

STATE OF NEW YORK

S. 7508

A. 9508

SENATE - ASSEMBLY

January 18, 2018

IN SENATE -- A BUDGET BILL, submitted by the Governor pursuant to article seven of the Constitution -- read twice and ordered printed, and when printed to be committed to the Committee on Finance

IN ASSEMBLY -- A BUDGET BILL, submitted by the Governor pursuant to article seven of the Constitution -- read once and referred to the Committee on Ways and Means

AN ACT to amend the vehicle and traffic law and the transportation law, in relation to enhancing the ability of the state to enforce state and federal law relating to motor carriers, commercial drivers and bus operators and to increase penalties for violations of state law relating thereto (Part A); to amend the highway law, in relation to roadside rest areas (Part B); to amend the transportation law, in relation to enhancing the ability of the state to enforce state and federal law relating to the safety of rail fixed guideway public transportation systems under the oversight of the public transportation safety board (Part C); to amend the public authorities law, in relation to agreements for fiber optics (Part D); to amend the transportation law, in relation to authorizing the department of transportation to charge one hundred twenty dollars for a semi-annual inspection of certain for-profit fleets (Part E); to amend the highway law and the transportation corporations law, in relation to occupancy of the state right of way for a fee; and to amend the general municipal law, in relation to small wireless facilities development (Part F); to amend the vehicle and traffic law, in relation to seat belt requirements, proper safety restraints for children under the age of 8, prohibiting the use of mobile telephones and portable electronic devices by persons under the age of 18, and permitting junior license holders to operate a vehicle in New York City; and to amend the vehicle and traffic law and the public officers law, in relation to authorizing political subdivisions and commuter railroads to establish demonstration programs and to implement railroad grade crossing monitoring systems by means of photo devices (Part G); to amend part FF of chapter 55 of the laws of 2017 relating to motor vehicles equipped with autonomous vehicle technology, in relation to demonstrations and tests; in relation to the submission or reports; and in relation to extending the effectiveness thereof; relates to demonstrations and testing of motor vehicles

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

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equipped with autonomous vehicle technology; and to repeal section 1226 of the vehicle and traffic law, relating to control of steering mechanisms (Part H); to amend the state finance law, in relation to removing the authorization for the OSC to prescribe a reporting requirement to the city of New York (Part I); to amend the vehicle and traffic law, in relation to establishing a pre-licensing course internet program; and providing for the repeal of such provisions upon expiration thereof (Part J); to amend the vehicle and traffic law, in relation to the disposition of certain proceeds collected by the commissioner of motor vehicles; to amend the transportation law and the tax law, in relation to the disposition of certain fees and assessments; to amend the state finance law, in relation to the special obligation reserve and payment account of the dedicated highway and bridge trust fund; to amend the public authorities law, in relation to the metropolitan transportation authority finance fund; and to amend the state finance law, in relation to the metropolitan transportation authority financial assistance fund; to repeal subdivision 5 of section 317 of the vehicle and traffic law relating to certain assessments charged and collected by the commissioner of motor vehicles; to repeal subdivision 6 of section 423-a of the vehicle and traffic law relating to funds collected by the department of motor vehicles from the sale of certain assets; and to repeal subdivision 4 of section 94 of the transportation law relating to certain fees collected by the commissioner of transportation (Part K); to amend the public authorities law, in relation to creation of transportation improvement subdistricts; and to amend the real property tax law, in relation to authorizing a tax levy to fund certain operations of the Metropolitan Transportation Authority (Part L); to amend the public authorities law, in relation to the funding of the capital program of the metropolitan transportation authority (Part M); to amend the public authorities law, in relation to acceleration of procurement contracts made with foreign enterprises; in relation to acceleration of procurements made for smaller purchases; and in relation to the modification of service or funding agreements (Part N); to amend the New York state urban development corporation act, in relation to extending certain provisions relating to the empire state economic development fund (Part O); to amend the chapter 393 of the laws of 1994, amending the New York state urban development corporation act, relating to the powers of the New York state urban development corporation to make loans, in relation to the effectiveness thereof (Part P); to amend the executive law, the state finance law, the public authorities law, the public buildings law, and the penal law, in relation to the reauthorization of the minority and women-owned business enterprise program; to amend chapter 261 of the laws of 1988, amending the state finance law and other laws relating to the New York state infrastructure fund, in relation to the effectiveness of certain provisions thereof; and to amend the executive law, in relation to establishing the workforce diversity program; and providing for the repeal of certain provisions upon expiration thereof (Part Q); to amend the infrastructure investment act, in relation to authorized entities and design-build contracts (Part R); to amend chapter 21 of the laws of 2003, amending the executive law relating to permitting the secretary of state to provide special handling for all documents filed or issued by the division of corporations and to permit additional levels of such expedited service, in relation to extending the expiration date thereof (Part S); to amend the business corporation

law, the cooperative corporations law, the executive law, the general associations law, the general business law, the limited liability company law, the not-for-profit corporation law, the partnership law, the private housing finance law, the arts and cultural affairs law, the real property law and the tax law, in relation to streamlining the process by which service of process is served against a corporate or other entity with the secretary of state; and to repeal certain provisions of the real property law relating thereto (Part T); to amend the general municipal law, in relation to brownfield opportunity areas (Part U); to repeal section 159-j of the executive law, relating to the local share requirement for providers under the federal community services block grant program (Part V); to amend the banking law, in relation to student loan servicers (Subpart A); to amend the financial services law, in relation to student debt collectors (Subpart B); and to amend the education law, in relation to student loan debtors (Subpart C)(Part W); to amend chapter 584 of the laws of 2011, amending the public authorities law relating to the powers and duties of the dormitory authority of the state of New York relative to the establishment of subsidiaries for certain purposes, in relation to the effectiveness thereof (Part X); to amend part S of chapter 58 of the laws of 2016, amending the New York state urban development corporation act relating to transferring the statutory authority for the promulgation of marketing orders from the department of agriculture and markets to the New York state urban development corporation, in relation to the effectiveness thereof (Part Y); to amend the real property tax law, in relation to the taxation of forest land; to amend the environmental conservation law, in relation to timber harvest notification and the creation of forest protection and management programs; and to amend the state finance law, in relation to the procurement of wood and wood fiber projects (Part Z); to amend the state finance law and the environmental conservation law, in relation to the environmental protection fund, the hazardous waste remedial fund and the mitigation and remediation of solid waste sites; and to repeal certain provisions of the state finance law and the environmental conservation law relating thereto (Part AA); to amend the environmental conservation law, in relation to the donation of excess food and recycling of food scraps (Part BB); to amend the environmental conservation law, in relation to the Central Pine Barrens area and core preservation area (Part CC); authorizing utility and cable television assessments to provide funds to the department of health from cable television assessment revenues and to the departments of agriculture and markets, environmental conservation, office of parks, recreation and historic preservation, and state from utility assessment revenues (Part DD); authorizing the New York state energy research and development authority to finance a portion of its research, development and demonstration, policy and planning, and Fuel NY programs, as well as the department of environmental conservation's climate change program and the department of agriculture and markets' Fuel NY program, from an assessment on gas and electric corporations (Part EE); to amend the public authorities law, in relation to energy-related projects, programs and services of the power authority of the state of New York (Part FF); and to amend the public authorities law, in relation to the provision of renewable power and energy by the power authority of the state of New York (Part GG)

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

1 Section 1. This act enacts into law major components of legislation
2 which are necessary to implement the state fiscal plan for the 2018-2019
3 state fiscal year. Each component is wholly contained within a Part
4 identified as Parts A through GG. The effective date for each particular
5 provision contained within such Part is set forth in the last section of
6 such Part. Any provision in any section contained within a Part,
7 including the effective date of the Part, which makes a reference to a
8 section "of this act", when used in connection with that particular
9 component, shall be deemed to mean and refer to the corresponding
10 section of the Part in which it is found. Section three of this act sets
11 forth the general effective date of this act.

12 PART A

13 Section 1. Subparagraph (iii) of paragraph (b) of subdivision 2 of
14 section 510 of the vehicle and traffic law, as amended by chapter 349 of
15 1993, is amended to read as follows:

16 (iii) such registrations shall be suspended when necessary to comply
17 with subdivision nine of section one hundred forty or subdivision four
18 of section one hundred forty-five of the transportation law or with an
19 out of service order issued by the United States department of transpor-
20 tation. The commissioner shall have the authority to deny a registration
21 or renewal application to any other person for the same vehicle and may
22 deny a registration or renewal application for any other motor vehicle
23 registered in the name of the applicant where it has been determined
24 that such registrant's intent has been to evade the purposes of this
25 subdivision and where the commissioner has reasonable grounds to believe
26 that such registration or renewal will have the effect of defeating the
27 purposes of this subdivision. Any suspension issued pursuant to this
28 subdivision by reason of an out of service order issued by the United
29 States department of transportation shall remain in effect until such
30 time as the commissioner is notified by the United States department of
31 transportation or the commissioner of transportation that the order
32 resulting in the suspension is no longer in effect.

33 § 2. Subdivision 3 of section 145 of the transportation law, as added
34 by chapter 635 of the laws of 1983, is amended to read as follows:

35 3. In addition to, or in lieu of, any sanctions set forth in this
36 section, the commissioner may, after a hearing, impose a penalty not to
37 exceed a maximum of five thousand dollars in any one proceeding upon any
38 person if the commissioner finds that such person or officer, agent or
39 employee thereof has failed to comply with the requirements of this
40 chapter or any rule, regulation or order of the commissioner promulgated
41 thereunder. Provided, however, that the commissioner may, after a hear-
42 ing, impose a penalty not to exceed ten thousand dollars in a second
43 proceeding for another violation committed within eighteen months and a
44 penalty not to exceed twenty-five thousand dollars in a third proceeding
45 for additional violations committed within eighteen months. If such
46 penalty is not paid within four months, the amount thereof may be
47 entered as a judgment in the office of the clerk of the county of Albany
48 and in any other county in which the person resides, has a place of
49 business or through which it operates. Thereafter, if said judgment has
50 not been satisfied within ninety days, any certificate or permit held by
51 any such person may be revoked upon notice but without a further hear-

1 ing. Provided, however, that if a person shall apply for a rehearing of
2 the determination of the penalty pursuant to the provisions of section
3 eighty-nine of this chapter, judgment shall not be entered until a
4 determination has been made on the application for a rehearing. Further
5 provided however, that if after a rehearing a penalty is imposed and
6 such penalty is not paid within four months of the date of service of
7 the rehearing decision, the amount of such penalty may be entered as a
8 judgment in the office of the clerk of the county of Albany and in any
9 other county in which the person resides, has a place of business or
10 through which it operates. Thereafter, if said judgment has not been
11 satisfied within ninety days, any certificate or permit held by any such
12 person may be revoked upon notice but without a further hearing.
13 § 3. This act shall take effect immediately.

14

PART B

15 Section 1. Subdivision 3 of section 20 of the highway law, as amended
16 by chapter 736 of the laws of 1984, is amended to read as follows:
17 3. The commissioner may in his discretion develop such sites by
18 providing any or all of the following: a water supply, sanitary facili-
19 ties, parking space for automobiles or such other commercial or non-com-
20 mercial facilities as are suitable for rest and relaxation stops by
21 highway travelers. The commissioner may also permit the installation of
22 vending machines dispensing such food, drink and other articles as he
23 deems appropriate or desirable. Such sites shall be suitably marked and
24 markings indicating their location may be erected on highways leading
25 thereto.
26 § 2. This act shall take effect immediately.

27

PART C

28 Section 1. Section 217 of the transportation law is amended by adding
29 a new subdivision 9 to read as follows:
30 9. To enforce the requirements of section five thousand three hundred
31 twenty-nine of title forty-nine of the United States Code, as amended
32 from time to time, as it pertains to rail fixed guideway public trans-
33 portation systems.
34 § 2. This act shall take effect immediately.

35

PART D

36 Section 1. Subdivision 6 of section 2897 of the public authorities law
37 is amended by adding a new paragraph f to read as follows:
38 f. Notwithstanding anything to the contrary contained in this section,
39 disposals for use of the New York state thruway authority's fiber optic
40 system, or any part thereof, may be made through agreements based on set
41 fees rather than public auction or negotiation, provided that:
42 (i) the thruway authority has determined the disposal of such property
43 complies with all applicable provisions of this chapter;
44 (ii) disposal of such property is in the best interest of the thruway
45 authority; and
46 (iii) the set fees established for use of the fiber optic system, or
47 part thereof, will be based on an appraisal of the fair market value of
48 the property.
49 Disposals of the fiber optic system, or any part thereof, will not
50 require the explanatory statements required by this section.

1 § 2. This act shall take effect immediately.

2 PART E

3 Section 1. The transportation law is amended by adding a new section
4 144 to read as follows:

5 § 144. Fees and charges. The commissioner or authorized officer or
6 employee of the department shall charge and collect one hundred twenty
7 dollars for the inspection or re-inspection of all motor vehicles trans-
8 porting passengers subject to the department's inspection requirements
9 pursuant to section one hundred forty of this article, except such motor
10 vehicles operated under contract with a municipality to provide state-
11 wide mass transportation operating assistance eligible service or motor
12 vehicles used primarily to transport passengers pursuant to subpara-
13 graphs (i), (iii) and (v) of paragraph a of subdivision two of section
14 one hundred forty of this article. The department may deny inspection of
15 any motor vehicle transporting passengers subject to the department's
16 inspection requirements if such fee is not paid within ninety days of
17 the date noted on the department invoice.

18 § 2. This act shall take effect immediately.

19 PART F

20 Section 1. The first undesignated paragraph of subdivision 24-b of
21 section 10 of the highway law, as amended by chapter 155 of laws of
22 1985, is amended to read as follows:

23 Have power, whenever such commissioner of transportation deems it is
24 necessary as a result of work of construction, reconstruction or mainte-
25 nance of state highways, to provide for the removal, relocation,
26 replacement or reconstruction of privately, publicly or cooperatively
27 owned water, storm and sewer lines and facilities, facilities for the
28 transmission and/or distribution of communications, power, electricity,
29 light, heat, gas, crude products, steam and other similar commodities,
30 municipal utility facilities, or facilities of a corporation organized
31 pursuant to the transportation corporations law that are located on
32 privately owned property. Notwithstanding any other provision of any
33 law, the commissioner of transportation may enter into an agreement with
34 a fiber optic utility for occupancy of the state right of way, provided
35 however, any provider occupying a right of way in fulfillment of a state
36 grant award through the New NY Broadband Program shall not be subject to
37 a fee for such occupancy, and provided further, any fee for occupancy
38 charged to a fiber optic utility shall be prohibited from being passed
39 through in whole or in part as a fee, charge, increased service cost, or
40 by any other means by a fiber optic utility to any person or entity that
41 contracts with such fiber optic utility for service, and provided
42 further that any compensation received by the state pursuant to such
43 agreement shall be deposited by the comptroller into the special obli-
44 gation reserve and payment account of the dedicated highway and bridge
45 trust fund established pursuant to section eighty-nine-b of the state
46 finance law. If such work requires additional property or if it is
47 necessary that the relocation of such facilities be made to other prop-
48 erty, he may acquire such property as may be necessary for the purposes
49 of this subdivision, in the same manner as other property is acquired
50 for state highway purposes pursuant to this chapter, and he and the
51 owner of such facilities may enter into a written agreement to convey
52 such property as deemed necessary for the purposes of this subdivision

1 to such owner on terms beneficial to the state. The expense of such
2 removal, relocation, replacement or reconstruction and cost of property
3 acquisition shall be a proper charge against funds available for the
4 construction, reconstruction or maintenance of state highways. Except
5 when such facilities are owned by a corporation organized pursuant to
6 the transportation corporations law, the work of such removal, relo-
7 cation, replacement or reconstruction shall be performed by contract in
8 the same manner as provided for state highways in article three of this
9 chapter, or, by the use of departmental forces and equipment and of
10 materials purchased therefor, unless the commissioner of transportation
11 consents to having the owner of such facilities provide for the work of
12 such removal, relocation, replacement or reconstruction. In the case
13 where such facilities are owned by a corporation organized pursuant to
14 the transportation corporations law, the work of such removal, relo-
15 cation, replacement or reconstruction shall be provided for by such
16 corporation unless it consents to having the commissioner of transporta-
17 tion provide for such work to be performed by contract, in accordance
18 with specifications provided by such corporation, in the same manner as
19 provided for state highways in article three of this chapter, or, by the
20 use of departmental forces and equipment and of materials purchased
21 therefor. Upon the completion of the work, such facilities shall be
22 maintained by the owners thereof.

23 § 2. The transportation corporations law is amended by adding a new
24 section 7 to read as follows:

25 § 7. Agreement for fiber optic utility occupancy of state right of
26 way. Notwithstanding any other provision of any law, the commissioner of
27 transportation may enter into an agreement with a fiber optic utility
28 for occupancy of the state right of way, provided however, any provider
29 occupying a right of way in fulfillment of a state grant award through
30 the New NY Broadband Program shall not be subject to a fee for such
31 occupancy, and provided further, any fee for occupancy charged to a
32 fiber optic utility shall be prohibited from being passed through in
33 whole or in part as a fee, charge, increased service cost, or by any
34 other means by a fiber optic utility to any person or entity that
35 contracts with such fiber optic utility for service, and provided
36 further that any compensation received by the state pursuant to such
37 agreement shall be deposited by the comptroller into the special obli-
38 gation reserve and payment account of the dedicated highway and bridge
39 trust fund established pursuant to section eighty-nine-b of the state
40 finance law.

41 § 3. The general municipal law is amended by adding a new article 13-E
42 to read as follows:

43 ARTICLE 13-E

44 SMALL WIRELESS FACILITIES DEPLOYMENT

45 Section 300. Definitions.

46 301. Use of right of way.

47 302. Collocation of small wireless facilities and micro wireless
48 facilities.

49 303. Access to municipal corporation structures.

50 304. Local authority

51 305. Dispute resolution.

52 306. Indemnification.

53 § 300. Definitions. For the purposes of this article, the following
54 terms shall have the following meanings unless the context indicates
55 otherwise:

1 1. "Antenna" means communications equipment that transmits or receives
2 electromagnetic radio frequency signals used in the provision of wire-
3 less services.

4 2. "Applicable codes" means the New York State uniform fire prevention
5 and building code as adopted, and as may be amended, pursuant to article
6 eighteen of the executive law.

7 3. "Applicant" means any person or entity that files an application
8 with a municipal corporation to install or modify wireless facilities on
9 behalf of a communications service provider or wireless provider.

10 4. "Application" means a request submitted by an applicant to a local
11 government for a permit to collocate small wireless facilities; or to
12 approve the installation or modification of a utility pole or wireless
13 support structure.

14 5. "Application fee" means the one time fee charged to an applicant by
15 a municipal corporation for review of an application. The application
16 fee may not exceed the actual reasonable costs incurred by the municipal
17 corporation in connection with its review of the application.

18 6. "Pole" means: (i) a utility pole, other than a utility pole for
19 designated services, owned or operated by a municipal corporation in the
20 right of way, including a utility pole that provides lighting or traffic
21 control functions, including light poles, traffic signals, and struc-
22 tures for signage; and (ii) a pole or similar structure owned or oper-
23 ated by a municipal corporation in the right of way that supports only
24 wireless facilities.

25 7. "Base station" means wireless facilities or a wireless support
26 structure or utility pole that currently supports wireless facilities.
27 The term does not include a tower, as defined in 47 U.S.C. §
28 1.40001(b)(9), or associated wireless facilities.

29 8. "Collocate" means to install, mount, maintain, modify, operate, or
30 replace wireless facilities on or adjacent to a wireless support struc-
31 ture or utility pole. The term "collocation" has a corresponding mean-
32 ing.

33 9. "Communications service provider" means a cable operator, as
34 defined in 47 U.S.C. § 522(5); a provider of information service, as
35 defined in 47 U.S.C. § 153(24); a telecommunications carrier, as defined
36 in 47 U.S.C. § 153(51); or a wireless provider.

37 10. "FCC" means the Federal Communications Commission of the United
38 States.

39 11. "Fee" means a one-time charge.

40 12. "Law" means federal, state, or local law, statute, common law,
41 code, rule, regulation, order, or ordinance.

42 13. "Micro wireless facility" means a wireless facility that meets the
43 following qualifications: (i) is not larger in dimension than twenty-
44 four inches in length, fifteen inches in width, and twelve inches in
45 height; and (ii) any exterior antenna is no longer than eleven inches.

46 14. "Permit" means a written authorization required by a municipal
47 corporation to perform an action or initiate, continue, or complete a
48 project relating to the installation or modification of wireless facili-
49 ties.

50 15. "Person" means an individual, corporation, limited liability
51 company, partnership, association, trust, or other entity or organiza-
52 tion.

53 16. "Rate" means a recurring charge.

54 17. "Right of way" or "ROW" means the area on, below, or above a
55 public roadway, highway, street, sidewalk, alley, utility easement, or
56 similar property, but not including a federal interstate highway.

1 18. "Small wireless facility" means a wireless facility that meets
2 both of the following qualifications: (i) each antenna is located inside
3 an enclosure of no more than six cubic feet in volume or, in the case of
4 an antenna that has exposed elements, the antenna and all of its exposed
5 elements could fit within an imaginary enclosure of no more than six
6 cubic feet; and (ii) all other wireless equipment associated with the
7 facility is cumulatively no more than twenty-eight cubic feet in volume.
8 The following types of associated ancillary equipment are not included
9 in the calculation of equipment volume: electric meter, concealment
10 elements, telecommunications demarcation box, ground-based enclosures,
11 grounding equipment, power transfer switch, cut-off switch, and vertical
12 cable runs for the connection of power and other services.

13 19. "Substantial modification" means a proposed modification to an
14 existing wireless support structure or base station which will substan-
15 tially change the physical dimensions of the wireless support structure
16 or base station under the objective standard for substantial change
17 adopted by the Federal Communications Commission pursuant to 47 C.F.R. §
18 1.40001.

19 20. "Utility pole" means a pole or similar structure that is used in
20 whole or in part by a communications service provider or for electric
21 distribution, lighting, traffic control, signage, or a similar function.
22 Such term shall not include structures supporting only wireless facili-
23 ties.

24 21. "Utility pole for designated services" means a utility pole owned
25 or operated in the ROW by a municipal corporation, a public utility
26 district, an electric membership corporation, or a rural electric coop-
27 erative that is designed to, or used in whole or in part for the purpose
28 of carrying electric distribution lines or cables or wires for telecom-
29 munications, cable, or electric service.

30 22. "Wireless facility" means equipment at a fixed location that
31 enables wireless communications between user equipment and a communi-
32 cations network, including: (i) equipment associated with wireless
33 communications; and (ii) radio transceivers, antennas, coaxial or
34 fiber-optic cable, regular and backup power supplies, and comparable
35 equipment, regardless of technological configuration. The term includes
36 small wireless facilities and micro wireless facilities. The term does
37 not include the structure or improvements on, under, or within which the
38 equipment is collocated. The term does not include: (i) the structure or
39 improvements on, under, or within which the equipment is collocated; or
40 (ii) coaxial or fiber-optic cable that is between wireless structures or
41 utility poles or that is otherwise not immediately adjacent to or
42 directly associated with a particular antenna.

43 23. "Wireless infrastructure provider" means any person, including a
44 person authorized to provide telecommunications service in the state,
45 that builds or installs wireless communication transmission equipment,
46 wireless facilities or wireless support structures, but that is not a
47 wireless services provider.

48 24. "Wireless provider" means a wireless infrastructure provider or a
49 wireless services provider.

50 25. "Wireless services" means any services, whether at a fixed
51 location or mobile, provided using wireless facilities.

52 26. "Wireless services provider" means any person or entity that
53 provides wireless services.

54 27. "Wireless support structure" means a freestanding structure, such
55 as a monopole; tower, either guyed or self-supporting; billboard; or,
56 other existing or proposed structure designed to support or capable of

1 supporting wireless facilities. Such term shall not include a utility
2 pole.

3 § 301. Use of right of way. 1. Applicability. This section shall only
4 apply to the activities of a wireless provider within the right of way.

5 2. Exclusive use prohibited. A municipal corporation may not enter
6 into an exclusive arrangement with any person for use of the right of
7 way for the construction, operation, marketing, or maintenance of wire-
8 less facilities or wireless support structures or the collocation of
9 small wireless facilities or micro wireless facilities.

10 3. Right of way rates and fees. A municipal corporation may only
11 charge a wireless provider a rate or fee for the use of the right of way
12 with respect to the construction, installation, mounting, maintenance,
13 modification, operation, or replacement of a wireless facility or wire-
14 less support structure in the right of way, including collocation in
15 such right of way, if the municipal corporation charges other communi-
16 cations service providers or publicly, cooperatively, or municipally
17 owned utilities for the use of the right of way. If a municipal corpo-
18 ration is authorized by applicable law to charge a rate or fee to those
19 persons or entities, and does so, any such rate or fee for a wireless
20 provider must be: (i) limited to no more than the direct and actual cost
21 of managing the right of way; and (ii) competitively neutral with regard
22 to other users of the right of way, including investor, municipal corpo-
23 ration, or cooperatively owned entities. No rate or fee may: (i) result
24 in a double recovery where existing rates, fees, or taxes already
25 recover the direct and actual costs of managing the rights of way; (ii)
26 be in the form of a franchise or other fee based on revenue or customer
27 counts; (iii) be unreasonable or discriminatory; (iv) violate any appli-
28 cable law; or (v) exceed an annual amount equal to twenty dollars times
29 the number of utility poles or wireless support structures in the munic-
30 ipal corporation's geographic jurisdiction on which the wireless provid-
31 er has collocated a small wireless facility antenna. Notwithstanding the
32 foregoing, in recognition of the public benefits of the deployment of
33 wireless services, a municipal corporation is permitted, on a nondiscri-
34 minatory basis, to refrain from charging any rate or fee to a wireless
35 provider for the use of the right of way.

36 4. Rate or fee adjustment. Should a municipal corporation have an
37 existing rate or fee to construct, install, mount, maintain, modify,
38 operate, or replace a wireless facility or wireless support structure in
39 the ROW, including collocation in such ROW, controlled by the municipal
40 corporation and such rate or fee does not comply with the requirements
41 in subdivision three of this section, not later than six months follow-
42 ing the effective date of this article, the municipal corporation shall
43 implement a revised rate or fee to ensure compliance with such subdivi-
44 sion three for all affected persons.

45 5. Right of access. Subject to the provisions of this section and
46 approval of an application, if required, a wireless provider shall have
47 the right, as a permitted use not subject to zoning review or approval,
48 but subject to the issuance of a permit by the municipal corporation as
49 provided in this article, to collocate wireless facilities and
50 construct, modify, maintain, and operate utility poles, wireless support
51 structures, conduit, cable, and related appurtenances and facilities
52 along, across, upon, and under the ROW. Such structures and facilities
53 shall be so constructed and maintained as not to obstruct or hinder the
54 usual travel or public safety on such ROW or obstruct the legal use of
55 such ROW by other utilities. Each new or modified utility pole and wire-
56 less support structure installed in the ROW shall not exceed the greater

1 of (i) ten feet in height above the tallest existing utility pole in
2 place as of the effective date of this article located within five
3 hundred feet of the new pole in the same ROW; or (ii) fifty feet above
4 ground level. New wireless facilities in the ROW may not extend (i) more
5 than ten feet above an existing utility pole or wireless support struc-
6 ture in place as of the effective date of this article; or (ii) above
7 the height permitted for a new utility pole or wireless support struc-
8 ture under this section. Notwithstanding the foregoing:

9 a. Subject to this article, a wireless provider shall have the right
10 to construct, modify and maintain a utility pole, wireless support
11 structure, or wireless facility that exceeds these size limits along,
12 across, upon and under the ROW, subject to review in accordance with
13 applicable municipal zoning regulations; and

14 b. Applicants shall comply with nondiscriminatory undergrounding
15 requirements after obtaining prior zoning approval in areas zoned for
16 single family residential use, provided that such requirements shall not
17 prohibit the replacement of existing structures or result in an effec-
18 tive prohibition of services. In all other zoning districts, prior
19 zoning approval shall not be required for undergrounding new infrastruc-
20 ture associated with small wireless facilities.

21 6. No discrimination. The municipal corporation, in the exercise of
22 its administration and regulation related to the management of the ROW
23 must be competitively neutral with regard to other users of the ROW,
24 including that terms may not be unreasonable or discriminatory and may
25 not violate any applicable law.

26 7. Damage and repair. The municipal corporation may require a wireless
27 provider to repair all damage to the ROW directly caused by the activi-
28 ties of the wireless provider, while occupying, installing, repairing
29 or maintaining wireless facilities, wireless support structures, or
30 utility poles in the ROW and to return the ROW to its functional equiv-
31 alence before the damage pursuant to the competitively neutral, reason-
32 able requirements and specifications of the municipal corporation. If
33 the wireless provider fails to make the repairs reasonably required by
34 the municipal corporation within a reasonable time after written notice,
35 the municipal corporation may effect those repairs and charge the appli-
36 cable party the reasonable, documented actual cost of such repairs.

37 § 302. Collocation of small wireless facilities and micro wireless
38 facilities. 1. Applicability. The provisions of this section shall apply
39 to activities of a wireless provider within or outside of the right of
40 way.

41 2. Except as expressly provided in this article, no municipal corpo-
42 ration may regulate, prohibit or charge for the collocation of
43 small/micro wireless facilities.

44 3. Small wireless facilities and micro wireless facilities shall be
45 classified as permitted uses and not subject to zoning review or
46 approval if they are collocated: (i) in the right of way in any zoning
47 district; or (ii) outside the right of way in property not zoned exclu-
48 sively for single family residential use.

49 4. A municipal corporation may require an applicant to obtain one or
50 more permits to collocate a small wireless facility, provided such
51 permits are of general applicability and do not apply exclusively to
52 wireless facilities. A municipal corporation shall receive applications
53 for, process, and issue such Permits subject to the following require-
54 ments: (i) no municipal corporation may, directly or indirectly, require
55 an applicant to perform services unrelated to the collocation for which
56 approval is sought, such as in-kind contributions to the municipal

1 corporation, including reserving fiber, conduit, or pole space for the
2 municipal corporation; (ii) no applicant shall be required to provide
3 more information to obtain a permit than communications service provid-
4 ers that are not wireless providers; (iii) within ten days of receiving
5 an application, a municipal corporation shall determine and notify the
6 applicant whether the application is complete. If an application is
7 incomplete, the municipal corporation shall specifically identify what
8 information is missing; (iv) an application shall be processed on a
9 nondiscriminatory basis and shall be deemed approved if the municipal
10 corporation fails to otherwise approve or deny the application within
11 sixty days of receipt; and (v) a municipal corporation shall approve an
12 application unless it does not meet the requirements of this article.
13 The municipal corporation shall document the basis for any denial,
14 including the specific code provisions on which the denial was based,
15 and send the documentation to the applicant on or before the day the
16 municipal corporation denies the application. The applicant may cure the
17 deficiencies identified by the municipal corporation and resubmit the
18 application within thirty days of the denial without paying an addi-
19 tional application fee. The municipal corporation shall approve or deny
20 the revised application within thirty days. Any subsequent review shall
21 be limited to the deficiencies cited in the denial; (vi) an applicant
22 seeking to collocate small wireless facilities within the jurisdiction
23 of a single municipal corporation shall be allowed, at the applicant's
24 discretion, to file a consolidated application and receive a single
25 permit for the collocation of multiple small wireless facilities; (vii)
26 collocation for which a permit has been granted shall commence within
27 one year of approval and shall be pursued to completion; and (viii) no
28 municipal corporation may institute, either expressly or de facto, a
29 moratorium on: a. filing, receiving, or processing applications; or b.
30 issuing permits or other approvals, if any, for the collocation of small
31 wireless facilities.

32 5. Application fees shall be subject to the following requirements:
33 (i) a municipal corporation may charge an application fee only if such
34 fee is required for similar types of commercial development within the
35 municipal corporation's jurisdiction; (ii) a municipal corporation shall
36 only charge a fee for the actual, direct, and reasonable costs incurred
37 by the municipal corporation relating to the granting or processing of
38 an application. Such fees shall be reasonably related in time to the
39 incurring of such costs. Where such costs are already recovered by
40 existing fees, rates, or taxes paid by a wireless provider, no applica-
41 tion fee shall be assessed to recover such costs; (iii) a fee may not
42 include: a. travel expenses incurred by a third party in its review of
43 an application; or b. direct payment or reimbursement of third party
44 rates or fees charged on a contingency basis or a result-based arrange-
45 ment; (iv) in any controversy concerning the appropriateness of a fee,
46 the municipal corporation shall have the burden of proving that the fee
47 is reasonably related to the actual, direct, and reasonable costs
48 incurred by the municipal corporation; (v) total application fees, where
49 permitted, shall not exceed the lesser of the amount charged by the
50 municipal corporation for: a. a building permit for any similar commer-
51 cial construction, activity, or land use development; or b. one hundred
52 dollars each for up to five small wireless facilities addressed in an
53 application and fifty dollars for each additional small wireless facili-
54 ty addressed in the application.

55 6. No municipal corporation shall require an application for: (i)
56 routine maintenance; (ii) the replacement of wireless facilities with

1 wireless facilities that are substantially similar or the same size or
2 smaller; or (iii) the installation, placement, maintenance, operation or
3 replacement of micro wireless facilities that are strung on cables
4 between existing utility poles, in compliance with the national elec-
5 trical safety code. A municipal corporation may require a permit to work
6 within the right of way for such activities, if applicable. Any such
7 permits shall be subject to the requirements of this section.

8 § 303. Access to municipal corporation structures. 1. Collocation of
9 small wireless facilities on or adjacent to municipal corporation poles
10 and utility poles for designated services. (i) Exclusive arrangements
11 prohibited. A person owning or controlling municipal poles or utility
12 poles for designated services may not enter into an exclusive arrange-
13 ment with any person for the right to attach to or adjacent to such
14 poles.

15 (ii) Rates. a. The rates and fees for collocations on or adjacent to
16 municipal corporation poles or utility poles for designated services
17 shall be nondiscriminatory regardless of the services provided by the
18 collocating person; b. the rate to collocate on or adjacent to utility
19 poles for designated services may not exceed the annual recurring rate
20 that would be permitted under rules adopted by the FCC under 47 U.S.C. §
21 224(e) if the rates were regulated by the FCC or twenty dollars per year
22 per wooden utility pole or two hundred dollars per year per metal,
23 concrete, or fiberglass utility pole, whichever is less; c. the rate to
24 collocate on municipal corporation poles shall recover the actual,
25 direct, and reasonable costs related to the applicant's application for
26 and use of space on the municipal corporation pole; d. the total annual
27 rate for collocations and any activities related to such collocations
28 shall not exceed the lesser of actual, direct, and reasonable costs
29 related to the collocation on or adjacent to the pole or twenty dollars
30 per year per wooden utility pole or two hundred dollars per year per
31 metal, concrete, or fiberglass utility pole, whichever is less; e. in
32 any controversy concerning the appropriateness of a rate for a municipal
33 corporation's pole, the municipal corporation shall have the burden of
34 proving that the rates are reasonably related to the actual, direct, and
35 reasonable costs incurred for use of space on the pole for such period;
36 f. should a municipal corporation, municipally-owned or operated-per-
37 son, public utility district, or cooperative have an existing pole
38 attachment rate, fee, or other term that does not comply with the
39 requirements of this section, the municipal corporation, municipally-
40 owned or operated person, public utility district, or cooperative shall,
41 not later than six months following the effective date of this article,
42 reform such rate, fee, or term in compliance with this subdivision.

43 (iii) Rates, fees, and terms to be offered. Persons owning or control-
44 ling municipal corporation poles and utility poles for designated
45 services shall offer rates, fees, and other terms that comply with the
46 provision set forth in this section within the later of six months of
47 the effective date of this article or three months after receiving a
48 request to collocate its first small wireless facility on a municipal
49 corporation pole or a utility pole for designated services owned or
50 controlled by a municipal corporation.

51 2. Collocation on or adjacent to municipal corporation wireless
52 support structures and utility poles outside the right of way. A municip-
53 al corporation shall authorize the collocation of small wireless facil-
54 ities and micro wireless facilities on or adjacent to wireless support
55 structures and utility poles owned or controlled by a municipal corpo-
56 ration that are not located within the right of way to the same extent

1 the municipal corporation permits access to such structures for other
2 commercial projects or uses. Such collocations shall be subject to
3 reasonable and nondiscriminatory rates, fees, and terms as provided in
4 an agreement between the municipal corporation and the wireless provid-
5 er.

6 § 304. Local authority. Subject to the provisions of this article and
7 applicable federal law, a municipal corporation may continue to exercise
8 zoning, land use, planning and permitting authority within its territo-
9 rial boundaries, including with respect to wireless support structure
10 and utility poles; except that no municipal corporation shall have or
11 exercise any jurisdiction or authority over the design, engineering,
12 construction, installation, or operation of any small wireless facility
13 or micro wireless facility located in an interior structure or upon the
14 site of any campus, stadium, or athletic facility not otherwise owned or
15 controlled by the municipal corporation, other than to comply with
16 applicable codes. Nothing in this article authorizes the state or any
17 political subdivision, including a municipal corporation, to require
18 wireless facility deployment or to regulate wireless services.

19 § 305. Dispute resolution. Courts of competent jurisdiction shall have
20 jurisdiction to determine all disputes arising under this article.

21 § 306. Indemnification. No municipal corporation shall require a
22 wireless provider to indemnify and hold the municipal corporation and
23 its officers and employees harmless against any claims, lawsuits, judg-
24 ments, costs, liens, losses, expenses or fees, except when a court of
25 competent jurisdiction has found that the negligence of the wireless
26 provider while installing, repairing or maintaining caused the harm that
27 created such claims, lawsuits, judgments, costs, liens, losses,
28 expenses, or fees or to require a wireless provider to obtain insurance
29 naming the municipal corporation or its officers and employees an addi-
30 tional insured against any of the foregoing.

31 § 4. This act shall take effect immediately; provided, however, that
32 section three of this act shall take effect on the thirtieth day after
33 it shall have become a law.

34 PART G

35 Section 1. Paragraph (c) of subdivision 3 of section 501 of the vehi-
36 cle and traffic law, as added by chapter 449 of the laws of 1989, is
37 amended to read as follows:

38 (c) in the city of New York, [~~driving shall be prohibited~~] from five
39 o'clock in the morning to nine o'clock in the evening, when accompanied
40 by a person at least twenty-one years of age and who is a duly licensed
41 parent, guardian, person in a position of loco parentis to the licensee,
42 driver education teacher, or driving school instructor, when operating a
43 vehicle equipped with dual brake controls.

