1093

2011-2012 Regular Sessions

IN SENATE

January 5, 2011

- Introduced by Sens. PARKER, KLEIN, MONTGOMERY, PERKINS, SAMPSON -- read twice and ordered printed, and when printed to be committed to the Committee on Local Government
- AN ACT to amend the general municipal law, in relation to the creation of the sustainable energy loan program to assist homeowners in the installation of distributed generation renewable energy sources or energy efficiency improvements

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

1 2	Section 1. The general municipal law is amended by adding a new arti- cle 17-B to read as follows:
3	ARTICLE 17-B
4	SUSTAINABLE ENERGY LOAN PROGRAM
5	SECTION 795. LEGISLATIVE INTENT.
6	796. DEFINITIONS.
7	797. SUSTAINABLE ENERGY LOAN PROGRAM.
8	798. STATE CAPITAL GRANTS AND/OR LOANS TO ASSIST THE SUSTAINABLE
9	ENERGY LOAN PROGRAM.
10	S 795. LEGISLATIVE INTENT. IT IS THE INTENT OF THE LEGISLATURE TO
11	PROMOTE ENERGY EFFICIENCY AMONG THE PEOPLE OF THE STATE. MANY OF THE
12	AVAILABLE RENEWABLE ENERGY TECHNOLOGIES ARE COSTLY ENDEAVORS THAT PROP-
13	ERTY OWNERS OF THE STATE CANNOT AFFORD TO MAKE. THIS LEGISLATION WOULD
14	HELP LOWER ENERGY COSTS, REDUCE GREENHOUSE EMISSIONS AND MAKE ENERGY
15	EFFICIENCY IMPROVEMENTS MORE AFFORDABLE BY OFFERING A SUSTAINABLE ENERGY
16	LOAN PROGRAM TO ASSIST HOMEOWNERS IN THE INSTALLATION OF DISTRIBUTED
17	GENERATION RENEWABLE ENERGY SOURCES OR ENERGY EFFICIENCY IMPROVEMENTS
18	THROUGH LOANS OFFERED BY THE MUNICIPALITY TO BE REPAID OVER A PERIOD OF

19 TIME THROUGH AN ANNUAL TAX ON THE PROPERTY.
20 S 796. DEFINITIONS. 1. "DISTRIBUTED GENERATION" SHALL MEAN THE GENER21 ATION OF ENERGY CLOSE TO THE POINT OF USE.

