S. 7205 A. 9522

## SENATE-ASSEMBLY

## May 6, 2014

IN SENATE -- Introduced by Sen. LAVALLE -- read twice and ordered printed, and when printed to be committed to the Committee on Local Government

IN ASSEMBLY -- Introduced by M. of A. THIELE -- read once and referred to the Committee on Local Governments

AN ACT to amend the town law and the public authorities law, in relation to the establishment, extension, powers and expenses of underground utility improvement districts

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

Section 1. Section 190 of the town law, as amended by chapter 378 of the laws of 2012, is amended to read as follows:

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190. Establishment or extension of improvement districts. Upon a petition as hereinafter provided, the town board of any town may establish or extend in said town a sewer, drainage, water, water quality treatment, park, public parking, lighting, snow removal, water supply, sidewalk, a fallout shelter district or refuse and garbage district, aquatic plant growth control district, ambulance district, watershed protection improvement district, UNDERGROUND UTILITY IMPROVEMENT 10 DISTRICT, and in any town bordering upon or containing within its bound-11 aries any navigable waters of this state, a harbor improvement district, a public dock district, or beach erosion control district, and provide 12 improvements or services, or both, in any such district, wholly at the 14 expense of the district; but no water supply district shall be established or extended to include lands situate within the boundaries of a water district. No such district shall be established or extended city or in an incorporated village provided, however, that such a district may be established or extended wholly or partly within an incorporated village on consent of the village expressed in a local law, 20 ordinance or resolution, subject to a referendum on petition under 21 section twenty-four of the municipal home rule law or a permissive referendum under article nine of the village law, as the case may be, 22 and except, in the case of a water quality treatment district, on 23

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

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consent of a village expressed in a local law or by resolution of the board of trustees and not subject to any referendum.

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- S 2. Paragraph a of subdivision 1 of section 193 of the town law, as amended by chapter 378 of the laws of 2012, is amended to read as follows:
- 6 Whenever a petition shall be presented to the town board pursuant 7 to this article, for the establishment or extension of a sewer, wastewater disposal, drainage, water, water quality treatment, park, public parking, lighting, snow removal, water supply, sidewalk, refuse and 9 10 garbage, aquatic plant growth control district, ambulance district, harbor improvement district, public dock district, beach erosion control 11 12 district, watershed protection improvement district, UNDERGROUND UTILITY IMPROVEMENT DISTRICT, or a fallout shelter district, the board shall 13 14 adopt an order and enter the same in the minutes of its proceedings, 15 reciting in general terms the filing of such petition, the boundaries of proposed district, the improvements proposed, the maximum amount 16 proposed to be expended for the improvement as stated in the petition or 17 18 the maximum amount to be expended for the performance or supplying of 19 services if a maximum amount is stated in the petition, the estimated 20 cost of hook-up fees, if any, to, and the cost of the district or exten-21 sion to, the typical property and, if different, the typical one or 22 family home, and specifying the time when and place where said board 23 will meet to consider the petition and to hear all persons interested in 24 the subject thereof, concerning the same. The board shall cause a copy 25 such order, certified by the town clerk, to be published at least 26 once in the official paper, the first publication thereof to be not less 27 than ten nor more than twenty days before the day set therein for aforesaid, and shall also cause a copy thereof to be posted 28 hearing as 29 on the signboard of the town maintained pursuant to subdivision section thirty of this chapter, not less than ten nor more than twenty 30 days before the day designated for the hearing as aforesaid. 31 32 the town maintains a website, such information may also be event that provided on the website. Prior to the publication of a copy of 33 order, the board shall cause to be prepared, and file for public inspection with the town clerk, a detailed explanation of how the esti-34 35 mated cost of hook-up fees, if any, to, and the cost of the district or 36 37 extension to, the typical property and, if different, the typical one or 38 two family home was computed.
  - S 3. Section 198 of the town law is amended by adding a new subdivision 10-h to read as follows:
  - UNDERGROUND UTILITY IMPROVEMENT DISTRICT. AFTER AN UNDERGROUND UTILITY IMPROVEMENT DISTRICT HAS BEEN ESTABLISHED, THE TOWN SUCH ACTION AS MAY BE REQUIRED TO ADOPT PLANS AND SPECIFICATIONS AND ENTER INTO A CONTRACT OR CONTRACTS, OR TAKE SUCH OTHER ACTIONS REQUIRED WITH A PUBLIC UTILITY COMPANY, MUNICIPALITY, OR PUBLIC AUTHORITY IN ORDER TO CONSTRUCT UNDERGROUND NEW PUBLIC UTILITY CONVERT EXISTING OVERHEAD PUBLIC UTILITY FACILITIES TO UNDER-GROUND FACILITIES. FOR THE PURPOSES OF THIS SUBDIVISION, "PUBLIC UTILITY FACILITIES" SHALL INCLUDE THE TRANSMISSION AND DISTRIBUTION TELEPHONE LINES, AND CABLE TELEVISION LINES, INCLUDING ENERGY, POLES, WIRES, AND ALL ASSOCIATED STRUCTURES.
  - S 4. Subdivision 3 of section 202 of the town law, as amended by chapter 378 of the laws of 2012, is amended to read as follows:
  - 3. The expense of the establishment of a park, public parking, water, lighting, snow removal, water supply, water, water storage and distribution, sidewalk, refuse and garbage, aquatic plant growth control