44 § 2. Subdivision 2 of section 510-c of the vehicle and traffic law, as
45 amended by section 5 of part B of chapter 55 of the laws of 2014, is
46 amended to read as follows:

47 2. For purposes of this section, the term "serious traffic violation"
48 shall mean operating a motor vehicle in violation of any of the follow-
49 ing provisions of this chapter: articles twenty-five and twenty-six;
50 subdivision one of section six hundred; section six hundred one;
51 sections eleven hundred eleven, eleven hundred seventy, eleven hundred
52 seventy-two and eleven hundred seventy-four; subdivisions (a), (b), (c),
53 (d) and (f) of section eleven hundred eighty, provided that the
54 violation involved ten or more miles per hour over the established

1 limit; section eleven hundred eighty-two; subdivision [~~three-a~~] three-b
2 of section twelve hundred twenty-nine-c for violations involving use of
3 safety belts or seats by a child under the age of sixteen; and section
4 twelve hundred twelve of this chapter.

5 § 3. Subdivision 3 of section 1225-c of the vehicle and traffic law,
6 as added by chapter 69 of the laws of 2001, is amended and a new subdivi-
7 sion 2-a is added to read as follows:

8 2-a. No person under eighteen years of age shall operate a motor vehi-
9 cle upon a public highway while engaging in a call with a hand-held or
10 hands-free mobile telephone. For the purposes of this subdivision,
11 engaging in a call shall include making or receiving a call with a hand-
12 held or hands-free mobile telephone.

13 3. [~~Subdivision~~] Subdivisions two and two-a of this section shall not
14 apply to (a) the use of a mobile telephone for the sole purpose of
15 communicating with any of the following regarding an emergency situ-
16 ation: an emergency response operator; a hospital, physician's office or
17 health clinic; an ambulance company or corps; a fire department,
18 district or company; or a police department, (b) any of the following
19 persons while in the performance of their official duties: a police
20 officer or peace officer; a member of a fire department, district or
21 company; or the operator of an authorized emergency vehicle as defined
22 in section one hundred one of this chapter, or (c) except as applied to
23 persons under the age of eighteen years, the use of a hands-free mobile
24 telephone.

25 § 4. Paragraphs (a) and (b) of subdivision 2 of section 1225-d of the
26 vehicle and traffic law, as amended by section 8 of part C of chapter 58
27 of the laws of 2013, are amended to read as follows:

28 (a) "Portable electronic device" shall mean any hand-held mobile tele-
29 phone, as defined by subdivision one of section twelve hundred twenty-
30 five-c of this article, personal digital assistant (PDA), handheld
31 device with mobile data access, laptop computer, pager, broadband
32 personal communication device, two-way messaging device, electronic
33 game, or portable computing device, or any other [~~electronic~~] personal
34 wireless communications device when used to input, write, send, receive,
35 or read text or images for present or future communication, including
36 doing so for the purpose of SMS texting, emailing, instant messaging, or
37 engaging in any other form of electronic data retrieval or electronic
38 data communication.

39 (b) "Using" shall mean holding or making contact with a portable elec-
40 tronic device [~~while~~] for the purpose of viewing, taking or transmitting
41 images, playing games, or, for the purpose of present or future communi-
42 cation: performing a command or request to access a world wide web page,
43 composing, sending, reading, viewing, accessing, browsing, transmitting,
44 saving or retrieving e-mail, text messages, instant messages, or other
45 electronic data.

46 § 5. Subdivision 2 of section 1225-d of the vehicle and traffic law is
47 amended by adding a new paragraph (e) to read as follows:

48 (e) "Personal wireless communications device" (i) means a device
49 through which personal wireless services (as defined in section
50 332(c)(7)(C)(i) of the Communications Act of 1934 (47 U.S.C.
51 332(c)(7)(C)(i))) are transmitted; and

52 (ii) does not include a global navigation satellite system receiver
53 used for positioning, emergency notification, or navigation purposes.

54 § 6. Subdivision 4 of section 1225-d of the vehicle and traffic law,
55 as amended by section 10 of part C of chapter 58 of the laws of 2013, is
56 amended to read as follows:

1 4. A person who [~~holds~~] **uses** a portable electronic device in a
2 conspicuous manner while operating a motor vehicle or while operating a
3 commercial motor vehicle on a public highway including while temporarily
4 stationary because of traffic, a traffic control device, or other momen-
5 tary delays but not including when such commercial motor vehicle is
6 stopped at the side of, or off, a public highway in a location where
7 such vehicle is not otherwise prohibited from stopping by law, rule,
8 regulation or any lawful order or direction of a police officer is
9 presumed to be using such device, except that a person operating a
10 commercial motor vehicle while using a portable electronic device when
11 such vehicle is stopped at the side of, or off, a public highway in a
12 location where such vehicle is not otherwise prohibited from stopping by
13 law, rule, regulation or any lawful order or direction of a police offi-
14 cer shall not be presumed to be using such device. The presumption
15 established by this subdivision is rebuttable by evidence tending to
16 show that the operator was not using the device within the meaning of
17 this section.

18 § 7. Subdivision 3 of section 1229-c of the vehicle and traffic law,
19 as added by chapter 365 of the laws of 1984, is amended to read as
20 follows:

21 3. No person shall operate a motor vehicle unless such person is
22 restrained by a safety belt approved by the commissioner. No person
23 sixteen years of age or over shall be a passenger in [~~the front seat of~~]
24 a motor vehicle unless such person is restrained by a safety belt
25 approved by the commissioner.

26 § 8. Subdivision 13 of section 1229-c of the vehicle and traffic law,
27 as amended by chapter 20 of the laws of 2008, is amended to read as
28 follows:

29 13. Notwithstanding the provisions of subdivision four of this
30 section, no person shall operate a school bus for which there are no
31 applicable federal school bus safety standards unless all occupants are
32 restrained by a safety belt approved by the commissioner or, regarding
33 occupants age four or older but under age [~~seven~~] **eight**, are restrained
34 pursuant to subdivision one or two of this section.

35 § 9. The vehicle and traffic law is amended by adding a new section
36 1170-a to read as follows:

37 § 1170-a. Owner liability for failure of operator to obey signal indi-
38 cating approach of train. (a) 1. Notwithstanding any other provision of
39 law, any political subdivision as defined herein is hereby authorized
40 and empowered to adopt and amend a local law, ordinance or resolution
41 establishing a demonstration program imposing monetary liability on the
42 owner of a vehicle for failure of an operator thereof to comply with
43 section eleven hundred seventy of this article. Such demonstration
44 program shall empower a political subdivision to install and operate
45 railroad grade crossing photo violation-monitoring devices at any rail-
46 road sign or signal over which it has jurisdiction. The cost of the
47 photo violation monitoring devices may be borne by the political subdi-
48 vision, a commuter railroad operating within such political subdivision,
49 or a combination of both such political subdivision and commuter rail-
50 road pursuant to a memorandum of understanding.

51 2. Such demonstration program shall utilize necessary technologies to
52 ensure, to the extent practicable, that photographs produced by such
53 railroad grade crossing photo violation-monitoring systems shall not
54 include images that identify the driver, the passengers or the contents
55 of the vehicle. Notwithstanding any foregoing, no notice of liability
56 issued pursuant to this section shall be dismissed solely because a

1 photograph or photographs allow for the identification of the contents
2 of a vehicle, provided that such political subdivision has made a
3 reasonable effort to comply with the provisions of this paragraph.

4 (b) Within the jurisdiction of any such political subdivision which
5 has adopted a local law, ordinance or resolution pursuant to subdivision
6 (a) of this section, the owner of a vehicle shall be liable for a penal-
7 ty imposed pursuant to this section if such vehicle was used or operated
8 with the permission of the owner, express or implied, in violation of
9 section eleven hundred seventy of this article, and such violation is
10 evidence by information obtained from a railroad grade crossing photo
11 violation-monitoring system; provided, however, that no owner of a vehi-
12 cle shall be liable for a penalty imposed pursuant to this section where
13 the operator of such vehicle has been convicted of the underlying
14 violation of section eleven hundred seventy of this article.

15 (c) For purposes of this section, the following terms shall have the
16 following meaning:

17 1. "Owner" shall have the meaning provided in article two-B of this
18 chapter;

19 2. "Railroad grade crossing photo violation-monitoring system" shall
20 mean a vehicle sensor installed to work in conjunction with a railroad
21 sign or signal which automatically produces two or more photographs, two
22 or more microphotographs, a videotape or other recorded images of each
23 vehicle at the time it is used or operated in violation of section elev-
24 en hundred seventy of this article;

25 3. "Political subdivision" shall mean a county, city, town, or village
26 located in the metropolitan commuter transportation district, as such
27 district is defined in section twelve hundred sixty-two of the public
28 authorities law; and

29 4. "Commuter railroad" shall mean a railroad owned and operated by the
30 metropolitan transportation authority within the metropolitan commuter
31 transportation district, as such term is defined in section twelve
32 hundred sixty-two of the public authorities law.

33 (d) A certificate, sworn to or affirmed by a technician employed by
34 the commuter railroad or by the political subdivision in which the
35 charged violation occurred, or a facsimile thereof, based upon
36 inspection of photographs, microphotographs, videotape or other recorded
37 images produced by a railroad grade crossing photo violation-monitoring
38 system, shall be prima facie evidence of the facts contained therein.
39 Any photographs, microphotographs, videotape or other recorded images
40 evidencing such a violation shall be available for inspection in any
41 proceeding to adjudicate the liability for such violation pursuant to a
42 local law, ordinance or resolution adopted pursuant to this section.

43 (e) An owner liable for a violation of section eleven hundred seventy
44 of this article pursuant to a local law, ordinance or resolution adopted
45 pursuant to this section shall be liable for monetary penalties in
46 accordance with a schedule of fines and penalties to be established in
47 such local law, ordinance or resolution. The liability of the owner
48 pursuant to this section shall not exceed two hundred fifty dollars for
49 each violation; provided, however, that an adjudicating authority may
50 provide for an additional penalty not in excess of fifty dollars for
51 each violation for the failure to respond to a notice of liability with-
52 in the prescribed period of time.

53 (f) An imposition of liability under a local law, ordinance or resol-
54 ution adopted pursuant to this section shall not be deemed a conviction
55 as an operator and shall not be made part of the operating record of the

1 person upon whom such liability is imposed nor shall it be used for
2 insurance purposes in the provision of motor vehicle insurance coverage.

3 (g) 1. A notice of liability shall be sent by first class mail to each
4 person alleged to be liable as an owner for a violation of section elev-
5 en hundred seventy of this article pursuant to this section. Personal
6 delivery on the owner shall not be required. A manual or automatic
7 record of mailing prepared in the ordinary course of business shall be
8 prima facie evidence of the facts contained therein.

9 2. A notice of liability shall contain the name and address of the
10 person alleged to be liable as an owner for a violation of section elev-
11 en hundred seventy of this article pursuant to this section, the regis-
12 tration number of the vehicle involved in such violation, the location
13 where such violation took place, the date and time of such violation and
14 the identification number of the camera which recorded the violation or
15 other document locator number.

16 3. The notice of liability shall contain information advising the
17 person charged of the manner and the time in which he or she may contest
18 the liability alleged in the notice. Such notice of liability shall also
19 contain a warning to advise the person charged that failure to contest
20 in the manner and time provided shall be deemed an admission of liabil-
21 ity and that a default judgment may be entered thereon.

22 4. The notice of liability shall be prepared and mailed by the poli-
23 tical subdivision, or by any other entity authorized by such political
24 subdivision to prepare and mail such notification of violation.

25 (h) Adjudication of the liability imposed upon owners by this section
26 shall be by the court having jurisdiction over traffic infractions,
27 except that if such political subdivision has established an administra-
28 tive tribunal to hear and determine complaints of traffic infractions
29 constituting parking, standing or stopping violations such political
30 subdivision may, by local law, authorize such adjudication by such
31 tribunal.

32 (i) If an owner receives a notice of liability pursuant to this
33 section for any time period during which the vehicle was reported to a
34 law enforcement agency as having been stolen, it shall be a valid
35 defense to an allegation of liability for a violation of section eleven
36 hundred seventy of this article pursuant to this section that the vehi-
37 cle has been reported to the police as stolen prior to the time the
38 violation occurred and had not been recovered by such time. For purposes
39 of asserting the defense provided by this subdivision it shall be suffi-
40 cient that a certified copy of a police report on the stolen vehicle be
41 sent by first class mail to the court having jurisdiction or parking
42 violations bureau.

43 (j) 1. In such political subdivision where the adjudication of liabil-
44 ity imposed upon owners pursuant to this section is by a court having
45 jurisdiction, and an owner who is a lessor of a vehicle to which a
46 notice of liability was issued pursuant to subdivision (g) of this
47 section shall not be liable for the violation of section eleven hundred
48 seventy of this article, provided that he or she sends to the court
49 having jurisdiction of a copy of the rental, lease or other such
50 contract document covering such vehicle on the date of the violation,
51 with the name and address of the lessee clearly legible, within thirty-
52 seven days after receiving notice from the court of the date and time of
53 such violation, together with the other information contained in the
54 original notice of liability. Failure to send such information within
55 such thirty-seven day time period shall render the owner liable for the
56 penalty prescribed by this section. Where the lessor complies with the

1 provisions of this paragraph, the lessee of such vehicle on the date of
2 such violation shall be deemed to be the owner of such vehicle for
3 purposes of this section, shall be subject to liability for the
4 violation of section eleven hundred seventy of this article pursuant to
5 subdivision (g) of this section.

6 2. (i) In any political subdivision which has authorized the adjudi-
7 cation of liability imposed upon owners by this section by a parking
8 violations bureau, an owner who is a lessor of a vehicle to which a
9 notice of liability was issued pursuant to subdivision (g) of this
10 section shall not be liable for the violation of section eleven hundred
11 seventy of this article, provided that:

12 (A) prior to the violation, the lessor has filed with the bureau in
13 accordance with the provisions of section two hundred thirty-nine of
14 this chapter; and

15 (B) within thirty-seven days after receiving notice from the bureau of
16 the date and time of a liability, together with the other information
17 contained in the original notice of liability, the lessor submits to the
18 bureau the correct name and address of the lessee of the vehicle identi-
19 fied in the notice of liability at the time of such violation, together
20 with such other additional information contained in the rental, lease or
21 other contract document, as may be reasonably required by the bureau
22 pursuant to regulations that may be promulgated for such purpose.

23 (ii) Failure to comply with clause (B) of subparagraph (i) of this
24 paragraph shall render the owner liable for the penalty prescribed in
25 this section.

26 (iii) Where the lessor complies with the provisions of this paragraph,
27 the lessee of such vehicle on the date of such violation shall be deemed
28 to be the owner of such vehicle for purposes of this section, shall be
29 subject to liability for such violation pursuant to this section and
30 shall be sent a notice of liability pursuant to this section and shall
31 be sent a notice of liability pursuant to subdivision (g) of this
32 section.

33 (k) 1. If the owner liable for a violation of section eleven hundred
34 seventy of this article pursuant to this section was not the operator of
35 the vehicle at the time of the violation, the owner may maintain an
36 action for indemnification against the operator.

37 2. Notwithstanding any other provision of this section, no owner of a
38 vehicle shall be subject to a monetary fine imposed pursuant to this
39 section if the operator of such vehicle was operating such vehicle with-
40 out the consent of the owner at the time such operator failed to comply
41 with the provisions of section eleven hundred seventy of this article.
42 For purposes of this subdivision there shall be a presumption that the
43 operator of such vehicle was operating such vehicle with the consent of
44 the owner at the time such operator failed to comply with the provisions
45 of section eleven hundred seventy of this article.

46 (l) Nothing in this section shall be construed to limit the liability
47 of an operator of a vehicle for any violation of section eleven hundred
48 seventy of this article.

49 (m) In any such political subdivision which adopts a demonstration
50 program pursuant to subdivision (a) of this section, such political
51 subdivision shall submit an annual report on the results of the use of a
52 railroad grade crossing photo violation-monitoring system to the gover-
53 nor, the temporary president of the senate and the speaker of the assem-
54 bly on or before June first, two thousand eighteen and on the same date
55 in each succeeding year in which the demonstration program is operable.
56 Such report shall include, but not be limited to:

1 1. a description of the location where railroad grade crossing photo
2 violation-monitoring system was used;

3 2. the aggregate number, type and severity of accidents reported at
4 intersections where a railroad grade crossing photo violation-monitoring
5 system is used for the year preceding the installation of such system,
6 to the extent the information is maintained by the department;

7 3. the aggregate number, type and severity of accidents reported at
8 intersections where a railroad grade crossing photo violation-monitoring
9 system is used, to the extent the information is maintained by the
10 department;

11 4. the number of violations recorded at each intersection where a
12 railroad grade crossing photo violation-monitoring system is used and in
13 the aggregate on a daily, weekly, and monthly basis;

14 5. the total number of notices of liability issued for violations
15 recorded by such systems;

16 6. the number of fines and total amount of fines paid after first
17 notice of liability issued for violations recorded by such systems;

18 7. the number of violations adjudicated and results of such adjudi-
19 cations including breakdowns of dispositions made for violations
20 recorded by such systems;

21 8. the total amount of revenue realized by such political subdivision
22 from such adjudications;

23 9. expenses incurred by such political subdivision in connection with
24 the program; and

25 10. quality of the adjudication process and its results.

26 (n) It shall be an affirmative defense to any prosecution for a
27 violation of section eleven hundred seventy of this article pursuant to
28 a local law or ordinance adopted pursuant to this section that there is
29 verified evidence that the railroad signal indications were malfunction-
30 ing at the time of the alleged violation.

31 § 10. The vehicle and traffic law is amended by adding a new section
32 1633 to read as follows:

33 § 1633. Railroad grade crossing enforcement; demonstration program.

34 (a) 1. Notwithstanding any other provision of law, the Long Island Rail
35 Road and the Metro-North Commuter Railroad (hereinafter referred to as
36 "the commuter railroads") are hereby authorized and empowered to imple-
37 ment a demonstration program imposing monetary liability on the owner of
38 a vehicle for failure of an operator thereof to comply with section
39 eleven hundred seventy of this chapter. Such demonstration program shall
40 empower each of the commuter railroads to install and operate railroad
41 grade crossing photo verification-monitoring devices at any railroad
42 sign or signal that indicates the approach of one of its trains. A
43 violation committed pursuant to the provisions of this section shall be
44 deemed a traffic infraction, and adjudication of the traffic infraction
45 against the owner shall be in accordance with the provisions of this
46 chapter.

47 2. Such demonstration program shall utilize necessary technologies to
48 ensure, to the extent practicable, that photographs produced by such
49 railroad grade crossing photo violation-monitoring systems shall not
50 include images that identify the driver, the passengers or the contents
51 of the vehicle. Provided, however, that no notice of liability issued
52 pursuant to this section shall be dismissed solely because a photograph
53 or photographs allow for the identification of the contents of a vehi-
54 cle, provided that the commuter railroad has made a reasonable effort to
55 comply with the provisions of this paragraph.

1 (b) Within the jurisdiction of any such commuter railroad pursuant to
2 subdivision (a) of this section, and subject to the adjudicatory process
3 of the appropriate political subdivision, the owner of a vehicle shall
4 be liable for a penalty imposed pursuant to this section if such vehicle
5 was used or operated with the permission of the owner, express or
6 implied, in violation of section eleven hundred seventy of this chapter,
7 and such violation is evidenced by information obtained from a railroad
8 grade crossing photo violation-monitoring system; provided, however,
9 that no owner of a vehicle shall be liable for a penalty imposed pursu-
10 ant to this section where the operator of such vehicle has been
11 convicted of the underlying violation of section eleven hundred seventy
12 of this chapter.

13 (c) For purposes of this section, the following terms shall have the
14 following meaning:

15 1. "Owner" shall have the meaning provided in article two-B of this
16 chapter;

17 2. "Railroad grade crossing photo violation-monitoring system" shall
18 mean a vehicle sensor installed to work in conjunction with a railroad
19 sign or signal which automatically produces two or more photographs, two
20 or more microphotographs, a videotape or other recorded images of each
21 vehicle at the time it is used or operated in violation of section elev-
22 en hundred seventy of this chapter;

23 3. "Political subdivision" shall mean a county, city, town or village
24 located in the metropolitan commuter transportation district, as such
25 district is defined in section twelve hundred sixty-two of the public
26 authorities law;

27 (d) A certificate, sworn to or affirmed by a technician employed by
28 the commuter railroad where the charged violation occurred, or a facsim-
29 ile thereof, based upon inspection of photographs, microphotographs,
30 videotape or other recorded images produced by a railroad grade crossing
31 photo violation-monitoring system, shall be prima facie evidence of the
32 facts contained therein. Any photographs, microphotographs, videotape
33 or other recorded images evidencing such a violation shall be available
34 for inspection in any proceeding to adjudicate the liability for such
35 violation pursuant to law.

36 (e) An owner liable for a violation of section eleven hundred seventy
37 of this chapter pursuant to a railroad grade crossing demonstration
38 project adopted pursuant to this section shall be liable for monetary
39 penalties not to exceed two hundred fifty dollars for each violation;
40 provided, however, that an adjudicating authority may provide for an
41 additional penalty of not in excess of fifty dollars for each violation
42 for the failure to respond to a notice of liability within the
43 prescribed period of time.

44 (f) An imposition of liability pursuant to this section shall not be
45 deemed a conviction as an operator and shall not be made part of the
46 operating record of the person upon whom such liability is imposed nor
47 shall it be used for insurance purposes in the provision of the motor
48 vehicle insurance coverage.

49 (g) 1. A notice of liability shall be sent by first class mail to each
50 person alleged to be liable as an owner for a violation of section elev-
51 en hundred seventy of this chapter pursuant to this section. Personal
52 delivery on the owner shall not be required. A manual or automatic
53 record of mailing prepared in the ordinary course of business shall be
54 prima facie evidence of the facts contained therein.

55 2. A notice of liability shall contain the name and address of the
56 person alleged to be liable as an owner for a violation of section elev-

1 en hundred seventy of this chapter pursuant to this section, the regis-
2 tration number of the vehicle involved in such violation, the location
3 where such violation took place, the date and time of such violation and
4 the identification number of the camera which recorded the violation or
5 other document locator number.

6 3. The notice of liability shall contain information advising the
7 person charged of the manner and the time in which he or she may contest
8 the liability alleged in the notice. Such notice of liability shall also
9 contain a warning to advise the person charged that failure to contest
10 in the manner and time provided shall be deemed an admission of liabil-
11 ity and that a default judgment may be entered thereon.

12 4. The notice of liability shall be prepared and mailed by the commu-
13 ter railroad, or by any other entity authorized by such commuter rail-
14 road to prepare and mail such notification of violation.

15 (h) Adjudication of the liability imposed upon owners by this section
16 shall be by the court having jurisdiction over traffic infractions,
17 except that if a political subdivision has established an administrative
18 tribunal to hear and determine complaints of traffic infractions consti-
19 tuting parking, standing or stopping violations such political subdivi-
20 sion may, by local law, authorize such adjudication by such tribunal.

21 (i) If an owner receives a notice of liability pursuant to this
22 section for any time period during which the vehicle was reported to a
23 law enforcement agency as having been stolen, it shall be a valid
24 defense to an allegation of liability for a violation of section eleven
25 hundred seventy of this chapter pursuant to this section that the vehi-
26 cle had been reported to the police as stolen prior to the time the
27 violation occurred and has not been recovered by such time. For purposes
28 of asserting the defense provided by this subdivision it shall be suffi-
29 cient that a certified copy of a police report on the stolen vehicle be
30 sent by first class mail to the court having jurisdiction or parking
31 violations bureau.

32 (j) 1. In any political subdivision where the adjudication of liabil-
33 ity imposed upon owners pursuant to this section is by a court having
34 jurisdiction, an owner who is a lessor of a vehicle to which a notice of
35 liability was issued pursuant to subdivision (g) of this section shall
36 not be liable for the violation of section eleven hundred seventy of
37 this chapter, provided that he or she send to the court having jurisdic-
38 tion a copy of the rental, lease or other such contract document cover-
39 ing such vehicle on the date of the violation, with the name and address
40 of the lessee clearly legible, within thirty-seven days after receiving
41 notice from the court of the date and time of such violation, together
42 with the other information contained in the original notice of liabil-
43 ity. Failure to send such information within such thirty-seven day time
44 period shall render the owner liable for the penalty prescribed by this
45 section. Where the lessor complies with the provisions of this para-
46 graph, the lessee of such vehicle on the date of such violation shall be
47 deemed to be the owner of such vehicle for purposes of this section,
48 shall be subject to liability for the violation of section eleven
49 hundred seventy of this chapter pursuant to this section and shall be
50 sent a notice of liability pursuant to subdivision (g) of this section.

51 2. (i) In any political subdivision which has authorized the adjudi-
52 cation of liability imposed upon owners by this section by a parking
53 violations bureau, an owner who is a lessor of a vehicle to which a
54 notice of liability was issued pursuant to subdivision (g) of this
55 section shall not be liable for the violation of section eleven hundred
56 seventy of this chapter, provided that:

1 (A) prior to the violation, the lessor has filed with the bureau in
2 accordance with the provisions of section two hundred thirty-nine of
3 this chapter; and

4 (B) within thirty-seven days after receiving notice from the bureau of
5 the date and time of a liability, together with the other information
6 contained in the original notice of liability, the lessor submits to the
7 bureau the correct name and address of the lessee of the vehicle identi-
8 fied in the notice of liability at the time of such violation, together
9 with such other additional information contained in the rental, lease or
10 other contract document, as may be reasonably required by the bureau
11 pursuant to regulations that may be reasonably required by the bureau
12 pursuant to regulations that may be promulgated for such purpose.

13 (ii) Failure to comply with clause (B) of subparagraph (i) of this
14 paragraph shall render the owner liable for the penalty prescribed in
15 this section.

16 (iii) Where the lessor complies with the provision of this paragraph,
17 the lessee of such vehicle on the date of such violation shall be deemed
18 to be the owner of such vehicle for purposes of this section, shall be
19 subject to liability for such violation pursuant to this section and
20 shall be sent a notice of liability pursuant to subdivision (g) of this
21 section.

22 (k) 1. If the owner liable for a violation of section eleven hundred
23 seventy of this chapter pursuant to this section was not the operator of
24 the vehicle at the time of the violation, the owner may maintain an
25 action for indemnification against the operator.

26 2. Notwithstanding any other provision of this section, no owner of a
27 vehicle shall be subject to a monetary fine imposed pursuant to this
28 section if the operator of such vehicle was operating such vehicle with-
29 out the consent of the owner at the time such operator failed to obey a
30 railroad sign or signal indicating the approach of a train. For purposes
31 of this subdivision there shall be a presumption that the operator of
32 such vehicle was operating such vehicle with the consent of the owner at
33 the time such operator failed to obey a railroad sign or signal indicat-
34 ing the approach of a train.

35 (l) Nothing in this section shall be construed to limit the liability
36 of an operator of a vehicle for any violation of section eleven hundred
37 seventy of this chapter.

38 (m) Where a commuter railroad adopts a demonstration program pursuant
39 to subdivision (a) of this section, such railroad shall submit an annual
40 report on the results of the use of a railroad grade crossing photo
41 violation-monitoring system to the governor, the temporary president of
42 the senate and the speaker of the assembly on or before June first, two
43 thousand eighteen and on the same date in each succeeding year in which
44 the demonstration program is operable. Such report shall include, but
45 not be limited to:

46 1. a description of the locations where railroad grade crossing photo
47 violation-monitoring systems were used;

48 2. the aggregate number, type and severity of accidents reported at
49 intersections where a railroad grade crossing photo violation-monitoring
50 system is used for the year preceding the installation of such system,
51 to the extent the information is maintained by the department;

52 3. The aggregate number, type and severity of accidents reported at
53 intersections where a railroad grade crossing photo violation-monitoring
54 system is used, to the extent the information is maintained by the
55 department;

1 4. the number of violations recorded at each intersection where a
2 railroad grade crossing photo violation-monitoring system is used and in
3 the aggregate on a daily, weekly, and monthly basis;

4 5. the total number of notices of liability issued for violations
5 recorded by such systems;

6 6. the number of fines and total amount of fines paid after first
7 notice of liability issued for violations recorded by such systems;

8 7. the number of violations adjudicated and results of such adjudi-
9 cations including breakdowns of dispositions made for violations
10 recorded by such systems;

11 8. the total amount of revenue realized by all applicable political
12 subdivision from such adjudications;

13 9. expenses incurred by such commuter railroad in connection with the
14 program; and

15 10. quality of the adjudication process and its results.

16 (n) It shall be an affirmative defense to any prosecution for a
17 violation of section eleven hundred seventy of this chapter pursuant to
18 a local law or ordinance adopted pursuant to this section that there is
19 verified evidence that the railroad signal indications were malfunction-
20 ing at the time of the alleged violation.

21 § 11. The opening paragraph of subdivision 1 of section 1803 of the
22 vehicle and traffic law, as amended by chapter 385 of the laws of 1999,
23 is amended to read as follows:

24 Except as otherwise provided in subdivision five of section two
25 hundred twenty-seven of this chapter [~~and as provided in~~], section
26 sixteen hundred thirty-three of this chapter and section eleven hundred
27 ninety-seven of this chapter, section ninety of the state finance law
28 and sections fourteen-f and one hundred forty of the transportation law,
29 all fines and penalties collected under a sentence or judgment of
30 conviction of a violation of this chapter or of any act relating to the
31 use of highways by motor vehicles or trailers, now in force or hereafter
32 enacted, shall be distributed in the following manner:

33 § 12. Section 1803 of the vehicle and traffic law is amended by adding
34 a new subdivision 10 to read as follows:

35 10. Where a commuter railroad establishes a railroad grade crossing
36 demonstration program pursuant to section sixteen hundred thirty-three
37 of this chapter, all fines, penalties and forfeitures collected pursuant
38 to such section shall be paid to the county, city, town, or village
39 having jurisdiction of the railroad grade crossing.

40 § 13. Subdivision 2 of section 87 of the public officers law is
41 amended by adding a new paragraph (p) to read as follows:

42 (p) are photographs, microphotographs, videotape or other recorded
43 images prepared under the authority of section eleven hundred seventy-a
44 or section sixteen hundred thirty-three of the vehicle and traffic law.

45 § 14. This act shall take effect immediately; provided, however, that:

46 (a) sections one, two, seven and eight of this act of this act shall
47 take effect on the first of November next succeeding the date on which
48 it shall have become a law;

49 (b) sections three, four, five and six of this act shall take effect
50 October 1, 2018; and provided, further that:

51 (c) sections nine, ten, eleven, twelve and thirteen of this act shall
52 take effect on the thirtieth day after it shall have become a law.

1 Section 1. Paragraph a of section 1 of part FF of chapter 55 of the
2 laws of 2017 relating to motor vehicles equipped with autonomous vehicle
3 technology, is amended to read as follows:

4 a. Notwithstanding the provisions of section 1226 of the vehicle and
5 traffic law, the New York state commissioner of motor vehicles may
6 approve demonstrations and tests consisting of the operation of a motor
7 vehicle equipped with autonomous vehicle technology while such motor
8 vehicle is engaged in the use of such technology on public highways
9 within this state for the purposes of demonstrating and assessing the
10 current development of autonomous vehicle technology and to begin iden-
11 tifying potential impacts of such technology on safety, traffic control,
12 traffic enforcement, emergency services, and such other areas as may be
13 identified by such commissioner. Provided, however, that such [~~demon-
14 strations and tests shall only take place under the direct supervision
15 of the New York state police. Such~~] demonstrations and tests shall take
16 place in a manner and form prescribed by the commissioner of motor vehi-
17 cles including, but not limited to: a requirement that a natural person
18 holding a valid license for the operation of the motor vehicle's class
19 be present within such vehicle for the duration of the time it is oper-
20 ated on public highways; a requirement that the motor vehicle utilized
21 in such demonstrations and tests complies with all applicable federal
22 motor vehicle safety standards and New York state motor vehicle
23 inspection standards; and a requirement that the motor vehicle utilized
24 in such demonstrations and tests has in place, at a minimum, financial
25 security in the amount of five million dollars. Nothing in this act
26 shall authorize the motor vehicle utilized in such demonstrations and
27 tests to operate in violation of article 22 or title 7 of the vehicle
28 and traffic law, excluding section 1226 of such law.

29 § 2. Section 2 of part FF of chapter 55 of the laws of 2017 relating
30 to motor vehicles equipped with autonomous vehicle technology, is
31 amended to read as follows:

32 § 2. The commissioner of motor vehicles shall, in consultation with
33 the superintendent of state police, submit a report to the governor, the
34 temporary president of the senate, the speaker of the assembly, and the
35 chairs of the senate and assembly transportation committees on the
36 demonstrations and tests authorized by section one of this act. Such
37 report shall include, but not be limited to, a description of the param-
38 eters and purpose of such demonstrations and tests, the location or
39 locations where demonstrations and tests were conducted, the demon-
40 strations' and tests' impacts on safety, traffic control, traffic
41 enforcement, emergency services, and such other areas as may be identi-
42 fied by such commissioner. Such commissioner shall submit such report on
43 or before June [~~1, 2018~~] first of each year section one of this act
44 remains in effect.

45 § 3. Section 3 of part FF of chapter 55 of the laws of 2017 relating
46 to motor vehicles equipped with autonomous vehicle technology, is
47 amended to read as follows:

48 § 3. This act shall take effect April 1, 2017; provided, however, that
49 section one of this act shall expire and be deemed repealed April 1,
50 [~~2018~~] 2020.

51 § 4. a. The New York state commissioner of motor vehicles may approve
52 demonstrations and tests consisting of the operation of a motor vehicle
53 equipped with autonomous vehicle technology while such motor vehicle is
54 engaged in the use of such technology on public highways within this
55 state for the purposes of demonstrating and assessing the current devel-
56 opment of autonomous vehicle technology and to begin identifying poten-

1 tial impacts of such technology on safety, traffic control, traffic
2 enforcement, emergency services, and such other areas as may be identi-
3 fied by such commissioner. Such demonstrations and tests shall take
4 place in a manner and form prescribed by the commissioner of motor vehi-
5 cles including, but not limited to: a requirement that the motor vehicle
6 utilized in such demonstrations and tests complies with all applicable
7 federal motor vehicle safety standards and New York state motor vehicle
8 inspection standards; and a requirement that the motor vehicle utilized
9 in such demonstrations and tests has in place, at a minimum, financial
10 security in the amount of five million dollars. Nothing in this act
11 shall authorize the motor vehicle utilized in such demonstrations and
12 tests to operate in violation of article 22 or title 7 of the vehicle
13 and traffic law, excluding section 1226 of such law.

14 b. For the purposes of this section, the term "autonomous vehicle
15 technology" shall mean the hardware and software that are collectively
16 capable of performing part or all of the dynamic driving task on a
17 sustained basis, and the term "dynamic driving task" shall mean all of
18 the real-time operational and tactical functions required to operate a
19 vehicle in on-road traffic, excluding the strategic functions such as
20 trip scheduling and selection of destinations and waypoints.

21 § 5. The commissioner of motor vehicles shall, in consultation with
22 the superintendent of state police, submit a report to the governor, the
23 temporary president of the senate, the speaker of the assembly, and the
24 chairs of the senate and assembly transportation committees on the
25 demonstrations and tests authorized by section four of this act. Such
26 report shall include, but not be limited to, a description of the param-
27 eters and purpose of such demonstrations and tests, the location or
28 locations where demonstrations and tests were conducted, the demon-
29 strations' and tests' impacts on safety, traffic control, traffic
30 enforcement, emergency services, and such other areas as may be identi-
31 fied by such commissioner. Such commissioner shall submit such report on
32 or before June first of each year section four of this act remains in
33 effect.

34 § 6. Section 1226 of the vehicle and traffic law is REPEALED.

35 § 7. The commissioner of motor vehicles and the superintendent of
36 financial services shall establish regulations consistent with this act.

37 § 8. This act shall take effect immediately; provided, however, that:

38 (a) the amendments to subdivision a of section 1 of part FF of chapter
39 55 of the laws of 2017 made by section one of this act shall not affect
40 the repeal of such section and shall be deemed to be repealed therewith;
41 and

42 (b) sections four, five and six of this act shall take effect April 1,
43 2020.

44

PART I

45 Section 1. The closing paragraph of subdivision 3 of section 99-a of
46 the state finance law, as amended by section 3 of part GG of chapter 55
47 of the laws of 2017, is amended to read as follows:

48 The comptroller may require such reporting and record keeping as he or
49 she deems necessary to ensure the proper distribution of moneys in
50 accordance with applicable laws. A justice court or the Nassau and
51 Suffolk counties traffic and parking violations agencies or the city of
52 Buffalo traffic violations agency [~~or the city of New York pursuant to~~
53 ~~article two-A of the vehicle and traffic law~~] may utilize these proce-

1 dures only when permitted by the comptroller, and such permission, once
2 given, may subsequently be withdrawn by the comptroller on due notice.

3 § 2. The closing paragraph of subdivision 3 of section 99-a of the
4 state finance law, as amended by section 10 of chapter 157 of the laws
5 of 2017, is amended to read as follows:

6 The comptroller may require such reporting and record keeping as he or
7 she deems necessary to ensure the proper distribution of moneys in
8 accordance with applicable laws. A justice court or the Nassau and
9 Suffolk counties traffic and parking violations agencies or the city of
10 Buffalo traffic violations agency or the city of Rochester traffic
11 violations agency [~~or the city of New York pursuant to article two-A of~~
12 ~~the vehicle and traffic law~~] may utilize these procedures only when
13 permitted by the comptroller, and such permission, once given, may
14 subsequently be withdrawn by the comptroller on due notice.

15 § 3. This act shall take effect immediately; provided, however, that
16 the amendments to the closing paragraph of subdivision 3 of section 99-a
17 of the state finance law as made by section two of this act shall take
18 effect on the same date and in the same manner as section 10 of chapter
19 157 of the laws of 2017 takes effect, and shall be subject to the expi-
20 ration of such subdivision pursuant to section 4 of part GG of chapter
21 55 of the laws of 2017, as amended, and shall be deemed expired there-
22 with.

23 PART J

24 Section 1. The vehicle and traffic law is amended by adding a new
25 article 12-D to read as follows:

26 ARTICLE 12-D

27 PRE-LICENSING COURSE INTERNET PILOT PROGRAM

28 Section 399-p. Pre-licensing course internet pilot program.

29 399-q. Application.

30 399-r. Regulations and fees.

31 399-s. Pilot program scope and duration.

32 399-t. Report by commissioner.

33 § 399-p. Pre-licensing course internet pilot program. The commissioner
34 shall establish, by regulation, a comprehensive pilot program to allow
35 use of the internet, for the administration and completion of an
36 approved pre-licensing course, which shall be deemed the equivalent of
37 the course required by subparagraph (i) of paragraph (a) of subdivision
38 four of section five hundred two of this chapter.

