INTEREST OF THE COMMUNITY PROPOSED ACTIONS SHALL INCLUDE
6 SUCH ACCOMMODATION.

7 (C) IN ADDITION TO ANY OTHER REPORT REQUIRED BY THIS CHAPTER, THE LAND
8 BANK, THROUGH ITS CHAIRPERSON, SHALL ANNUALLY DELIVER, IN ORAL AND WRIT-
9 TEN FORM, A REPORT TO THE MUNICIPALITY. SUCH REPORT SHALL BE PRESENTED
10 BY MARCH FIFTEENTH OF EACH YEAR TO THE GOVERNING BODY OR BOARD OF THE
11 MUNICIPALITY. THE REPORT SHALL DESCRIBE IN DETAIL THE PROJECTS UNDERTAK-
12 EN BY THE LAND BANK DURING THE PAST YEAR, THE MONIES EXPENDED BY THE
13 LAND BANK DURING THE PAST YEAR, AND THE ADMINISTRATIVE ACTIVITIES OF THE
14 LAND BANK DURING THE PAST YEAR. AT THE CONCLUSION OF THE REPORT, THE
15 CHAIRPERSON OF THE LAND BANK SHALL BE PREPARED TO ANSWER THE QUESTIONS
16 OF THE MUNICIPALITY WITH RESPECT TO THE PROJECTS UNDERTAKEN BY THE
17 AUTHORITY DURING THE PAST YEAR, THE MONIES EXPENDED BY THE MUNICIPALITY
18 DURING THE PAST YEAR, AND THE ADMINISTRATIVE ACTIVITIES OF THE MUNICI-
19 PALITY DURING THE PAST YEAR.

20 S 1613. DISSOLUTION OF LAND BANK.

21 A LAND BANK MAY BE DISSOLVED AS A TYPE C NOT-FOR-PROFIT CORPORATION
22 SIXTY CALENDAR DAYS AFTER AN AFFIRMATIVE RESOLUTION APPROVED BY
23 TWO-THIRDS OF THE MEMBERSHIP OF THE BOARD OF DIRECTORS. SIXTY CALENDAR
24 DAYS ADVANCE WRITTEN NOTICE OF CONSIDERATION OF A RESOLUTION OF DISSOL-
25 UTION SHALL BE GIVEN TO THE FORECLOSING GOVERNMENTAL UNIT OR UNITS THAT
26 CREATED THE LAND BANK, SHALL BE PUBLISHED IN A LOCAL NEWSPAPER OF GENER-
27 AL CIRCULATION, AND SHALL BE SENT CERTIFIED MAIL TO THE TRUSTEE OF ANY
28 OUTSTANDING BONDS OF THE LAND BANK. UPON DISSOLUTION OF THE LAND BANK
29 ALL REAL PROPERTY, PERSONAL PROPERTY AND OTHER ASSETS OF THE LAND BANK
30 SHALL BECOME THE ASSETS OF THE FORECLOSING GOVERNMENTAL UNIT OR UNITS
31 THAT CREATED THE LAND BANK. IN THE EVENT THAT TWO OR MORE FORECLOSING
32 GOVERNMENTAL UNITS CREATE A LAND BANK IN ACCORDANCE WITH SECTION SIXTEEN
33 HUNDRED THREE OF THIS ARTICLE, THE WITHDRAWAL OF ONE OR MORE FORECLOSING
34 GOVERNMENTAL UNITS SHALL NOT RESULT IN THE DISSOLUTION OF THE LAND BANK
35 UNLESS THE INTERGOVERNMENTAL AGREEMENT SO PROVIDES, AND THERE IS NO
36 FORECLOSING GOVERNMENTAL UNIT THAT DESIRES TO CONTINUE THE EXISTENCE OF
37 THE LAND BANK.

38 S 1614. CONFLICTS OF INTEREST.

39 NO MEMBER OF THE BOARD OR EMPLOYEE OF A LAND BANK SHALL ACQUIRE ANY
40 INTEREST, DIRECT OR INDIRECT, IN REAL PROPERTY OF THE LAND BANK, IN ANY
41 REAL PROPERTY TO BE ACQUIRED BY THE LAND BANK, OR IN ANY REAL PROPERTY
42 TO BE ACQUIRED FROM THE LAND BANK. NO MEMBER OF THE BOARD OR EMPLOYEE OF
43 A LAND BANK SHALL HAVE ANY INTEREST, DIRECT OR INDIRECT, IN ANY CONTRACT
44 OR PROPOSED CONTRACT FOR MATERIALS OR SERVICES TO BE FURNISHED OR USED
45 BY A LAND BANK. THE BOARD MAY ADOPT SUPPLEMENTAL RULES AND REGULATIONS
46 ADDRESSING POTENTIAL CONFLICTS OF INTEREST AND ETHICAL GUIDELINES FOR
47 MEMBERS OF THE BOARD AND LAND BANK EMPLOYEES.