district, ambulance district, harbor improvement district, watershed protection improvement district, UNDERGROUND UTILITY 3 DISTRICT, public dock district, fallout shelter district, or beach erosion control district, and providing improvements or services, or both, therefor, and of constructing lateral water mains pursuant to paragraph (b) of subdivision one of section one hundred ninety-nine OF 5 6 THIS ARTICLE, shall be assessed, levied and collected from the several 7 8 lots and parcels of land within the district for each purpose in the 9 same manner and at the same time as other town charges, except as other-10 wise provided by law. In the event that any order adopted pursuant to 11 section two hundred nine-d of this chapter for the establishment of a 12 water district, sidewalk district, a public parking district, a refuse and garbage district, an aquatic plant growth control district, lighting 13 district, watershed protection improvement district, UNDERGROUND UTILITY 14 15 IMPROVEMENT DISTRICT, or beach erosion and control district or that any 16 petition for the establishment of a water district, sidewalk district, a 17 public parking district, a refuse and garbage district, an aquatic plant 18 growth control district, lighting district, or beach erosion control 19 district, shall contain a statement that the cost of constructing the water system, sidewalks, lighting system, or acquiring and improving 20 lands for public parking or for refuse and garbage purposes or for beach 21 22 erosion control, or for watershed protection improvement district, OR 23 FOR UNDERGROUND UTILITY IMPROVEMENT DISTRICT, or for aquatic plant growth control, shall be assessed by the town board in proportion as 24 25 nearly as may be to the benefit which each lot or parcel will derive therefrom, the amount to be raised for the payment of the principal and 26 27 interest of the bonds issued for the construction of the water system, 28 sidewalks, lighting system, or acquiring and improving lands for public 29 parking or for refuse and garbage purposes or for beach erosion control, or for aquatic plant growth control, or for watershed protection 30 improvement district, OR FOR UNDERGROUND UTILITY IMPROVEMENT DISTRICT, 31 32 pursuant to such petition or order, shall be assessed on the lands with-33 in such district in the same manner as provided in the case of trunk sewers. The expense of constructing lateral water mains pursuant to paragraph (c) of subdivision one of section one hundred ninety-nine OF 34 35 ARTICLE shall be assessed, levied and collected from the several 36 37 lots and parcels of land within the district in proportion to the area of such lot or parcel of land to the total area of the district. 38 39