39 § 399-q. Application. An applicant for participation in the pilot
40 program established pursuant to this article shall be an approved spon-
41 sor of an internet accident prevention course, pursuant to article
42 twelve-C of this title, prior to the effective date of this article. In
43 order to be approved for participation in such pilot program, the course
44 must comply with provisions of law, rules and regulations applicable
45 thereto. The commissioner may, in his or her discretion, impose a fee
46 for the submission of each application. Such fee shall not exceed seven
47 thousand five hundred dollars, which shall be deposited in the dedicated
48 highway and bridge trust fund established pursuant to section eighty-
49 nine-b of the state finance law.

50 § 399-r. Regulations and fees. 1. The commissioner is authorized to
51 promulgate any rules and regulations necessary to implement the
52 provisions of this article and to insure that the internet pilot
53 program, as approved by the commissioner, can validate: student identity
54 at registration and throughout the course; participation throughout the

1 course; that time the requirements are met; and successful completion of
2 the course. Provided, however, that any rules and regulations promulgat-
3 ed pursuant to this article shall not stipulate any particular location
4 for delivery of a pre-licensing course or limit the time of day during
5 which such course may be taken.

6 2. The commissioner is authorized to impose a fee upon each pre-li-
7 censing course sponsoring agency approved to deliver such course, which
8 shall not exceed eight dollars for each student who completes such
9 course, and which shall be deposited in the dedicated highway and bridge
10 trust fund established pursuant to section eighty-nine-b of the state
11 finance law.

12 § 399-s. Pilot program scope and duration. The commissioner shall
13 conduct a pilot program designed to evaluate utilizing the internet for
14 delivering an approved pre-licensing course, which shall be deemed the
15 equivalent of the course required by subparagraph (i) of paragraph (a)
16 of subdivision four of section five hundred two of this chapter, by
17 permitting qualified applicants to participate in the pilot program for
18 a period of five years.

19 § 399-t. Report by commissioner. Within five years of the establish-
20 ment and implementation of this article, the commissioner shall report
21 to the governor, the temporary president of the senate and the speaker
22 of the assembly on the pre-licensing course internet pilot program and
23 its results. Such reports shall include recommendations as to the future
24 use of internet as an effective way, in addition to classroom presenta-
25 tion, to deliver to the public approved pre-licensing courses, and qual-
26 ifications for participants in such approved internet delivered
27 programs.

28 § 2. Paragraph (h) of subdivision 4 of section 502 of the vehicle and
29 traffic law, as added by section 1 of part L of chapter 59 of the laws
30 of 2009, is amended to read as follows:

31 (h) Course completion certificate fee. The fee for a course completion
32 certificate provided by the department to an entity that is approved by
33 the commissioner to offer the pre-licensing course, required by this
34 subdivision, for issuance by such entity to students upon their
35 completion of such pre-licensing course shall be one dollar. Such fee
36 shall be paid by such entity and shall not be charged to a person who
37 takes the course in any manner. The provisions of this paragraph shall
38 not apply to a pre-licensing course established pursuant to article
39 twelve-D of this chapter.

40 § 3. This act shall take effect on the one hundred eightieth day after
41 it shall have become a law and shall expire and be deemed repealed five
42 years after the date that the pre-licensing course internet pilot
43 program is established and implemented by the commissioner of motor
44 vehicles pursuant to article 12-D of the vehicle and traffic law, as
45 added by section one of this act; provided that any rules and regu-
46 lations necessary to implement the provisions of this act on its effec-
47 tive date are authorized and directed to be completed on or before such
48 date; and provided, further, that the commissioner of motor vehicles
49 shall notify the legislative bill drafting commission of the date he or
50 she establishes and implements the pre-licensing course internet pilot
51 program pursuant to article 12-D of the vehicle and traffic law, as
52 added by section one of this act, in order that such commission may
53 maintain an accurate and timely effective data base of the official text
54 of the laws of the state of New York in furtherance of effecting the
55 provisions of section 44 of the legislative law and section 70-b of the
56 public officers law.

1

PART K

2 Section 1. Section 399-1 of the vehicle and traffic law, as amended by
3 section 1 of part D of chapter 58 of the laws of 2016, is amended to
4 read as follows:

5 § 399-1. Application. Applicants for participation in the pilot
6 program established pursuant to this article shall be among those acci-
7 dent prevention course sponsoring agencies that have a course approved
8 by the commissioner pursuant to article twelve-B of this title prior to
9 the effective date of this article and which deliver such course to the
10 public. Provided, however, the commissioner may, in his or her
11 discretion, approve applications after such date. In order to be
12 approved for participation in such pilot program, the course must comply
13 with the provisions of law, rules and regulations applicable thereto.
14 The commissioner may, in his or her discretion, impose a fee for the
15 submission of each application to participate in the pilot program
16 established pursuant to this article. Such fee shall not exceed seven
17 thousand five hundred dollars. [~~The proceeds from such fee shall be
18 deposited by the comptroller into the special obligation reserve and
19 payment account of the dedicated highway and bridge trust fund estab-
20 lished pursuant to section eighty nine b of the state finance law for
21 the purposes established in this section.~~]

22 § 2. Paragraph a of subdivision 5 of section 410 of the vehicle and
23 traffic law, as amended by section 4 of part D of chapter 58 of the laws
24 of 2016, is amended to read as follows:

25 a. The annual fee for registration or reregistration of a motorcycle
26 shall be eleven dollars and fifty cents. Beginning April first, nine-
27 teen hundred ninety-eight the annual fee for registration or reregistra-
28 tion of a motorcycle shall be seventeen dollars and fifty cents[~~, of
29 which two dollars and fifty cents shall be deposited by the comptroller
30 into the special obligation reserve and payment account of the dedicated
31 highway and bridge trust fund established pursuant to section eighty-
32 nine b of the state finance law for the purposes established in this
33 section~~].

34 § 3. Paragraph (c-1) of subdivision 2 of section 503 of the vehicle
35 and traffic law, as amended by section 5 of part D of chapter 58 of the
36 laws of 2016, is amended to read as follows:

37 (c-1) In addition to the fees established in paragraphs (b) and (c) of
38 this subdivision, a fee of fifty cents for each six months or portion
39 thereof of the period of validity shall be paid upon the issuance of any
40 permit, license or renewal of a license which is valid for the operation
41 of a motorcycle, except a limited use motorcycle. [~~Fees collected pursu-
42 ant to this paragraph shall be deposited by the comptroller into the
43 special obligation reserve and payment account of the dedicated highway
44 and bridge trust fund established pursuant to section eighty nine b of
45 the state finance law for the purposes established in this section.~~]

46 § 4. Subdivision 5 of section 317 of the vehicle and traffic law is
47 REPEALED.

48 § 5. Paragraph (b) of subdivision 1-a of section 318 of the vehicle
49 and traffic law, as amended by section 9 of part D of chapter 58 of the
50 laws of 2016, is amended to read as follows:

51 (b) Notwithstanding the provisions of paragraph (a) of this subdivi-
52 sion, an order of suspension issued pursuant to paragraph (a) or (e) of
53 this subdivision may be terminated if the registrant pays to the commis-
54 sioner a civil penalty in the amount of eight dollars for each day up to
55 thirty days for which financial security was not in effect, plus ten

1 dollars for each day from the thirty-first to the sixtieth day for which
2 financial security was not in effect, plus twelve dollars for each day
3 from the sixty-first to the ninetieth day for which financial security
4 was not in effect. [~~Of each eight dollar penalty, six dollars will be
5 deposited in the general fund and two dollars in the special obligation
6 reserve and payment account of the dedicated highway and bridge trust
7 fund established pursuant to section eighty-nine b of the state finance
8 law for the purposes established in this section.~~] Of each ten dollar
9 penalty collected, [~~six~~] eight dollars will be deposited in the general
10 fund[, ~~two dollars will be deposited in the special obligation reserve
11 and payment account of the dedicated highway and bridge trust fund
12 established pursuant to section eighty-nine b of the state finance law
13 for the purposes established in this section,~~] and two dollars shall be
14 deposited in the dedicated highway and bridge trust fund established
15 pursuant to section eighty-nine-b of the state finance law and the dedi-
16 cated mass transportation fund established pursuant to section eighty-
17 nine-c of the state finance law and distributed according to the
18 provisions of subdivision (d) of section three hundred one-j of the tax
19 law. Of each twelve dollar penalty collected, [~~six~~] eight dollars will
20 be deposited into the general fund[, ~~two dollars will be deposited into
21 the special obligation reserve and payment account of the dedicated
22 highway and bridge trust fund established pursuant to section eighty-
23 nine-b of the state finance law for the purposes established in this
24 section,~~] and four dollars shall be deposited in the dedicated highway
25 and bridge trust fund established pursuant to section eighty-nine-b of
26 the state finance law and the dedicated mass transportation fund estab-
27 lished pursuant to section eighty-nine-c of the state finance law and
28 distributed according to the provisions of subdivision (d) of section
29 three hundred one-j of the tax law. The foregoing provision shall apply
30 only once during any thirty-six month period and only if the registrant
31 surrendered the certificate of registration and number plates to the
32 commissioner not more than ninety days from the date of termination of
33 financial security or submits to the commissioner new proof of financial
34 security which took effect not more than ninety days from the termi-
35 nation of financial security.

36 § 6. Subdivision 6 of section 423-a of the vehicle and traffic law is
37 REPEALED.

38 § 7. Paragraph (a) of subdivision 3 of section 89-b of the state
39 finance law, as amended by section 11 of part D of chapter 58 of the
40 laws of 2016, is amended to read as follows:

41 (a) The special obligation reserve and payment account shall consist
42 (i) of all moneys required to be deposited in the dedicated highway and
43 bridge trust fund pursuant to the provisions of sections two hundred
44 five, two hundred eighty-nine-e, three hundred one-j, five hundred
45 fifteen and eleven hundred sixty-seven of the tax law, section four
46 hundred one of the vehicle and traffic law, and section thirty-one of
47 chapter fifty-six of the laws of nineteen hundred ninety-three, (ii) all
48 fees, fines or penalties collected by the commissioner of transportation
49 and the commissioner of motor vehicles pursuant to section fifty-two,
50 section three hundred twenty-six, section eighty-eight of the highway
51 law, subdivision fifteen of section three hundred eighty-five[, ~~section
52 four hundred twenty-three a, section four hundred ten, section three
53 hundred seventeen, section three hundred eighteen, article twelve-C, and
54 paragraph (c-1) of subdivision two of section five hundred three~~] of the
55 vehicle and traffic law, section two of the chapter of the laws of two
56 thousand three that amended this paragraph, subdivision (d) of section

1 three hundred four-a, paragraph one of subdivision (a) and subdivision
2 (d) of section three hundred five, subdivision six-a of section four
3 hundred fifteen and subdivision (g) of section twenty-one hundred twen-
4 ty-five of the vehicle and traffic law, section fifteen of this chapter,
5 excepting moneys deposited with the state on account of betterments
6 performed pursuant to subdivision twenty-seven or subdivision thirty-
7 five of section ten of the highway law, and [~~sections ninety-four, one~~
8 ~~hundred thirty-five, and~~] section one hundred forty-five of the trans-
9 portation law, (iii) any moneys collected by the department of transpor-
10 tation for services provided pursuant to agreements entered into in
11 accordance with section ninety-nine-r of the general municipal law, and
12 (iv) any other moneys collected therefor or credited or transferred
13 thereto from any other fund, account or source.

14 § 8. Paragraph (a) of subdivision 3 of section 89-b of the state
15 finance law, as amended by section 12 of part D of chapter 58 of the
16 laws of 2016, is amended to read as follows:

17 (a) The special obligation reserve and payment account shall consist
18 (i) of all moneys required to be deposited in the dedicated highway and
19 bridge trust fund pursuant to the provisions of sections two hundred
20 eighty-nine-e, three hundred one-j, five hundred fifteen and eleven
21 hundred sixty-seven of the tax law, section four hundred one of the
22 vehicle and traffic law, and section thirty-one of chapter fifty-six of
23 the laws of nineteen hundred ninety-three, (ii) all fees, fines or
24 penalties collected by the commissioner of transportation and the
25 commissioner of motor vehicles pursuant to section fifty-two, section
26 three hundred twenty-six, section eighty-eight of the highway law,
27 subdivision fifteen of section three hundred eighty-five [~~, section four~~
28 ~~hundred twenty-three-a, section four hundred ten, section three hundred~~
29 ~~seventeen, section three hundred eighteen, article twelve-C, and para-~~
30 ~~graph (c-1) of subdivision two of section five hundred three] of the
31 vehicle and traffic law, section fifteen of this chapter, excepting
32 moneys deposited with the state on account of betterments performed
33 pursuant to subdivision twenty-seven or subdivision thirty-five of
34 section ten of the highway law, and [~~sections ninety-four, one hundred~~
35 ~~thirty-five, and~~] section one hundred forty-five of the transportation
36 law, (iii) any moneys collected by the department of transportation for
37 services provided pursuant to agreements entered into in accordance with
38 section ninety-nine-r of the general municipal law, and (iv) any other
39 moneys collected therefor or credited or transferred thereto from any
40 other fund, account or source.~~

41 § 9. Subdivision 4 of section 94 of the transportation law is
42 REPEALED.

43 § 10. Subdivision 4 of section 135 of the transportation law, as
44 amended by section 4 of part C of chapter 57 of the laws of 2014, is
45 amended to read as follows:

46 4. [~~All revenues collected pursuant to this section shall be deposited~~
47 ~~by the comptroller into the special obligation reserve and payment~~
48 ~~account of the dedicated highway and bridge trust fund established~~
49 ~~pursuant to section eighty-nine-b of the state finance law for the~~
50 ~~purposes established in this section.] Fees will be based on revenues
51 from the preceding calendar year and shall be assessed on or before July
52 first and are payable by September first of each year. On or before
53 January first of each year following assessment of fees pursuant to this
54 section, the commissioner shall report to the railroad companies annual
55 costs associated with this assessment.~~

1 § 11. Subsection (b) of section 805 of the tax law, as amended by
2 section 1 of part C of chapter 25 of the laws of 2009, is amended to
3 read as follows:

4 (b) On or before the twelfth and twenty-sixth day of each succeeding
5 month, after reserving such amount for such refunds and deducting such
6 amounts for such costs, as provided for in subsection (a) of this
7 section, the commissioner shall certify to the comptroller the amount of
8 all revenues so received during the prior month as a result of the
9 taxes, interest and penalties so imposed. The amount of revenues so
10 certified shall be paid over by the fifteenth and the final business day
11 of each succeeding month from such account without appropriation into
12 the [~~mobility tax trust account of the metropolitan transportation~~
13 ~~authority financial assistance fund established pursuant to section~~
14 ~~ninety-two-ff of the state finance law, for payment, pursuant to appro-~~
15 ~~priations by the legislature to the~~] metropolitan transportation author-
16 ity finance fund established pursuant to section twelve hundred seven-
17 ty-h of the public authorities law, provided, however, that the
18 comptroller shall ensure that any payments to the metropolitan transpor-
19 tation authority finance fund which are due to be paid by the final
20 business day in the month of December pursuant to this subsection shall
21 be received by the metropolitan transportation authority finance fund on
22 the same business day in which it is paid.

23 § 12. Section 4 of the state finance law is amended by adding a new
24 subdivision 12 to read as follows:

25 12. Notwithstanding subdivision one of this section and any other law
26 to the contrary, the revenue (including taxes, interest and penalties)
27 from the metropolitan commuter transportation mobility tax imposed
28 pursuant to article twenty-three of the tax law which are paid in
29 accordance with subsection (b) of section eight hundred five of the tax
30 law into the metropolitan transportation authority finance fund estab-
31 lished by section twelve hundred seventy-h of the public authorities law
32 shall be made pursuant to statute but without an appropriation.

33 § 13. Subdivision 2 of section 1270-h of the public authorities law,
34 as added by section 16 of part H of chapter 25 of the laws of 2009, is
35 amended to read as follows:

36 2. The comptroller shall deposit into the metropolitan transportation
37 authority finance fund (a) monthly, pursuant to appropriation, [~~into the~~
38 ~~metropolitan transportation authority finance fund~~] the moneys deposited
39 in the mobility tax trust account of the metropolitan transportation
40 authority financial assistance fund pursuant to [~~article twenty-three of~~
41 ~~the tax law, and~~] any [~~other~~] provision of law directing or permitting
42 the deposit of moneys in such fund, and (b) without appropriation, the
43 revenue including taxes, interest and penalties collected in accordance
44 with article twenty-three of the tax law.

45 § 14. Subdivisions 3 and 5 of section 92-ff of the state finance law,
46 as added by section 16 of part G of chapter 25 of the laws of 2009, are
47 amended to read as follows:

48 3. Such fund shall consist of all moneys collected [~~therefore~~] there-
49 for or credited or transferred thereto from any other fund, account or
50 source, including, without limitation, the [~~revenues derived from the~~
51 ~~metropolitan commuter transportation mobility tax imposed by article~~
52 ~~twenty-three of the tax law,~~] revenues derived from the special supple-
53 mental tax on passenger car rentals imposed by section eleven hundred
54 sixty-six-a of the tax law; revenues derived from the transportation
55 surcharge imposed by article twenty-nine-A of the tax law; the supple-
56 mental registration fees imposed by article seventeen-C of the vehicle

1 and traffic law; and the supplemental metropolitan commuter transporta-
2 tion district license fees imposed by section five hundred three of the
3 vehicle and traffic law. Any interest received by the comptroller on
4 moneys on deposit in the metropolitan transportation authority financial
5 assistance fund shall be retained in and become a part of such fund.

6 5. (a) The "mobility tax trust account" shall consist of [~~revenues~~
7 ~~required to be deposited therein pursuant to the provisions of article~~
8 ~~twenty-three of the tax law and all other~~] moneys credited or trans-
9 ferred thereto from any [~~other~~] fund or source pursuant to law.

10 (b) Moneys in the "mobility tax trust account" shall, pursuant to
11 appropriation by the legislature, be transferred on a monthly basis to
12 the metropolitan transportation authority finance fund established by
13 section twelve hundred seventy-h of the public authorities law and
14 utilized in accordance with said section. It is the intent of the legis-
15 lature to enact two appropriations from the mobility tax trust account
16 to the metropolitan transportation authority finance fund established by
17 section twelve hundred seventy-h of the public authorities law. One such
18 appropriation shall be equal to the amounts expected to be available

19 [~~for such purpose pursuant to article twenty-three of the tax law or~~]
20 from any [~~other~~] monies described in paragraph (a) of this subdivision
21 during the two thousand [~~nine~~] eighteen--two thousand [~~ten~~] nineteen
22 fiscal year and shall be effective in that fiscal year. The other such
23 appropriation shall be equal to the amounts expected to be available

24 [~~for such purpose pursuant to article twenty-three of the tax law or~~]
25 from any [~~other~~] monies described in paragraph (a) of this subdivision
26 during the two thousand [~~ten~~] nineteen--two thousand [~~eleven~~] twenty
27 fiscal year and shall, notwithstanding the provisions of section forty
28 of this chapter, take effect on the first day of the two thousand [~~ten~~]

29 nineteen--two thousand [~~eleven~~] twenty fiscal year and lapse on the last
30 day of that fiscal year. It is the intent of the governor to submit and
31 the legislature to enact for each fiscal year after the two thousand
32 [~~nine~~] eighteen--two thousand [~~ten~~] nineteen fiscal year in an annual
33 budget bill: (i) an appropriation for the amount expected to be avail-
34 able in the mobility tax trust account during such fiscal year for the
35 metropolitan transportation authority [~~pursuant to article twenty-three~~

36 ~~of the tax law or~~] from any [~~other~~] monies described in paragraph (a) of
37 this subdivision; and (ii) an appropriation for the amount projected by
38 the director of the budget to be deposited in the mobility tax trust
39 account [~~pursuant to article twenty-three of the tax law or~~] from any
40 [~~other~~] monies described in paragraph (a) of this subdivision for the

41 next succeeding fiscal year. Such appropriation for payment of revenues
42 projected to be deposited in the succeeding fiscal year shall, notwith-
43 standing the provisions of section forty of this chapter, take effect on
44 the first day of such succeeding fiscal year and lapse on the last day
45 of such fiscal year. If for any fiscal year commencing on or after the

46 first day of April, two thousand ten the governor fails to submit a
47 budget bill containing the foregoing, or the legislature fails to enact
48 a bill with such provisions, then the metropolitan transportation
49 authority shall notify the comptroller, the director of the budget, the
50 chairperson of the senate finance committee and the chairperson of the

51 assembly ways and means committee of amounts required to be disbursed
52 from the appropriation made during the preceding fiscal year for payment
53 in such fiscal year. In no event shall the comptroller make any payments
54 from such appropriation prior to May first of such fiscal year, and
55 unless and until the director of the budget, the chairperson of the
56 senate finance committee and the chairperson of the assembly ways and

1 means committee have been notified of the required payments and the
2 timing of such payments to be made from the mobility tax trust account
3 to the metropolitan transportation authority finance fund established by
4 section twelve hundred seventy-h of the public authorities law at least
5 forty-eight hours prior to any such payments. Until such time as
6 payments pursuant to such appropriation are made in full, revenues in
7 the mobility tax trust account shall not be paid over to any person
8 other than the metropolitan transportation authority.

9 § 15. This act shall take effect April 1, 2018; provided however, that
10 the amendments to section 399-1 of the vehicle and traffic law made by
11 section one of this act shall not affect the repeal of such section and
12 shall be deemed repealed therewith; and provided further, however, that
13 the amendments to paragraph (a) of subdivision 3 of section 89-b of the
14 state finance law made by section seven of this act shall be subject to
15 the expiration and reversion of such paragraph pursuant to section 13 of
16 part U1 of chapter 62 of the laws of 2003, as amended, when upon such
17 date the provisions of section eight of this act shall take effect.

18 PART L

19 Section 1. Legislative findings and declaration. It is hereby found
20 and declared that:

21 Within the metropolitan commuter transportation district created and
22 established by section 1262 of the public authorities law there have
23 been and will be geographic areas that receive special economic and
24 other benefits from capital elements undertaken in connection with a
25 capital program approved pursuant to section 1269-b of the public
26 authorities law.

27 It is further found and declared that it is a matter of statewide
28 concern that the transportation facilities of the metropolitan transpor-
29 tation authority, the New York city transit authority and their subsid-
30 iaries be maintained and expanded to ensure the economic health of the
31 metropolitan commuter transportation district and in furtherance thereof
32 that all of the real property within those subdistricts that are deter-
33 mined to be the beneficiary of such special economic and other benefits
34 should contribute to the funding of the metropolitan transportation
35 authority's capital programs at a level determined to be appropriate to
36 the special benefits received within such subdistrict.

37 For these reasons it is declared that these changes are necessary to
38 protect and promote the sound enhancement, renewal and expansion of the
39 transportation facilities of the metropolitan transportation authority,
40 the New York city transit authority and their subsidiaries, including
41 the planning, design, acquisition, construction, reconstruction, reha-
42 bilitation and improvement of such facilities through the establishment
43 of transportation improvement subdistricts and the use of increases in
44 the fair market value of real property in such subdistricts resulting
45 from such improvements to transportation facilities to provide funding
46 for the metropolitan transportation authority's approved capital
47 programs.

48 § 2. Section 1261 of the public authorities law is amended by adding a
49 new subdivision 25 to read as follows:

50 25. "Transportation improvement subdistrict" shall mean an area within
51 the metropolitan commuter transportation district which area has been
52 established pursuant to section twelve hundred sixty-nine-h of this
53 article and included on the list of transportation improvement subdis-
54 tricts as provided in article fifteen-D of the real property tax law.

1 § 3. The public authorities law is amended by adding a new section
2 1269-h to read as follows:

3 § 1269-h. Transportation improvement subdistricts. 1. The board of the
4 metropolitan transportation authority shall establish a transportation
5 improvement subdistrict pursuant to the procedure set forth in this
6 section including, but not limited to, the projects listed below:

7 (a) Phases one, two, three and four of the Second Avenue Subway
8 project;

9 (b) The project to bring the Long Island Rail Road into Grand Central
10 Terminal ("East Side Access Project");

11 (c) Penn Station Access; and

12 (d) 125th MNR and subway stations.

13 2. From time to time, the board of the metropolitan transportation
14 authority may create and establish transportation improvement subdis-
15 tricts as it deems necessary and appropriate provided that the planned
16 capital program elements in an approved capital program that are
17 expected to result in an increase in the fair market value of real prop-
18 erty in such transportation improvement subdistrict have an estimated
19 capital cost greater than one hundred million dollars.

20 3. Prior to the vote by the board of the metropolitan transportation
21 authority to create and establish a transportation improvement subdis-
22 trict, the following shall have occurred:

23 (a) The legal description of the boundaries of the transportation
24 improvement subdistrict shall have been prepared. A transportation
25 improvement subdistrict may be established anywhere within a city of a
26 population of one million or more that is within the metropolitan commu-
27 ter transportation district provided that a transportation improvement
28 subdistrict shall include only whole tax parcels, but shall extend no
29 further than one mile in any direction from any part of the transporta-
30 tion improvement.

31 (b) There shall have been an analysis performed by or on behalf of the
32 authority and submitted to the board of the metropolitan transportation
33 authority that indicates that the aggregate fair market value of the
34 real property within the proposed boundaries of such transportation
35 improvement subdistrict increased or is forecast to increase more than
36 it would have increased if no work performed or anticipated to be
37 performed pursuant to one or more capital program elements had occurred.
38 Such analysis shall identify generally the estimated level of average
39 incremental increase in the fair market value of real property within
40 the proposed transportation improvement subdistrict as a result of the
41 implementation of the specified capital program elements since nineteen
42 hundred eighty-one.

43 (c) The authority shall conduct a public hearing on the establishment
44 of such proposed transportation improvement subdistrict. Notice of the
45 hearing shall: (i) be written in a clear and coherent manner; (ii)
46 generally identify the boundaries of the proposed transportation
47 improvement subdistrict; (iii) state the percentage of the incremental
48 real property tax levied on all parcels within the proposed transporta-
49 tion improvement subdistrict that the authority proposes to be assessed;
50 (iv) provide the internet address where a detailed map of the boundaries
51 of the proposed transportation improvement subdistrict is publicly
52 accessible, together with a copy of the analysis provided to the board
53 of the metropolitan transportation authority pursuant to paragraph (b)
54 of this subdivision; (v) be sent to the mayor of a city with a popu-
55 lation of one million or more in which the proposed transportation
56 improvement subdistrict is located at least thirty days prior to such

1 public hearing; and (vi) be posted on the authority's website for at
2 least thirty days prior to such public hearing.

3 (d) After such hearing and at any time prior to the adoption of the
4 resolution recommending establishment of a transportation improvement
5 subdistrict, the authority may amend the boundaries of the recommended
6 transportation improvement subdistrict.

7 (e) The resolution by which the board of the metropolitan transporta-
8 tion authority shall establish a transportation improvement subdistrict
9 shall include a detailed statement of the reasons why the board consid-
10 ers that the proposed transportation improvement subdistrict has bene-
11 fitted or will benefit from implementation of the specified capital
12 program elements and shall specify the percentage of the incremental
13 real property tax levied on all parcels within each of the following
14 transportation improvement subdistricts that shall be assessed provided
15 that such percentage may not exceed fifty percent.

16 (f) Upon approval by the board of the metropolitan transportation
17 authority of a resolution establishing a transportation improvement
18 subdistrict, the authority shall add it to the list of approved trans-
19 portation improvement subdistricts set forth in article fifteen-D of the
20 real property tax law that it shall maintain on the authority's publicly
21 available website and also shall notify the metropolitan transportation
22 authority capital program review board.

23 (g) The adoption by the board of the metropolitan transportation
24 authority of a resolution establishing a transportation improvement
25 subdistrict shall not be subject to provisions of article eight, nine-
26 teen, twenty-four or twenty-five of the environmental conservation law,
27 or to any local law or ordinance adopted pursuant to such article.

28 § 4. The real property tax law is amended by adding a new article 15-D
29 to read as follows:

30 ARTICLE 15-D

31 TRANSPORTATION IMPROVEMENT DISTRICTS

32 Section 1596. Definitions.

33 1597. Levying assessment.

34 1598. Collection of assessment.

35 § 1596. Definitions. As used or referred to in this article, unless a
36 different meaning clearly appears from the context:

37 1. "Baseline real property tax" shall mean the total real property
38 taxes levied on a parcel last levied prior to the effective date of the
39 resolution of the metropolitan transportation authority establishing the
40 transportation improvement subdistrict in which such parcel is located
41 and shall also include any payments in lieu of taxes made with respect
42 to any such parcel.

43 2. "Incremental real property tax" shall mean that portion of the real
44 property taxes levied on a parcel each year in excess of the baseline
45 real property tax and shall include any payments in lieu of taxes made
46 with respect to any parcel.

47 3. "Real property" shall mean "real property" as defined in subdivi-
48 sion twelve of section one hundred two of this chapter.

49 4. "Parcel" shall mean a "parcel" as defined in subdivision eleven of
50 section one hundred two of this chapter.

51 5. "Taxing jurisdiction" shall mean a municipal corporation or special
52 district which imposes a charge upon real property located within a city
53 of a population of one million or more.

54 6. "Transportation improvement subdistrict" shall mean a transporta-
55 tion improvement subdistrict duly approved by the board of the metropol-
56 itan transportation authority pursuant to section twelve hundred sixty-

1 nine-h of the public authorities law and added to the list of such
2 transportation improvement subdistricts maintained by the metropolitan
3 transportation authority.

4 § 1597. Levying assessment. 1. For the sole purpose of providing an
5 additional stable and reliable dedicated funding source for the metro-
6 politan transportation authority, the New York city transit authority
7 and their subsidiaries to preserve, operate and improve essential trans-
8 it and transportation services in the metropolitan commuter transporta-
9 tion district, an assessment equal to not more than seventy-five percent
10 of the incremental real property tax levied on all parcels within each
11 of the following transportation improvement subdistricts shall be
12 levied, commencing, for each parcel in a transportation improvement
13 subdistrict, with the first levy of real property taxes on such parcel
14 occurring on or after the date of calculation of the baseline real prop-
15 erty tax for such parcel. For the transportation improvement subdis-
16 tricts established pursuant to subdivision two of section twelve hundred
17 sixty-nine-h of the public authorities law, such assessment shall
18 commence for each parcel in such subdistrict with the first levy of real
19 property taxes on such parcel on or after the date that the metropolitan
20 transportation authority adopts a resolution establishing such subdis-
21 trict. The baseline real property tax that shall be used to determine
22 the amount of such assessment shall be the first levy of real property
23 taxes on any parcel in such subdistrict following the approval of the
24 planning process for such project by the capital program review board.

25 2. Notwithstanding any law to the contrary, the metropolitan transpor-
26 tation authority shall have no liability to any taxing jurisdiction or
27 to any real property taxpayer for any tax certiorari proceeding or any
28 other judicial or administrative proceeding commenced with respect to
29 any real property tax assessment.

30 § 1598. Collection of assessment. 1. Each taxing jurisdiction will
31 timely collect and pay over the assessment to the metropolitan transpor-
32 tation authority in a form and manner prescribed by such authority.

33 2. In the event that any taxing jurisdiction with responsibility for
34 collecting the transportation improvement subdistrict assessment does
35 not pay such assessments within thirty days of the receipt of such
36 assessment, the metropolitan transportation authority shall notify the
37 state comptroller in writing and such comptroller shall, upon review and
38 determination that an assessment was not paid, deduct any amount not
39 paid from any amount of state aid or any other state payment due to such
40 taxing jurisdiction. The state comptroller shall remit the amounts so
41 deducted and recovered to the metropolitan transportation authority.

42 § 5. This act shall take effect immediately.

43 PART M

44 Section 1. Legislative intent. Historically, under existing law, and
45 pursuant to its master lease with the New York city transit authority
46 (NYCT), the city of New York is required to pay for the capital needs of
47 the NYCT. This obligation has never ceased from the initial chapter
48 establishing the NYCT and transferring the operation of the city's
49 subway system to the NYCT in 1953. This legislation clarifies this long-
50 standing obligation and establishes a process for state assistance when
51 a disaster emergency is declared.

52 § 2. Subdivision 1 of section 1269-b of the public authorities law, as
53 amended by chapter 637 of the laws of 1996, is amended to read as
54 follows:

1 1. (a) On or before October first, nineteen hundred eighty-one, and
2 on or before October first of every fifth year thereafter, through and
3 including October first, nineteen hundred ninety-one, the authority
4 shall submit to the metropolitan transportation authority capital
5 program review board two capital program plans for the five year period
6 commencing January first of the following year;

7 (b) not later than ten days after the effective date of this paragraph
8 the authority shall submit to the metropolitan transportation authority
9 capital program review board two capital program plans for the five-year
10 period commencing January first, nineteen hundred ninety-five; and

11 (c) on or before October first, nineteen hundred ninety-nine and every
12 fifth year thereafter, the authority shall submit to the metropolitan
13 transportation authority capital program review board two capital
14 program plans for the five-year period commencing January first of the
15 following year.

16 For each of the periods described above, one such plan shall contain
17 the capital program for the transit facilities operated by the New York
18 city transit authority and its subsidiaries and for the Staten Island
19 rapid transit operating authority; the other such plan shall contain the
20 capital program for the railroad facilities, not including the Staten
21 Island rapid transit operating authority, under the jurisdiction of the
22 authority.

23 Each plan shall set system-wide goals and objectives for capital
24 spending, establish standards for service and operations, and describe
25 each capital element proposed to be initiated in each of the years
26 covered by the plan and explain how each proposed element supports the
27 achievement of the service and operational standards established in the
28 plan. Each plan shall also set forth an estimate of the amount of capi-
29 tal funding required each year and the expected sources of such funding,
30 except that for such capital funding required each year for transit
31 facilities operated by the New York city transit authority and its
32 subsidiaries, the city of New York shall provide in full all funding
33 required to meet the capital needs of the New York city transit authori-
34 ty in such plan. Each plan subsequent to the first such plan and each
35 proposed amendment or modification thereof shall also describe the
36 current status of each capital element included in the previously
37 approved plan, if any. Each plan shall be accompanied or supplemented by
38 such supporting materials as the metropolitan transportation authority
39 capital program review board shall require.

40 A capital element shall mean either a category of expenditure itemized
41 in a plan, as hereinafter provided, for which a specified maximum dollar
42 amount is proposed to be expended, or a particularly described capital
43 project within one or more categories for which no maximum expenditure
44 is proposed, but for which an estimate of expected cost is provided. A
45 capital element shall be deemed to have been initiated for purposes of
46 this section if in connection with such element the authority shall
47 certify that (i) purchase or construction contracts have been entered
48 into, obligating in the aggregate an amount exceeding ten percent of the
49 maximum or estimated cost of the element as set forth in a plan, (ii)
50 financing specific to the project has been undertaken, or (iii) in a
51 case where such element is limited to design or engineering, a contract
52 therefor has been entered into.

53 § 3. Section 1269-b of the public authorities law is amended by adding
54 a new subdivision 10 to read as follows:

55 10. In the case of a disaster emergency declared pursuant to section
56 twenty-eight of the executive law, where such disaster emergency relates

1 to the continuing failures and the condition of the track, signals and
2 other infrastructure of the transit facilities operated by the New York
3 city transit authority, the state may appropriate revenues it deems
4 necessary and appropriate to fund the capital costs of repairs and
5 construction deemed essential to ensure the continued safe and effective
6 operation of such transit facilities. Upon any such appropriation, the
7 city of New York shall, within sixty days, appropriate an identical sum
8 to provide for capital repairs and construction.

9 § 4. This act shall take effect immediately.

10

PART N

11 Section 1. Paragraph (a) of subdivision 5 of section 2879 of the
12 public authorities law, as amended by chapter 531 of the laws of 1993,
13 is amended to read as follows:

14 (a) Each corporation shall notify the commissioner of economic devel-
15 opment of the award of a procurement contract for the purchase of goods
16 or services from a foreign business enterprise in an amount equal to or
17 greater than one million dollars simultaneously with notifying the
18 successful bidder therefor. [~~No corporation shall thereafter enter into~~
19 ~~a procurement contract for said goods or services until at least fifteen~~
20 ~~days has elapsed, except for procurement contracts awarded on an emer-~~
21 ~~gency or critical basis, or where the commissioner of economic develop-~~
22 ~~ment waives the provisions of this sentence.] The notification to the
23 commissioner of economic development shall include the name, address and
24 telephone and facsimile number of the foreign business enterprise, a
25 brief description of the goods or services to be obtained pursuant to
26 the proposed procurement contract, the amount of the proposed procure-
27 ment contract, the term of the proposed procurement contract, and the
28 name of the individual at the foreign business enterprise or acting on
29 behalf of the same who is principally responsible for the proposed
30 procurement contract. Such notification shall be used by the commission-
31 er of economic development solely to provide notification to New York
32 state business enterprises of opportunities to participate as subcon-
33 tractors and suppliers on such procurement contracts, to promote and
34 encourage the location and development of new business in the state, to
35 assist New York state business enterprises in obtaining offset credits
36 from foreign countries, and to otherwise investigate, study and under-
37 take means of promoting and encouraging the prosperous development and
38 protection of the legitimate interest and welfare of New York state
39 business enterprises, industry and commerce.~~

40 § 2. Subdivision 7 of section 1209 of the public authorities law, as
41 amended by section 1 of part 00 of chapter 54 of the laws of 2016, is
42 amended to read as follows:

43 7. (a) Except as otherwise provided in this section, all purchase
44 contracts for supplies, materials or equipment involving an estimated
45 expenditure in excess of one [~~hundred thousand~~] million dollars and all
46 contracts for public work involving an estimated expenditure in excess
47 of one [~~hundred thousand~~] million dollars shall be awarded by the
48 authority to the lowest responsible bidder after obtaining sealed bids
49 in the manner hereinafter set forth. The aforesaid shall not apply to
50 contracts for personal, architectural, engineering or other professional
51 services. The authority may reject all bids and obtain new bids in the
52 manner provided by this section when it is deemed in the public interest
53 to do so or, in cases where two or more responsible bidders submit iden-
54 tical bids which are the lowest bids, award the contract to any of such

1 bidders or obtain new bids from such bidders. Nothing herein shall obli-
2 gate the authority to seek new bids after the rejection of bids or after
3 cancellation of an invitation to bid. Nothing in this section shall
4 prohibit the evaluation of bids on the basis of costs or savings includ-
5 ing life cycle costs of the item to be purchased, discounts, and
6 inspection services so long as the invitation to bid reasonably sets
7 forth the criteria to be used in evaluating such costs or savings. Life
8 cycle costs may include but shall not be limited to costs or savings
9 associated with installation, energy use, maintenance, operation and
10 salvage or disposal.