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

LBD02146-01-1

"RENEWABLE ENERGY SOURCES" SHALL MEAN THE PRODUCTION OF ENERGY 1 2. THROUGH HYDRO, SOLAR, GEOTHERMAL, BIOMASS, AND WIND SOURCES. 2 3 S 797. SUSTAINABLE ENERGY LOAN PROGRAM. 1. (A) EACH MUNICIPALITY SHALL 4 OFFER A SUSTAINABLE ENERGY LOAN TO HOMEOWNERS FOR THE FINANCING OF THE 5 INSTALLATION OF DISTRIBUTED GENERATION RENEWABLE ENERGY SOURCES OR ENER-6 GY EFFICIENCY IMPROVEMENTS THAT ARE PERMANENTLY FIXED TO THE RESIDENTIAL 7 PROPERTY. 8 (B) SUCH LOAN SHALL ONLY BE AVAILABLE TO OWNERS OF DEVELOPED RESIDEN-9 TIAL PROPERTY THAT ARE UNDERGOING CAPITAL UPGRADES OR IMPROVEMENTS. 10 (C) SUCH LOANS SHALL NOT BE AVAILABLE TO FINANCE PARCELS UNDERGOING 11 DEVELOPMENT. 12 2. THE LOAN REFERENCED IN SUBDIVISION ONE OF THIS SECTION SHALL BE REPAID BY THE HOMEOWNER THROUGH A CONTRACTUAL ASSESSMENT LEVIED ON THE 13 14 PROPERTY WHERE THE SUSTAINABLE ENERGY LOAN WAS RECEIVED AND APPLIED. 15 3. THE MUNICIPALITY SHALL DISTRIBUTE INFORMATION TO HOMEOWNERS AND 16 REPORT TO THE LEGISLATURE, IDENTIFYING THE FOLLOWING INFORMATION: 17 THE KINDS OF DISTRIBUTED GENERATION RENEWABLE ENERGY SOURCES OR (A) ENERGY EFFICIENCY IMPROVEMENTS THAT MAY BE FINANCED THROUGH THE USE OF 18 19 CONTRACTUAL ASSESSMENTS; IDENTIFICATION OF THE MUNICIPAL OFFICIAL AUTHORIZED TO ENTER INTO 20 (B) 21 CONTRACTUAL ASSESSMENTS ON BEHALF OF THE MUNICIPALITY; 22 (C) A MAXIMUM AGGREGATE DOLLAR AMOUNT OF CONTRACTUAL ASSESSMENTS; 23 (D) A METHOD FOR SETTING REQUESTS FROM PROPERTY OWNERS FOR FINANCING 24 THROUGH CONTRACTUAL ASSESSMENTS IN PRIORITY ORDER, IN THE EVENT THAT 25 REQUESTS APPEAR LIKELY TO EXCEED THE AUTHORIZATION AMOUNT; AND 26 (E) A PLAN FOR RAISING A CAPITAL AMOUNT REQUIRED TO PAY FOR WORK 27 PERFORMED PURSUANT TO CONTRACTUAL ASSESSMENTS INCLUDING: 28 (1) AMOUNTS TO BE ADVANCED BY THE MUNICIPALITY THROUGH FUNDS AVAILABLE 29 TO IT FROM ANY SOURCE, (2) A STATEMENT OF OR METHOD FOR DETERMINING THE INTEREST RATE AND 30 31 TIME PERIOD DURING WHICH CONTRACTING RESIDENTIAL PROPERTY OWNERS WOULD 32 PAY AN ASSESSMENT, AND 33 (3) A PLAN FOR RESERVE FUND OR FUNDS AND THE APPORTIONMENT OF ALL OR 34 ANY PORTION OF THE COSTS INCIDENTAL TO FINANCING, ADMINISTRATION, AND 35 COLLECTION OF THE CONTRACTUAL ASSESSMENT PROGRAM AMONG CONSENTING RESI-DENTIAL PROPERTY OWNERS AND THE MUNICIPALITY. 36 37 4. THE APPROPRIATE MUNICIPAL OFFICIAL SHALL ENTER INTO CONSULTATIONS 38 WITH THE COUNTY TAX ASSESSOR'S OFFICE TO REACH AN AGREEMENT CONCERNING 39 THE ADDITIONAL FEES, IF ANY, THAT WILL BE CHARGED FOR INCORPORATING THE 40 PROPOSED CONTRACTUAL ASSESSMENTS INTO THE ASSESSMENTS OF THE GENERAL TAXES OF THE COUNTY ON RESIDENTIAL REAL PROPERTY, AND A PLAN FOR FINANC-41 ING THE PAYMENT OF THOSE FEES. 42 5. THE MUNICIPALITY SHALL IMPLEMENT REPORTING MECHANISMS TO SHOW INDI-43 44 VIDUALS OF THE STATE, AND THE LEGISLATURE, WHERE THE INSTALLATION OF 45 DISTRIBUTED GENERATION RENEWABLE ENERGY SOURCES OR ENERGY EFFICIENCY IMPROVEMENTS ARE BEING MADE BY HOMEOWNERS WITHIN THE COUNTY. 46 47 6. THE AGGREGATE AMOUNT OF EACH SUSTAINABLE ENERGY LOAN PROVIDED BY 48 THE MUNICIPALITY SHALL NOT EXCEED THE COST OF THE EQUIPMENT AND MATERI-49 ALS NECESSARY FOR THE INSTALLATION OF DISTRIBUTED GENERATION RENEWABLE 50 ENERGY SOURCES OR ENERGY EFFICIENCY IMPROVEMENTS PLUS THE COSTS FOR 51 INSTALLATION OF SUCH EOUIPMENT. 7. CONTRACTUAL ASSESSMENTS LEVIED PURSUANT TO THIS SECTION, AND THE 52 53 INTEREST AND ANY PENALTIES THEREON, SHALL CONSTITUTE A LIEN AGAINST THE 54 PARCELS OF LAND ON WHICH THEY ARE MADE UNTIL THEY ARE PAID. 55 S 798. STATE CAPITAL GRANTS AND/OR LOANS TO ASSIST THE SUSTAINABLE 56 ENERGY LOAN PROGRAM. 1. THE STATE SHALL MAKE OR CONTRACT TO MAKE A STATE 1 CAPITAL GRANT AND/OR LOAN, WITHIN APPROPRIATIONS THEREFOR, TO A MUNICI-2 PALITY TO ASSIST IN MEETING THE COST AND PLANS FOR THE SUSTAINABLE ENER-3 GY LOAN PROGRAM ESTABLISHED BY SECTION SEVEN HUNDRED NINETY-SEVEN OF 4 THIS ARTICLE, INCLUDING THE ADMINISTRATIVE AND OTHER RELATED EXPENDI-5 TURES TO BE INCURRED IN UNDERTAKING SUCH LOAN PROGRAM.

6 2. (A) ALL CONTRACTS FOR STATE CAPITAL GRANTS AND/OR LOANS ISSUED 7 PURSUANT TO THIS SECTION SHALL BE SUBJECT TO APPROVAL BY THE STATE COMP-8 TROLLER, AND BY THE ATTORNEY GENERAL AS TO FORM.

9 (B) ADVANCES OR PROGRESS PAYMENTS MAY BE MADE ON ACCOUNT OF ANY STATE 10 CAPITAL GRANT AND/OR LOAN CONTRACTED TO BE MADE PURSUANT TO THIS SECTION 11 AND SUCH ADVANCES OR PAYMENTS SHALL NOT CONSTITUTE PERIODIC SUBSIDIES.

3. ANY SUCH STATE CAPITAL GRANT AND/OR LOAN SHALL BE IN SUCH AMOUNT,
WITHIN APPROPRIATIONS THEREFOR, AS THE COMMISSIONER, IN HIS OR HER
DISCRETION, MAY DEEM NECESSARY TO ASSIST THE MUNICIPALITY IN DISCHARGING
ITS OBLIGATIONS IN CONNECTION WITH THE SUSTAINABLE ENERGY LOAN PROGRAM
FOR WHICH THE GRANT AND/OR LOAN SHALL BE MADE.

17 S 2. This act shall take effect on the first of January next succeed-18 ing the date on which it shall have become a law. Provided, however, 19 that effective immediately the addition, amendment and/or repeal of any 20 rule or regulation necessary for the implementation of this act on its 21 effective date is authorized and directed to be made and completed on or 22 before such effective date.