48 S 1615. CONSTRUCTION, INTENT AND SCOPE.

49 THE PROVISIONS OF THIS ARTICLE SHALL BE CONSTRUED LIBERALLY TO EFFEC-
50 TUATE THE LEGISLATIVE INTENT AND THE PURPOSES AS COMPLETE AND INDEPEND-
51 ENT AUTHORIZATION FOR THE PERFORMANCE OF EACH AND EVERY ACT AND THING
52 AUTHORIZED BY THIS ARTICLE, AND ALL POWERS GRANTED SHALL BE BROADLY
53 INTERPRETED TO EFFECTUATE THE INTENT AND PURPOSES AND NOT AS A LIMITA-
54 TION OF POWERS. EXCEPT AS OTHERWISE EXPRESSLY SET FORTH IN THIS ARTICLE,
55 IN THE EXERCISE OF ITS POWERS AND DUTIES UNDER THIS ARTICLE AND ITS
56 POWERS RELATING TO PROPERTY HELD BY THE LAND BANK, THE LAND BANK SHALL

HAVE COMPLETE CONTROL AS FULLY AND COMPLETELY AS IF IT REPRESENTED A PRIVATE PROPERTY OWNER AND SHALL NOT BE SUBJECT TO RESTRICTIONS IMPOSED BY THE CHARTER, ORDINANCES, OR RESOLUTIONS OF A LOCAL UNIT OF GOVERNMENT.

S 1616. DELINQUENT PROPERTY TAX ENFORCEMENT.

THE MUNICIPALITY MAY ENTER INTO A CONTRACT TO SELL SOME OR ALL OF THE DELINQUENT TAX LIENS HELD BY IT TO A LAND BANK, SUBJECT TO THE FOLLOWING CONDITIONS:

(A) THE CONSIDERATION TO BE PAID MAY BE MORE OR LESS THAN THE FACE AMOUNT OF THE TAX LIENS SOLD.

(B) PROPERTY OWNERS SHALL BE GIVEN AT LEAST THIRTY DAYS ADVANCE NOTICE OF SUCH SALE IN THE SAME FORM AND MANNER AS IS PROVIDED BY SUBDIVISION TWO OF SECTION ELEVEN HUNDRED NINETY OF THE REAL PROPERTY TAX LAW. FAILURE TO PROVIDE SUCH NOTICE OR THE FAILURE OF THE ADDRESSEE TO RECEIVE THE SAME SHALL NOT IN ANY WAY AFFECT THE VALIDITY OF ANY SALE OF A TAX LIEN OR TAX LIENS OR THE VALIDITY OF THE TAXES OR INTEREST PRESCRIBED BY LAW WITH RESPECT THERETO.

(C) THE MUNICIPALITY SHALL SET THE TERMS AND CONDITIONS OF THE CONTRACT OF SALE.

(D) THE LAND BANK MUST THIRTY DAYS PRIOR TO THE COMMENCEMENT OF ANY FORECLOSURE ACTION PROVIDE TO THE MUNICIPALITY A LIST OF LIENS TO BE FORECLOSED. THE MUNICIPALITY MAY, AT ITS SOLE OPTION AND DISCRETION, REPURCHASE A LIEN OR LIENS ON THE FORECLOSURE LIST FROM THE LAND BANK. THE REPURCHASE PRICE SHALL BE THE AMOUNT OF THE LIEN OR LIENS PLUS ANY ACCRUED INTEREST AND COLLECTION FEES INCURRED BY THE LAND BANK. THE LAND BANK SHALL PROVIDE THE FORECLOSURE LIST TO THE MUNICIPALITY, ALONG WITH THE APPLICABLE REPURCHASE PRICE OF EACH LIEN, BY CERTIFIED MAIL, AND THE MUNICIPALITY SHALL HAVE THIRTY DAYS FROM RECEIPT TO NOTIFY THE LAND BANK OF ITS OPTION TO PURCHASE ONE OR MORE OF THE LIENS. IF THE MUNICIPALITY OPTS TO PURCHASE THE LIEN, IT SHALL PROVIDE PAYMENT WITHIN THIRTY DAYS OF RECEIPT OF THE REPURCHASE PRICE OF SAID LIEN OR LIENS. IF THE MUNICIPALITY SHALL FAIL TO OPT TO REPURCHASE THE LIEN OR LIENS THE LAND BANK SHALL HAVE THE RIGHT TO COMMENCE A FORECLOSURE ACTION IMMEDIATELY.