11 (b) Section twenty-eight hundred seventy-nine of this chapter shall
12 apply to the authority's acquisition of goods or services of any kind,
13 in the actual or estimated amount of fifteen thousand dollars or more,
14 provided that (i) a contract for services in the actual or estimated
15 amount of less than one [~~hundred thousand~~] million dollars shall not
16 require approval by the board of the authority regardless of the length
17 of the period over which the services are rendered, and provided further
18 that a contract for services in the actual or estimated amount of one
19 [~~hundred thousand~~] million dollars or more shall require approval by the
20 board of the authority regardless of the length of the period over which
21 the services are rendered unless such a contract is awarded to the
22 lowest responsible bidder after obtaining sealed bids and (ii) the board
23 of the authority may by resolution adopt guidelines that authorize the
24 award of contracts to small business concerns, to service disabled
25 veteran owned businesses certified pursuant to article seventeen-B of
26 the executive law, or minority or women-owned business enterprises
27 certified pursuant to article fifteen-A of the executive law, or
28 purchases of goods or technology that are recycled or remanufactured, in
29 an amount not to exceed four hundred thousand dollars without a formal
30 competitive process and without further board approval. The board of the
31 authority shall adopt guidelines which shall be made publicly available
32 for the awarding of such contract without a formal competitive process.

33 § 3. Subparagraph (i) of paragraph (f) and subparagraph (i) of para-
34 graph (g) of subdivision 9 of section 1209 of the public authorities
35 law, as amended by section 3 of part 00 of chapter 54 of the laws of
36 2016, are amended to read as follows:

37 (i) Except for a contract with a value of one [~~hundred~~] million
38 dollars or less that is awarded pursuant to this paragraph to the propo-
39 ser whose proposal is the lowest cost, the authority may award a
40 contract pursuant to this paragraph only after a resolution approved by
41 a two-thirds vote of its members then in office at a public meeting of
42 the authority with such resolution (A) disclosing the other proposers
43 and the substance of their proposals, (B) summarizing the negotiation
44 process including the opportunities, if any, available to proposers to
45 present and modify their proposals, and (C) setting forth the criteria
46 upon which the selection was made provided however that for purposes of
47 this subparagraph the board may, at its discretion, require such a
48 resolution be approved for contracts with a value of one [~~hundred~~]
49 million dollars or less.

50 (i) Except for a contract with a value of one [~~hundred~~] million
51 dollars or less that is awarded pursuant to this paragraph to the propo-
52 ser whose proposal is the lowest cost, the authority may award a
53 contract pursuant to this paragraph only after a resolution approved by
54 a vote of not less than two-thirds of its members then in office at a
55 public meeting of the authority with such resolution (A) disclosing the
56 other proposers and the substance of their proposals, (B) summarizing

1 the negotiation process including the opportunities, if any, available
2 to proposers to present and modify their proposals, and (C) setting
3 forth the criteria upon which the selection was made provided however
4 that for purposes of this subparagraph the board may, at its discretion,
5 require such a resolution be approved for contracts with a value of one
6 [~~hundred~~] million dollars or less.

7 § 4. Paragraphs (a) and (b) of subdivision 2 of section 1265-a of the
8 public authorities law, as amended by section 8 of part 00 of chapter 54
9 of the laws of 2016, are amended to read as follows:

10 (a) Except as otherwise provided in this section, all purchase
11 contracts for supplies, materials or equipment involving an estimated
12 expenditure in excess of one [~~hundred-thousand~~] million dollars and all
13 contracts for public work involving an estimated expenditure in excess
14 of one [~~hundred-thousand~~] million dollars shall be awarded by the
15 authority to the lowest responsible bidder after obtaining sealed bids
16 in the manner hereinafter set forth. For purposes hereof, contracts for
17 public work shall exclude contracts for personal, engineering and archi-
18 tectural, or professional services. The authority may reject all bids
19 and obtain new bids in the manner provided by this section when it is
20 deemed in the public interest to do so or, in cases where two or more
21 responsible bidders submit identical bids which are the lowest bids,
22 award the contract to any of such bidders or obtain new bids from such
23 bidders. Nothing herein shall obligate the authority to seek new bids
24 after the rejection of bids or after cancellation of an invitation to
25 bid. Nothing in this section shall prohibit the evaluation of bids on
26 the basis of costs or savings including life cycle costs of the item to
27 be purchased, discounts, and inspection services so long as the invita-
28 tion to bid reasonably sets forth the criteria to be used in evaluating
29 such costs or savings. Life cycle costs may include but shall not be
30 limited to costs or savings associated with installation, energy use,
31 maintenance, operation and salvage or disposal.

32 (b) Section twenty-eight hundred seventy-nine of this chapter shall
33 apply to the authority's acquisition of goods or services of any kind,
34 in the actual or estimated amount of fifteen thousand dollars or more,
35 provided (i) that a contract for services in the actual or estimated
36 amount of less than one [~~hundred-thousand~~] million dollars shall not
37 require approval by the board of the authority regardless of the length
38 of the period over which the services are rendered, and provided further
39 that a contract for services in the actual or estimated amount of one
40 [~~hundred-thousand~~] million dollars or more shall require approval by the
41 board of the authority regardless of the length of the period over which
42 the services are rendered unless such a contract is awarded to the
43 lowest responsible bidder after obtaining sealed bids, and (ii) the
44 board of the authority may by resolution adopt guidelines that authorize
45 the award of contracts to small business concerns, to service disabled
46 veteran owned businesses certified pursuant to article seventeen-B of
47 the executive law, or minority or women-owned business enterprises
48 certified pursuant to article fifteen-A of the executive law, or
49 purchases of goods or technology that are recycled or remanufactured, in
50 an amount not to exceed four hundred thousand dollars without a formal
51 competitive process and without further board approval. The board of the
52 authority shall adopt guidelines which shall be made publicly available
53 for the awarding of such contract without a formal competitive process.

54 § 5. Subparagraph (i) of paragraph (f) and subparagraph (i) of para-
55 graph (g) of subdivision 4 of section 1265-a of the public authorities

1 law, as amended by section 9 of part 00 of chapter 54 of the laws of
2 2016, are amended to read as follows:

3 (i) Except for a contract with a value of one [~~hundred~~] million
4 dollars or less that is awarded pursuant to this paragraph to the propo-
5 ser whose proposal is the lowest cost, the authority may award a
6 contract pursuant to this paragraph only after a resolution approved by
7 a two-thirds vote of its members then in office at a public meeting of
8 the authority with such resolution (A) disclosing the other proposers
9 and the substance of their proposals, (B) summarizing the negotiation
10 process including the opportunities, if any, available to proposers to
11 present and modify their proposals, and (C) setting forth the criteria
12 upon which the selection was made provided however that for purposes of
13 this subparagraph the board may, at its discretion, require such a
14 resolution be approved for contracts with a value of one [~~hundred~~]
15 million dollars or less.

16 (i) Except for a contract with a value of one [~~hundred~~] million
17 dollars or less that is awarded pursuant to this paragraph to the propo-
18 ser whose proposal is the lowest cost, the authority may award a
19 contract pursuant to this paragraph only after a resolution approved by
20 a vote of not less than a two-thirds vote of its members then in office
21 at a public meeting of the authority with such resolution (A) disclosing
22 the other proposers and the substance of their proposals, (B) summariz-
23 ing the negotiation process including the opportunities, if any, avail-
24 able to proposers to present and modify their proposals, and (C) setting
25 forth the criteria upon which the selection was made provided however
26 that for purposes of this subparagraph the board may, at its discretion,
27 require such a resolution be approved for contracts with a value of one
28 [~~hundred~~] million dollars or less.

29 § 6. Subdivision 22 of section 553 of the public authorities law, as
30 added by section 12 of part 00 of chapter 54 of the laws of 2016, is
31 amended to read as follows:

32 22. Section twenty-eight hundred seventy-nine of this chapter shall
33 apply to the authority's acquisition of goods or services of any kind,
34 in the actual or estimated amount of fifteen thousand dollars or more,
35 provided that (i) a contract for services in the actual or estimated
36 amount of less than one [~~hundred-thousand~~] million dollars shall not
37 require approval by the board of the authority regardless of the length
38 of the period over which the services are rendered, and provided further
39 that a contract for services in the actual or estimated amount of one
40 [~~hundred-thousand~~] million dollars or more shall require approval by the
41 board of the authority regardless of the length of the period over which
42 the services are rendered unless such a contract is awarded to the
43 lowest responsible bidder after obtaining sealed bids and (ii) the board
44 of the authority may by resolution adopt guidelines that authorize the
45 award of contracts to small business concerns, to service disabled
46 veteran owned businesses certified pursuant to article [~~seventeen-b~~]
47 seventeen-B of the executive law, or minority or women-owned business
48 enterprises certified pursuant to article [~~fifteen-a~~] fifteen-A of the
49 executive law, or purchases of goods or technology that are recycled or
50 remanufactured, in an amount not to exceed four hundred thousand dollars
51 without a formal competitive process and without further board approval.
52 The board of the authority shall adopt guidelines which shall be made
53 publicly available for the awarding of such contract without a formal
54 competitive process.

55 § 7. Section 1266 of the public authorities law is amended by adding a
56 new subdivision 19 to read as follows:

1 19. The board of the authority shall be authorized to terminate, modify or amend any service or funding agreement approved prior to the effective date of this subdivision that does not include a defined duration term, or contains an initial term that explicitly or in effect has a duration longer than twenty years.

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6 § 8. This act shall take effect April 1, 2018; provided that the amendments to subdivisions 7 and 9 of section 1209, subdivisions 2 and 4 of section 1265-a, and subdivision 22 of section 553 of the public authorities law made by sections two, three, four, five and six of this act shall be subject to the expiration and reversion or repeal of such provisions pursuant to section 15 of part 00 of chapter 54 of the laws of 2016, as amended, and shall expire and be deemed repealed therewith.

13 PART O

14 Section 1. Subdivision 3 of section 16-m of section 1 of chapter 174 of the laws of 1968 constituting the New York state urban development corporation act, as amended by section 1 of part M of chapter 58 of the laws of 2017, is amended to read as follows:

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18 3. The provisions of this section shall expire, notwithstanding any inconsistent provision of subdivision 4 of section 469 of chapter 309 of the laws of 1996 or of any other law, on July 1, [~~2018~~] 2019.

19
20
21 § 2. This act shall take effect immediately and shall be deemed to have been in full force and effect on and after July 1, 2018.

23 PART P

24 Section 1. Section 2 of chapter 393 of the laws of 1994, amending the New York state urban development corporation act, relating to the powers of the New York state urban development corporation to make loans, as amended by section 1 of part N of chapter 58 of the laws of 2017, is amended to read as follows:

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29 § 2. This act shall take effect immediately provided, however, that section one of this act shall expire on July 1, [~~2018~~] 2019, at which time the provisions of subdivision 26 of section 5 of the New York state urban development corporation act shall be deemed repealed; provided, however, that neither the expiration nor the repeal of such subdivision as provided for herein shall be deemed to affect or impair in any manner any loan made pursuant to the authority of such subdivision prior to such expiration and repeal.

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37 § 2. This act shall take effect immediately and shall be deemed to have been in full force and effect on and after April 1, 2018.

39 PART Q

40 Section 1. Subdivisions 2, 7, 8, 13, 14, 15, 16, 19, 20, 21 and 22 of section 310 of the executive law, subdivisions 2, 8 and 14 as added by chapter 261 of the laws of 1988, subdivisions 7 and 15 as amended by chapter 22 of the laws of 2014, subdivision 13 as amended by chapter 506 of the laws of 2009, subdivision 16, as amended by section 3 of part BB of chapter 59 of the laws of 2006, subdivisions 19, 20, 21 and 22 as added by chapter 175 of the laws of 2010 are amended and a new subdivision 24 is added to read as follows:

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48 2. "Contracting agency" shall mean a state agency or state-funded entity which is a party or a proposed party to a state contract or, in the case of a state contract described in paragraph (c) of subdivision

1 thirteen of this section, shall mean the New York state housing finance
2 agency, housing trust fund corporation or affordable housing corpo-
3 ration, whichever has made or proposes to make the grant or loan for the
4 state assisted housing project.

5 7. "Minority-owned business enterprise" shall mean a business enter-
6 prise, including a sole proprietorship, partnership, limited liability
7 company or corporation that is:

8 (a) at least fifty-one percent owned by one or more minority group
9 members;

10 (b) an enterprise in which such minority ownership is real, substan-
11 tial and continuing;

12 (c) an enterprise in which such minority ownership has and exercises
13 the authority to control independently the day-to-day business decisions
14 of the enterprise;

15 (d) an enterprise authorized to do business in this state and inde-
16 pendently owned and operated;

17 (e) an enterprise owned by an individual or individuals, whose owner-
18 ship, control and operation are relied upon for certification, with a
19 personal net worth that does not exceed three million five hundred thou-
20 sand dollars, or such other amount as the director shall set forth in
21 regulations, as adjusted annually on the first of January for inflation
22 according to the consumer price index of the previous year; and

23 (f) an enterprise that is a small business pursuant to subdivision
24 twenty of this section.

25 8. "Minority group member" shall mean a United States citizen or
26 permanent resident alien who is and can demonstrate membership in one of
27 the following groups:

28 (a) Black persons having origins in any of the Black African racial
29 groups;

30 (b) Hispanic persons of Mexican, Puerto Rican, Dominican, Cuban,
31 Central or South American of either Indian or Hispanic origin, regard-
32 less of race;

33 (c) Native American or Alaskan native persons having origins in any of
34 the original peoples of North America.

35 (d) Asian and Pacific Islander persons having origins in any of the
36 Far East countries, South East Asia, the Indian subcontinent or the
37 Pacific Islands.

38 13. "State contract" shall mean: (a) a written agreement or purchase
39 order instrument, providing for a total expenditure in excess of [~~twen-~~
40 ~~ty-five~~] fifty thousand dollars, whereby a contracting agency is commit-
41 ted to expend or does expend or grant funds in return for labor,
42 services including but not limited to legal, financial and other profes-
43 sional services, supplies, equipment, materials or any combination of
44 the foregoing, to be performed for, or rendered or furnished to the
45 contracting agency; (b) a written agreement in excess of [~~one~~] two
46 hundred thousand dollars whereby a contracting agency is committed to
47 expend or does expend or grant funds for the acquisition, construction,
48 demolition, replacement, major repair or renovation of real property and
49 improvements thereon; [~~and~~] (c) a written agreement in excess of [~~one~~]
50 two hundred thousand dollars whereby the owner of a state assisted hous-
51 ing project is committed to expend or does expend funds for the acquisi-
52 tion, construction, demolition, replacement, major repair or renovation
53 of real property and improvements thereon for such project; and (d) a
54 written agreement or purchase order instrument, providing for a total
55 expenditure in excess of fifty thousand dollars, whereby a state-funded
56 entity is committed to expend or does expend funds paid to the state-

1 funded entity by the state of New York, including those paid to the
2 state-funded entity pursuant to an appropriation, for any product or
3 service.

4 14. "Subcontract" shall mean an agreement [~~providing for a total~~
5 ~~expenditure in excess of twenty five thousand dollars for the~~
6 ~~construction, demolition, replacement, major repair, renovation, plan-~~
7 ~~ning or design of real property and improvements thereon~~] between a
8 contractor and any individual or business enterprise, including a sole
9 proprietorship, partnership, corporation, or not-for-profit corporation,
10 in which a portion of a contractor's obligation under a state contract
11 is undertaken or assumed, but shall not include any construction, demo-
12 lition, replacement, major repair, renovation, planning or design of
13 real property or improvements thereon for the beneficial use of the
14 contractor.

15 15. "Women-owned business enterprise" shall mean a business enter-
16 prise, including a sole proprietorship, partnership, limited liability
17 company or corporation that is:

18 (a) at least fifty-one percent owned by one or more United States
19 citizens or permanent resident aliens who are women;

20 (b) an enterprise in which the ownership interest of such women is
21 real, substantial and continuing;

22 (c) an enterprise in which such women ownership has and exercises the
23 authority to control independently the day-to-day business decisions of
24 the enterprise;

25 (d) an enterprise authorized to do business in this state and inde-
26 pendently owned and operated;

27 (e) an enterprise owned by an individual or individuals, whose owner-
28 ship, control and operation are relied upon for certification, with a
29 personal net worth that does not exceed three million five hundred thou-
30 sand dollars, or such other amount as the director shall set forth in
31 regulations, as adjusted annually on the first of January for inflation
32 according to the consumer price index of the previous year; and

33 (f) an enterprise that is a small business pursuant to subdivision
34 twenty of this section.

35 A firm owned by a minority group member who is also a woman may be
36 certified as a minority-owned business enterprise, a women-owned busi-
37 ness enterprise, or both, and may be counted towards either a minority-
38 owned business enterprise goal or a women-owned business enterprise
39 goal, in regard to any contract or any goal, set by an agency or author-
40 ity, but such participation may not be counted towards both such goals.
41 Such an enterprise's participation in a contract may not be divided
42 between the minority-owned business enterprise goal and the women-owned
43 business enterprise goal.

44 16. "Statewide advocate" shall mean the person appointed by the
45 [~~commissioner~~ director to serve in the capacity of the minority and
46 women-owned business enterprise statewide advocate.

47 19. "Personal net worth" shall mean the aggregate adjusted net value
48 of the assets of an individual remaining after total liabilities are
49 deducted. Personal net worth includes the individual's share of assets
50 held jointly with said individual's spouse and does not include the
51 individual's ownership interest in the certified minority and women-
52 owned business enterprise, the individual's [~~equity in his or her prima-~~
53 ~~ry residence~~] ownership interest in any holding company that leases real
54 property, machinery, equipment, or vehicles exclusively to the certified
55 minority or women-owned business enterprise, up to two hundred percent
56 of the median value of owner-occupied housing units in the municipality

1 in which the individual resides, or up to five hundred thousand dollars
2 of the present cash value of any qualified retirement savings plan or
3 individual retirement account held by the individual less any penalties
4 for early withdrawal.

5 20. "Small business" as used in this section, unless otherwise indi-
6 cated, shall mean a business which has a significant business presence
7 in the state, is independently owned and operated, not dominant in its
8 field and employs, based on its industry, a certain number of persons as
9 determined by the director~~[, but not to exceed three hundred]~~, taking
10 into consideration factors which include, but are not limited to, feder-
11 al small business administration standards pursuant to 13 CFR part 121
12 and any amendments thereto. The director may issue regulations on the
13 construction of the terms in this definition.

14 21. "The [2010] disparity study" shall refer to the most recent
15 disparity study commissioned by the ~~[empire state development corpo-~~
16 ration] department of economic development, pursuant to section three
17 hundred twelve-a of this article~~[, and published on April twenty-nine,~~
18 ~~two thousand ten]~~.

19 22. "Diversity practices" shall mean the contractor's practices and
20 policies with respect to:

21 (a) ~~[utilizing]~~ mentoring certified minority and women-owned business
22 enterprises in contracts awarded by a state agency or other public
23 corporation, as subcontractors and suppliers; ~~[and]~~

24 (b) entering into partnerships, joint ventures or other similar
25 arrangements with certified minority and women-owned business enter-
26 prises as defined in this article or other applicable statute or regu-
27 lation governing an entity's utilization of minority or women-owned
28 business enterprises; and

29 (c) the representation of minority group members and women as members
30 of the board of directors or executive officers of the contractor.

31 24. "State-funded entity" shall mean any unit of local government,
32 including, but not limited to, a county, city, town, village, or school
33 district that is paid pursuant to an appropriation in any state fiscal
34 year.

35 § 2. Subdivision 4 of section 311 of the executive law, as amended by
36 chapter 361 of the laws of 2009, is amended to read as follows:

37 4. The director ~~[may]~~ shall provide assistance to, and facilitate
38 access to programs serving ~~[certified businesses as well as applicants]~~
39 minority and women-owned business enterprises to ensure that such busi-
40 nesses benefit, as needed, from technical, managerial and financial, and
41 general business assistance; training; marketing; organization and
42 personnel skill development; project management assistance; technology
43 assistance; bond and insurance education assistance; and other business
44 development assistance. The director shall maintain a toll-free number
45 at the department of economic development to be used to answer questions
46 concerning the MWBE certification process. In addition, the director
47 may, either independently or in conjunction with other state agencies:

48 (a) develop a clearinghouse of information on programs and services
49 provided by entities that may assist such businesses;

50 (b) review bonding and paperwork requirements imposed by contracting
51 agencies that may unnecessarily impede the ability of such businesses to
52 compete; and

53 (c) seek to maximize utilization by minority and women-owned business
54 enterprises of available federal resources including but not limited to
55 federal grants, loans, loan guarantees, surety bonding guarantees, tech-

1 nical assistance, and programs and services of the federal small busi-
2 ness administration.

3 § 3. Section 311-a of the executive law, as added by section 4 of part
4 BB of chapter 59 of the laws of 2006, is amended to read as follows:

5 § 311-a. Minority and women-owned business enterprise statewide advo-
6 cate. 1. There is hereby established within the [~~department of econom-~~
7 ~~ie~~] division of minority and women's business development [~~an office of~~
8 ~~the minority and women-owned business enterprise~~] a statewide advocate.
9 The statewide advocate shall be appointed by the [~~commissioner with the~~
10 ~~advice of the small business advisory board as established in section~~
11 ~~one hundred thirty three of the economic development law and shall serve~~
12 ~~in the unclassified service of the~~] director. [~~The statewide advocate~~
13 ~~shall be located in the Albany empire state development office.~~]

14 2. The advocate shall act as a liaison for minority and women-owned
15 business enterprises (MWBEs) to assist them in obtaining technical,
16 managerial, financial and other business assistance for certified busi-
17 nesses and applicants. The advocate shall receive and investigate
18 complaints brought by or on behalf of MWBEs concerning [~~certification~~
19 ~~delays and instances of~~] violations of [~~law~~] the requirements of this
20 article by contractors and state agencies. [~~The statewide advocate shall~~
21 ~~assist certified businesses and applicants in the certification process.~~
22 ~~Other functions of the statewide advocate shall be directed by the~~
23 ~~commissioner. The advocate may request and the director may appoint~~
24 ~~staff and employees of the division of minority and women business~~
25 ~~development to support the administration of the office of the statewide~~
26 ~~advocate.~~]

27 3. The statewide advocate [~~shall establish a toll-free number at the~~
28 ~~department of economic development to be used to answer questions~~
29 ~~concerning the MWBE certification process~~] shall conduct periodic audits
30 of state agencies' compliance with the requirements of section three
31 hundred fifteen of this article, which audits shall include a review of
32 the books and records of state agencies concerning, among other things,
33 annual agency expenditures, annual participation of minority and women-
34 owned business enterprises as prime contractors and subcontractors in
35 state agencies' state contracts, and documentation of state agencies'
36 good faith efforts to maximize minority and women-owned business enter-
37 prise participation in such state agencies' contracting.

38 [~~4. The statewide advocate shall report to the director and commis-~~
39 ~~sioner by November fifteenth on an annual basis on all activities~~
40 ~~related to fulfilling the obligations of the office of the statewide~~
41 ~~advocate. The commissioner shall include the unedited text of the state-~~
42 ~~wide advocate's report within the reports submitted by the department of~~
43 ~~economic development to the governor and the legislature.~~]

44 § 4. Section 312-a of the executive law, as amended by section 1 of
45 part Q of chapter 58 of the laws of 2015, is amended to read as follows:

46 § 312-a. Study of minority and women-owned business [~~enterprise~~
47 ~~programs~~] enterprises. 1. The director of the division of minority and
48 [~~women-owned~~] women's business development [~~in the department of econom-~~
49 ~~ie development~~] is authorized and directed to recommission a statewide
50 disparity study regarding the participation of minority and women-owned
51 business enterprises in state contracts since the amendment of this
52 article to be delivered to the governor and legislature [~~no later than~~
53 ~~August fifteenth, two thousand sixteen~~]. The study shall be prepared by
54 an entity independent of the department and selected through a request
55 for proposal process. The purpose of such study is:

1 (a) to determine whether there is a disparity between the number of
2 qualified minority and women-owned businesses ready, willing and able to
3 perform state contracts for commodities, services and construction, and
4 the number of such contractors actually engaged to perform such
5 contracts, and to determine what changes, if any, should be made to
6 state policies affecting minority and women-owned business enterprises;
7 and (b) to determine whether there is a disparity between the number of
8 qualified minorities and women ready, willing and able, with respect to
9 labor markets, qualifications and other relevant factors, to participate
10 in contractor employment, management level bodies, including boards of
11 directors, and as senior executive officers within contracting entities
12 and the number of such group members actually employed or affiliated
13 with state contractors in the aforementioned capacities, and to deter-
14 mine what changes, if any, should be made to state policies affecting
15 minority and women group populations with regard to state contractors'
16 employment and appointment practices relative to diverse group members.
17 Such study shall include, but not be limited to, an analysis of the
18 history of minority and women-owned business enterprise programs and
19 their effectiveness as a means of securing and ensuring participation by
20 minorities and women, and a disparity analysis by market area and region
21 of the state. Such study shall distinguish between minority males,
22 minority females and non-minority females in the statistical analysis.

23 2. The director of the division of minority and [~~women-owned~~] women's
24 business development is directed to transmit the disparity study to the
25 governor and the legislature [~~not later than August fifteenth, two thou-~~
26 ~~sand sixteen~~], and to post the study on the website of the department of
27 economic development.

28 § 5. Section 313 of the executive law, as amended by chapter 175 of
29 the laws of 2010, is amended to read as follows:

30 § 313. Opportunities for minority and women-owned business enter-
31 prises. 1. [~~Goals and requirements for agencies and contractors. Each~~
32 ~~agency shall structure procurement procedures for contracts made direct-~~
33 ~~ly or indirectly to minority and women-owned business enterprises, in~~
34 ~~accordance with the findings of the two thousand ten disparity study,~~
35 ~~consistent with the purposes of this article, to attempt to achieve the~~
36 ~~following results with regard to total annual statewide procurement:~~

37 ~~(a) construction industry for certified minority owned business enter-~~
38 ~~prises: fourteen and thirty-four hundredths percent;~~

39 ~~(b) construction industry for certified women-owned business enter-~~
40 ~~prises: eight and forty-one hundredths percent;~~

41 ~~(c) construction related professional services industry for certified~~
42 ~~minority owned business enterprises: thirteen and twenty-one hundredths~~
43 ~~percent;~~

44 ~~(d) construction related professional services industry for certified~~
45 ~~women-owned business enterprises: eleven and thirty-two hundredths~~
46 ~~percent;~~

47 ~~(e) non-construction related services industry for certified minori-~~
48 ~~ty-owned business enterprises: nineteen and sixty hundredths percent;~~

49 ~~(f) non-construction related services industry for certified women-~~
50 ~~owned business enterprises: seventeen and forty-four hundredths percent;~~

51 ~~(g) commodities industry for certified minority owned business enter-~~
52 ~~prises: sixteen and eleven hundredths percent;~~

53 ~~(h) commodities industry for certified women-owned business enter-~~
54 ~~prises: ten and ninety-three hundredths percent;~~

1 ~~(i) overall agency total dollar value of procurement for certified~~
2 ~~minority-owned business enterprises: sixteen and fifty-three hundredths~~
3 ~~percent;~~

4 ~~(j) overall agency total dollar value of procurement for certified~~
5 ~~women-owned business enterprises: twelve and thirty-nine hundredths~~
6 ~~percent; and~~

7 ~~(k) overall agency total dollar value of procurement for certified~~
8 ~~minority, women-owned business enterprises: twenty-eight and ninety-two~~
9 ~~hundredths percent.~~

10 ~~1-a. The director shall ensure that each state agency has been~~
11 ~~provided with a copy of the two thousand ten disparity study.~~

12 ~~1-b. Each agency shall develop and adopt agency specific goals based~~
13 ~~on the findings of the two thousand ten disparity study.~~

14 ~~2.] The director shall promulgate rules and regulations [pursuant to~~
15 ~~the goals established in subdivision one of this section] that provide~~
16 ~~measures and procedures to ensure that certified minority and women-~~
17 ~~owned businesses shall be given the opportunity for maximum feasible~~
18 ~~participation in the performance of state contracts and to assist in the~~
19 ~~agency's identification of those state contracts for which minority and~~
20 ~~women-owned certified businesses may best bid to actively and affirma-~~
21 ~~tively promote and assist their participation in the performance of~~
22 ~~state contracts [so as to facilitate the agency's achievement of the~~
23 ~~maximum feasible portion of the goals for state contracts to such busi-~~
24 ~~nesses].~~

25 ~~[2-a.]~~ 2. The director shall promulgate rules and regulations that
26 will accomplish the following:

27 (a) provide for the certification and decertification of minority and
28 women-owned business enterprises for all agencies through a single proc-
29 ess that meets applicable requirements;

30 (b) require that each contract solicitation document accompanying each
31 solicitation set forth the expected degree of minority and women-owned
32 business enterprise participation based, in part, on:

33 (i) the potential subcontract opportunities available in the prime
34 procurement contract; ~~[and]~~

35 (ii) the availability~~[, as contained within the study,]~~ of certified
36 minority and women-owned business enterprises to respond competitively
37 to the potential subcontract opportunities, as reflected in the divi-
38 sion's directory of certified minority and women-owned business enter-
39 prises; and

40 (iii) the findings of the disparity study.

41 (c) ~~[require that each agency provide a current list of certified~~
42 ~~minority business enterprises to each prospective contractor,~~

43 ~~(d)]~~ allow a contractor that is a certified minority-owned or women-
44 owned business enterprise to use the work it performs to meet require-
45 ments for use of certified minority-owned or women-owned business enter-
46 prises as subcontractors;

47 (d) establish criteria for agencies to credit the participation of
48 minority and women-owned business enterprises towards the achievement of
49 the minority and women-owned business enterprise participation goals on
50 a state contract based on the commercially useful function provided by
51 each minority and women-owned business enterprise on the contract;

52 (e) provide for joint ventures, which a bidder may count toward meet-
53 ing its minority and women-owned business enterprise participation;

54 (f) consistent with subdivision six of this section, provide for
55 circumstances under which an agency or state-funded entity may waive

1 obligations of the contractor relating to minority and women-owned busi-
2 ness enterprise participation;

3 (g) require that an agency or state-funded entity verify that minority
4 and women-owned business enterprises listed in a successful bid are
5 actually participating to the extent listed in the project for which the
6 bid was submitted;

7 (h) provide for the collection of statistical data by each agency
8 concerning actual minority and women-owned business enterprise partic-
9 ipation; ~~[and]~~

10 (i) require each agency to consult the most current disparity study
11 when calculating ~~[agency-wide and contract-specific]~~ contract-specific
12 participation goals pursuant to this article; ~~and~~

13 (j) provide for the periodic collection of reports from state-funded
14 entities in such form and at such time as the director shall require.

15 3. Solely for the purpose of providing the opportunity for meaningful
16 participation by certified businesses in the performance of state
17 contracts as provided in this section, state contracts shall include
18 leases of real property by a state agency to a lessee where: the terms
19 of such leases provide for the construction, demolition, replacement,
20 major repair or renovation of real property and improvements thereon by
21 such lessee; and the cost of such construction, demolition, replacement,
22 major repair or renovation of real property and improvements thereon
23 shall exceed the sum of ~~[one]~~ two hundred thousand dollars. Reports to
24 the director pursuant to section three hundred fifteen of this article
25 shall include activities with respect to all such state contracts.
26 Contracting agencies shall include or require to be included with
27 respect to state contracts for the acquisition, construction, demoli-
28 tion, replacement, major repair or renovation of real property and
29 improvements thereon, such provisions as may be necessary to effectuate
30 the provisions of this section in every bid specification and state
31 contract, including, but not limited to: (a) provisions requiring
32 contractors to make a good faith effort to solicit active participation
33 by enterprises identified in the directory of certified businesses
34 ~~[provided to the contracting agency by the office]~~; (b) requiring the
35 parties to agree as a condition of entering into such contract, to be
36 bound by the provisions of section three hundred sixteen of this arti-
37 cle; and (c) requiring the contractor to include the provisions set
38 forth in paragraphs (a) and (b) of this subdivision in every subcontract
39 in a manner that the provisions will be binding upon each subcontractor
40 as to work in connection with such contract. Provided, however, that no
41 such provisions shall be binding upon contractors or subcontractors in
42 the performance of work or the provision of services that are unrelated,
43 separate or distinct from the state contract as expressed by its terms,
44 and nothing in this section shall authorize the director or any
45 contracting agency to impose any requirement on a contractor or subcon-
46 tractor except with respect to a state contract.

47 4. In the implementation of this section, the contracting agency shall
48 (a) consult the findings contained within the disparity study evidencing
49 relevant industry specific ~~[availability of certified businesses]~~
50 disparities in the utilization of minority and women-owned businesses
51 relative to their availability;

52 (b) implement a program that will enable the agency to evaluate each
53 contract to determine the ~~[appropriateness of the]~~ appropriate goal
54 ~~[pursuant to subdivision one of this section]~~ for participation by
55 minority-owned business enterprises and women-owned business
56 enterprises;

1 (c) consider where practicable, the severability of construction
2 projects and other bundled contracts; and

3 (d) consider compliance with the requirements of any federal law
4 concerning opportunities for minority and women-owned business enter-
5 prises which effectuates the purpose of this section. The contracting
6 agency shall determine whether the imposition of the requirements of any
7 such law duplicate or conflict with the provisions hereof and if such
8 duplication or conflict exists, the contracting agency shall waive the
9 applicability of this section to the extent of such duplication or
10 conflict.

11 5. (a) Contracting agencies shall administer the rules and regulations
12 promulgated by the director in a good faith effort to [~~meet~~] achieve the
13 maximum feasible [~~portion of the agency's goals adopted~~] participation
14 of minority and women-owned business enterprises pursuant to this arti-
15 cle and the regulations of the director. Such rules and regulations:
16 shall require a contractor to submit a utilization plan after bids are
17 opened, when bids are required, but prior to the award of a state
18 contract; shall require the contracting agency to review the utilization
19 plan submitted by the contractor [~~and to post the utilization plan and~~
20 ~~any waivers of compliance issued pursuant to subdivision six of this~~
21 ~~section on the website of the contracting agency~~] within a reasonable
22 period of time as established by the director; shall require the
23 contracting agency to notify the contractor in writing within a period
24 of time specified by the director as to any deficiencies contained in
25 the contractor's utilization plan; shall require remedy thereof within a
26 period of time specified by the director; shall require the contractor
27 to submit periodic compliance reports relating to the operation and
28 implementation of any utilization plan; shall not allow any automatic
29 waivers but shall allow a contractor to apply for a partial or total
30 waiver of the minority and women-owned business enterprise participation
31 requirements pursuant to subdivisions six and seven of this section;
32 shall allow a contractor to file a complaint with the director pursuant
33 to subdivision eight of this section in the event a contracting agency
34 has failed or refused to issue a waiver of the minority and women-owned
35 business enterprise participation requirements or has denied such
36 request for a waiver; and shall allow a contracting agency to file a
37 complaint with the director pursuant to subdivision nine of this section
38 in the event a contractor is failing or has failed to comply with the
39 minority and women-owned business enterprise participation requirements
40 set forth in the state contract where no waiver has been granted.

41 (b) The rules and regulations promulgated pursuant to this subdivision
42 regarding a utilization plan shall provide that where enterprises have
43 been identified within a utilization plan, a contractor shall attempt,
44 in good faith, to utilize such enterprise at least to the extent indi-
45 cated. A contracting agency may require a contractor to indicate, within
46 a utilization plan, what measures and procedures he or she intends to
47 take to comply with the provisions of this article, but may not require,
48 as a condition of award of, or compliance with, a contract that a
49 contractor utilize a particular enterprise in performance of the
50 contract.

51 (c) Without limiting other grounds for the disqualification of bids or
52 proposals on the basis of non-responsibility, a contracting agency may
53 disqualify the bid or proposal of a contractor as being non-responsible
54 for failure to remedy notified deficiencies contained in the contrac-
55 tor's utilization plan within a period of time specified in regulations
56 promulgated by the director after receiving notification of such defi-

1 deficiencies from the contracting agency. Where failure to remedy any noti-
2 fied deficiency in the utilization plan is a ground for disqualifica-
3 tion, that issue and all other grounds for disqualification shall be
4 stated in writing by the contracting agency. Where the contracting agen-
5 cy states that a failure to remedy any notified deficiency in the utili-
6 zation plan is a ground for disqualification the contractor shall be
7 entitled to an administrative hearing, on a record, involving all
8 grounds stated by the contracting agency. Such hearing shall be
9 conducted by the appropriate authority of the contracting agency to
10 review the determination of disqualification. A final administrative
11 determination made following such hearing shall be reviewable in a
12 proceeding commenced under article seventy-eight of the civil practice
13 law and rules, provided that such proceeding is commenced within thirty
14 days of the notice given by certified mail return receipt requested
15 rendering such final administrative determination. Such proceeding shall
16 be commenced in the supreme court, appellate division, third department
17 and such proceeding shall be preferred over all other civil causes
18 except election causes, and shall be heard and determined in preference
19 to all other civil business pending therein, except election matters,
20 irrespective of position on the calendar. Appeals taken to the court of
21 appeals of the state of New York shall be subject to the same prefer-
22 ence.

23 6. Where it appears that a contractor cannot, after a good faith
24 effort, comply with the minority and women-owned business enterprise
25 participation requirements set forth in a particular state contract, a
26 contractor may file a written application with the contracting agency
27 requesting a partial or total waiver of such requirements setting forth
28 the reasons for such contractor's inability to meet any or all of the
29 participation requirements together with an explanation of the efforts
30 undertaken by the contractor to obtain the required minority and women-
31 owned business enterprise participation. In implementing the provisions
32 of this section, the contracting agency shall consider the number and
33 types of minority and women-owned business enterprises [~~located~~] avail-
34 able to provide goods or services required under the contract in the
35 region in which the state contract is to be performed, the total dollar
36 value of the state contract, the scope of work to be performed and the
37 project size and term. If, based on such considerations, the contracting
38 agency determines there is not a reasonable availability of contractors
39 on the list of certified business to furnish services for the project,
40 it shall issue a waiver of compliance to the contractor. In making such
41 determination, the contracting agency shall first consider the avail-
42 ability of other business enterprises located in the region and shall
43 thereafter consider the financial ability of minority and women-owned
44 businesses located outside the region in which the contract is to be
45 performed to perform the state contract.

