## STATE OF NEW YORK

2922

2017-2018 Regular Sessions

## IN ASSEMBLY

January 23, 2017

Introduced by M. of A. BRINDISI, GUNTHER, FRIEND, PALMESANO, SANTABAR-BARA, DiPIETRO, LUPARDO, SCHIMMINGER, GRAF, LUPINACCI, SKARTADOS, SKOUFIS, MURRAY, GOODELL, JENNE, LIFTON, STEC, WOERNER -- Multi-Sponsored by -- M. of A. BARCLAY, BLANKENBUSH, LALOR, LAWRENCE, MAGEE, McDONALD, McDONOUGH, McKEVITT, McLAUGHLIN, MONTESANO, RAIA -- read once and referred to the Committee on Local Governments

AN ACT to amend the general municipal law and the education law, in relation to prohibiting the establishment of certain programs mandated for municipal corporations and school districts unless such programs are fully funded by the state

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. The general municipal law is amended by adding a new 2 section 25 to read as follows:

3 <u>§ 25. Funding of mandates. 1. Definitions. As used in this section,</u> 4 the following terms shall have the following meanings unless the context

5 shall otherwise require:

6 (a) "Mandate" means:

(i) any state law, rule or regulation which establishes a new program
or requires a higher level of service for an existing program which a
municipal corporation is required to provide; or

(ii) any provision of general law which grants a new property tax
exemption or abatement or increases an existing property tax exemption
or abatement which a municipal corporation is required to provide.

13 (b) "Unfunded mandate" shall mean:

(i) any state law, rule or regulation which establishes a new program or requires a higher level of service for an existing program which a municipal corporation is required to provide, and which results in a net additional cost to such municipal corporation;

18 (ii) any alteration in funding provided to a municipal corporation for 19 the purpose of defraying the costs of a program which it is required to

EXPLANATION--Matter in <u>italics</u> (underscored) is new; matter in brackets [-] is old law to be omitted.

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1	provide, thereby resulting in a net additional cost to such municipal
2	corporation; or
3	(iii) any provision of general law which grants a new property tax
4	exemption or abatement or increases an existing property tax exemption
5	or abatement which any municipal corporation is required to provide,
б	thereby resulting in a net additional cost to such municipal corpo-
7	ration.
8	(c) "Net additional cost" means the increased cost or costs incurred
9	or anticipated to be incurred within a one year period by a municipal
10	corporation in performing or administering a mandate after subtracting
11	therefrom any revenues received or receivable by such municipal corpo-
12	ration on account of the mandated program or service, including but not
13	limited to:
14	(i) fees charged to the recipients of the mandated program or service;
15	(ii) state or federal aid paid specifically or categorically in
16	connection with the program or service; and
17	(iii) an offsetting savings resulting from the diminution or elimi-
18	nation of any other program or service directly attributable to the
19	performance or administration of the mandated program.
20	2. Funding of municipal corporation mandates. Notwithstanding any
21	other provision of law to the contrary, no unfunded mandate shall be
22	enacted which creates an increased annual net additional cost to any
23	municipal corporation. Each mandate which imposes a net additional cost
24	upon a municipal corporation shall provide for compensation or funding
25	by the state of the full amount of the net additional cost thereof. In
26	the event such compensation or funding is not provided, the mandate
27	shall be void.
28	3. Exemptions to the funding of municipal corporation mandates
29	requirement. (a) The state shall not be required to fund any mandate if:
30	(i) The mandate is required by a court order or judgment;
31	(ii) The mandate is provided at the option of the local government
32	under a law, regulation, rule or order that is permissive rather than
33	mandatory;
34	(iii) The mandate results from the enactment of legislation requested
35	by the municipal corporation in a home rule message requesting authority
36	to implement the program or service specified in the statute, and the
37	statute imposes costs only upon that municipal corporation which
38	requests the authority to implement the program or service;
39	(iv) The mandate is required by, or arises from, an executive order of
40	the governor exercising his or her emergency powers; or
41	(v) The mandate is required by statute or executive order that imple-
42	ments a federal law or regulation and results from costs mandated by the
43	federal government to be borne at the local level, unless the statute or
44	executive order results in costs which exceed the costs mandated by the
45	federal government.
46	(b) Every statute, rule or regulation establishing a mandate shall
47	provide that the effective date of any such mandate imposed on municipal
48	corporations shall be consistent with the needs of the state and munici-
49	pal corporations to plan implementation thereof and be consistent with
50	the availability of required funds.
51	§ 2. The education law is amended by adding a new section 1527-a to
52	read as follows:
53	§ 1527-a. Funding of mandates imposed on school districts. 1. Defi-
54	nitions. As used in this section, the following terms shall have the
55	following meanings unless the context shall otherwise require:
	(a) "Mandate" means:

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1	(i) any state law, rule or regulation which establishes a new program
2	or requires a higher level of service for an existing program which a
3	school district is required to provide; or
4	(ii) any provision of general law which grants a new property tax
5	exemption or abatement or increases an existing property tax exemption
6	or abatement which a school district is required to provide.
7	(b) "Unfunded mandate" shall mean:
8	(i) any state law, rule or regulation which establishes a new program
9	or requires a higher level of service for an existing program which a
10	school district is required to provide and which results in a net addi-
11	tional cost to such school district;
12	(ii) any alteration in funding provided to a school district for the
13	purpose of defraying the costs of a program which it is required to
14	provide, thereby resulting in a net additional cost to such school
15	<u>district; or</u>
16	(iii) any provision of general law which grants a new property tax
17	exemption or abatement or increases an existing property tax exemption
18	or abatement which a school district is required to provide, thereby
19	resulting in a net additional cost to such school district.
20	(c) "Net additional cost" means the increased cost or costs incurred
21	or anticipated to be incurred within a one year period by a school
22	district in performing or administering a mandate after subtracting
23	therefrom any revenues received or receivable by such school district on
24	account of the mandated program or service, including but not limited
25	to:
26	(i) fees charged to the recipients of the mandated program or service;
27	(ii) state or federal aid paid specifically or categorically in
28	connection with the program or service; and
29	(iii) an offsetting savings resulting from the diminution or elimi-
30	nation of any other program or service directly attributable to the
31	performance or administration of the mandated program.
32	2. Funding of school district mandates. Notwithstanding any other
33	provision of law to the contrary, no unfunded mandate shall be enacted
34	which creates a net additional cost to any school district. Each
35	mandate which imposes a net additional cost upon a school district shall
36	provide for compensation or funding by the state of the full amount of
37	the net additional costs thereof. In the event such compensation or
38	funding is not provided, the mandate shall be void.
39	
40	(a) The state shall not be required to fund any mandate for school
41	districts if:
42	(i) The mandate is required by a court order or judgment;
43	(ii) The mandate is provided at the option of the school district
44	under a law, regulation, rule or order that is permissive rather than
45	mandatory;
46	(iii) The mandate results from the enactment of legislation requested
47	by the school district in a home rule message requesting authority to
48	implement the program or service specified in the statute, and the stat-
49	ute imposes costs only upon that school district which requests the
50	authority to implement the program or service;
51	(iv) The mandate is required by, or arises from, an executive order of
52	the governor exercising his or her emergency powers; or
53	(v) The mandate is required by statute or executive order that imple-
54 55	ments a federal law or regulation and results from costs mandated by the federal government to be borne at the local level, unless the statute or
22	recerat government to be borne at the local level, unless the statute or

1	executive order results in costs which exceed the costs mandated by the
2	federal government.
3	(b) Every statute, rule or regulation establishing a mandate shall
4	provide that the effective date of any such mandate imposed on school
5	districts shall be consistent with the needs of the state and school
6	districts to plan implementation thereof, and be consistent with the
7	availability of required funds.
8	§ 3. This act shall take effect immediately and sections one and two
9	of this act shall apply to mandates enacted on or after such effective
10	date.