S 5. Subdivision 2 of section 202-b of the town law, as amended by chapter 378 of the laws of 2012, is amended to read as follows:

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2. The town board may, on behalf of a park, public parking, ambulance, lighting, snow removal, refuse and garbage, public dock, watershed protection improvement district, UNDERGROUND UTILITY IMPROVEMENT DISTRICT, or beach erosion control district, and within the limitations of section one hundred ninety-eight of this chapter, acquire additional apparatus and equipment and replace obsolete, inadequate, damaged, destroyed or worn-out apparatus and equipment, and it may construct additional facilities and appurtenances thereto or reconstruct or replace obsolete, inadequate, damaged, destroyed or worn-out facilities and appurtenances thereto. Such expenditure shall be authorized in the manner provided in subdivision one of this section, except that the map and plan described by said subdivision one shall not be required. However, nothing herein contained shall be construed to limit or supersede the provisions of section seventy-two hundred three of the education law.

S 6. Subdivision 1 of section 209-a of the town law, as amended by chapter 378 of the laws of 2012, is amended to read as follows:

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- 1. the term "improvement district" shall include only a sewer, wastewater disposal, drainage, water, park, public parking, lighting, snow removal, water supply, sidewalk, refuse and garbage, aquatic plant growth control, or watershed protection improvement district, OR UNDERGROUND UTILITY IMPROVEMENT DISTRICT, or ambulance district in any town, and, in any town bordering upon or containing within its boundaries any navigable water of this state a public dock or beach erosion control district;
- S 7. Subdivision 1 of section 209-d of the town law, as amended by chapter 378 of the laws of 2012, is amended to read as follows:
- Subsequent to the date of the filing of the map, plans and report 13 14 in the office of the town clerk as required in section two hundred 15 this article the town board may adopt an order and enter the 16 same in the minutes of its proceedings reciting a description of 17 boundaries of the proposed district or extension in a manner sufficient 18 to identify the lands included therein as in a deed of conveyance, 19 improvements proposed, the maximum amount proposed to be expended for 20 the improvement, the estimated cost of hook-up fees, if any, to, and the 21 cost of the district or extension to, the typical property and, 22 different, the typical one or two family home, the proposed method of financing to be employed, the fact that a map, plan and report describ-23 24 the same are on file in the town clerk's office for public 25 inspection and specifying the time when and the place where said board 26 will meet and hold a public hearing to hear all persons interested in the subject thereof, concerning the same. If such order proposes only the performance or supplying of certain services, it may state the maxi-27 28 29 mum amount to be expended annually for such services. The board shall 30 cause a copy of such order to be published at least once in the official paper, the first publication thereof to be not less than ten nor more 31 32 than twenty days before the day set therein for the hearing as afore-33 said, and shall also cause a copy thereof to be posted on the sign-board 34 of the town maintained pursuant to subdivision six of section thirty of 35 this chapter, not less than ten nor more than twenty days before the day designated for the hearing as aforesaid. Such order may further state 36 37 such place other than the town clerk's office where the map, plan and report may be examined in advance of the hearing, if the town board determines that, in the public interest, some other additional place is 38 39 40 necessary or desirable. If a water district, sidewalk district, a public parking district, a refuse and garbage district, aquatic plant growth 41 control district, watershed protection improvement district, UNDERGROUND 42 43 UTILITY IMPROVEMENT DISTRICT, or beach erosion control district proposed, such order may contain a statement that the cost of construct-45 ing the water system, sidewalks or acquiring lands for public parking or 46 refuse and garbage purposes, or aquatic plant growth control 47 beach erosion control purposes or for or for watershed protection improvement purposes, OR FOR UNDERGROUND UTILITY IMPROVEMENT PURPOSES, 48 shall be assessed by the town board in proportion as nearly as may be to 49 50 the benefit which each lot or parcel will derive therefrom. Prior to the 51 publication of the order, the board shall cause to be prepared, and file for public inspection with the town clerk, a detailed explanation of how 52 the estimated cost of hook-up fees, if any, to, and the cost of the 53 district or extension to, the typical property and, if different, the 54 typical one or two family home, was computed.