46 7. For purposes of determining a contractor's good faith effort to
47 comply with the requirements of this section or to be entitled to a
48 waiver therefrom the contracting agency shall consider:

49 (a) whether the contractor has [~~advertised in general circulation~~
50 ~~media, trade association publications, and minority focus and women fo-~~
51 ~~cus media and, in such event, (i) whether or not certified minority or~~
52 ~~women owned businesses which have been solicited by the contractor~~
53 ~~exhibited interest in submitting proposals for a particular project by~~
54 ~~attending~~] attended a pre-bid conference, if any, scheduled by the state
55 agency awarding the state contract with certified minority and women-
56 owned business enterprises; and

1 ~~[(ii) whether certified businesses which have been solicited by the~~
2 ~~contractor have responded in a timely fashion to the contractor's solici-~~
3 ~~tations for timely competitive bid quotations prior to the contracting~~
4 ~~agency's bid date; and]~~

5 (b) whether ~~[there has been]~~ the contractor provided timely written
6 notification of subcontracting opportunities on the state contract to
7 appropriate certified businesses that appear in the directory of certi-
8 fied businesses prepared pursuant to paragraph (f) of subdivision three
9 of section three hundred eleven of this article; and

10 (c) whether the contractor can reasonably structure the amount of work
11 to be performed under subcontracts in order to increase the likelihood
12 of participation by certified businesses.

13 8. In the event that a contracting agency fails or refuses to issue a
14 waiver to a contractor as requested within twenty days after having made
15 application therefor pursuant to subdivision six of this section or if
16 the contracting agency denies such application, in whole or in part, the
17 contractor may file a complaint with the director pursuant to section
18 three hundred sixteen of this article setting forth the facts and
19 circumstances giving rise to the contractor's complaint together with a
20 demand for relief. The contractor shall serve a copy of such complaint
21 upon the contracting agency by personal service or by certified mail,
22 return receipt requested. The contracting agency shall be afforded an
23 opportunity to respond to such complaint in writing.

24 9. If, after the review of a contractor's minority and women owned
25 business utilization plan or review of a periodic compliance report and
26 after such contractor has been afforded an opportunity to respond to a
27 notice of deficiency issued by the contracting agency in connection
28 therewith, it appears that a contractor is failing or refusing to comply
29 with the minority and women-owned business participation requirements as
30 set forth in the state contract and where no waiver from such require-
31 ments has been granted, the contracting agency may file a written
32 complaint with the director pursuant to section three hundred sixteen of
33 this article setting forth the facts and circumstances giving rise to
34 the contracting agency's complaint together with a demand for relief.
35 The contracting agency shall serve a copy of such complaint upon the
36 contractor by personal service or by certified mail, return receipt
37 requested. The contractor shall be afforded an opportunity to respond to
38 such complaint in writing.

39 § 6. Section 314 of the executive law, as added by chapter 261 of the
40 laws of 1988, subdivision 2-a as amended by chapter 175 of the laws of
41 2010, subdivision 4 as amended and subdivision 5 as added by chapter 399
42 of the laws of 2014, is amended to read as follows:

43 § 314. Statewide certification program. 1. The director shall promul-
44 gate rules and regulations providing for the establishment of a state-
45 wide certification program including rules and regulations governing the
46 approval, denial or revocation of any such certification. Such rules
47 shall set forth the maximum personal net worth of a minority group
48 member or woman who may be relied upon to certify a business as a minori-
49 ty-owned business enterprise or women-owned business enterprise, and
50 may establish different maximum levels of personal net worth for minori-
51 ty group members and women on an industry-by-industry basis for such
52 industries as the director shall determine. Such rules and regulations
53 shall include, but not be limited to, such matters as may be required to
54 ensure that the established procedures thereunder shall at least be in
55 compliance with the code of fair procedure set forth in section seven-
56 ty-three of the civil rights law.

1 2. For the purposes of this article, the office shall be responsible
2 for verifying businesses as being owned, operated, and controlled by
3 minority group members or women and for certifying such verified busi-
4 nesses. The director shall prepare a directory of certified businesses
5 for use by contracting agencies and contractors in carrying out the
6 provisions of this article. The director shall periodically update the
7 directory.

8 2-a. (a) The director shall establish a procedure enabling the office
9 to accept New York municipal corporation certification verification for
10 minority and women-owned business enterprise applicants in lieu of
11 requiring the applicant to complete the state certification process. The
12 director shall promulgate rules and regulations to set forth criteria
13 for the acceptance of municipal corporation certification. All eligible
14 municipal corporation certifications shall require business enterprises
15 seeking certification to meet the following standards:

16 (i) have at least fifty-one percent ownership by a minority or a
17 women-owned enterprise and be owned by United States citizens or perma-
18 nent resident aliens;

19 (ii) be an enterprise in which the minority and/or women-ownership
20 interest is real, substantial and continuing;

21 (iii) be an enterprise in which the minority and/or women-ownership
22 has and exercises the authority to control independently the day-to-day
23 business decisions of the enterprise;

24 (iv) be an enterprise authorized to do business in this state;

25 (v) be subject to a physical site inspection to verify the fifty-one
26 percent ownership requirement;

27 (vi) be owned by an individual or individuals, whose ownership,
28 control and operation are relied upon for certification, with a personal
29 net worth that does not exceed three million five hundred thousand
30 dollars, or such other amount as the director shall set forth in regu-
31 lations, as adjusted annually for inflation according to the consumer
32 price index; and

33 (vii) be an enterprise that is a small business pursuant to subdivi-
34 sion twenty of section three hundred ten of this article.

35 (b) The director shall work with all municipal corporations that have
36 a municipal minority and women-owned business enterprise program to
37 develop standards to accept state certification to meet the municipal
38 corporation minority and women-owned business enterprise certification
39 standards.

40 (c) The director shall establish a procedure enabling the division to
41 accept federal certification verification for minority and women-owned
42 business enterprise applicants, provided said standards comport with
43 those required by the state minority and women-owned business program,
44 in lieu of requiring the applicant to complete the state certification
45 process. The director shall promulgate rules and regulations to set
46 forth criteria for the acceptance of federal certification.

47 2-b. Each business applying for minority or women-owned business
48 enterprise certification pursuant to this section must agree to allow:
49 (i) the department of taxation and finance to share its tax information
50 with the division and (ii) the department of labor to share its tax and
51 employer information with the division.

52 3. Following application for certification pursuant to this section,
53 the director shall provide the applicant with written notice of the
54 status of the application, including notice of any outstanding deficien-
55 cies[~~, within thirty days~~]. Within [~~sixty~~] thirty days of submission of
56 a final completed application, the director shall provide the applicant

1 with written notice of a determination by the office approving or deny-
2 ing such certification and, in the event of a denial a statement setting
3 forth the reasons for such denial. Upon a determination denying or
4 revoking certification, the business enterprise for which certification
5 has been so denied or revoked shall, upon written request made within
6 thirty days from receipt of notice of such determination, be entitled to
7 a hearing before an independent hearing officer designated for such
8 purpose by the director. In the event that a request for a hearing is
9 not made within such thirty day period, such determination shall be
10 deemed to be final. The independent hearing officer shall conduct a
11 hearing and upon the conclusion of such hearing, issue a written recom-
12 mendation to the director to affirm, reverse or modify such determi-
13 nation of the director. Such written recommendation shall be issued to
14 the parties. The director, within thirty days, by order, must accept,
15 reject or modify such recommendation of the hearing officer and set
16 forth in writing the reasons therefor. The director shall serve a copy
17 of such order and reasons therefor upon the business enterprise by
18 personal service or by certified mail return receipt requested. The
19 order of the director shall be subject to review pursuant to article
20 seventy-eight of the civil practice law and rules.

21 4. The director may, after performing an availability analysis and
22 upon a finding that industry-specific factors coupled with personal net
23 worth or small business eligibility requirements pursuant to subdivi-
24 sions nineteen and twenty of section three hundred ten of this article,
25 respectively, have led to the significant exclusion of businesses owned
26 by minority group members or women in that industry, grant provisional
27 MWBE certification status to applicants from that designated industry,
28 provided, however, that all other eligibility requirements pursuant to
29 subdivision seven or fifteen of section three hundred ten of this arti-
30 cle, as applicable, are satisfied. Any industry-based determination made
31 under this section by the director shall be made widely available to the
32 public and posted on the division's website.

33 5. With the exception of provisional MWBE certification, as provided
34 for in subdivision twenty-three of section three hundred ten of this
35 article, all minority and women-owned business enterprise certifications
36 shall be valid for a period of three years.

37 § 7. Subdivisions 2, 3, 4, 5, 6 and 7 of section 315 of the executive
38 law, subdivision 2 as added by chapter 261 of the laws of 1988, and
39 subdivision 3 as amended and subdivisions 4, 5, 6 and 7 as added by
40 chapter 175 of the laws of 2010, are amended to read as follows:

41 2. [~~Each contracting agency shall provide to prospective bidders a~~
42 ~~current copy of the directory of certified businesses, and a copy of the~~
43 ~~regulations required pursuant to sections three hundred twelve and three~~
44 ~~hundred thirteen of this article at the time bids or proposals are~~
45 ~~solicited.~~

46 3.] Each contracting agency shall report to the director with respect
47 to activities undertaken to promote employment of minority group members
48 and women and promote and increase participation by certified businesses
49 with respect to state contracts and subcontracts. Such reports shall be
50 submitted periodically, but not less frequently than annually, as
51 required by the director, and shall include such information as is
52 necessary for the director to determine whether the contracting agency
53 and contractor have complied with the purposes of this article, includ-
54 ing, without limitation, a summary of all waivers of the requirements of
55 subdivisions six and seven of section three hundred thirteen of this
56 article allowed by the contracting agency during the period covered by

1 the report, [~~including a description of the basis of the waiver request~~
2 ~~and the rationale for granting any such waiver~~] any instances in which
3 the state agency has deemed a contractor to have committed a violation
4 pursuant to section three hundred sixteen-a of this article, and such
5 other information as the director shall require. Each agency shall also
6 include in such annual report whether or not it has been required to
7 prepare a remedial plan, and, if so, the plan and the extent to which
8 the agency has complied with each element of the plan.

9 [~~4-~~] 3. The division of minority and women's business development
10 shall issue an annual report which: (a) summarizes the report submitted
11 by each contracting agency pursuant to subdivision [~~three~~] two of this
12 section; (b) contains such comparative or other information as the
13 director deems appropriate, including but not limited to goals compared
14 to actual participation of minority and women-owned business enterprises
15 in state contracting, to evaluate the effectiveness of the activities
16 undertaken by each such contracting agency to promote increased partic-
17 ipation by certified minority or women-owned businesses with respect to
18 state contracts and subcontracts; (c) contains a summary of all waivers
19 of the requirements of subdivisions six and seven of section three
20 hundred thirteen of this article allowed by each contracting agency
21 during the period covered by the report[, ~~including a description of the~~
22 ~~basis of the waiver request and the contracting agency's rationale for~~
23 ~~granting any such waiver~~]; and (d) [~~describes any efforts to create a~~
24 ~~database or other information storage and retrieval system containing~~
25 ~~information relevant to contracting with minority and women-owned busi-~~
26 ~~ness enterprises; and (e)~~] contains a summary of (i) all determinations
27 of violations of this article by a contractor or a contracting agency
28 made during the period covered by the annual report pursuant to section
29 three hundred sixteen-a of this article and

30 (ii) the penalties or sanctions, if any, assessed in connection with
31 such determinations and the rationale for such penalties or sanctions.
32 Copies of the annual report shall be provided to the commissioner, the
33 governor, the comptroller, the temporary president of the senate, the
34 speaker of the assembly, the minority leader of the senate, the minority
35 leader of the assembly and shall also be made widely available to the
36 public via, among other things, publication on a website maintained by
37 the division of minority and women's business development.

38 [~~5-~~] 4. Each agency shall include in its annual report to the governor
39 and legislature pursuant to section one hundred sixty-four of [~~the execu-~~
40 ~~utive law~~] this chapter its annual goals for contracts with minority-
41 owned and women-owned business enterprises, the number of actual
42 contracts issued to minority-owned and women-owned business enterprises;
43 and a summary of all waivers of the requirements of subdivisions six and
44 seven of section three hundred thirteen of this article allowed by the
45 reporting agency during the preceding year, including a description of
46 the basis of the waiver request and the rationale for granting such
47 waiver. Each agency shall also include in such annual report whether or
48 not it has been required to prepare a remedial plan, and, if so, the
49 plan and the extent to which the agency has complied with each element
50 of the plan.

51 [~~6-~~] 5. Each contracting agency that substantially fails to [~~meet the~~
52 ~~goals supported by the disparity study~~] make a good faith effort, as
53 defined by regulation of the director, to achieve the maximum feasible
54 participation of minority and women-owned business enterprises in such
55 agency's contracting shall be required to submit to the director a reme-
56 dial action plan to remedy such failure.

1 ~~[7-]~~ 6. If it is determined by the director that any agency has failed
2 to act in good faith to implement the remedial action plan, pursuant to
3 subdivision ~~[six]~~ five of this section within one year, the director
4 shall provide written notice of such a finding, which shall be publicly
5 available, and direct implementation of remedial actions to:

6 (a) assure that sufficient and effective solicitation efforts to women
7 and minority-owned business enterprises are being made by said agency;

8 (b) divide contract requirements, when economically feasible, into
9 quantities that will expand the participation of women and minority-
10 owned business enterprises;

11 (c) eliminate extended experience or capitalization requirements, when
12 programmatically and economically feasible, that will expand partic-
13 ipation by women and minority-owned business enterprises;

14 (d) identify specific proposed contracts as particularly attractive or
15 appropriate for participation by women and minority-owned business
16 enterprises with such identification to result from and be coupled with
17 the efforts of paragraphs (a), (b), and (c) of this subdivision; and

18 (e) upon a finding by the director that an agency has failed to take
19 affirmative measures to implement the remedial plan and to follow any of
20 the remedial actions set forth by the director, and in the absence of
21 any objective progress towards the agency's goals, require some or all
22 of the agency's procurement, for a specified period of time, be placed
23 under the direction and control of another agency or agencies.

24 § 8. Section 316-a of the executive law, as added by chapter 175 of
25 the laws of 2010, is amended to read as follows:

26 § 316-a. Prohibitions in contracts; violations. Every contracting
27 agency shall include a provision in its state contracts expressly
28 providing that any contractor who ~~[willfully and intentionally]~~ fails to
29 make a good faith effort to comply with the minority and women-owned
30 participation requirements of this article as set forth in such state
31 contract shall be liable to the contracting agency for liquidated or
32 other appropriate damages and shall provide for other appropriate reme-
33 dies on account of such breach. A contracting agency that elects to
34 proceed against a contractor for breach of contract as provided in this
35 section shall be precluded from seeking enforcement pursuant to section
36 three hundred sixteen of this article; provided however, that the
37 contracting agency shall include a summary of all enforcement actions
38 undertaken pursuant to this section in its annual report submitted
39 pursuant to ~~[subdivision three of]~~ section three hundred fifteen of this
40 article.

41 § 9. Subdivision 6 of section 163 of the state finance law, as amended
42 by chapter 569 of the laws of 2015, is amended to read as follows:

43 6. Discretionary buying thresholds. Pursuant to guidelines established
44 by the state procurement council: the commissioner may purchase services
45 and commodities in an amount not exceeding eighty-five thousand dollars
46 without a formal competitive process; state agencies may purchase
47 services and commodities in an amount not exceeding fifty thousand
48 dollars without a formal competitive process; and state agencies may
49 purchase commodities or services from small business concerns or those
50 certified pursuant to articles fifteen-A and seventeen-B of the execu-
51 tive law, or commodities or technology that are recycled or remanufac-
52 tured, or commodities that are food, including milk and milk products,
53 grown, produced or harvested in New York state in an amount not exceed-
54 ing ~~[two]~~ four hundred thousand dollars without a formal competitive
55 process.

1 § 10. Subparagraph (i) of paragraph (b) of subdivision 3 of section
2 2879 of the public authorities law, as amended by chapter 174 of the
3 laws of 2010, is amended to read as follows:

4 (i) for the selection of such contractors on a competitive basis, and
5 provisions relating to the circumstances under which the board may by
6 resolution waive competition, including, notwithstanding any other
7 provision of law requiring competition, the purchase of goods or
8 services from small business concerns or those certified as minority or
9 women-owned business enterprises, or goods or technology that are recycled or remanufactured, in an amount not to exceed [~~two~~] four hundred
10 thousand dollars without a formal competitive process;

11
12 § 11. Paragraph a of subdivision 3 of section 139-j of the state
13 finance law is amended by adding two new subparagraphs 10 and 11 to read
14 as follows:

15 (10) Complaints by minority-owned business enterprises or women-owned
16 business enterprises, certified as such by the division of minority and
17 women's business development, to the minority and women-owned business
18 enterprise statewide advocate concerning the procuring governmental
19 entity's failure to comply with the requirements of section three
20 hundred fifteen of the executive law;

21 (11) Communications between the minority and women-owned business
22 enterprise statewide advocate and the procuring governmental entity in
23 furtherance of an investigation of the minority and women-owned business
24 enterprise statewide advocate pursuant to section three hundred twelve-a
25 of the executive law;

26 § 12. Subdivision 6 of section 8 of the public buildings law, as
27 amended by chapter 840 of the laws of 1980, is amended to read as
28 follows:

29 6. All contracts for amounts in excess of five thousand dollars for
30 the work of construction, reconstruction, alteration, repair or improve-
31 ment of any state building, whether constructed or to be constructed
32 must be offered for public bidding and may be awarded to the lowest
33 responsible and reliable bidder, as will best promote the public inter-
34 est, by the said department or other agency with the approval of the
35 comptroller for the whole or any part of the work to be performed, and,
36 in the discretion of the said department or other agency, such contracts
37 may be sublet; provided, however, that no such contract shall be awarded
38 to a bidder other than the lowest responsible and reliable bidder,
39 except for certain contracts awarded to minority or women-owned business
40 enterprises as provided herein, without the written approval of the
41 comptroller. When a proposal consists of unit prices of items specified
42 to be performed, the lowest bid shall be deemed to be that which specif-
43 ically states the lowest gross sum for which the entire work will be
44 performed, except for certain contracts awarded to minority or women-
45 owned business enterprises as provided herein, including all the items
46 specified in the proposal thereof. The lowest bid shall be determined by
47 the commissioner of general services on the basis of the gross sum for
48 which the entire work will be performed, arrived at by a correct compu-
49 tation of all the items specified in the proposal therefor at the unit
50 prices contained in the bid. Provided, however, that where a responsible
51 and reliable bidder certified as a minority-owned business enterprise or
52 women-owned business enterprise pursuant to article fifteen-A of the
53 executive law submits a bid of one million four hundred thousand dollars
54 or less, as adjusted annually for inflation beginning January first, two
55 thousand nineteen, the bid of the minority or women-owned business

1 enterprise shall be deemed the lowest bid unless it exceeds the bid of
2 any other bidder by more than ten percent.

3 § 13. The penal law is amended by adding a new article 181 to read as
4 follows:

5 ARTICLE 181

6 MINORITY OR WOMEN-OWNED BUSINESS ENTERPRISE FRAUD

7 Section 181.00 Definitions.

8 181.10 Minority or women-owned business enterprise fraud in the
9 third degree.

10 181.20 Minority or women-owned business enterprise fraud in the
11 second degree.

12 181.30 Minority or women-owned business enterprise fraud in the
13 first degree.

14 § 181.00 Definitions.

15 1. "Minority-owned business enterprise" means a business enterprise
16 certified as such pursuant to article fifteen-A of the executive law.

17 2. "State contract" shall have the same meaning as in article
18 fifteen-A of the executive law.

19 3. "Women-owned business enterprise" means a business enterprise
20 certified as such pursuant to article fifteen-A of the executive law.

21 § 181.10 Minority or women-owned business enterprise fraud in the third
22 degree.

23 A person is guilty of minority or women-owned business enterprise
24 fraud in the third degree when he or she knowingly provides materially
25 false information or omits material information concerning the use or
26 identification of a minority or women-owned business enterprise for the
27 purpose of being awarded, or demonstrating compliance with the minority
28 and women-owned business participation requirements of, a state
29 contract.

30 Minority or women-owned business enterprise fraud in the third degree
31 is a class A misdemeanor.

32 § 181.20 Minority or women-owned business enterprise fraud in the second
33 degree.

34 A person is guilty of minority or women-owned business enterprise
35 fraud in the second degree when he or she knowingly provides materially
36 false information or omits material information concerning the use or
37 identification of a minority or women-owned business enterprise for the
38 purpose of being awarded, or demonstrating compliance with the minority
39 and women-owned business participation requirements of, a state
40 contract, and the state contract is valued in excess of fifty thousand
41 dollars.

42 Minority or women-owned business enterprise fraud in the second degree
43 is a class E felony.

44 § 181.30 Minority or women-owned business enterprise fraud in the first
45 degree.

46 A person is guilty of minority or women-owned business enterprise
47 fraud in the first degree when he or she knowingly provides materially
48 false information or omits material information concerning the use or
49 identification of a minority or women-owned business enterprise for the
50 purpose of being awarded, or demonstrating compliance with the minority
51 and women-owned business participation requirements of, a state
52 contract, and the state contract is valued in excess of one million
53 dollars.

1 Minority or women-owned business enterprise fraud in the first degree
2 is a class D felony.

3 § 14. The opening paragraph of subdivision (h) of section 121 of chap-
4 ter 261 of the laws of 1988, amending the state finance law and other
5 laws relating to the New York state infrastructure trust fund, as
6 amended by section 1 of part CCC of chapter 59 of laws of 2017, is
7 amended to read as follows:

8 The provisions of sections sixty-two through sixty-six of this act
9 shall expire [~~April fifteenth, two thousand eighteen, provided, however,~~
10 ~~that if the statewide disparity study regarding the participation of~~
11 ~~minority and women-owned business enterprises in state contracts~~
12 ~~required pursuant to subdivision one of section three hundred twelve a~~
13 ~~of the executive law is completed and delivered to the governor and the~~
14 ~~legislature on or before June thirtieth, two thousand seventeen, then~~
15 ~~the provisions of sections sixty two through sixty six of this act shall~~
16 ~~expire~~] and be deemed repealed on December thirty-first, two thousand
17 [~~eighteen~~] twenty-three, except that:

18 § 15. The executive law is amended by adding a new article 28 as
19 follows:

20 ARTICLE 28

21 WORKFORCE DIVERSITY PROGRAM

22 Section 821. Definitions.

23 822. Workforce participation goals.

24 823. Reporting.

25 824. Enforcement.

26 825. Powers and responsibilities of the division.

27 826. Severability.

28 § 821. Definitions. As used in this article, the following terms shall
29 have the following meanings:

30 1. "Contractor" shall mean an individual, a business enterprise,
31 including a sole proprietorship, a partnership, a corporation, a not-
32 for-profit corporation, or any other party to a state contract, or a
33 bidder in conjunction with the award of a state contract or a proposed
34 party to a state contract.

35 2. "Department" shall mean the department of labor.

36 3. "Director" shall mean the director of the division of minority and
37 women's business development.

38 4. "Disparity study" shall mean the most recent study of disparities
39 between the utilization of minority group members and women in the
40 performance of state contracts and the availability of minority group
41 members and women to perform such work by the director pursuant to arti-
42 cle fifteen-A of this chapter.

43 5. "Division" shall mean the department of economic development's
44 division of minority and women's business development.

45 6. "List of non-compliant contractors" shall mean a list of contrac-
46 tors and subcontractors, maintained by the division and published on the
47 website of the division, that are ineligible to participate as contrac-
48 tors or subcontractors in the performance of state contracts for a term
49 determined by the director.

50 7. "Minority group member" shall mean a United States citizen or
51 permanent resident alien who is and can demonstrate membership in one of
52 the following groups:

53 (a) Black persons having origins in any of the Black African racial
54 groups;

1 (b) Hispanic persons of Mexican, Puerto Rican, Dominican, Cuban,
2 Central or South American of either Indian or Hispanic origin, regard-
3 less of race;

4 (c) Native American or Alaskan native persons having origins in any of
5 the original peoples of North America;

6 (d) Asian and Pacific Islander persons having origins in any of the
7 Far East countries, South East Asia, the Indian subcontinent or the
8 Pacific Islands.

9 8. "Non-compliant contractor" shall mean a contractor or subcontractor
10 that has failed to make a good faith effort to meet the workforce
11 participation goal established by a state agency on a state contract,
12 and has been listed by the division on its list of non-compliant
13 contractors.

14 9. "State agency" shall mean (a)(i) any state department, or (ii) any
15 division, board, commission or bureau of any state department, or (iii)
16 the state university of New York and the city university of New York,
17 including all their constituent units except community colleges and the
18 independent institutions operating statutory or contract colleges on
19 behalf of the state, or (iv) a board, a majority of whose members are
20 appointed by the governor or who serve by virtue of being state officers
21 or employees as defined in subparagraph (i), (ii) or (iii) of paragraph
22 (i) of subdivision one of section seventy-three of the public officers
23 law.

24 (b) a "state authority," as defined in subdivision one of section two
25 of the public authorities law, and the following:

26 Albany County Airport Authority;

27 Albany Port District Commission;

28 Alfred, Almond, Hornellsville Sewer Authority;

29 Battery Park City Authority;

30 Cayuga County Water and Sewer Authority;

31 (Nelson A. Rockefeller) Empire State Plaza Performing Arts Center
32 Corporation;

33 Industrial Exhibit Authority;

34 Livingston County Water and Sewer Authority;

35 Long Island Power Authority;

36 Long Island Rail Road;

37 Long Island Market Authority;

38 Manhattan and Bronx Surface Transit Operating Authority;

39 Metro-North Commuter Railroad;

40 Metropolitan Suburban Bus Authority;

41 Metropolitan Transportation Authority;

42 Natural Heritage Trust;

43 New York City Transit Authority;

44 New York Convention Center Operating Corporation;

45 New York State Bridge Authority;

46 New York State Olympic Regional Development Authority;

47 New York State Thruway Authority;

48 Niagara Falls Public Water Authority;

49 Niagara Falls Water Board;

50 Port of Oswego Authority;

51 Power Authority of the State of New York;

52 Roosevelt Island Operating Corporation;

53 Schenectady Metroplex Development Authority;

54 State Insurance Fund;

55 Staten Island Rapid Transit Operating Authority;

56 State University Construction Fund;

1 Syracuse Regional Airport Authority;
2 Triborough Bridge and Tunnel Authority;
3 Upper Mohawk valley regional water board;
4 Upper Mohawk valley regional water finance authority;
5 Upper Mohawk valley memorial auditorium authority;
6 Urban Development Corporation and its subsidiary corporations.

7 (c) the following only to the extent of state contracts entered into for
8 its own account or for the benefit of a state agency as defined in para-
9 graph (a) or (b) of this subdivision:

10 Dormitory Authority of the State of New York;
11 Facilities Development Corporation;
12 New York State Energy Research and Development Authority;
13 New York State Science and Technology Foundation.

14 10. "State contract" shall mean: (a) a written agreement or purchase
15 order instrument, providing for a total expenditure in excess of fifty
16 thousand dollars, whereby a state agency is committed to expend or does
17 expend or grant funds in return for labor, services including but not
18 limited to legal, financial and other professional services, supplies,
19 equipment, materials or any combination of the foregoing, to be
20 performed on behalf of, for, or rendered or furnished to the state agen-
21 cy; (b) a written agreement in excess of two hundred thousand dollars
22 whereby a state agency is committed to expend or does expend or grant
23 funds for the acquisition, construction, demolition, replacement, major
24 repair or renovation of real property and improvements thereon; and (c)
25 a written agreement in excess of two hundred thousand dollars whereby
26 the owner of a state assisted housing project is committed to expend or
27 does expend funds for the acquisition, construction, demolition,
28 replacement, major repair or renovation of real property and improve-
29 ments thereon for such project.

30 11. "Subcontractor" shall mean any individual or business enterprise
31 that provides goods or services to any individual or business for use in
32 the performance of a state contract, whether or not such goods or
33 services are provided to a party to a state contract.

34 § 822. Workforce participation goals. 1. The director, in consulta-
35 tion with the department, shall develop aspirational goals for the
36 utilization of minority group members and women in construction trade,
37 profession, and occupation.

38 (a) Aspirational goals for the utilization of minority group members
39 and women must set forth the expected participation of minority group
40 members and women in each construction trade, profession, and occupa-
41 tion, and shall be expressed as a percentage of the total hours of work
42 to be performed by each trade, profession, and occupation based on the
43 availability of minority group members and women within each trade,
44 profession, and occupation.

45 (i) The aspirational goals shall set forth separate levels of expected
46 participation by men and women for each minority group, and for Cauca-
47 sian women, in each construction trade, profession, and occupation.

48 (ii) Aspirational goals for the expected participation of minority
49 group members and women shall be established for each county of the
50 state. The director may establish aspirational goals for the expected
51 participation of minority group members and women for municipalities
52 where the director deems feasible and appropriate.

53 (iii) The director shall, in establishing the aspirational goals,
54 consider the findings of the most recent disparity study and any rele-
55 vant data published by the United States Census Bureau.

1 (b) The director shall update the aspirational goals on a periodic
2 basis, no less than annually.

3 2. State agencies shall, for each invitation for bids, request for
4 proposals, or other solicitation that will result in the award of a
5 state contract, set forth the expected degree of workforce participation
6 by minority group members and women.

7 (a) Each workforce participation goal established by a state agency
8 shall set forth the expected level of participation by minority group
9 members and women in the performance of each trade, profession, and
10 occupation required in the performance of the contract.

11 (b) Goals for the participation of minority group members and women
12 shall set forth separate goals for each of the following groups in each
13 trade, profession, and occupation:

14 (i) Black men;

15 (ii) Black women;

16 (iii) Hispanic men;

17 (iv) Hispanic women;

18 (v) Native American men;

19 (vi) Native American women;

20 (vii) Asian men;

21 (viii) Asian women;

22 (ix) Caucasian women.

23 (c) In establishing workforce participation goals, state agencies
24 shall consider factors including, but not limited to:

25 (i) the findings of the disparity study;

26 (ii) any relevant data published by the United States Census Bureau;
27 and

28 (iii) if applicable, any aspirational goal established by the divi-
29 sion.

30 (d) In any case where a state agency establishes a workforce partic-
31 ipation goal on an invitation for bids, request for proposals, or other
32 solicitation that will result in the award of a state contract for
33 construction that deviates from the aspirational goal for construction
34 work in the county or municipality in which the work will be performed,
35 the state agency shall document numerical evidence demonstrating that
36 the application of the aspirational goal would not be practical, feasi-
37 ble, or appropriate.

38 3. Every contractor responding to an invitation for bids, request for
39 proposals, or other solicitation that will result in the award of a
40 state contract subject to workforce participation goals pursuant to this
41 section shall agree to make a good faith effort to achieve such work-
42 force participation goal or request a waiver of such goal.

43 (a) A contractor that certifies that it will make a good faith effort
44 to achieve a workforce participation goal shall provide with its
45 response to the applicable invitation for bids, request for proposals,
46 or other solicitation:

47 (i) A certification stating that the contractor will make a good faith
48 effort to achieve the applicable workforce participation goal and will
49 contractually require any subcontractors to the contractor to make a
50 good faith effort to achieve the applicable workforce participation goal
51 in any subcontracted work, which certification shall acknowledge that
52 failure by the contractor or any of its subcontractors to make a good
53 faith effort to achieve the applicable workforce participation goal may
54 result in a determination by the contracting state agency that the
55 contractor or its subcontractor is a non-compliant contractor;

1 (ii) The level of anticipated participation by minority group members
2 and women as employees to the contractor, or, if the state agency has
3 specifically indicated that such documentation is not required as part
4 of the response to the invitation for bids, request for proposals, or
5 other solicitation, a date certain for the submission of such documenta-
6 tion after the award of the state contract;

7 (iii) A list of all subcontractors anticipated to perform work on the
8 state contract and the level of anticipated participation by minority
9 group members and women as employees to each subcontractor, or, if the
10 state agency has specifically indicated that such documentation is not
11 required as part of the response to the invitation for bids, request for
12 proposals, or other solicitation, a date certain for the submission of
13 such documentation after the award of the state contract; and

14 (iv) Such other information as the contracting state agency shall
15 require.

16 (b) A contractor that requests a waiver of a workforce participation
17 goal shall provide with its response to the applicable invitation for
18 bids, request for proposals, or other solicitation:

19 (i) Numerical evidence setting forth why the achievement of the work-
20 force participation goal is not practical, feasible, or appropriate in
21 light of the trades, professions, and occupations required to perform
22 the work of the state contract;

23 (ii) Documentation of the contractor's efforts, and any efforts by
24 subcontractors to the contractor, to promote the inclusion of minority
25 group members and women in trades, professions, and occupations required
26 in the performance of the state contract;

27 (iii) The maximum feasible level of participation by minority group
28 members and women in each of the trades, professions, and occupations
29 required in the performance of the work of the state contract;

30 (iv) The level of anticipated participation by minority group members
31 and women as employees to the contractor;

32 (v) A list of all subcontractors anticipated to perform work on the
33 state contract and the level of anticipated participation by minority
34 group members and women as employees to each subcontractor; and

35 (vi) Any other relevant information evidencing that the contractor's
36 achievement of the workforce participation goal would not be practical,
37 feasible, or appropriate.

38 4. A state agency shall not award a state contract to a contractor
39 unless the contractor has (i) certified that it will make a good faith
40 effort to achieve the applicable workforce participation goal and
41 provided documentation of the workforce anticipated to perform the work
42 of the state contract or (ii) submitted a waiver request which the state
43 agency deems to reflect the maximum feasible participation of minority
44 group members and women in each of the trades, professions, and occupa-
45 tions required in performance of the work of the state contract.

46 (a) In the event that a contractor submits a certification or waiver
47 request that is accepted by the state agency, the state agency shall
48 establish in the state contract the expected level of participation by
49 minority group members and women in each of the trades, professions, and
50 occupations required in performance of the work of the state contract,
51 require that the contractor make good faith efforts to achieve such
52 workforce participation goals, require that the contractor require any
53 subcontractors to make a good faith effort to achieve the applicable
54 workforce participation goal in any subcontracted work, and indicate
55 that the failure of the contractor or any of its subcontractors to make
56 a good faith effort to achieve the workforce participation goal may

1 result in the contractor or subcontractor being deemed a non-compliant
2 contractor.

3 (b) In the event that a contractor fails to submit a certification,
4 waiver request, or any other information required by the state agency,
5 or the state agency determines that a contractor's waiver request does
6 not demonstrate that the applicable workforce participation goal is
7 impractical, unfeasible, or inappropriate, the state agency shall notify
8 the contractor of the deficiency in writing and provide the contractor
9 five business days to remedy the noticed deficiency. A state agency
10 shall reject any bid or proposal of a contractor that fails to timely
11 respond to a notice of deficiency or to provide documentation remedying
12 the deficiency to the satisfaction of the state agency.

13 (i) Where failure to remedy any notified deficiency in the workforce
14 utilization plan is a ground for disqualification, that issue and all
15 other grounds for disqualification shall be stated in writing by the
16 contracting state agency. The contractor shall be entitled to an admin-
17 istrative hearing, on a record, involving all grounds stated by the
18 contracting state agency in its notice of the contractor's disqualifica-
19 tion. Such hearing shall be conducted by the appropriate authority of
20 the contracting agency to review the determination of disqualification.
21 A final administrative determination made following such hearing shall
22 be reviewable in a proceeding commenced under article seventy-eight of
23 the civil practice law and rules, provided that such proceeding is
24 commenced within thirty days of the notice given by certified mail
25 return receipt requested rendering such final administrative determi-
26 nation. Such proceeding shall be commenced in the supreme court, appel-
27 late division, third department and such proceeding shall be preferred
28 over all other civil causes except election causes, and shall be heard
29 and determined in preference to all other civil business pending there-
30 in, except election matters, irrespective of position on the calendar.
31 Appeals taken to the court of appeals of the state of New York shall be
32 subject to the same preference.

33 § 823. Reporting. 1. State contracts shall require contractors to
34 submit, and to require any subcontractors to submit, to the contracting
35 state agency reports documenting the hours worked by employees of the
36 contractor and any subcontractors in the performance of the work of the
37 state contract. Such reports shall be submitted no less frequently than
38 monthly for state contracts for construction and quarterly for all other
39 state contracts. Such reports shall identify the race, ethnicity,
40 gender, and trade, profession, or occupation of each employee performing
41 work on a state contract.

42 2. State agencies shall submit periodic reports to the director, or
43 the designee of the director, concerning the participation of minority
44 group members and women in state contracts let by such agencies and such
45 state agencies' compliance with this article. Such reports shall be
46 submitted at such time, and include such information, as the director
47 shall require in regulations. State agencies shall make available their
48 facilities, books, and records for inspection, upon reasonable notice,
49 by the director or the director's designee.

50 3. The department shall provide such assistance as the director shall
51 require in carrying out the requirements of this section.

52 § 824. Enforcement. 1. Where it appears that a contractor cannot,
53 after a good faith effort, meet the workforce participation goals set
54 forth in a particular state contract, a contractor may file a written
55 application with the contracting state agency requesting a partial or
56 total waiver of such requirements. Such request shall set forth the

1 reasons for such contractor's inability to meet the workforce partic-
2 ipation goal, specifically describe the reasons for any deviations from
3 the anticipated workforce participation set forth in the contractor's
4 bid or proposal leading to the award of the state contract, and describe
5 the efforts by the contractor and any subcontractors to achieve the
6 maximum feasible participation of minority group members and women in
7 the performance of the work of the state contract. Where the contrac-
8 tor's inability to achieve the workforce participation goal on a state
9 contract is attributable to the failure of one or more subcontractors to
10 make good faith efforts to achieve the maximum feasible participation of
11 minority group members and women in the performance of the work of the
12 state contract, the contractor shall identify such subcontractor or
13 subcontractors to the contracting state agency.

14 2. A state agency shall grant a request for a waiver of workforce
15 participation goals on a state contract where:

16 (a) The contractor demonstrates that the contractor and its subcon-
17 tractors made good faith efforts to achieve the workforce participation
18 goal on the state contract, and that insufficient minority group members
19 or women were available in the trades, professions, and occupations
20 required to perform the work of the state contract; or,

21 (b) The contractor contractually required each of its subcontractors
22 to make a good faith effort to achieve the maximum feasible partic-
23 ipation of minority group members and women in the performance of the
24 subcontracted work, periodically monitored such subcontractors' deploy-
25 ment of minority group members and women in the performance of the
26 subcontracted work, provided notice to such subcontractors of any defi-
27 ciencies in their deployment of minority group members and women in the
28 performance of such subcontracted work, and could not achieve the work-
29 force participation goal for one or more trades, professions, or occupa-
30 tions without the good faith efforts of such subcontractors.

31 3. Where a state agency denies a contractor's request for a waiver of
32 workforce participation goals pursuant to this section, the state agency
33 shall recommend to the director and the department that the contractor
34 be deemed a non-compliant contractor.