(E) THE SALE OF A TAX LIEN PURSUANT TO THIS ARTICLE SHALL NOT OPERATE TO SHORTEN THE OTHERWISE APPLICABLE REDEMPTION PERIOD OR CHANGE THE OTHERWISE APPLICABLE INTEREST RATE.

(F) UPON THE EXPIRATION OF THE REDEMPTION PERIOD PRESCRIBED BY LAW, THE PURCHASER OF A DELINQUENT TAX LIEN, OR ITS SUCCESSORS OR ASSIGNS, MAY FORECLOSE THE LIEN AS IN AN ACTION TO FORECLOSE A MORTGAGE AS PROVIDED IN SECTION ELEVEN HUNDRED NINETY-FOUR OF THE REAL PROPERTY TAX LAW. THE PROCEDURE IN SUCH ACTION SHALL BE THE PROCEDURE PRESCRIBED BY ARTICLE THIRTEEN OF THE REAL PROPERTY ACTIONS AND PROCEEDINGS LAW FOR THE FORECLOSURE OF MORTGAGES. AT ANY TIME FOLLOWING THE COMMENCEMENT OF AN ACTION TO FORECLOSE A LIEN, THE AMOUNT REQUIRED TO REDEEM THE LIEN, OR THE AMOUNT RECEIVED UPON SALE OF A PROPERTY, SHALL INCLUDE REASONABLE AND NECESSARY COLLECTION COSTS, ATTORNEYS' FEES, LEGAL COSTS, ALLOWANCES, AND DISBURSEMENTS.

(G) THE PROVISIONS OF TITLE FIVE OF ARTICLE ELEVEN OF THE REAL PROPERTY TAX LAW SHALL APPLY SO FAR AS IS PRACTICABLE TO A CONTRACT FOR THE SALE OF TAX LIENS PURSUANT TO THIS ARTICLE.

(H) IF THE COURT ORDERS A PUBLIC SALE PURSUANT TO SECTION ELEVEN HUNDRED THIRTY-SIX OF THE REAL PROPERTY TAX LAW, AND THE PURCHASER OF THE PROPERTY IS THE LAND BANK, THEN THE FORM, SUBSTANCE, AND TIMING OF THE LAND BANK'S PAYMENT OF THE SALES PRICE MAY BE ACCORDING TO SUCH AGREEMENT AS IS MUTUALLY ACCEPTABLE TO THE PLAINTIFF AND THE LAND BANK. THE OBLIGATION OF THE LAND BANK TO PERFORM IN ACCORDANCE WITH SUCH

1 AGREEMENT SHALL BE DEEMED TO BE IN FULL SATISFACTION OF THE TAX CLAIM
2 WHICH WAS THE BASIS FOR THE JUDGMENT.

3 (I) NOTWITHSTANDING ANY OTHER PROVISION OF LAW TO THE CONTRARY, IN THE
4 EVENT THAT NO MUNICIPALITY ELECTS TO TENDER A BID AT A JUDICIALLY
5 ORDERED SALE PURSUANT TO THE PROVISIONS OF SECTION ELEVEN HUNDRED THIR-
6 TY-SIX OF THE REAL PROPERTY TAX LAW, THE LAND BANK MAY TENDER A BID AT
7 SUCH SALE IN AN AMOUNT EQUAL TO THE TOTAL AMOUNT OF ALL MUNICIPAL CLAIMS
8 AND LIENS WHICH WERE THE BASIS FOR THE JUDGMENT. IN THE EVENT OF SUCH
9 TENDER BY THE LAND BANK THE PROPERTY SHALL BE DEEMED SOLD TO THE LAND
10 BANK REGARDLESS OF ANY BIDS BY ANY OTHER THIRD PARTIES. THE BID OF THE
11 LAND BANK SHALL BE PAID AS TO ITS FORM, SUBSTANCE, AND TIMING ACCORDING
12 TO SUCH AGREEMENT AS IS MUTUALLY ACCEPTABLE TO THE PLAINTIFF AND THE
13 LAND BANK. THE OBLIGATION OF THE LAND BANK TO PERFORM IN ACCORDANCE
14 WITH SUCH AGREEMENT SHALL BE DEEMED TO BE IN FULL SATISFACTION OF THE
15 MUNICIPAL CLAIM WHICH WAS THE BASIS FOR THE JUDGMENT. THE LAND BANK, AS
16 PURCHASER AT SUCH SALE SHALL TAKE AND FOREVER THEREAFTER HAVE, AN ABSO-
17 LUTE TITLE TO THE PROPERTY SOLD, FREE AND DISCHARGED OF ALL TAX AND
18 MUNICIPAL CLAIMS, LIENS, MORTGAGES, CHARGES AND ESTATES OF WHATSOEVER
19 KIND. THE DEED TO THE LAND BANK SHALL BE EXECUTED, ACKNOWLEDGED AND
20 DELIVERED WITHIN THIRTY DAYS OF THE SALE.