- S 8. Section 1020-g of the public authorities law is amended by adding a new subdivision (o) to read as follows:
- WHERE A TOWN IN THE SERVICE AREA OF THE AUTHORITY HAS ESTAB-LISHED AN UNDERGROUND UTILITY IMPROVEMENT DISTRICT IN ORDER TO GROUND THE AUTHORITY'S PUBLIC UTILITY FACILITIES, PURSUANT TO ARTICLE TWELVE OR TWELVE-A OF THE TOWN LAW, SUCH TOWN MAY PETITION THE AUTHORITY TO CONTRIBUTE TO THE DISTRICT AT LEAST FIFTY PERCENT (50%) OF INCREMENTAL COST OF IMPROVEMENTS FOR THE DISTRICT PURSUANT TO THE PROVISIONS OF THIS SUBDIVISION. "NET INCREMENTAL COST" SHALL BE THE DIFFERENCE BETWEEN THE TOTAL COST OF CONSTRUCTING PUBLIC UTILITY FACILI-UNDERGROUND AND THE TOTAL COST OF CONSTRUCTING SUCH FACILITIES OVERHEAD. THE TERM "PUBLIC UTILITY FACILITIES" SHALL HAVE THE SAME MEAN-ING AS IN SUBDIVISION TEN-H OF SECTION ONE HUNDRED NINETY-EIGHT OF THE TOWN LAW. ANY STATE OR FEDERAL AID TO CONSTRUCT SUCH PUBLIC UTILITY FACILITIES SHALL ALSO BE SUBTRACTED FROM NET INCREMENTAL COST.
  - (II) THE AUTHORITY AND THE TOWN SHALL HOLD A JOINT PUBLIC HEARING ON THE PETITION OF THE TOWN.
- (III) THE AUTHORITY AND THE TOWN SHALL DETERMINE WHETHER OR NOT FUND-ING BY THE AUTHORITY IS IN THE GENERAL PUBLIC INTEREST.
- (IV) IN DETERMINING GENERAL PUBLIC INTEREST, THE TOWN AND THE AUTHORITY SHALL CONSIDER: (A) WHETHER THE PROJECT WILL AVOID OR ELIMINATE AN UNUSUALLY HEAVY CONCENTRATION OF OVERHEAD ELECTRIC PUBLIC UTILITY FACILITIES, OR (B) WHETHER THE STREET OR ROADWAY IS EXTENSIVELY USED BY THE GENERAL PUBLIC AND CARRIES A HEAVY VOLUME OF PEDESTRIAN OR VEHICLE TRAFFIC, OR (C) THE STREET OR ROADWAY PASSES THROUGH AN AREA WHICH IS OF GENERAL PUBLIC INTEREST BASED UPON OPEN SPACE RESOURCES, FARMLAND PRESERVATION RESOURCES, HISTORIC PRESERVATION RESOURCES, PARK AND RECREATION RESOURCES, OR SCENIC OR AESTHETIC RESOURCES.
- (V) THE AUTHORITY SHALL COMMIT TO PAY AT LEAST FIFTY PERCENT (50%) OF THE NET INCREMENTAL COST OF THE IMPROVEMENTS OF THE DISTRICT, IF THE AUTHORITY AND THE TOWN EACH FIND THAT ANY OF THE THREE STANDARDS IN PARAGRAPH (IV) OF THIS SUBDIVISION ARE MET.
- 33 (VI) ANY DETERMINATION UNDER THIS SUBDIVISION SHALL BE SUBJECT TO 34 REVIEW PURSUANT TO ARTICLE SEVENTY-EIGHT OF THE CIVIL PRACTICE LAW AND 35 RULES.
  - S 9. This act shall take effect immediately.

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