35 4. Where a state agency grants a request for a waiver of workforce
36 participation goals pursuant to this section based on one or more
37 subcontractors' failure to make good faith efforts to achieve the maxi-
38 mum feasible participation of minority group members and women in the
39 performance of the subcontracted work, the state agency shall recommend
40 to the director and the department that the subcontractor be deemed a
41 non-compliant contractor.

42 5. Upon receipt of a recommendation from a state agency that a
43 contractor or subcontractor should be deemed a non-compliant contractor,
44 the director shall, with the assistance of the department, review the
45 facts and circumstances forming the basis of the recommendation and
46 issue a determination as to whether or not the contractor or subcontrac-
47 tor should be deemed a non-compliant contractor and, if so, the duration
48 of such status as a non-compliant contractor. In determining the dura-
49 tion of a contractor's or subcontractor's status as a non-compliant
50 contractor, the director shall consider:

51 (i) whether the contractor or subcontractor has previously been deemed
52 a non-compliant contractor;

53 (ii) the number of hours of expected participation by minority group
54 members and women lost as a result of the contractor's or subcontrac-
55 tor's failure to make good faith efforts to include minority group
56 members or women in the performance of one or more state contracts; and

1 (iii) whether the contractor or subcontractor has offered to provide
2 employment opportunities, training, or other remedial benefits to minor-
3 ity group members or women in relevant trades, professions, or occupa-
4 tions.

5 6. A contractor or subcontractor deemed a non-compliant contractor by
6 the director may request an administrative hearing before an independent
7 hearing officer to appeal the determination of the director. The deci-
8 sion of the hearing officer shall be final and may only be vacated or
9 modified as provided in article seventy-eight of the civil practice law
10 and rules upon an application made within the time provided by such
11 article.

12 7. Upon a final determination that a contractor or subcontractor is a
13 non-compliant contractor, the director shall list the contractor or
14 subcontractor as such on its website and indicate the term of such
15 contractor's or subcontractor's status as a non-compliant contractor. A
16 non-compliant contractor shall be ineligible to participate as a
17 contractor or subcontractor on any state contract.

18 § 825. Powers and responsibilities of the division. 1. The director
19 shall post to the website of the division on or before April first of
20 each year the aspirational goals for the utilization of minority group
21 members and women in construction required pursuant to section eight
22 hundred twenty-two of this article.

23 2. The director shall promulgate rules and regulations for the imple-
24 mentation of this article, including, but not limited to, procedures for
25 the submission of certifications and workforce utilization plans by
26 contractors, criteria for granting waivers of workforce participation
27 goals, and the contents of reports by state agencies concerning their
28 implementation of the requirements of this article.

29 3. The division shall, from time to time, review the facilities,
30 books, and records of state agencies to ascertain the accuracy of their
31 reports and their compliance with the requirements of this article. The
32 department shall provide such assistance as the director shall require
33 in carrying out the requirements of this section.

34 § 826. Severability. If any clause, sentence, paragraph, section or
35 part of this article shall be adjudged by any court of competent juris-
36 isdiction to be invalid, the judgment shall not affect, impair or invali-
37 date the remainder thereof, but shall be confined in its operation to
38 the clause, sentence, paragraph, section or part of this article direct-
39 ly involved in the controversy in which the judgment shall have been
40 rendered.

41 § 16. This act shall take effect on April 1, 2018; provided, however,
42 that

43 (a) the amendments to article 15-A of the executive law, made by
44 sections one, two, three, four, five, six, seven and eight of this act,
45 shall not affect the expiration and repeal of such article and shall
46 expire and be deemed repealed therewith;

47 (b) the amendments to section 163 of the state finance law, made by
48 section nine of this act, shall not affect the expiration and repeal of
49 such section, and shall expire and be deemed repealed therewith;

50 (c) the amendments to section 139-j of the state finance law, made by
51 section eleven of this act, shall not affect the expiration and repeal
52 of such section, and shall expire and be deemed repealed therewith; and

53 (d) section fifteen of this act shall expire and be deemed repealed
54 December 31, 2023.

1 Section 1. Paragraph (i) of subdivision (a) of section 2 of part F of
2 chapter 60 of the laws of 2015, constituting the infrastructure invest-
3 ment act, as amended by section 1 of part RRR of chapter 59 of the laws
4 of 2017, is amended to read as follows:

5 (i) "authorized state entity" shall mean the New York state thruway
6 authority, the department of transportation, the office of parks, recre-
7 ation and historic preservation, the department of environmental conser-
8 vation ~~[and]~~, the New York state bridge authority, the dormitory author-
9 ity, the New York state urban development corporation, the office of
10 general services, the department of health, and the New York state olym-
11 pic regional development authority.

12 § 2. Section 3 of part F of chapter 60 of the laws of 2015, constitut-
13 ing the infrastructure investment act, as amended by section 3 of part
14 RRR of chapter 59 of the laws of 2017, is amended to read as follows:

15 § 3. Notwithstanding the provisions of section 38 of the highway law,
16 section 136-a of the state finance law, ~~[section]~~ sections 359, 1678,
17 1680, 1680-a and 2879-a of the public authorities law, ~~[section]~~
18 sections 407-a, 6281 and 7210 of the education law, sections 8 and 9 of
19 the public buildings law, section 11 of chapter 795 of the laws of 1967,
20 sections 8 and 9 of section 1 of chapter 359 of the laws of 1968 as
21 amended, section 11 of section 1 of chapter 174 of the laws of 1968, as
22 amended, section 29 of chapter 337 of the laws of 1972, section 21 of
23 chapter 464 of the laws of 1972, section 103 of the general municipal
24 law, and the provisions of any other law to the contrary, and in
25 conformity with the requirements of this act, an authorized state entity
26 may utilize the alternative delivery method referred to as design-build
27 contracts, in consultation with relevant local labor organizations and
28 construction industry, for capital projects located in the state and
29 ~~related to [the state's]~~ physical infrastructure, including, but not
30 limited to, [the state's] buildings and appurtenant structures, high-
31 ways, bridges, dams, flood control projects, canals, and parks, includ-
32 ing, but not limited to, to repair damage caused by natural disaster, to
33 correct health and safety defects, to comply with federal and state
34 laws, standards, and regulations, to extend the useful life of or
35 replace ~~[the state's]~~ buildings and appurtenant structures, highways,
36 bridges, dams, flood control projects, canals, and parks or to improve
37 or add to ~~[the state's]~~ buildings and appurtenant structures, highways,
38 bridges, dams, flood control projects, canals, and parks; provided that
39 for the contracts executed by the department of transportation, the
40 office of parks, recreation and historic preservation, or the department
41 of environmental conservation, the office of the general services or the
42 department of health, the total cost of each such project shall not be
43 less than ten million dollars (\$10,000,000).

44 § 3. Section 7 of part F of chapter 60 of the laws of 2015, constitut-
45 ing the infrastructure investment act, is amended to read as follows:

46 § 7. If otherwise applicable, capital projects undertaken by the
47 authorized state entity pursuant to this act shall be subject to section
48 135 of the state finance law, section 101 of the general municipal law
49 and section 222 of the labor law; provided, however, that an authorized
50 entity may fulfill its obligations under section 135 of the state
51 finance law or section 101 of the general municipal law by requiring the
52 contractor to prepare separate specifications in accordance with section
53 135 of the state finance law or section 101 of the general municipal law
54 as the case may be.

55 § 4. Section 13 of part F of chapter 60 of the laws of 2015, consti-
56 tuting the infrastructure investment act, as amended by section 11 of

1 part RRR of chapter 59 of the laws of 2017, is amended to read as
2 follows:

3 § 13. Alternative construction awarding processes. (a) Notwithstand-
4 ing the provisions of any other law to the contrary, the authorized
5 state entity may award a construction contract:

6 1. To the contractor offering the best value~~[, or]~~:

7 [~~2-~~] (i) Utilizing a cost-plus not to exceed guaranteed maximum price
8 form of contract in which the authorized state entity shall be entitled
9 to monitor and audit all project costs. In establishing the schedule and
10 process for determining a guaranteed maximum price, the contract between
11 the authorized state entity and the contractor shall:

12 [~~(i)~~] (a) describe the scope of the work and the cost of performing
13 such work;

14 [~~(ii)~~] (b) include a detailed line item cost breakdown;

15 [~~(iii)~~] (c) include a list of all drawings, specifications and other
16 information on which the guaranteed maximum price is based;

17 [~~(iv)~~] (d) include the dates for substantial and final completion on
18 which the guaranteed maximum price is based; and

19 [~~(v)~~] (e) include a schedule of unit prices; or

20 [~~3-~~] (ii) Utilizing a lump sum contract in which the contractor agrees
21 to accept a set dollar amount for a contract which comprises a single
22 bid without providing a cost breakdown for all costs such as for equip-
23 ment, labor, materials, as well as such contractor's profit for complet-
24 ing all items of work comprising the project which lump sum price may be
25 negotiated and established by the authorized state entity based on a
26 proposed guaranteed maximum price.

27 2. The design-build contract may include both lump sum elements and
28 cost-plus not to exceed guaranteed maximum price elements, and also may
29 provide for professional services on a fee-for-service basis.

30 (b) Capital projects undertaken by an authorized state entity may
31 include an incentive clause in the contract for various performance
32 objectives, but the incentive clause shall not include an incentive that
33 exceeds the quantifiable value of the benefit received by the authorized
34 state entity. [~~The~~] Notwithstanding the provisions of sections 136 and
35 137 of the state finance law, the authorized state entity shall estab-
36 lish such performance and payment bonds, bonds or other form of under-
37 taking, as it deems necessary.

38 § 5. Part F of chapter 60 of the laws of 2015, constituting the
39 infrastructure investment act, is amended by adding a new section 15-a
40 to read as follows:

41 § 15-a. Any contract awarded pursuant to this act shall be deemed to
42 be awarded pursuant to a competitive procurement for purposes of section
43 2879-a of the public authorities law.

44 § 6. This act shall take effect immediately; provided, however that
45 the amendments to the infrastructure investment act made by sections one
46 through five of this act shall not affect the repeal of such act and
47 shall be deemed repealed therewith.

48

PART S

49 Section 1. Section 2 of chapter 21 of the laws of 2003, amending the
50 executive law relating to permitting the secretary of state to provide
51 special handling for all documents filed or issued by the division of
52 corporations and to permit additional levels of such expedited service,
53 as amended by section 1 of part Q of chapter 58 of the laws of 2017, is
54 amended to read as follows:

1 § 2. This act shall take effect immediately, provided however, that
2 section one of this act shall be deemed to have been in full force and
3 effect on and after April 1, 2003 and shall expire March 31, [~~2018~~]
4 2019.

5 § 2. This act shall take effect immediately and shall be deemed to
6 have been in full force and effect on and after March 31, 2018.

7 PART T

8 Section 1. Paragraph (d) of section 304 of the business corporation
9 law is amended to read as follows:

10 (d) Any designated post office address maintained by the secretary of
11 state as agent of a domestic corporation or foreign corporation for the
12 purpose of mailing process shall be the post office address, within or
13 without the state, to which a person shall mail process against such
14 corporation as required by this article. Any designated [~~post-office~~]
15 post office address to which the secretary of state or a person shall
16 mail a copy of any process served upon [~~him~~] the secretary of state as
17 agent of a domestic corporation or a foreign corporation, shall continue
18 until the filing of a certificate under this chapter directing the mail-
19 ing to a different [~~post-office~~] post office address.

20 § 2. Paragraph (a) of section 305 of the business corporation law, as
21 amended by chapter 131 of the laws of 1985, is amended to read as
22 follows:

23 (a) In addition to such designation of the secretary of state, every
24 domestic corporation or authorized foreign corporation may designate a
25 registered agent in this state upon whom process against such corpo-
26 ration may be served. The agent shall be a natural person who is a resi-
27 dent of or has a business address in this state [~~or~~], a domestic corpo-
28 ration or foreign corporation of any type or kind formed, or authorized
29 to do business in this state[~~r~~] under this chapter or under any other
30 statute of this state, or a domestic limited liability company or
31 foreign limited liability company formed or authorized to do business in
32 this state.

33 § 3. Subparagraph 1 of paragraph (b) of section 306 of the business
34 corporation law, as amended by chapter 419 of the laws of 1990, is
35 amended to read as follows:

36 (1) Service of process on the secretary of state as agent of a domes-
37 tic or authorized foreign corporation, or other business entity that has
38 designated the secretary of state as agent for service of process pursu-
39 ant to article nine of this chapter, shall be made by [~~personally deliv-~~
40 ~~ering to and leaving with the secretary of state or a deputy, or with~~
41 ~~any person authorized by the secretary of state to receive such service,~~
42 ~~at the office of the department of state in the city of Albany, dupli-~~
43 ~~cate copies of such process together with the statutory fee, which fee~~
44 ~~shall be a taxable disbursement] mailing the process and notice of
45 service thereof by certified mail, return receipt requested, to such
46 corporation or other business entity, at the post office address on file
47 in the department of state specified for this purpose. If a domestic or
48 authorized foreign corporation has no such address on file in the
49 department of state, the process and notice of service thereof shall be
50 mailed, in the case of a domestic corporation, in care of any director
51 named in its certificate of incorporation at the director's address
52 stated therein or, in the case of an authorized foreign corporation, to
53 such corporation at the address of its office within this state on file
54 in the department. On the same day that such process is mailed, a dupli-~~

1 cate copy of such process and proof of mailing together with the statu-
2 tory fee, which fee shall be a taxable disbursement, shall be personally
3 delivered to and left with the secretary of state or a deputy, or with
4 any person authorized by the secretary of state to receive such service,
5 at the office of the department of state in the city of Albany. Proof of
6 mailing shall be by affidavit of compliance with this section. Service
7 of process on such corporation or other business entity shall be
8 complete when the secretary of state is so served. [~~The secretary of~~
9 ~~state shall promptly send one of such copies by certified mail, return~~
10 ~~receipt requested, to such corporation, at the post office address, on~~
11 ~~file in the department of state, specified for the purpose. If a domes-~~
12 ~~tic or authorized foreign corporation has no such address on file in the~~
13 ~~department of state, the secretary of state shall so mail such copy, in~~
14 ~~the case of a domestic corporation, in care of any director named in its~~
15 ~~certificate of incorporation at the director's address stated therein~~
16 ~~or, in the case of an authorized foreign corporation, to such corpo-~~
17 ~~ration at the address of its office within this state on file in the~~
18 ~~department.~~]

19 § 4. Subparagraphs 2 and 3 of paragraph (a) of section 306-A of the
20 business corporation law, as added by chapter 469 of the laws of 1997,
21 are amended to read as follows:

22 (2) That the address of the party has been designated by the corpo-
23 ration as the post office address to which [~~the secretary of state~~] a
24 person shall mail a copy of any process served on the secretary of state
25 as agent for such corporation, specifying such address, and that such
26 party wishes to resign.

27 (3) That at least sixty days prior to the filing of the certificate of
28 resignation for receipt of process with the department of state the
29 party has sent a copy of the certificate of resignation for receipt of
30 process by registered or certified mail to the address of the registered
31 agent of the designating corporation, if other than the party filing the
32 certificate of resignation[~~7~~] for receipt of process, or if the [~~resign-~~
33 ~~ing~~] designating corporation has no registered agent, then to the last
34 address of the designating corporation known to the party, specifying
35 the address to which the copy was sent. If there is no registered agent
36 and no known address of the designating corporation, the party shall
37 attach an affidavit to the certificate stating that a diligent but
38 unsuccessful search was made by the party to locate the corporation,
39 specifying what efforts were made.

40 § 5. Subparagraph 7 of paragraph (a) of section 402 of the business
41 corporation law is amended to read as follows:

42 (7) A designation of the secretary of state as agent of the corpo-
43 ration upon whom process against it may be served and the post office
44 address, within or without this state, to which [~~the secretary of state~~]
45 a person shall mail a copy of any process against it served upon [~~him~~]
46 the secretary of state.

47 § 6. Subparagraph (c) of paragraph 1 of section 408 of the business
48 corporation law, as amended by section 3 of part S of chapter 59 of the
49 laws of 2015, is amended to read as follows:

50 (c) The post office address, within or without this state, to which
51 [~~the secretary of state~~] a person shall mail a copy of any process
52 against it served upon [~~him or her~~] the secretary of state. Such
53 address shall supersede any previous address on file with the department
54 of state for this purpose.

55 § 7. Subparagraph 4 of paragraph (b) of section 801 of the business
56 corporation law is amended to read as follows:

1 (4) To specify or change the post office address to which [~~the secre-~~
2 ~~tary of state~~] a person shall mail a copy of any process against the
3 corporation served upon [~~him~~] the secretary of state.

4 § 8. Subparagraph 2 of paragraph (b) of section 803 of the business
5 corporation law, as amended by chapter 803 of the laws of 1965, is
6 amended to read as follows:

7 (2) To specify or change the post office address to which [~~the secre-~~
8 ~~tary of state~~] a person shall mail a copy of any process against the
9 corporation served upon [~~him~~] the secretary of state.

10 § 9. Paragraph (b) of section 805-A of the business corporation law,
11 as added by chapter 725 of the laws of 1964, is amended to read as
12 follows:

13 (b) A certificate of change which changes only the post office address
14 to which [~~the secretary of state~~] a person shall mail a copy of any
15 process against a corporation served upon [~~him or~~] the secretary of
16 state and/or the address of the registered agent, provided such address
17 being changed is the address of a person, partnership, limited liability
18 company or other corporation whose address, as agent, is the address to
19 be changed or who has been designated as registered agent for such
20 corporation, may be signed[~~, verified~~] and delivered to the department
21 of state by such agent. The certificate of change shall set forth the
22 statements required under subparagraphs [~~(a)~~] (1), (2) and (3) of para-
23 graph (a) of this section; that a notice of the proposed change was
24 mailed to the corporation by the party signing the certificate not less
25 than thirty days prior to the date of delivery to the department and
26 that such corporation has not objected thereto; and that the party sign-
27 ing the certificate is the agent of such corporation to whose address
28 [~~the secretary of state~~] a person is required to mail copies of process
29 served on the secretary of state or the registered agent, if such be the
30 case. A certificate signed[~~, verified~~] and delivered under this para-
31 graph shall not be deemed to effect a change of location of the office
32 of the corporation in whose behalf such certificate is filed.

33 § 10. Subparagraph 8 of paragraph (a) of section 904-a of the business
34 corporation law, as amended by chapter 177 of the laws of 2008, is
35 amended to read as follows:

36 (8) If the surviving or resulting entity is a foreign corporation or
37 other business entity, a designation of the secretary of state as its
38 agent upon whom process against it may be served in the manner set forth
39 in paragraph (b) of section three hundred six of this chapter, in any
40 action or special proceeding, and a post office address, within or with-
41 out this state, to which [~~the secretary of state~~] a person shall mail a
42 copy of any process against it served upon [~~him~~] the secretary of state.
43 Such post office address shall supersede any prior address designated as
44 the address to which process shall be mailed;

45 § 11. Clause (G) of subparagraph 2 of paragraph (e) of section 907 of
46 the business corporation law, as amended by chapter 494 of the laws of
47 1997, is amended to read as follows:

48 (G) A designation of the secretary of state as its agent upon whom
49 process against it may be served in the manner set forth in paragraph
50 (b) of section 306 (Service of process), in any action or special
51 proceeding, and a post office address, within or without this state, to
52 which [~~the secretary of state~~] a person shall mail a copy of any process
53 against it served upon [~~him~~] the secretary of state. Such post office
54 address shall supersede any prior address designated as the address to
55 which process shall be mailed.

1 § 12. Subparagraph 6 of paragraph (a) of section 1304 of the business
2 corporation law, as amended by chapter 684 of the laws of 1963 and as
3 renumbered by chapter 590 of the laws of 1982, is amended to read as
4 follows:

5 (6) A designation of the secretary of state as its agent upon whom
6 process against it may be served and the post office address, within or
7 without this state, to which [~~the secretary of state~~] a person shall
8 mail a copy of any process against it served upon [~~him~~] the secretary of
9 state.

10 § 13. Subparagraph 7 of paragraph (a) of section 1308 of the business
11 corporation law, as amended by chapter 725 of the laws of 1964 and as
12 renumbered by chapter 186 of the laws of 1983, is amended to read as
13 follows:

14 (7) To specify or change the post office address to which [~~the secre-~~
15 ~~tary of state~~] a person shall mail a copy of any process against it
16 served upon [~~him~~] the secretary of state.

17 § 14. Subparagraph 2 of paragraph (a) and paragraph (c) of section
18 1309-A of the business corporation law, subparagraph 2 of paragraph (a)
19 as added by chapter 725 of the laws of 1964 and paragraph (c) as amended
20 by chapter 172 of the laws of 1999, are amended to read as follows:

21 (2) To specify or change the post office address to which [~~the secre-~~
22 ~~tary of state~~] a person shall mail a copy of any process against it
23 served upon [~~him~~] the secretary of state.

24 (c) A certificate of change of application for authority which changes
25 only the post office address to which [~~the secretary of state~~] a person
26 shall mail a copy of any process against an authorized foreign corpo-
27 ration served upon [~~him or which~~] the secretary of state and/or changes
28 the address of its registered agent, provided such address is the
29 address of a person, partnership, limited liability company or other
30 corporation whose address, as agent, is the address to be changed or who
31 has been designated as registered agent for such authorized foreign
32 corporation, may be signed and delivered to the department of state by
33 such agent. The certificate of change of application for authority shall
34 set forth the statements required under subparagraphs (1), (2), (3) and
35 (4) of paragraph (b) of this section; that a notice of the proposed
36 change was mailed by the party signing the certificate to the authorized
37 foreign corporation not less than thirty days prior to the date of
38 delivery to the department and that such corporation has not objected
39 thereto; and that the party signing the certificate is the agent of such
40 foreign corporation to whose address [~~the secretary of state~~] a person
41 is required to mail copies of process served on the secretary of state
42 or the registered agent, if such be the case. A certificate signed and
43 delivered under this paragraph shall not be deemed to effect a change of
44 location of the office of the corporation in whose behalf such certifi-
45 cate is filed.

46 § 15. Subparagraphs 1 and 6 of paragraph (a) of section 1310 of the
47 business corporation law, subparagraph 1 as amended by chapter 590 of
48 the laws of 1982, are amended to read as follows:

49 (1) The name of the foreign corporation as it appears on the index of
50 names of existing domestic and authorized foreign corporations of any
51 type or kind in the department of state, division of corporations [~~or~~]
52 and the fictitious name, if any, the corporation has agreed to use in
53 this state pursuant to paragraph (d) of section 1301 of this [~~chapter~~]
54 article.

1 (6) A post office address, within or without this state, to which [~~the~~
2 ~~secretary of state~~] a person shall mail a copy of any process against it
3 served upon [~~him~~] the secretary of state.

4 § 16. Subparagraph 4 of paragraph (d) of section 1310 of the business
5 corporation law is amended to read as follows:

6 (4) The changed post office address, within or without this state, to
7 which [~~the secretary of state~~] a person shall mail a copy of any process
8 against it served upon [~~him~~] the secretary of state.

9 § 17. Section 1311 of the business corporation law, as amended by
10 chapter 375 of the laws of 1998, is amended to read as follows:

11 § 1311. Termination of existence.

12 When an authorized foreign corporation is dissolved or its authority
13 or existence is otherwise terminated or cancelled in the jurisdiction of
14 its incorporation or when such foreign corporation is merged into or
15 consolidated with another foreign corporation, a certificate of the
16 secretary of state, or official performing the equivalent function as to
17 corporate records, of the jurisdiction of incorporation of such foreign
18 corporation attesting to the occurrence of any such event or a certified
19 copy of an order or decree of a court of such jurisdiction directing the
20 dissolution of such foreign corporation, the termination of its exist-
21 ence or the cancellation of its authority shall be delivered to the
22 department of state. The filing of the certificate, order or decree
23 shall have the same effect as the filing of a certificate of surrender
24 of authority under section 1310 (Surrender of authority). The secretary
25 of state shall continue as agent of the foreign corporation upon whom
26 process against it may be served in the manner set forth in paragraph
27 (b) of section 306 (Service of process), in any action or special
28 proceeding based upon any liability or obligation incurred by the
29 foreign corporation within this state prior to the filing of such
30 certificate, order or decree and [~~he~~] the person serving such process
31 shall [~~promptly cause a copy of any such~~] send the process [~~to be~~
32 ~~mailed~~] by [~~registered~~] certified mail, return receipt requested, to
33 such foreign corporation at the post office address on file in [~~his~~] the
34 office of the secretary of state specified for such purpose and shall
35 provide the secretary of state with proof of such mailing in the manner
36 set forth in paragraph (b) of section 306 (Service of process). The
37 post office address may be changed by signing and delivering to the
38 department of state a certificate of change setting forth the statements
39 required under section 1309-A (Certificate of change; contents) to
40 effect a change in the post office address under subparagraph seven of
41 paragraph (a) [~~(4)~~] of section 1308 (Amendments or changes).

42 § 18. Subparagraph 6 of paragraph (a) of section 1530 of the business
43 corporation law, as added by chapter 505 of the laws of 1983, is amended
44 to read as follows:

45 (6) A designation of the secretary of state as its agent upon whom
46 process against it may be served and the post office address, within or
47 without this state, to which [~~the secretary of state~~] a person shall
48 mail a copy of any process against it served upon [~~him~~] the secretary of
49 state.

50 § 19. Subdivision 10 of section 11 of the cooperative corporations
51 law, as added by chapter 97 of the laws of 1969, is amended to read as
52 follows:

53 10. A designation of the secretary of state as agent of the corpo-
54 ration upon whom process against it may be served and the post office
55 address, within or without this state, to which [~~the secretary of state~~]

1 a person shall mail a copy of any process against it served upon [~~him~~]
2 the secretary of state.

3 § 20. Subdivision 10 of section 96 of the executive law, as amended by
4 chapter 39 of the laws of 1987, is amended to read as follows:

5 10. For service of process on the secretary of state, acting as agent
6 for a third party pursuant to law, except as otherwise specifically
7 provided by law, forty dollars. No fee shall be collected for process
8 served on behalf of [~~a~~] any state official, department, board, agency,
9 authority, county, city, town or village or other political subdivision
10 of the state. The fees paid the secretary of state shall be a taxable
11 disbursement.

12 § 21. The opening paragraph of subdivision 2 and subdivision 3 of
13 section 18 of the general associations law, as amended by chapter 13 of
14 the laws of 1938, are amended and two new subdivisions 5 and 6 are added
15 to read as follows:

16 Every association doing business within this state shall file in the
17 department of state a certificate in its associate name, signed [~~and~~
18 ~~acknowledged~~] by its president, or a vice-president, or secretary, or
19 treasurer, or managing director, or trustee, designating the secretary
20 of state as an agent upon whom process in any action or proceeding
21 against the association may be served within this state, and setting
22 forth an address to which [~~the secretary of state~~] a person shall mail a
23 copy of any process against the association which may be served upon
24 [~~him~~] the secretary of state pursuant to law. Annexed to the certifi-
25 cate of designation shall be a statement, executed in the same manner
26 as the certificate is required to be executed under this section, which
27 shall set forth:

28 3. Any association, from time to time, may change the address to
29 which [~~the secretary of state~~] a person is directed to mail copies of
30 process served on the secretary of state, by filing a statement to that
31 effect, executed [~~7~~] ~~and~~ signed [~~and acknowledged~~] in like manner as a
32 certificate of designation as herein provided.

33 5. Any designated post office address maintained by the secretary of
34 state as agent in any action or proceeding against the association for
35 the purpose of mailing process shall be the post office address, within
36 or without the state, to which a person shall mail process against such
37 association as required by this article. Such address shall continue
38 until the filing of a certificate under this chapter directing the mail-
39 ing to a different post office address.

40 6. "Process" means judicial process and all orders, demands, notices
41 or other papers required or permitted by law to be personally served on
42 an association, for the purpose of acquiring jurisdiction of such asso-
43 ciation in any action or proceeding, civil or criminal, whether judi-
44 cial, administrative, arbitrate or otherwise, in this state or in the
45 federal courts sitting in or for this state.

46 § 22. Section 19 of the general associations law, as amended by chap-
47 ter 166 of the laws of 1991, is amended to read as follows:

48 § 19. Service of process. 1. Service of process against an associ-
49 ation upon the secretary of state shall be made by mailing the process
50 and notice of service thereof by certified mail, return receipt
51 requested, to such corporation or other business entity, at the post
52 office address on file in the department of state specified for this
53 purpose. On the same day that such process is mailed, a duplicate copy
54 of such process and proof of mailing shall be personally [~~delivering~~]
55 delivered to and [~~leaving~~] left with [~~him~~] the secretary of state or a
56 deputy [~~secretary of state or an associate attorney, senior attorney or~~

1 ~~attorney in the corporation division of the department of state, dupli-~~
2 ~~cate copies of such process at the office of the department of state in~~
3 ~~the city of Albany] so designated.~~ At the time of such service the
4 plaintiff shall pay a fee of forty dollars to the secretary of state,
5 which shall be a taxable disbursement. [~~If the cost of registered mail~~
6 ~~for transmitting a copy of the process shall exceed two dollars, an~~
7 ~~additional fee equal to such excess shall be paid at the time of the~~
8 ~~service of such process. The secretary of state shall forthwith send by~~
9 ~~registered mail one of such copies to the association at the address~~
10 ~~fixed for that purpose, as herein provided.]~~

11 2. Proof of mailing shall be by affidavit of compliance with this
12 section. Service of process on such association shall be complete when
13 the secretary of state is so served. If the action or proceeding is
14 instituted in a court of limited jurisdiction, service of process may be
15 made in the manner provided in this section if the cause of action arose
16 within the territorial jurisdiction of the court and the office of the
17 defendant, as set forth in its statement filed pursuant to section eigh-
18 teen of this [~~chapter~~] article, is within such territorial jurisdiction.

19 § 23. Subdivision 2 of section 352-b of the general business law, as
20 amended by chapter 252 of the laws of 1983, is amended to read as
21 follows:

22 2. Service of such process upon the secretary of state shall be made
23 by personally delivering to and leaving with [~~him or~~] the secretary of
24 state, a deputy secretary of state, or with a person authorized by the
25 secretary of state to receive such service, a copy thereof at the office
26 of the department of state in the city of Albany, and such service shall
27 be sufficient service provided that notice of such service and a copy of
28 such process are forthwith sent by the attorney general to such person,
29 partnership, corporation, company, trust or association, by registered
30 or certified mail with return receipt requested, at [~~his or its~~] the
31 office as set forth in the "broker-dealer's statement", "salesman's
32 statement" or "investment advisor's statement" filed in the department
33 of law pursuant to section three hundred fifty-nine-e or section three
34 hundred fifty-nine-eee of this article, or in default of the filing of
35 such statement, at the last address known to the attorney general.
36 Service of such process shall be complete on receipt by the attorney
37 general of a return receipt purporting to be signed by the addressee or
38 a person qualified to receive [~~his or its~~] registered or certified mail,
39 in accordance with the rules and customs of the post office department,
40 or, if acceptance was refused by the addressee or [~~his or its~~] their
41 agent, on return to the attorney general of the original envelope bear-
42 ing a notation by the postal authorities that receipt thereof was
43 refused.

44 § 24. Section 686 of the general business law, as added by chapter 730
45 of the laws of 1980, is amended to read as follows:

46 § 686. Designation of secretary of state as agent for service of proc-
47 ess; service of process. Any person who shall offer to sell or sell a
48 franchise in this state as a franchisor, subfranchisor or franchise
49 sales agent shall be deemed to have irrevocably appointed the secretary
50 of state as his or [~~its~~] her agent upon whom may be served any summons,
51 complaint, subpoena, subpoena duces tecum, notice, order or other proc-
52 ess directed to such person, or any partner, principal, officer, sales-
53 man or director thereof, or his or [~~its~~] her successor, administrator or
54 executor, in any action, investigation, or proceeding which arises under
55 this article or a rule hereunder, with the same force and validity as if
56 served personally on such person. Service of such process upon the

1 secretary of state shall be made by personally delivering to and leaving
2 with [~~him or~~] the secretary of state, a deputy secretary of state, or
3 with any person authorized by the secretary of state to receive such
4 service, a copy thereof at the office of the department of state, and
5 such service shall be sufficient provided that notice of such service
6 and a copy of such process are sent forthwith by the department to such
7 person, by registered or certified mail with return receipt requested,
8 at [~~his~~] the address [~~as~~] set forth in the application for registration
9 of his or her offering prospectus or in the registered offering prospec-
10 tus itself filed with the department of law pursuant to this article, or
11 in default of the filing of such application or prospectus, at the last
12 address known to the department. Service of such process shall be
13 complete upon receipt by the department of a return receipt purporting
14 to be signed by the addressee or a person qualified to receive [~~his or~~
15 ~~its~~] registered or certified mail, in accordance with the rules and
16 customs of the post office department, or, if acceptance was refused or
17 unclaimed by the addressee or his or [~~its~~] her agent, or if the address-
18 ee moved without leaving a forwarding address, upon return to the
19 department of the original envelope bearing a notation by the postal
20 authorities that receipt thereof was refused or that such mail was
21 otherwise undeliverable.

22 § 25. Paragraph 4 of subdivision (e) of section 203 of the limited
23 liability company law, as added by chapter 470 of the laws of 1997, is
24 amended to read as follows:

25 (4) a designation of the secretary of state as agent of the limited
26 liability company upon whom process against it may be served and the
27 post office address, within or without this state, to which [~~the secre-~~
28 ~~tary of state~~] a person shall mail a copy of any process against the
29 limited liability company served upon [~~him or her~~] the secretary of
30 state;

31 § 26. Paragraph 4 of subdivision (a) of section 206 of the limited
32 liability company law, as amended by chapter 44 of the laws of 2006, is
33 amended to read as follows:

34 (4) a statement that the secretary of state has been designated as
35 agent of the limited liability company upon whom process against it may
36 be served and the post office address, within or without this state, to
37 which [~~the secretary of state~~] a person shall mail a copy of any process
38 against it served upon [~~him or her~~] the secretary of state;

39 § 27. Paragraph 6 of subdivision (d) of section 211 of the limited
40 liability company law is amended to read as follows:

41 (6) a change in the post office address to which [~~the secretary of~~
42 ~~state~~] a person shall mail a copy of any process against the limited
43 liability company served upon [~~him or her~~] the secretary of state if
44 such change is made other than pursuant to section three hundred one of
45 this chapter;

46 § 28. Section 211-A of the limited liability company law, as added by
47 chapter 448 of the laws of 1998, is amended to read as follows:

48 § 211-A. Certificate of change. (a) A limited liability company may
49 amend its articles of organization from time to time to (i) specify or
50 change the location of the limited liability company's office; (ii)
51 specify or change the post office address to which [~~the secretary of~~
52 ~~state~~] a person shall mail a copy of any process against the limited
53 liability company served upon [~~him~~] the secretary of state; and (iii)
54 make, revoke or change the designation of a registered agent, or specify
55 or change the address of the registered agent. Any one or more such
56 changes may be accomplished by filing a certificate of change which

1 shall be entitled "Certificate of Change of (name of limited
2 liability company) under section 211-A of the Limited Liability Company
3 Law" and shall be signed and delivered to the department of state. It
4 shall set forth:

5 (1) the name of the limited liability company, and if it has been
6 changed, the name under which it was formed;

7 (2) the date the articles of organization were filed by the department
8 of state; and

9 (3) each change effected thereby.

10 (b) A certificate of change which changes only the post office address
11 to which [~~the secretary of state~~] a person shall mail a copy of any
12 process against a limited liability company served upon [~~him or~~] the
13 secretary of state and/or the address of the registered agent, provided
14 such address being changed is the address of a person, partnership,
15 limited liability company or corporation whose address, as agent, is the
16 address to be changed or who has been designated as registered agent for
17 such limited liability company may be signed and delivered to the
18 department of state by such agent. The certificate of change shall set
19 forth the statements required under subdivision (a) of this section;
20 that a notice of the proposed change was mailed to the domestic limited
21 liability company by the party signing the certificate not less than
22 thirty days prior to the date of delivery to the department of state and
23 that such domestic limited liability company has not objected thereto;
24 and that the party signing the certificate is the agent of such limited
25 liability company to whose address [~~the secretary of state~~] a person is
26 required to mail copies of process served on the secretary of state or
27 the registered agent, if such be the case. A certificate signed and
28 delivered under this subdivision shall not be deemed to effect a change
29 of location of the office of the limited liability company in whose
30 behalf such certificate is filed.

31 § 29. Paragraph 2 of subdivision (b) of section 213 of the limited
32 liability company law is amended to read as follows:

33 (2) to change the post office address to which [~~the secretary of~~
34 ~~state~~] a person shall mail a copy of any process against the limited
35 liability company served upon [~~him or her~~] the secretary of state; and

36 § 30. Subdivisions (c) and (e) of section 301 of the limited liability
37 company law, subdivision (e) as amended by section 5 of part S of chap-
38 ter 59 of the laws of 2015, are amended to read as follows:

39 (c) Any designated post office address maintained by the secretary of
40 state as agent of a domestic limited liability company or foreign limit-
41 ed liability company for the purpose of mailing process shall be the
42 post office address, within or without the state, to which a person
43 shall mail process against such limited liability company as required by
44 this article. Any designated post office address to which the secretary
45 of state or a person shall mail a copy of process served upon [~~him or~~
46 ~~her~~] the secretary of state as agent of a domestic limited liability
47 company or a foreign limited liability company shall continue until the
48 filing of a certificate under this chapter directing the mailing to a
49 different post office address.

50 [~~(e)~~] (d) (1) Except as otherwise provided in this subdivision, every
51 limited liability company to which this chapter applies, shall biennial-
52 ly in the calendar month during which its articles of organization or
53 application for authority were filed, or effective date thereof if stat-
54 ed, file on forms prescribed by the secretary of state, a statement
55 setting forth the post office address within or without this state to
56 which [~~the secretary of state~~] a person shall mail a copy of any process

1 accepted against it served upon [~~him or her~~] the secretary of state.
2 Such address shall supersede any previous address on file with the
3 department of state for this purpose.

4 (2) The commissioner of taxation and finance and the secretary of
5 state may agree to allow limited liability companies to include the
6 statement specified in paragraph one of this subdivision on tax reports
7 filed with the department of taxation and finance in lieu of biennial
8 statements and in a manner prescribed by the commissioner of taxation
9 and finance. If this agreement is made, starting with taxable years
10 beginning on or after January first, two thousand sixteen, each limited
11 liability company required to file the statement specified in paragraph
12 one of this subdivision that is subject to the filing fee imposed by
13 paragraph three of subsection (c) of section six hundred fifty-eight of
14 the tax law shall provide such statement annually on its filing fee
15 payment form filed with the department of taxation and finance in lieu
16 of filing a statement under this section with the department of state.
17 However, each limited liability company required to file a statement
18 under this section must continue to file the biennial statement required
19 by this section with the department of state until the limited liability
20 company in fact has filed a filing fee payment form with the department
21 of taxation and finance that includes all required information. After
22 that time, the limited liability company shall continue to provide annu-
23 ally the statement specified in paragraph one of this subdivision on its
24 filing fee payment form in lieu of the biennial statement required by
25 this subdivision.