21 S 1617. CONTRACTS.

22 (A) THE LAND BANK MAY, IN ITS DISCRETION, ASSIGN CONTRACTS FOR SUPER-
23 VISION AND COORDINATION TO THE SUCCESSFUL BIDDER FOR ANY SUBDIVISION OF
24 WORK FOR WHICH THE LAND BANK RECEIVES BIDS. ANY CONSTRUCTION, DEMOLI-
25 TION, RENOVATION AND RECONSTRUCTION CONTRACT AWARDED BY THE LAND BANK
26 SHALL CONTAIN SUCH OTHER TERMS AND CONDITIONS AS THE LAND BANK MAY DEEM
27 DESIRABLE. THE LAND BANK SHALL NOT AWARD ANY CONSTRUCTION, DEMOLITION,
28 RENOVATION AND RECONSTRUCTION CONTRACT GREATER THAN TEN THOUSAND DOLLARS
29 EXCEPT TO THE LOWEST BIDDER WHO, IN ITS OPINION, IS QUALIFIED TO PERFORM
30 THE WORK REQUIRED AND WHO IS RESPONSIBLE AND RELIABLE. THE LAND BANK
31 MAY, HOWEVER, REJECT ANY OR ALL BIDS OR WAIVE ANY INFORMALITY IN A BID
32 IF IT BELIEVES THAT THE PUBLIC INTEREST WILL BE PROMOTED THEREBY. THE
33 LAND BANK MAY REJECT ANY BID, IF, IN ITS JUDGMENT, THE BUSINESS AND
34 TECHNICAL ORGANIZATION, PLANT, RESOURCES, FINANCIAL STANDING, OR EXPERI-
35 ENCE OF THE BIDDER JUSTIFIES SUCH REJECTION IN VIEW OF THE WORK TO BE
36 PERFORMED.

37 (B) FOR THE PURPOSES OF ARTICLE FIFTEEN-A OF THE EXECUTIVE LAW ONLY,
38 THE LAND BANK SHALL BE DEEMED A STATE AGENCY AS THAT TERM IS USED IN
39 SUCH ARTICLE, AND ALL CONTRACTS FOR PROCUREMENT, DESIGN, CONSTRUCTION,
40 SERVICES AND MATERIALS SHALL BE DEEMED STATE CONTRACTS WITHIN THE MEAN-
41 ING OF THAT TERM AS SET FORTH IN SUCH ARTICLE.

42 S 2. Subdivision 2 of section 2 of the public authorities law, as
43 added by chapter 766 of the laws of 2005, is amended to read as follows:

44 2. "local authority" shall mean (a) a public authority or public bene-
45 fit corporation created by or existing under this chapter or any other
46 law of the state of New York whose members do not hold a civil office of
47 the state, are not appointed by the governor or are appointed by the
48 governor specifically upon the recommendation of the local government or
49 governments; (b) a not-for-profit corporation affiliated with, sponsored
50 by, or created by a county, city, town or village government; (c) a
51 local industrial developmental agency or authority or other local public
52 benefit corporation; [or] (d) an affiliate of such local authority; OR
53 (E) A LAND BANK CORPORATION CREATED PURSUANT TO ARTICLE SIXTEEN OF THE
54 NOT-FOR-PROFIT CORPORATION LAW.

55 S 3. This act shall take effect immediately.