26 (3) If the agreement described in paragraph two of this subdivision is
27 made, the department of taxation and finance shall deliver to the
28 department of state the statement specified in paragraph one of this
29 subdivision contained on filing fee payment forms. The department of
30 taxation and finance must, to the extent feasible, also include the
31 current name of the limited liability company, department of state iden-
32 tification number for such limited liability company, the name, signa-
33 ture and capacity of the signer of the statement, name and street
34 address of the filer of the statement, and the email address, if any, of
35 the filer of the statement.

36 § 31. Paragraphs 2 and 3 of subdivision (a), subparagraph (ii) of
37 paragraph 2 and subparagraph (ii) of paragraph 3 of subdivision (e) of
38 section 301-A of the limited liability company law, as added by chapter
39 448 of the laws of 1998, are amended to read as follows:

40 (2) that the address of the party has been designated by the limited
41 liability company as the post office address to which [~~the secretary of~~
42 ~~state~~] a person shall mail a copy of any process served on the secretary
43 of state as agent for such limited liability company, such address and
44 that such party wishes to resign.

45 (3) that at least sixty days prior to the filing of the certificate
46 of resignation for receipt of process with the department of state the
47 party has sent a copy of the certificate of resignation for receipt of
48 process by registered or certified mail to the address of the registered
49 agent of the designated limited liability company, if other than the
50 party filing the certificate of resignation[7] for receipt of process,
51 or if the [~~resigning~~] designating limited liability company has no
52 registered agent, then to the last address of the designated limited
53 liability company known to the party, specifying the address to which
54 the copy was sent. If there is no registered agent and no known address
55 of the designating limited liability company, the party shall attach an
56 affidavit to the certificate stating that a diligent but unsuccessful

1 search was made by the party to locate the limited liability company,
2 specifying what efforts were made.

3 (ii) sent by or on behalf of the plaintiff to such limited liability
4 company by registered or certified mail with return receipt requested to
5 the last address of such limited liability company known to the plain-
6 tiff.

7 (ii) Where service of a copy of process was effected by mailing in
8 accordance with this section, proof of service shall be by affidavit of
9 compliance with this section filed, together with the process, within
10 thirty days after receipt of the return receipt signed by the limited
11 liability company or other official proof of delivery or of the original
12 envelope mailed. If a copy of the process is mailed in accordance with
13 this section, there shall be filed with the affidavit of compliance
14 either the return receipt signed by such limited liability company or
15 other official proof of delivery, if acceptance was refused by it, the
16 original envelope with a notation by the postal authorities that accept-
17 ance was refused. If acceptance was refused a copy of the notice and
18 process together with notice of the mailing by registered or certified
19 mail and refusal to accept shall be promptly sent to such limited
20 liability company at the same address by ordinary mail and the affidavit
21 of compliance shall so state. Service of process shall be complete ten
22 days after such papers are filed with the clerk of the court. The
23 refusal to accept delivery of the registered or certified mail or to
24 sign the return receipt shall not affect the validity of the service and
25 such limited liability company refusing to accept such registered or
26 certified mail shall be charged with knowledge of the contents thereof.

27 § 32. Subdivision (a) of section 303 of the limited liability company
28 law, as relettered by chapter 341 of the laws of 1999, is amended to
29 read as follows:

30 (a) Service of process on the secretary of state as agent of a domes-
31 tic limited liability company [~~or~~], authorized foreign limited liability
32 company, or other business entity that has designated the secretary of
33 state as agent for service of process pursuant to article ten of this
34 chapter, shall be made by mailing the process and notice of service
35 thereof by certified mail, return receipt requested, to such limited
36 liability company or other business entity, at the post office address
37 on file in the department of state specified for this purpose. On the
38 same day as such process is mailed, a duplicate copy of such process and
39 proof of mailing shall be [~~made by~~] personally [~~delivering~~] delivered
40 and [~~leaving~~] left with the secretary of state or his or her deputy, or
41 with any person authorized by the secretary of state to receive such
42 service, at the office of the department of state in the city of Albany,
43 [~~duplicate copies of such process~~] together with the statutory fee,
44 which fee shall be a taxable disbursement. Proof of mailing shall be by
45 affidavit of compliance with this section. Service of process on such
46 limited liability company or other business entity shall be complete
47 when the secretary of state is so served. [~~The secretary of state shall~~
48 ~~promptly send one of such copies by certified mail, return receipt~~
49 ~~requested, to such limited liability company at the post office address~~
50 ~~on file in the department of state specified for that purpose.~~]

51 § 33. Section 305 of the limited liability company law is amended to
52 read as follows:

53 § 305. Records of process served on the secretary of state. The
54 [~~secretary of state~~] department of state shall keep a record of each
55 process served upon the secretary of state under this chapter, including
56 the date of such service [~~and the action of the secretary of state with~~

1 ~~reference thereto~~]. It shall, upon request made within ten years of such
2 service, issue a certificate under its seal certifying as to the receipt
3 of the process by an authorized person, the date and place of such
4 service and the receipt of the statutory fee. Process served upon the
5 secretary of state under this chapter shall be destroyed by the depart-
6 ment of state after a period of ten years from such service.

7 § 34. Paragraph 4 of subdivision (a) of section 802 of the limited
8 liability company law, as amended by chapter 470 of the laws of 1997, is
9 amended to read as follows:

10 (4) a designation of the secretary of state as its agent upon whom
11 process against it may be served and the post office address, within or
12 without this state, to which [~~the secretary of state~~] a person shall
13 mail a copy of any process against it served upon [~~him or her~~] the
14 secretary of state;

15 § 35. Section 804-A of the limited liability company law, as added by
16 chapter 448 of the laws of 1998, is amended to read as follows:

17 § 804-A. Certificate of change. (a) A foreign limited liability compa-
18 ny may amend its application for authority from time to time to (i)
19 specify or change the location of the limited liability company's
20 office; (ii) specify or change the post office address to which [~~the~~
21 ~~secretary of state~~] a person shall mail a copy of any process against
22 the limited liability company served upon [~~him~~] the secretary of state;
23 and (iii) to make, revoke or change the designation of a registered
24 agent, or to specify or change the address of a registered agent. Any
25 one or more such changes may be accomplished by filing a certificate of
26 change which shall be entitled "Certificate of Change of (name
27 of limited liability company) under section 804-A of the Limited Liabil-
28 ity Company Law" and shall be signed and delivered to the department of
29 state. It shall set forth:

30 (1) the name of the foreign limited liability company and, if applica-
31 ble, the fictitious name the limited liability company has agreed to use
32 in this state pursuant to section eight hundred two of this article;

33 (2) the date its application for authority was filed by the department
34 of state; and

35 (3) each change effected thereby[7].

36 (b) A certificate of change which changes only the post office address
37 to which [~~the secretary of state~~] a person shall mail a copy of any
38 process against a foreign limited liability company served upon [~~him or~~
39 the secretary of state and/or the address of the registered agent,
40 provided such address being changed is the address of a person, partner-
41 ship [~~or~~], corporation or other limited liability company whose address,
42 as agent, is the address to be changed or who has been designated as
43 registered agent for such limited liability company may be signed and
44 delivered to the department of state by such agent. The certificate of
45 change shall set forth the statements required under subdivision (a) of
46 this section; that a notice of the proposed change was mailed to the
47 foreign limited liability company by the party signing the certificate
48 not less than thirty days prior to the date of delivery to the depart-
49 ment of state and that such foreign limited liability company has not
50 objected thereto; and that the party signing the certificate is the
51 agent of such foreign limited liability company to whose address [~~the~~
52 ~~secretary of state~~] a person is required to mail copies of process
53 served on the secretary of state or the registered agent, if such be the
54 case. A certificate signed and delivered under this subdivision shall
55 not be deemed to effect a change of location of the office of the

1 foreign limited liability company in whose behalf such certificate is
2 filed.

3 § 36. Paragraph 6 of subdivision (b) of section 806 of the limited
4 liability company law is amended to read as follows:

5 (6) a post office address, within or without this state, to which [~~the~~
6 ~~secretary of state~~] a person shall mail a copy of any process against it
7 served upon [~~him or her~~] the secretary of state.

8 § 37. Paragraph 11 of subdivision (a) of section 1003 of the limited
9 liability company law, as amended by chapter 374 of the laws of 1998, is
10 amended to read as follows:

11 (11) a designation of the secretary of state as its agent upon whom
12 process against it may be served in the manner set forth in article
13 three of this chapter in any action or special proceeding, and a post
14 office address, within or without this state, to which [~~the secretary of~~
15 ~~state~~] a person shall mail a copy of any process served upon [~~him or~~
16 ~~her~~] the secretary of state. Such post office address shall supersede
17 any prior address designated as the address to which process shall be
18 mailed;

19 § 38. Clause (iv) of subparagraph (A) of paragraph 2 of subdivision
20 (c) of section 1203 of the limited liability company law, as amended by
21 chapter 44 of the laws of 2006, is amended to read as follows:

22 (iv) a statement that the secretary of state has been designated as
23 agent of the professional service limited liability company upon whom
24 process against it may be served and the post office address, within or
25 without this state, to which [~~the secretary of state~~] a person shall
26 mail a copy of any process against it served upon [~~him or her~~] the
27 secretary of state;

28 § 39. Paragraph 6 of subdivision (a) and subparagraph 5 of paragraph
29 (i) of subdivision (d) of section 1306 of the limited liability company
30 law, subparagraph 5 of paragraph (i) of subdivision (d) as amended by
31 chapter 44 of the laws of 2006, are amended to read as follows:

32 (6) a designation of the secretary of state as its agent upon whom
33 process against it may be served and the post office address, within or
34 without this state, to which [~~the secretary of state~~] a person shall
35 mail a copy of any process against it served upon [~~him or her~~] the
36 secretary of state; and

37 (5) a statement that the secretary of state has been designated as
38 agent of the foreign professional service limited liability company upon
39 whom process against it may be served and the post office address, with-
40 in or without this state, to which [~~the secretary of state~~] a person
41 shall mail a copy of any process against it served upon [~~him or her~~] the
42 secretary of state;

43 § 40. Paragraph (d) of section 304 of the not-for-profit corporation
44 law, as amended by chapter 358 of the laws of 2015, is amended to read
45 as follows:

46 (d) Any designated post office address maintained by the secretary of
47 state as agent of a domestic not-for-profit corporation or foreign not-
48 for-profit corporation for the purpose of mailing process shall be the
49 post office address, within or without the state, to which a person
50 shall mail process against such corporation as required by this article.

51 Any designated [~~post-office~~] post office address to which the secretary
52 of state or a person shall mail a copy of process served upon [~~him or~~
53 ~~her~~] the secretary of state as agent of a domestic corporation formed
54 under article four of this chapter or foreign corporation, shall contin-
55 ue until the filing of a certificate under this chapter directing the
56 mailing to a different [~~post-office~~] post office address.

1 § 41. Paragraph (a) of section 305 of the not-for-profit corporation
2 law, as amended by chapter 549 of the laws of 2013, is amended to read
3 as follows:

4 (a) Every domestic corporation or authorized foreign corporation may
5 designate a registered agent in this state upon whom process against
6 such corporation may be served. The agent shall be a natural person who
7 is a resident of or has a business address in this state or a domestic
8 corporation or foreign corporation of any kind formed[~~7~~] or authorized
9 to do business in this state[~~7~~] under this chapter or under any other
10 statute of this state, or a domestic limited liability company or a
11 foreign limited liability company authorized to do business in this
12 state.

13 § 42. Paragraph (b) of section 306 of the not-for-profit corporation
14 law, as amended by chapter 23 of the laws of 2014, is amended to read as
15 follows:

16 (b) Service of process on the secretary of state as agent of a domes-
17 tic corporation formed under article four of this chapter or an author-
18 ized foreign corporation shall be made by mailing the process and notice
19 of service thereof by certified mail, return receipt requested, to such
20 corporation or other business entity, at the post office address on file
21 in the department of state specified for this purpose. On the same day
22 that such process is mailed, a duplicate copy of such process and proof
23 of mailing shall be personally [~~delivering~~] delivered to and [~~leaving~~]
24 left with the secretary of state or his or her deputy, or with any
25 person authorized by the secretary of state to receive such service, at
26 the office of the department of state in the city of Albany, [~~duplicate~~
27 ~~copies of such process~~] together with the statutory fee, which fee shall
28 be a taxable disbursement. Proof of mailing shall be by affidavit of
29 compliance with this section. Service of process on such corporation or
30 other business entity shall be complete when the secretary of state is
31 so served. [~~The secretary of state shall promptly send one of such~~
32 ~~copies by certified mail, return receipt requested, to such corporation,~~
33 ~~at the post office address, on file in the department of state, speci-~~
34 ~~fied for the purpose.~~] If a domestic corporation formed under article
35 four of this chapter or an authorized foreign corporation has no such
36 address on file in the department of state, the [~~secretary of state~~
37 ~~shall so mail such~~] duplicate copy of the process shall be mailed to
38 such corporation at the address of its office within this state on file
39 in the department.

40 § 43. Subparagraph 6 of paragraph (a) of section 402 of the not-for-
41 profit corporation law, as added by chapter 564 of the laws of 1981 and
42 as renumbered by chapter 132 of the laws of 1985, is amended to read as
43 follows:

44 (6) A designation of the secretary of state as agent of the corpo-
45 ration upon whom process against it may be served and the post office
46 address, within or without this state, to which [~~the secretary of state~~]
47 a person shall mail a copy of any process against it served upon [~~him~~]
48 the secretary of state.

49 § 44. Subparagraph 7 of paragraph (b) of section 801 of the not-for-
50 profit corporation law, as amended by chapter 438 of the laws of 1984,
51 is amended to read as follows:

52 (7) To specify or change the post office address to which [~~the secre-~~
53 ~~tary of state~~] a person shall mail a copy of any process against the
54 corporation served upon [~~him~~] the secretary of state.

1 § 45. Subparagraph 2 of paragraph (c) of section 802 of the not-for-
2 profit corporation law, as amended by chapter 186 of the laws of 1983,
3 is amended to read as follows:

4 (2) To specify or change the post office address to which [~~the secre-~~
5 ~~tary of state~~] a person shall mail a copy of any process against the
6 corporation served upon [~~him~~] the secretary of state.

7 § 46. Subparagraph 6 of paragraph (a) of section 803 of the not-for-
8 profit corporation law, as amended by chapter 23 of the laws of 2014, is
9 amended to read as follows:

10 (6) A designation of the secretary of state as agent of the corpo-
11 ration upon whom process against it may be served and the post office
12 address, within or without this state, to which [~~the secretary of~~
13 ~~state~~] a person shall mail a copy of any process against it served upon
14 the secretary of state.

15 § 47. Paragraph (b) of section 803-A of the not-for-profit corporation
16 law, as amended by chapter 172 of the laws of 1999, is amended to read
17 as follows:

18 (b) A certificate of change which changes only the post office address
19 to which [~~the secretary of state~~] a person shall mail a copy of any
20 process against the corporation served upon [~~him or~~] the secretary of
21 state and/or the address of the registered agent, provided such address
22 being changed is the address of a person, partnership, limited liability
23 company or other corporation whose address, as agent, is the address to
24 be changed or who has been designated as registered agent for such
25 corporation, may be signed and delivered to the department of state by
26 such agent. The certificate of change shall set forth the statements
27 required under subparagraphs (1), (2) and (3) of paragraph (a) of this
28 section; that a notice of the proposed change was mailed to the corpo-
29 ration by the party signing the certificate not less than thirty days
30 prior to the date of delivery to the department and that such corpo-
31 ration has not objected thereto; and that the party signing the certifi-
32 cate is the agent of such corporation to whose address [~~the secretary~~
33 ~~of state~~] a person is required to mail copies of any process against the
34 corporation served upon [~~him~~] the secretary of state or the registered
35 agent, if such be the case. A certificate signed and delivered under
36 this paragraph shall not be deemed to effect a change of location of the
37 office of the corporation in whose behalf such certificate is filed.

38 § 48. Clause (E) of subparagraph 2 of paragraph (d) of section 906 of
39 the not-for-profit corporation law, as amended by chapter 1058 of the
40 laws of 1971, is amended to read as follows:

41 (E) A designation of the secretary of state as its agent upon whom
42 process against it may be served in the manner set forth in paragraph
43 (b) of section 306 (Service of process), in any action or special
44 proceeding described in [~~subparagraph~~] clause (D) of this subparagraph
45 and a post office address, within or without this state, to which [~~the~~
46 ~~secretary of state~~] a person shall mail a copy of the process in such
47 action or special proceeding served upon the secretary of state.

48 § 49. Clause (F) of subparagraph 2 of paragraph (d) of section 908 of
49 the not-for-profit corporation law is amended to read as follows:

50 (F) A designation of the secretary of state as [~~his~~] its agent upon
51 whom process against it may be served in the manner set forth in para-
52 graph (b) of section 306 (Service of process), in any action or special
53 proceeding described in [~~subparagraph~~] clause (D) of this subparagraph
54 and a post office address, within or without the state, to which [~~the~~
55 ~~secretary of state~~] a person shall mail a copy of the process in such
56 action or special proceeding served upon by the secretary of state.

1 § 50. Subparagraph 6 of paragraph (a) of section 1304 of the not-for-
2 profit corporation law, as renumbered by chapter 590 of the laws of
3 1982, is amended to read as follows:

4 (6) A designation of the secretary of state as its agent upon whom
5 process against it may be served and the post office address, within or
6 without this state, to which [~~the secretary of state~~] a person shall
7 mail a copy of any process against it served upon [~~him~~] the secretary of
8 state.

9 § 51. Subparagraph 7 of paragraph (a) of section 1308 of the not-for-
10 profit corporation law, as renumbered by chapter 186 of the laws of
11 1983, is amended to read as follows:

12 (7) To specify or change the post office address to which [~~the secre-~~
13 ~~tary of state~~] a person shall mail a copy of any process against it
14 served upon [~~him~~] the secretary of state.

15 § 52. Subparagraph 2 of paragraph (a) and paragraph (c) of section
16 1310 of the not-for-profit corporation law, paragraph (c) as amended by
17 chapter 172 of the laws of 1999, are amended to read as follows:

18 (2) To specify or change the post office address to which [~~the secre-~~
19 ~~tary of state~~] a person shall mail a copy of any process against it
20 served upon [~~him~~] the secretary of state.

21 (c) A certificate of change of application for authority which changes
22 only the post office address to which [~~the secretary of state~~] a person
23 shall mail a copy of any process against an authorized foreign corpo-
24 ration served upon [~~him or~~] the secretary of state and/or which changes
25 the address of its registered agent, provided such address is the
26 address of a person, partnership, limited liability company or other
27 corporation whose address, as agent, is the address to be changed or who
28 has been designated as registered agent for such authorized foreign
29 corporation, may be signed and delivered to the department of state by
30 such agent. The certificate of change of application for authority shall
31 set forth the statements required under subparagraphs (1), (2), (3) and
32 (4) of paragraph (b) of this section; that a notice of the proposed
33 change was mailed by the party signing the certificate to the authorized
34 foreign corporation not less than thirty days prior to the date of
35 delivery to the department and that such corporation has not objected
36 thereto; and that the party signing the certificate is the agent of such
37 foreign corporation to whose address [~~the secretary of state~~] a person
38 is required to mail copies of process served on the secretary of state
39 or the registered agent, if such be the case. A certificate signed and
40 delivered under this paragraph shall not be deemed to effect a change of
41 location of the office of the corporation in whose behalf such certif-
42 icate is filed.

43 § 53. Subparagraph 6 of paragraph (a) and subparagraph 4 of paragraph
44 (d) of section 1311 of the not-for-profit corporation law are amended to
45 read as follows:

46 (6) A post office address, within or without this state, to which [~~the~~
47 ~~secretary of state~~] a person shall mail a copy of any process against it
48 served upon [~~him~~] the secretary of state.

49 (4) The changed post office address, within or without this state, to
50 which [~~the secretary of state~~] a person shall mail a copy of any process
51 against it served upon [~~him~~] the secretary of state.

52 § 54. Section 1312 of the not-for-profit corporation law, as amended
53 by chapter 375 of the laws of 1998, is amended to read as follows:

54 § 1312. Termination of existence.

55 When an authorized foreign corporation is dissolved or its authority
56 or existence is otherwise terminated or cancelled in the jurisdiction of

1 its incorporation or when such foreign corporation is merged into or
2 consolidated with another foreign corporation, a certificate of the
3 secretary of state, or official performing the equivalent function as to
4 corporate records, of the jurisdiction of incorporation of such foreign
5 corporation attesting to the occurrence of any such event or a certified
6 copy of an order or decree of a court of such jurisdiction directing the
7 dissolution of such foreign corporation, the termination of its exist-
8 ence or the cancellation of its authority shall be delivered to the
9 department of state. The filing of the certificate, order or decree
10 shall have the same effect as the filing of a certificate of surrender
11 of authority under section 1311 (Surrender of authority). The secretary
12 of state shall continue as agent of the foreign corporation upon whom
13 process against it may be served in the manner set forth in paragraph
14 (b) of section 306 (Service of process), in any action or special
15 proceeding based upon any liability or obligation incurred by the
16 foreign corporation within this state prior to the filing of such
17 certificate, order or decree and [~~he~~] the person serving such process
18 shall promptly cause a copy of any such process to be mailed by [~~regis-~~
19 ~~tered~~] certified mail, return receipt requested, to such foreign corpo-
20 ration at the post office address on file [~~in his office~~] with the
21 department specified for such purpose. The post office address may be
22 changed by signing and delivering to the department of state a certif-
23 icate of change setting forth the statements required under section 1310
24 (Certificate of change, contents) to effect a change in the post office
25 address under subparagraph [~~(a)-(4)~~] (7) of paragraph (a) of section
26 1308 (Amendments or changes).

27 § 55. Subdivision (c) of section 121-104 of the partnership law, as
28 added by chapter 950 of the laws of 1990, is amended to read as follows:

29 (c) Any designated post office address maintained by the secretary of
30 state as agent of a domestic limited partnership or foreign limited
31 partnership for the purpose of mailing process shall be the post office
32 address, within or without the state, to which a person shall mail proc-
33 ess against such limited partnership as required by this article. Any
34 designated post office address to which the secretary of state or a
35 person shall mail a copy of process served upon [~~him~~] the secretary of
36 state as agent of a domestic limited partnership or foreign limited
37 partnership shall continue until the filing of a certificate under this
38 article directing the mailing to a different post office address.

39 § 56. Paragraphs 1, 2 and 3 of subdivision (a) of section 121-104-A of
40 the partnership law, as added by chapter 448 of the laws of 1998, are
41 amended to read as follows:

42 (1) the name of the limited partnership and the date that its [~~arti-~~
43 ~~cles of organization~~] certificate of limited partnership or application
44 for authority was filed by the department of state.

45 (2) that the address of the party has been designated by the limited
46 partnership as the post office address to which [~~the secretary of state~~]
47 a person shall mail a copy of any process served on the secretary of
48 state as agent for such limited partnership, and that such party wishes
49 to resign.

50 (3) that at least sixty days prior to the filing of the certificate of
51 resignation for receipt of process with the department of state the
52 party has sent a copy of the certificate of resignation for receipt of
53 process by registered or certified mail to the address of the registered
54 agent of the [~~designated~~] designating limited partnership, if other than
55 the party filing the certificate of resignation[~~7~~] for receipt of proc-
56 ess, or if the [~~resigning~~] designating limited partnership has no regis-

1 tered agent, then to the last address of the [~~designated~~] designating
2 limited partnership, known to the party, specifying the address to which
3 the copy was sent. If there is no registered agent and no known address
4 of the designating limited partnership the party shall attach an affida-
5 vit to the certificate stating that a diligent but unsuccessful search
6 was made by the party to locate the limited partnership, specifying what
7 efforts were made.

8 § 57. Subdivision (a) of section 121-105 of the partnership law, as
9 added by chapter 950 of the laws of 1990, is amended to read as follows:

10 (a) In addition to the designation of the secretary of state, each
11 limited partnership or authorized foreign limited partnership may desig-
12 nate a registered agent upon whom process against the limited partner-
13 ship may be served. The agent must be (i) a natural person who is a
14 resident of this state or has a business address in this state, [~~or~~]
15 (ii) a domestic corporation or a foreign corporation authorized to do
16 business in this state, or (iii) a domestic limited liability company or
17 a foreign limited liability company authorized to do business in this
18 state.

19 § 58. Subdivisions (a) and (c) of section 121-109 of the partnership
20 law, as added by chapter 950 of the laws of 1990 and as relettered by
21 chapter 341 of the laws of 1999, are amended to read as follows:

22 (a) Service of process on the secretary of state as agent of a domes-
23 tic or authorized foreign limited partnership, or other business entity
24 that has designated the secretary of state as agent for service of proc-
25 ess pursuant to this chapter, shall be made [~~as follows:~~

26 ~~(1) By] by mailing the process and notice of service of process pursu-~~
27 ~~ant to this section by certified mail, return receipt requested, to such~~
28 ~~domestic or authorized foreign limited partnership or other business~~
29 ~~entity, at the post office address on file in the department of state~~
30 ~~specified for this purpose. On the same day as the process is mailed, a~~
31 ~~duplicate copy of such process and proof of mailing shall be~~ personally
32 ~~[delivering] delivered~~ to and [~~leaving~~] ~~left~~ with [~~him or his~~] ~~the~~
33 ~~secretary of state or a~~ deputy, or with any person authorized by the
34 secretary of state to receive such service, at the office of the depart-
35 ment of state in the city of Albany, [~~duplicate copies of such process~~]
36 together with the statutory fee, which fee shall be a taxable disburse-
37 ment. Proof of mailing shall be by affidavit of compliance with this
38 section. Service of process on such limited partnership or other busi-
39 ness entity shall be complete when the secretary of state is so served.

40 [~~(2) The service on the limited partnership is complete when the~~
41 ~~secretary of state is so served.~~

42 [~~(3) The secretary of state shall promptly send one of such copies by~~
43 ~~certified mail, return receipt requested, addressed to the limited part-~~
44 ~~nership at the post office address, on file in the department of state,~~
45 ~~specified for that purpose.]~~

46 (c) The [~~secretary of state~~] department of state shall keep a record
47 of all process served upon [~~him~~] it under this section and shall record
48 therein the date of such service [~~and his action with reference there-~~
49 ~~to~~]. It shall, upon request made within ten years of such service, issue
50 a certificate under its seal certifying as to the receipt of the process
51 by an authorized person, the date and place of such service and the
52 receipt of the statutory fee. Process served upon the secretary of state
53 under this chapter shall be destroyed by the department after a period
54 of ten years from such service.

55 § 59. Paragraph 3 of subdivision (a) and subparagraph 4 of paragraph
56 (i) of subdivision (c) of section 121-201 of the partnership law, para-

1 graph 3 of subdivision (a) as amended by chapter 264 of the laws of
2 1991, and subparagraph 4 of paragraph (i) of subdivision (c) as amended
3 by chapter 44 of the laws of 2006, are amended to read as follows:

4 (3) a designation of the secretary of state as agent of the limited
5 partnership upon whom process against it may be served and the post
6 office address, within or without this state, to which [~~the secretary of~~
7 ~~state~~] a person shall mail a copy of any process against it served upon
8 [~~him~~] the secretary of state;

9 (4) a statement that the secretary of state has been designated as
10 agent of the limited partnership upon whom process against it may be
11 served and the post office address, within or without this state, to
12 which [~~the secretary of state~~] a person shall mail a copy of any process
13 against it served upon [~~him or her~~] the secretary of state;

14 § 60. Paragraph 4 of subdivision (b) of section 121-202 of the part-
15 nership law, as amended by chapter 576 of the laws of 1994, is amended
16 to read as follows:

17 (4) a change in the name of the limited partnership, or a change in
18 the post office address to which [~~the secretary of state~~] a person shall
19 mail a copy of any process against the limited partnership served on
20 [~~him~~] the secretary of state, or a change in the name or address of the
21 registered agent, if such change is made other than pursuant to section
22 121-104 or 121-105 of this article.

23 § 61. Section 121-202-A of the partnership law, as added by chapter
24 448 of the laws of 1998, paragraph 2 of subdivision (a) as amended by
25 chapter 172 of the laws of 1999, is amended to read as follows:

26 § 121-202-A. Certificate of change. (a) A certificate of limited part-
27 nership may be changed by filing with the department of state a certif-
28 icate of change entitled "Certificate of Change of (name of limit-
29 ed partnership) under Section 121-202-A of the Revised Limited
30 Partnership Act" and shall be signed and delivered to the department of
31 state. A certificate of change may (i) specify or change the location of
32 the limited partnership's office; (ii) specify or change the post office
33 address to which [~~the secretary of state~~] a person shall mail a copy of
34 process against the limited partnership served upon [~~him~~] the secretary
35 of state; and (iii) make, revoke or change the designation of a regis-
36 tered agent, or to specify or change the address of its registered
37 agent. It shall set forth:

38 (1) the name of the limited partnership, and if it has been changed,
39 the name under which it was formed;

40 (2) the date its certificate of limited partnership was filed by the
41 department of state; and

42 (3) each change effected thereby.

43 (b) A certificate of change which changes only the post office address
44 to which [~~the secretary of state~~] a person shall mail a copy of any
45 process against a limited partnership served upon [~~him or~~] the secretary
46 of state and/or the address of the registered agent, provided such
47 address being changed is the address of a person, partnership, limited
48 liability corporation or corporation whose address, as agent, is the
49 address to be changed or who has been designated as registered agent for
50 such limited partnership shall be signed and delivered to the department
51 of state by such agent. The certificate of change shall set forth the
52 statements required under subdivision (a) of this section; that a notice
53 of the proposed change was mailed to the domestic limited partnership by
54 the party signing the certificate not less than thirty days prior to the
55 date of delivery to the department of state and that such domestic
56 limited partnership has not objected thereto; and that the party signing

1 the certificate is the agent of such limited partnership to whose
2 address [~~the secretary of state~~] a person is required to mail copies of
3 process served on the secretary of state or the registered agent, if
4 such be the case. A certificate signed and delivered under this subdivi-
5 sion shall not be deemed to effect a change of location of the office of
6 the limited partnership in whose behalf such certificate is filed.

7 § 62. Paragraph 4 of subdivision (a) and subparagraph 5 of paragraph
8 (i) of subdivision (d) of section 121-902 of the partnership law, para-
9 graph 4 of subdivision (a) as amended by chapter 172 of the laws of 1999
10 and subparagraph 5 of paragraph (i) of subdivision (d) as amended by
11 chapter 44 of the laws of 2006, are amended to read as follows:

12 (4) a designation of the secretary of state as its agent upon whom
13 process against it may be served and the post office address, within or
14 without this state, to which [~~the secretary of state~~] a person shall
15 mail a copy of any process against it served upon [~~him~~] the secretary of
16 state;

17 (5) a statement that the secretary of state has been designated as its
18 agent upon whom process against it may be served and the post office
19 address, within or without this state, to which [~~the secretary of state~~]
20 a person shall mail a copy of any process against it served upon [~~him or~~
21 ~~her~~] the secretary of state;

22 § 63. Section 121-903-A of the partnership law, as added by chapter
23 448 of the laws of 1998, is amended to read as follows:

24 § 121-903-A. Certificate of change. (a) A foreign limited partnership
25 may change its application for authority by filing with the department
26 of state a certificate of change entitled "Certificate of Change
27 of (name of limited partnership) under Section 121-903-A of the
28 Revised Limited Partnership Act" and shall be signed and delivered to
29 the department of state. A certificate of change may (i) change the
30 location of the limited partnership's office; (ii) change the post
31 office address to which [~~the secretary of state~~] a person shall mail a
32 copy of process against the limited partnership served upon [~~him~~] the
33 secretary of state; and (iii) make, revoke or change the designation of
34 a registered agent, or to specify or change the address of its regis-
35 tered agent. It shall set forth:

36 (1) the name of the foreign limited partnership and, if applicable,
37 the fictitious name the foreign limited partnership has agreed to use in
38 this state pursuant to section 121-902 of this article;

39 (2) the date its application for authority was filed by the department
40 of state; and

41 (3) each change effected thereby.

42 (b) A certificate of change which changes only the post office address
43 to which [~~the secretary of state~~] a person shall mail a copy of any
44 process against a foreign limited partnership served upon [~~him or~~] the
45 secretary of state and/or the address of the registered agent, provided
46 such address being changed is the address of a person, partnership,
47 limited liability company or corporation whose address, as agent, is the
48 address to be changed or who has been designated as registered agent for
49 such foreign limited partnership shall be signed and delivered to the
50 department of state by such agent. The certificate of change shall set
51 forth the statements required under subdivision (a) of this section;
52 that a notice of the proposed change was mailed to the foreign limited
53 partnership by the party signing the certificate not less than thirty
54 days prior to the date of delivery to the department of state and that
55 such foreign limited partnership has not objected thereto; and that the
56 party signing the certificate is the agent of such foreign limited part-

1 nership to whose address [~~the secretary of state~~] a person is required
2 to mail copies of process served on the secretary of state or the regis-
3 tered agent, if such be the case. A certificate signed and delivered
4 under this subdivision shall not be deemed to effect a change of
5 location of the office of the limited partnership in whose behalf such
6 certificate is filed.

7 § 64. Paragraph 6 of subdivision (b) of section 121-905 of the part-
8 nership law, as added by chapter 950 of the laws of 1990, is amended to
9 read as follows:

10 (6) a post office address, within or without this state, to which [~~the~~
11 ~~secretary of state~~] a person shall mail a copy of any process against it
12 served upon [~~him~~] the secretary of state.

13 § 65. Paragraph 7 of subdivision (a) of section 121-1103 of the part-
14 nership law, as added by chapter 950 of the laws of 1990, is amended to
15 read as follows:

16 (7) A designation of the secretary of state as its agent upon whom
17 process against it may be served in the manner set forth in section
18 121-109 of this article in any action or special proceeding, and a post
19 office address, within or without this state, to which [~~the secretary of~~
20 ~~state~~] a person shall mail a copy of any process served upon [~~him~~] the
21 secretary of state. Such post office address shall supersede any prior
22 address designated as the address to which process shall be mailed.

23 § 66. Subparagraphs 2 and 4 of paragraph (I) and clause 4 of subpara-
24 graph (A) of paragraph (II) of subdivision (a) of section 121-1500 of
25 the partnership law, subparagraph 2 of paragraph (I) as added by chapter
26 576 of the laws of 1994, subparagraph 4 of paragraph (I) as amended by
27 chapter 643 of the laws of 1995 and such paragraph as redesignated by
28 chapter 767 of the laws of 2005 and clause 4 of subparagraph (A) of
29 paragraph (II) as amended by chapter 44 of the laws of 2006, are amended
30 to read as follows:

31 (2) the address, within this state, of the principal office of the
32 partnership without limited partners;

33 (4) a designation of the secretary of state as agent of the partner-
34 ship without limited partners upon whom process against it may be served
35 and the post office address, within or without this state, to which the
36 [~~secretary of state~~] a person shall mail a copy of any process against
37 it or served [~~upon it~~] on the secretary of state;

38 (4) a statement that the secretary of state has been designated as
39 agent of the registered limited liability partnership upon whom process
40 against it may be served and the post office address, within or without
41 this state, to which [~~the secretary of state~~] a person shall mail a copy
42 of any process against it served upon [~~him or her~~] the secretary of
43 state;

44 § 67. Paragraphs (ii) and (iii) of subdivision (g) of section 121-1500
45 of the partnership law, as amended by section 8 of part S of chapter 59
46 of the laws of 2015, are amended to read as follows:

47 (ii) the address, within this state, of the principal office of the
48 registered limited liability partnership, (iii) the post office address,
49 within or without this state, to which [~~the secretary of state~~] a person
50 shall mail a copy of any process accepted against it served upon [~~him or~~
51 ~~her~~] the secretary of state, which address shall supersede any previous
52 address on file with the department of state for this purpose, and

53 § 68. Subdivision (j-1) of section 121-1500 of the partnership law, as
54 added by chapter 448 of the laws of 1998, is amended to read as follows:

55 (j-1) A certificate of change which changes only the post office
56 address to which [~~the secretary of state~~] a person shall mail a copy of

1 any process against a registered limited liability partnership served
2 upon [~~him~~] the secretary of state and/or the address of the registered
3 agent, provided such address being changed is the address of a person,
4 partnership, limited liability company or corporation whose address, as
5 agent, is the address to be changed or who has been designated as regis-
6 tered agent for such registered limited liability partnership shall be
7 signed and delivered to the department of state by such agent. The
8 certificate of change shall set forth: (i) the name of the registered
9 limited liability partnership and, if it has been changed, the name
10 under which it was originally filed with the department of state; (ii)
11 the date of filing of its initial registration or notice statement;
12 (iii) each change effected thereby; (iv) that a notice of the proposed
13 change was mailed to the limited liability partnership by the party
14 signing the certificate not less than thirty days prior to the date of
15 delivery to the department of state and that such limited liability
16 partnership has not objected thereto; and (v) that the party signing the
17 certificate is the agent of such limited liability partnership to whose
18 address [~~the secretary of state~~] a person is required to mail copies of
19 process served on the secretary of state or the registered agent, if
20 such be the case. A certificate signed and delivered under this subdivi-
21 sion shall not be deemed to effect a change of location of the office of
22 the limited liability partnership in whose behalf such certificate is
23 filed. The certificate of change shall be accompanied by a fee of five
24 dollars.

25 § 69. Subdivision (a) of section 121-1502 of the partnership law, as
26 amended by chapter 643 of the laws of 1995, paragraph (v) as amended by
27 chapter 470 of the laws of 1997, is amended to read as follows:

28 (a) In order for a foreign limited liability partnership to carry on
29 or conduct or transact business or activities as a New York registered
30 foreign limited liability partnership in this state, such foreign limit-
31 ed liability partnership shall file with the department of state a
32 notice which shall set forth: (i) the name under which the foreign
33 limited liability partnership intends to carry on or conduct or transact
34 business or activities in this state; (ii) the date on which and the
35 jurisdiction in which it registered as a limited liability partnership;
36 (iii) the address, within this state, of the principal office of the
37 foreign limited liability partnership; (iv) the profession or
38 professions to be practiced by such foreign limited liability partner-
39 ship and a statement that it is a foreign limited liability partnership
40 eligible to file a notice under this chapter; (v) a designation of the
41 secretary of state as agent of the foreign limited liability partnership
42 upon whom process against it may be served and the post office address
43 within or without this state, to which [~~the secretary of state~~] a person
44 shall mail a copy of any process against it [~~or~~] served upon [~~it~~] the
45 secretary of state; (vi) if the foreign limited liability partnership is
46 to have a registered agent, its name and address in this state and a
47 statement that the registered agent is to be the agent of the foreign
48 limited liability partnership upon whom process against it may be
49 served; (vii) a statement that its registration as a limited liability
50 partnership is effective in the jurisdiction in which it registered as a
51 limited liability partnership at the time of the filing of such notice;
52 (viii) a statement that the foreign limited liability partnership is
53 filing a notice in order to obtain status as a New York registered
54 foreign limited liability partnership; (ix) if the registration of the
55 foreign limited liability partnership is to be effective on a date later
56 than the time of filing, the date, not to exceed sixty days from the

1 date of filing, of such proposed effectiveness; and (x) any other
2 matters the foreign limited liability partnership determines to include
3 in the notice. Such notice shall be accompanied by either (1) a copy of
4 the last registration or renewal registration (or similar filing), if
5 any, filed by the foreign limited liability partnership with the juris-
6 diction where it registered as a limited liability partnership or (2) a
7 certificate, issued by the jurisdiction where it registered as a limited
8 liability partnership, substantially to the effect that such foreign
9 limited liability partnership has filed a registration as a limited
10 liability partnership which is effective on the date of the certificate
11 (if such registration, renewal registration or certificate is in a
12 foreign language, a translation thereof under oath of the translator
13 shall be attached thereto). Such notice shall also be accompanied by a
14 fee of two hundred fifty dollars.

15 § 70. Subparagraphs (ii) and (iii) of paragraph (I) of subdivision (f)
16 of section 121-1502 of the partnership law, as amended by section 9 of
17 part S of chapter 59 of the laws of 2015, are amended to read as
18 follows:

19 (ii) the address, within this state, of the principal office of the
20 New York registered foreign limited liability partnership, (iii) the
21 post office address, within or without this state, to which [~~the secre-~~
22 ~~tary of state~~] a person shall mail a copy of any process accepted
23 against it served upon [~~him or her~~] the secretary of state, which
24 address shall supersede any previous address on file with the department
25 of state for this purpose, and

26 § 71. Clause 5 of subparagraph (A) of paragraph (II) of subdivision
27 (f) of section 121-1502 of the partnership law, as amended by chapter 44
28 of the laws of 2006, is amended to read as follows:

29 (5) a statement that the secretary of state has been designated as
30 agent of the foreign limited liability partnership upon whom process
31 against it may be served and the post office address, within or without
32 this state, to which [~~the secretary of state~~] a person shall mail a copy
33 of any process against it served upon [~~him or her~~] the secretary of
34 state;

35 § 72. Subdivision (i-1) of section 121-1502 of the partnership law, as
36 added by chapter 448 of the laws of 1998, is amended to read as follows:

37 (i-1) A certificate of change which changes only the post office
38 address to which [~~the secretary of state~~] a person shall mail a copy of
39 any process against a New York registered foreign limited liability
40 partnership served upon [~~him~~] the secretary of state and/or the address
41 of the registered agent, provided such address being changed is the
42 address of a person, partnership, limited liability company or corpo-
43 ration whose address, as agent, is the address to be changed or who has
44 been designated as registered agent of such registered foreign limited
45 liability partnership shall be signed and delivered to the department of
46 state by such agent. The certificate of change shall set forth: (i) the
47 name of the New York registered foreign limited liability partnership;
48 (ii) the date of filing of its initial registration or notice statement;
49 (iii) each change effected thereby; (iv) that a notice of the proposed
50 change was mailed to the limited liability partnership by the party
51 signing the certificate not less than thirty days prior to the date of
52 delivery to the department of state and that such limited liability
53 partnership has not objected thereto; and (v) that the party signing the
54 certificate is the agent of such limited liability partnership to whose
55 address [~~the secretary of state~~] a person is required to mail copies of
56 process served on the secretary of state or the registered agent, if

1 such be the case. A certificate signed and delivered under this subdivi-
2 sion shall not be deemed to effect a change of location of the office of
3 the limited liability partnership in whose behalf such certificate is
4 filed. The certificate of change shall be accompanied by a fee of five
5 dollars.

6 § 73. Subdivision (a) of section 121-1505 of the partnership law, as
7 added by chapter 470 of the laws of 1997, is amended and two new subdivi-
8 sions (d) and (e) are added to read as follows:

9 (a) Service of process on the secretary of state as agent of a regis-
10 tered limited liability partnership or New York registered foreign
11 limited liability partnership under this article shall be made by mail-
12 ing the process and notice of service thereof by certified mail, return
13 receipt requested, to such registered limited liability partnership or
14 New York registered foreign limited liability partnership, at the post
15 office address on file in the department of state specified for such
16 purpose. On the same date that such process is mailed, a duplicate copy
17 of such process and proof of mailing together with the statutory fee,
18 which fee shall be a taxable disbursement, shall be personally [~~deliver-~~
19 ~~ing~~] delivered to and [~~leaving~~] left with the secretary of state or a
20 deputy, or with any person authorized by the secretary of state to
21 receive such service, at the office of the department of state in the
22 city of Albany, [~~duplicate copies of such process~~] together with the
23 statutory fee, which fee shall be a taxable disbursement. Proof of mail-
24 ing shall be by affidavit of compliance with this section. Service of
25 process on such registered limited liability partnership or New York
26 registered foreign limited liability partnership shall be complete when
27 the secretary of state is so served. [~~The secretary of state shall~~
28 ~~promptly send one of such copies by certified mail, return receipt~~
29 ~~requested, to such registered limited liability partnership, at the post~~
30 ~~office address on file in the department of state specified for such~~
31 ~~purpose.~~]

32 (d) The department of state shall keep a record of each process served
33 upon the secretary of state under this chapter, including the date of
34 such service. It shall, upon request made within ten years of such
35 service, issue a certificate under its seal certifying as to the receipt
36 of the process by an authorized person, the date and place of such
37 service and the receipt of the statutory fee. Process served upon the
38 secretary of state under this chapter shall be destroyed by the depart-
39 ment of state after a period of ten years from such service.

40 (e) Any designated post office address maintained by the secretary of
41 state as agent of a registered limited liability partnership or New York
42 registered foreign limited liability partnership for the purpose of
43 mailing process shall be the post office address, within or without the
44 state, to which a person shall mail process against such limited liabil-
45 ity company as required by this article. Such address shall continue
46 until the filing of a certificate under this chapter directing the mail-
47 ing to a different post office address.

48 § 74. Subdivision (b) of section 121-1506 of the partnership law, as
49 added by chapter 448 of the laws of 1998, paragraph 4 as amended by
50 chapter 172 of the laws of 1999, is amended to read as follows:

51 (b) The party (or the party's legal representative) whose post office
52 address has been supplied by a limited liability partnership as its
53 address for process may resign. A certificate entitled "Certificate of
54 Resignation for Receipt of Process under Section 121-1506(b) of the
55 Partnership Law" shall be signed by such party and delivered to the
56 department of state. It shall set forth:

1 (1) The name of the limited liability partnership and the date that
2 its certificate of registration was filed by the department of state.

3 (2) That the address of the party has been designated by the limited
4 liability partnership as the post office address to which [~~the secretary~~
5 ~~of state~~] a person shall mail a copy of any process served on the secre-
6 tary of state as agent for such limited liability partnership and that
7 such party wishes to resign.

8 (3) That at least sixty days prior to the filing of the certificate of
9 resignation for receipt of process with the department of state the
10 party has sent a copy of the certificate of resignation for receipt of
11 process by registered or certified mail to the address of the registered
12 agent of the [~~designated~~] designating limited liability partnership, if
13 other than the party filing the certificate of resignation, for receipt
14 of process, or if the [~~resigning~~] designating limited liability partner-
15 ship has no registered agent, then to the last address of the [~~desig-~~
16 ~~nated~~] designating limited liability partnership, known to the party,
17 specifying the address to which the copy was sent. If there is no regis-
18 tered agent and no known address of the designating limited liability
19 partnership the party shall attach an affidavit to the certificate stat-
20 ing that a diligent but unsuccessful search was made by the party to
21 locate the limited liability partnership, specifying what efforts were
22 made.

23 (4) That the [~~designated~~] designating limited liability partnership is
24 required to deliver to the department of state a certificate of amend-
25 ment providing for the designation by the limited liability partnership
26 of a new address and that upon its failure to file such certificate, its
27 authority to do business in this state shall be suspended.

28 § 75. Paragraph 16 of subdivision 1 of section 103 of the private
29 housing finance law, as added by chapter 22 of the laws of 1970, is
30 amended to read as follows:

31 (16) A designation of the secretary of state as agent of the corpo-
32 ration upon whom process against it may be served and the post office
33 address, within or without this state, to which [~~the secretary of state~~]
34 a person shall mail a copy of any process against it served upon [~~him~~]
35 the secretary of state.

36 § 76. Subdivision 7 of section 339-n of the real property law is
37 REPEALED and subdivisions 8 and 9 are renumbered subdivisions 7 and 8.

38 § 76-a. Subdivision 15 of section 20.03 of the arts and cultural
39 affairs law, as added by chapter 656 of the laws of 1991, is amended to
40 read as follows:

41 15. "Non-institutional portion" shall mean the part or portion of a
42 combined-use facility other than the institutional portion. If the non-
43 institutional portion, or any part thereof, consists of a condominium,
44 the consent of the trust which has developed or approved the developer
45 of such condominium shall be required prior to any amendment of the
46 declaration of such condominium pursuant to subdivision [~~nine~~] eight of
47 section three hundred thirty-nine-n of the real property law and prior
48 to any amendment of the by-laws of such condominium pursuant to para-
49 graph (j) of subdivision one of section three hundred thirty-nine-v of
50 the real property law, and whether or not such trust is a unit owner of
51 such condominium, it may exercise the rights of the board of managers
52 and an aggrieved unit owner under section three hundred thirty-nine-j of
53 the real property law in the case of a failure of any unit owner of such
54 condominium to comply with the by-laws of such condominium and with the
55 rules, regulations, and decisions adopted pursuant thereto.

1 § 77. Subdivision 2 of section 339-s of the real property law, as
2 added by chapter 346 of the laws of 1997, is amended to read as follows:

3 2. [~~Each such declaration, and any amendment or amendments thereof~~
4 ~~shall be filed with the department of state~~] (a) The board of managers
5 for each condominium subject to this article shall file with the secre-
6 tary of state a certificate, in writing, signed, designating the secre-
7 tary of state as agent of the board of managers upon whom process
8 against it may be served and the post office address to which a person
9 shall mail a copy of such process. The certificate shall be accompanied
10 by a fee of sixty dollars.

11 (b) Any board of managers may change the address to which a person
12 shall mail a copy of process served upon the secretary of state, by
13 filing a signed certificate of amendment with the department of state.
14 Such certificate shall be accompanied by a fee of sixty dollars.

15 (c) Service of process on the secretary of state as agent of a board
16 of managers shall be made by mailing the process and notice of service
17 of process pursuant to this section by certified mail, return receipt
18 requested, to such board of managers, at the post office address on file
19 in the department of state specified for this purpose. On the same day
20 that such process is mailed, a duplicate copy of such process and proof
21 of mailing shall be personally delivered to and left with the secretary
22 of state or a deputy, or with any person authorized by the secretary of
23 state to receive such service, at the office of the department of state
24 in the city of Albany, a duplicate copy of such process with proof of
25 mailing together with the statutory fee, which shall be a taxable
26 disbursement. Proof of mailing shall be by affidavit of compliance with
27 this section. Service of process on a board of managers shall be
28 complete when the secretary of state is so served.

29 (d) As used in this article, "process" shall mean judicial process and
30 all orders, demands, notices or other papers required or permitted by
31 law to be personally served on a board of managers, for the purpose of
32 acquiring jurisdiction of such board of managers in any action or
33 proceeding, civil or criminal, whether judicial, administrative, arbi-
34 trative or otherwise, in this state or in the federal courts sitting in
35 or for this state.

36 (e) Nothing in this section shall affect the right to serve process in
37 any other manner permitted by law.

38 (f) The department of state shall keep a record of each process served
39 under this section, including the date of service. It shall, upon
40 request, made within ten years of such service, issue a certificate
41 under its seal certifying as to the receipt of process by an authorized
42 person, the date and place of such service and the receipt of the statu-
43 tory fee. Process served on the secretary of state under this section
44 shall be destroyed by the department of state after a period of ten
45 years from such service.

46 (g) Any designated post office address maintained by the secretary of
47 state as agent of the board of managers for the purpose of mailing proc-
48 ess shall be the post office address, within or without the state, to
49 which a person shall mail process against such board as required by this
50 article. Such address shall continue until the filing of a certificate
51 under this chapter directing the mailing to a different post office
52 address.

53 § 78. Subdivisions 3 and 4 of section 442-g of the real property law,
54 as amended by chapter 482 of the laws of 1963, are amended to read as
55 follows:

1 3. Service of such process upon the secretary of state shall be made
2 by personally delivering to and leaving with [~~him or his~~] the secretary
3 of state or a deputy, or with any person authorized by the secretary of
4 state to receive such service, at the office of the department of state
5 in the city of Albany, [~~duplicate copies~~] a copy of such process and
6 proof of mailing together with a fee of five dollars if the action is
7 solely for the recovery of a sum of money not in excess of two hundred
8 dollars and the process is so endorsed, and a fee of ten dollars in any
9 other action or proceeding, which fee shall be a taxable disbursement.
10 If such process is served upon behalf of a county, city, town or
11 village, or other political subdivision of the state, the fee to be paid
12 to the secretary of state shall be five dollars, irrespective of the
13 amount involved or the nature of the action on account of which such
14 service of process is made. [~~If the cost of registered mail for trans-~~
15 ~~mitting a copy of the process shall exceed two dollars, an additional~~
16 ~~fee equal to such excess shall be paid at the time of the service of~~
17 ~~such process.~~] Proof of mailing shall be by affidavit of compliance with
18 this section. Proof of service shall be by affidavit of compliance with
19 this subdivision filed by or on behalf of the plaintiff together with
20 the process, within ten days after such service, with the clerk of the
21 court in which the action or special proceeding is pending. Service
22 made as provided in this section shall be complete ten days after such
23 papers are filed with the clerk of the court and shall have the same
24 force and validity as if served on him personally within the state and
25 within the territorial jurisdiction of the court from which the process
26 issues.

27 4. The [~~secretary of state~~] person serving such process shall [~~prompt-~~
28 ~~ly~~] send [~~one of~~] such [~~copies~~] process by [~~registered~~] certified mail,
29 return receipt requested, to the nonresident broker or nonresident
30 salesman at the post office address of his main office as set forth in
31 the last application filed by him.

32 § 79. Subdivision 2 of section 203 of the tax law, as amended by chap-
33 ter 100 of the laws of 1964, is amended to read as follows:

34 2. Every foreign corporation (other than a moneyed corporation)
35 subject to the provisions of this article, except a corporation having a
36 certificate of authority [~~under section two hundred twelve of the gener-~~
37 ~~al corporation law~~] or having authority to do business by virtue of
38 section thirteen hundred five of the business corporation law, shall
39 file in the department of state a certificate of designation in its
40 corporate name, signed and acknowledged by its president or a vice-pre-
41 sident or its secretary or treasurer, under its corporate seal, desig-
42 nating the secretary of state as its agent upon whom process in any
43 action provided for by this article may be served within this state, and
44 setting forth an address to which [~~the secretary of state~~] a person
45 shall mail a copy of any such process against the corporation which may
46 be served upon [~~him~~] the secretary of state. In case any such corpo-
47 ration shall have failed to file such certificate of designation, it
48 shall be deemed to have designated the secretary of state as its agent
49 upon whom such process against it may be served; and until a certificate
50 of designation shall have been filed the corporation shall be deemed to
51 have directed [~~the secretary of state~~] a person serving process to mail
52 copies of process served upon [~~him~~] the secretary of state to the corpo-
53 ration at its last known office address within or without the state.
54 When a certificate of designation has been filed by such corporation
55 [~~the secretary of state~~] a person serving process shall mail copies of
56 process thereafter served upon [~~him~~] the secretary of state to the

1 address set forth in such certificate. Any such corporation, from time
2 to time, may change the address to which [~~the secretary of state~~] a
3 person is directed to mail copies of process, by filing a certificate to
4 that effect executed, signed and acknowledged in like manner as a
5 certificate of designation as herein provided. Service of process upon
6 any such corporation or upon any corporation having a certificate of
7 authority [~~under section two hundred twelve of the general corporation~~
8 ~~law~~] or having authority to do business by virtue of section thirteen
9 hundred five of the business corporation law, in any action commenced at
10 any time pursuant to the provisions of this article, may be made by
11 either (1) personally delivering to and leaving with the secretary of
12 state, a deputy secretary of state or with any person authorized by the
13 secretary of state to receive such service [~~duplicate copies~~] a copy
14 thereof at the office of the department of state in the city of Albany,
15 in which event [~~the secretary of state~~] a person serving such process
16 shall forthwith send by [~~registered~~] certified mail, return receipt
17 requested, [~~one of such copies~~] a duplicate copy to the corporation at
18 the address designated by it or at its last known office address within
19 or without the state, or (2) personally delivering to and leaving with
20 the secretary of state, a deputy secretary of state or with any person
21 authorized by the secretary of state to receive such service, a copy
22 thereof at the office of the department of state in the city of Albany
23 and by delivering a copy thereof to, and leaving such copy with, the
24 president, vice-president, secretary, assistant secretary, treasurer,
25 assistant treasurer, or cashier of such corporation, or the officer
26 performing corresponding functions under another name, or a director or
27 managing agent of such corporation, personally without the state. Proof
28 of such personal service without the state shall be filed with the clerk
29 of the court in which the action is pending within thirty days after
30 such service, and such service shall be complete ten days after proof
31 thereof is filed.

32 § 80. Section 216 of the tax law, as added by chapter 415 of the laws
33 of 1944, the opening paragraph as amended by chapter 100 of the laws of
34 1964 and redesignated by chapter 613 of the laws of 1976, is amended to
35 read as follows:

36 § 216. Collection of taxes. Every foreign corporation (other than a
37 moneyed corporation) subject to the provisions of this article, except a
38 corporation having a certificate of authority [~~under section two hundred~~
39 ~~twelve of the general corporation law~~] or having authority to do busi-
40 ness by virtue of section thirteen hundred five of the business corpo-
41 ration law, shall file in the department of state a certificate of
42 designation in its corporate name, signed and acknowledged by its presi-
43 dent or a vice-president or its secretary or treasurer, under its corpo-
44 rate seal, designating the secretary of state as its agent upon whom
45 process in any action provided for by this article may be served within
46 this state, and setting forth an address to which [~~the secretary of~~
47 ~~state~~] a person shall mail a copy of any such process against the corpo-
48 ration which may be served upon [~~him~~] the secretary of state. In case
49 any such corporation shall have failed to file such certificate of
50 designation, it shall be deemed to have designated the secretary of
51 state as its agent upon whom such process against it may be served; and
52 until a certificate of designation shall have been filed the corporation
53 shall be deemed to have directed [~~the secretary of state~~] a person to
54 mail [~~copies~~] a copy of process served upon [~~him~~] the secretary of state
55 to the corporation at its last known office address within or without
56 the state. When a certificate of designation has been filed by such

1 corporation [~~the secretary of state~~] a person serving such process shall
2 mail [~~copies~~] a copy of process thereafter served upon [~~him~~] a person
3 serving such process to the address set forth in such certificate. Any
4 such corporation, from time to time, may change the address to which
5 [~~the secretary of state~~] a person is directed to mail copies of process,
6 by filing a certificate to that effect executed, signed and acknowledged
7 in like manner as a certificate of designation as herein provided.
8 Service of process upon any such corporation or upon any corporation
9 having a certificate of authority [~~under section two hundred twelve of~~
10 ~~the general corporation law~~] or having authority to do business by
11 virtue of section thirteen hundred five of the business corporation law,
12 in any action commenced at any time pursuant to the provisions of this
13 article, may be made by either (1) personally delivering to and leaving
14 with the secretary of state, a deputy secretary of state or with any
15 person authorized by the secretary of state to receive such service
16 [~~duplicate copies~~] a copy thereof at the office of the department of
17 state in the city of Albany, in which event [~~the secretary of state~~] a
18 person serving such process shall forthwith send by [~~registered~~] certi-
19 fied mail, return receipt requested, [~~one of such copies~~] a duplicate
20 copy to the corporation at the address designated by it or at its last
21 known office address within or without the state, or (2) personally
22 delivering to and leaving with the secretary of state, a deputy secre-
23 tary of state or with any person authorized by the secretary of state to
24 receive such service, a copy thereof at the office of the department of
25 state in the city of Albany and by delivering a copy thereof to, and
26 leaving such copy with, the president, vice-president, secretary,
27 assistant secretary, treasurer, assistant treasurer, or cashier of such
28 corporation, or the officer performing corresponding functions under
29 another name, or a director or managing agent of such corporation,
30 personally without the state. Proof of such personal service without
31 the state shall be filed with the clerk of the court in which the action
32 is pending within thirty days after such service, and such service shall
33 be complete ten days after proof thereof is filed.

34 § 81. Subdivisions (a) and (b) of section 310 of the tax law, as added
35 by chapter 400 of the laws of 1983, are amended to read as follows:

36 (a) Designation for service of process.--Every petroleum business
37 which is a corporation, except such a petroleum business having a
38 certificate of authority [~~under section two hundred twelve of the gener-~~
39 ~~al corporation law~~] or having authority to do business by virtue of
40 section thirteen hundred five of the business corporation law, shall
41 file in the department of state a certificate of designation in its
42 corporate name, signed and acknowledged by its president or vice-presi-
43 dent or its secretary or treasurer, under its corporate seal, designat-
44 ing the secretary of state as its agent upon whom process in any action
45 provided for by this article may be served within this state, and
46 setting forth an address to which [~~the secretary of state~~] a person
47 shall mail a copy of any such process against such petroleum business
48 which may be served upon [~~him~~] the secretary of state. In case any such
49 petroleum business shall have failed to file such certificate of desig-
50 nation, it shall be deemed to have designated the secretary of state as
51 its agent upon whom such process against it may be served; and until a
52 certificate of designation shall have been filed such a petroleum busi-
53 ness shall be deemed to have directed [~~the secretary of state~~] a person
54 to mail copies of process served upon [~~him~~] the secretary of state to
55 such petroleum business at its last known office address within or with-
56 out the state. When a certificate of designation has been filed by such

1 a petroleum business [~~the secretary of state~~] a person serving process
2 shall mail copies of process thereafter served upon [~~him~~] the secretary
3 of state to the address set forth in such certificate. Any such petrole-
4 um business, from time to time, may change the address to which [~~the~~
5 ~~secretary of state~~] a person is directed to mail copies of process, by
6 filing a certificate to that effect executed, signed and acknowledged in
7 like manner as a certificate of designation as herein provided.

8 (b) Service of process.--Service of process upon any petroleum busi-
9 ness which is a corporation (including any such petroleum business
10 having a certificate of authority [~~under section two hundred twelve of~~
11 ~~the general corporation law~~] or having authority to do business by
12 virtue of section thirteen hundred five of the business corporation
13 law), in any action commenced at any time pursuant to the provisions of
14 this article, may be made by either (1) personally delivering to and
15 leaving with the secretary of state, a deputy secretary of state or with
16 any person authorized by the secretary of state to receive such service
17 [~~duplicate copies~~] a copy thereof at the office of the department of
18 state in the city of Albany, in which event [~~the secretary of state~~] a
19 person serving process shall forthwith send by [~~registered~~] certified
20 mail, return receipt requested, [~~one of such copies~~] a duplicate copy to
21 such petroleum business at the address designated by it or at its last
22 known office address within or without the state, or (2) personally
23 delivering to and leaving with the secretary of state, a deputy secre-
24 tary of state or with any person authorized by the secretary of state to
25 receive such service, a copy thereof at the office of the department of
26 state in the city of Albany and by delivering a copy thereof to, and
27 leaving such copy with, the president, vice-president, secretary,
28 assistant secretary, treasurer, assistant treasurer, or cashier of such
29 petroleum business, or the officer performing corresponding functions
30 under another name, or a director or managing agent of such petroleum
31 business, personally without the state. Proof of such personal service
32 without the state shall be filed with the clerk of the court in which
33 the action is pending within thirty days after such service, and such
34 service shall be complete ten days after proof thereof is filed.

35 § 82. This act shall take effect on the one hundred twentieth day
36 after it shall have become a law.

37 PART U

38 Section 1. Section 970-r of the general municipal law, as added by
39 section 1 of part F of chapter 1 of the laws of 2003, subdivision 1,
40 paragraph f of subdivision 3 and paragraph h of subdivision 6 as amended
41 by section 1 of part F of chapter 577 of the laws of 2004, paragraph a
42 of subdivision 1 as amended and paragraph h of subdivision 1 as added by
43 chapter 386 of the laws of 2007, paragraph i of subdivision 1 as added
44 and paragraph e of subdivision 1, paragraph a of subdivision 2, para-
45 graph d of subdivision 2, the opening paragraph of paragraph e of subdivi-
46 sion 2, subparagraph 6 of paragraph e of subdivision 2, paragraph f of
47 subdivision 2, paragraph g of subdivision 2, paragraph b of subdivision
48 3, the opening paragraph of paragraph f of subdivision 3, subparagraph 6
49 of paragraph f of subdivision 3, paragraph g of subdivision 3, paragraph
50 h of subdivision 3, paragraph i of subdivision 3, and subdivisions 7 and
51 9 as amended by chapter 390 of the laws of 2008, paragraph b of subdivi-
52 sion 2 as amended by section 26 and subparagraphs 2 and 5 of paragraph c
53 of subdivision 2 as amended by section 27, paragraph a of subdivision 3
54 as amended by section 28, subparagraphs 2 and 5 of paragraph e of subdivi-

1 vision 3 and subdivision 4 as amended by section 29, paragraph a and
2 subparagraphs 2 and 5 of paragraph e of subdivision 6 as amended by
3 section 30 and subdivision 10 as added by section 31 of part BB of chap-
4 ter 56 of the laws of 2015, is amended to read as follows:

5 § 970-r. State assistance for brownfield opportunity areas. 1. Defi-
6 nitions. a. "Applicant" shall mean the municipality, community board
7 and/or community based organization submitting an application in the
8 manner authorized by this section.

9 b. "Commissioner" shall mean the commissioner of the department of
10 environmental conservation.

11 c. "Community based organization" shall mean a not-for-profit corpo-
12 ration exempt from taxation under section 501(c)(3) of the internal
13 revenue code whose stated mission is promoting reuse of brownfield sites
14 or community revitalization within a specified geographic area in which
15 the community based organization is located; which has twenty-five
16 percent or more of its board of directors residing in the community in
17 such area; and represents a community with a demonstrated financial
18 need. "Community based organization" shall not include any not-for-pro-
19 fit corporation that has caused or contributed to the release or threat-
20 ened release of a contaminant from or onto the brownfield site, or any
21 not-for-profit corporation that generated, transported, or disposed of,
22 or that arranged for, or caused, the generation, transportation, or
23 disposal of contamination from or onto the brownfield site. This defi-
24 nition shall not apply if more than twenty-five percent of the members,
25 officers or directors of the not-for-profit corporation are or were
26 employed or receiving compensation from any person responsible for a
27 site under title thirteen or title fourteen of article twenty-seven of
28 the environmental conservation law, article twelve of the navigation law
29 or under applicable principles of statutory or common law liability.

30 d. "Brownfield site" shall have the same meaning as set forth in
31 section 27-1405 of the environmental conservation law.

32 e. "Department" shall mean the department of state.

33 f. "Contamination" or "contaminated" shall have the same meaning as
34 provided in section 27-1405 of the environmental conservation law.

35 g. "Municipality" shall have the same meaning as set forth in subdivi-
36 sion fifteen of section 56-0101 of the environmental conservation law.

37 h. "Community board" shall have the same meaning as set forth in
38 section twenty-eight hundred of the New York city charter.

39 i. "Secretary" shall mean the secretary of state.

40 j. "Nomination" shall mean a study, analysis, outline, and written
41 plan for redevelopment and revitalization of any area wherein one or
42 more known or suspected brownfield sites are located, that contains
43 those elements required by the secretary pursuant to this section,
44 whether or not such nomination was funded pursuant to this section, and
45 that is submitted to the secretary as a prerequisite for brownfield
46 opportunity area designation in accordance with the criteria established
47 by this section.

48 ~~2. [State assistance for pre-nomination study for brownfield opportu-~~
49 ~~nity areas. a. Within the limits of appropriations therefor, the secre-~~
50 ~~tary is authorized to provide, on a competitive basis, financial assist-~~
51 ~~ance to municipalities, to community based organizations, to community~~
52 ~~boards, or to municipalities and community based organizations acting in~~
53 ~~cooperation to prepare a pre-nomination study for a brownfield opportu-~~
54 ~~nity area designation. Such financial assistance shall not exceed ninety~~
55 ~~percent of the costs of such pre-nomination study for any such area.~~

1 ~~b. Activities eligible to receive such assistance shall include, but~~
2 ~~are not limited to, the assembly and development of basic information~~
3 ~~about:~~

- 4 ~~(1) the borders of the proposed brownfield opportunity area;~~
5 ~~(2) the number and size of known or suspected brownfield sites;~~
6 ~~(3) current and anticipated uses of the properties in the proposed~~
7 ~~brownfield opportunity area;~~
8 ~~(4) current and anticipated future conditions of groundwater in the~~
9 ~~proposed brownfield opportunity area;~~
10 ~~(5) known data about the environmental conditions of the properties in~~
11 ~~the proposed brownfield opportunity area;~~
12 ~~(6) ownership of the properties in the proposed brownfield opportunity~~
13 ~~area and whether the owners are participating in the brownfield opportu-~~
14 ~~nity area planning process; and~~
15 ~~(7) preliminary descriptions of possible remediation strategies, reuse~~
16 ~~opportunities, necessary infrastructure improvements and other public or~~
17 ~~private measures needed to stimulate investment, promote revitalization,~~
18 ~~and enhance community health and environmental conditions.~~

19 ~~c. Funding preferences shall be given to applications for such assist-~~
20 ~~ance that relate to areas having one or more of the following character-~~
21 ~~istics:~~

- 22 ~~(1) areas for which the application is a partnered application by a~~
23 ~~municipality and a community based organization;~~
24 ~~(2) areas with concentrations of known or suspected brownfield sites;~~
25 ~~(3) areas for which the application demonstrates support from a muni-~~
26 ~~cipality and a community based organization;~~
27 ~~(4) areas showing indicators of economic distress including low resi-~~
28 ~~dent incomes, high unemployment, high commercial vacancy rates,~~
29 ~~depressed property values; and~~
30 ~~(5) areas with known or suspected brownfield sites presenting strate-~~
31 ~~gic opportunities to stimulate economic development, community revitali-~~
32 ~~zation or the siting of public amenities.~~

33 ~~d. The secretary, upon the receipt of an application for such assist-~~
34 ~~ance from a community based organization not in cooperation with the~~
35 ~~local government having jurisdiction over the proposed brownfield oppor-~~
36 ~~tunity area, shall request the municipal government to review and state~~
37 ~~the municipal government's support or lack of support. The municipal~~
38 ~~government's statement shall be considered a part of the application.~~

39 ~~e. Each application for assistance shall be submitted to the secretary~~
40 ~~in a format, and containing such information, as prescribed by the~~
41 ~~secretary but shall include, at a minimum, the following:~~

- 42 ~~(1) a statement of the rationale or relationship between the proposed~~
43 ~~assistance and the criteria set forth in this subdivision for the evalu-~~
44 ~~ation and ranking of assistance applications;~~
45 ~~(2) the processes by which local participation in the development of~~
46 ~~the application has been sought;~~
47 ~~(3) the process to be carried out with the state assistance including,~~
48 ~~but not limited to, the goals of and budget for the effort, the work~~
49 ~~plan and timeline for the attainment of these goals, and the intended~~
50 ~~process for community participation in the process;~~
51 ~~(4) the manner and extent to which public or governmental agencies~~
52 ~~with jurisdiction over issues that will be addressed in the data gather-~~
53 ~~ing process will be involved in this process;~~
54 ~~(5) other planning and development initiatives proposed or in progress~~
55 ~~in the proposed brownfield opportunity area; and~~

~~(6) for each community based organization which is an applicant or a co-applicant, a copy of its determination of tax exempt status issued by the federal internal revenue service pursuant to section 501 of the internal revenue code, a description of the relationship between the community based organization and the area that is the subject of the application, its financial and institutional accountability, its experience in conducting and completing planning initiatives and in working with the local government associated with the proposed brownfield opportunity area.~~

~~f. Prior to making an award for assistance, the secretary shall notify the temporary president of the senate and speaker of the assembly.~~

~~g. Following notification to the applicant that assistance has been awarded, and prior to disbursement of funds, a contract shall be executed between the department and the applicant or co-applicants. The secretary shall establish terms and conditions for such contracts as the secretary deems appropriate, including provisions to define: applicant's work scope, work schedule, and deliverables; fiscal reports on budgeted and actual use of funds expended; and requirements for submission of a final fiscal report. The contract shall also require the distribution of work products to the department, and, for community based organizations, to the applicant's municipality. Applicants shall be required to make the results publicly available.~~

~~3.] State assistance for nominations to designate brownfield opportunity areas. a. Within the limits of appropriations therefor, the secretary is authorized to provide, on a competitive basis, financial assistance to municipalities, to community based organizations, to community boards, or to municipalities and community based organizations acting in cooperation to prepare a nomination for designation of a brownfield opportunity area. Such financial assistance shall not exceed ninety percent of the costs of such nomination for any such area. A nomination study must include sufficient information to designate the brownfield opportunity area. [The contents of the nomination study shall be developed based on pre-nomination study information, which shall principally consist of an area-wide study, documenting the historic brownfield uses in the area proposed for designation.]~~

b. An application for such financial assistance shall include an indication of support from owners of brownfield sites in the proposed brownfield opportunity area. All residents and property owners in the proposed brownfield opportunity area shall receive notice in such form and manner as the secretary shall prescribe.

c. No application for such financial assistance shall be considered unless the applicant demonstrates that it has, to the maximum extent practicable, solicited and considered the views of residents of the proposed brownfield opportunity area, the views of state and local officials elected to represent such residents and the local organizations representing such residents.

d. Activities eligible to receive such financial assistance shall include the identification, preparation, creation, development and assembly of information and elements to be included in a nomination for designation of a brownfield opportunity area[7].

e. A nomination for designation of a brownfield opportunity area shall contain such elements as determined by the secretary of state, including but not limited to:

- (1) the borders of the proposed brownfield opportunity area;

1 (2) [~~the~~] an inventory of known or suspected brownfield sites, includ-
2 ing location and size of each known or suspected brownfield site in the
3 proposed brownfield opportunity area;

4 (3) the identification of strategic sites within the proposed brown-
5 field opportunity area;

6 (4) the type of potential developments anticipated for sites within
7 the proposed brownfield opportunity area proposed by either the current
8 or the prospective owners of such sites;

9 (5) local legislative or regulatory action which may be required to
10 implement a plan for the redevelopment of the proposed brownfield oppor-
11 tunity area;

12 (6) priorities for public and private investment in infrastructure,
13 open space, economic development, housing, or community facilities in
14 the proposed brownfield opportunity area;

15 (7) identification, discussion, and mapping of current and anticipated
16 uses of the properties and groundwater in the proposed brownfield oppor-
17 tunity area;

18 (8) existing detailed assessments of individual brownfield sites and,
19 where the consent of the site owner has been obtained, the need for
20 conducting on-site assessments;

21 (9) known data about the environmental conditions of properties in the
22 proposed brownfield opportunity area;

23 (10) ownership of the known or suspected brownfield properties in the
24 proposed brownfield opportunity area;

25 (11) descriptions of possible remediation strategies, reuse opportu-
26 nities, brownfield redevelopment, necessary infrastructure improvements
27 and other public or private measures needed to stimulate investment,
28 promote revitalization, and enhance community health and environmental
29 conditions;

30 (12) the goals and objectives, both short term and long term, for the
31 economic revitalization of the proposed brownfield opportunity area;
32 [~~and~~]

33 (13) the publicly controlled and other developable lands and buildings
34 within the proposed brownfield opportunity area which are or could be
35 made available for residential, industrial and commercial
36 development[~~+~~]; and

37 (14) a community participation strategy to solicit and consider the
38 views of residents, businesses and other stakeholders of the proposed
39 brownfield opportunity area.

40 [~~e+~~] f. Funding preferences shall be given to applications for such
41 assistance that relate to areas having one or more of the following
42 characteristics:

43 (1) areas for which the application is a partnered application by a
44 municipality and a community based organization;

45 (2) areas with concentrations of known or suspected brownfield sites;

46 (3) areas for which the application demonstrates support from a muni-
47 cipality and a community based organization;

48 (4) areas showing indicators of economic distress including low resi-
49 dent incomes, high unemployment, high commercial vacancy rates,
50 depressed property values; and

51 (5) areas with known or suspected brownfield sites presenting strate-
52 gic opportunities to stimulate economic development, community revitali-
53 zation or the siting of public amenities.

54 [~~f+~~] g. Each application for such assistance shall be submitted to the
55 secretary in a format, and containing such information, as prescribed by
56 the secretary but shall include, at a minimum, the following:

1 (1) a statement of the rationale or relationship between the proposed
2 assistance and the criteria set forth in this section for the evaluation
3 and ranking of assistance applications;

4 (2) the processes by which local participation in the development of
5 the application has been sought;

6 (3) the process to be carried out under the state assistance includ-
7 ing, but not limited to, the goals of and budget for the effort, the
8 work plan and timeline for the attainment of these goals, and the
9 intended process for public participation in the process;

10 (4) the manner and extent to which public or governmental agencies
11 with jurisdiction over issues that will be addressed in the data gather-
12 ing process will be involved in this process;

13 (5) other planning and development initiatives proposed or in progress
14 in the proposed brownfield opportunity area;

15 (6) for each community based organization which is an applicant or a
16 co-applicant, a copy of its determination of tax exempt status issued by
17 the federal internal revenue service pursuant to section 501 of the
18 internal revenue code, a description of the relationship between the
19 community based organization and the area that is the subject of the
20 application, its financial and institutional accountability, its experi-
21 ence in conducting and completing planning initiatives and in working
22 with the local government associated with the proposed brownfield oppor-
23 tunity area; and

24 (7) the financial commitments the applicant will make to the brown-
25 field opportunity area for activities including, but not limited to,
26 marketing of the area for business development, human resource services
27 for residents and businesses in the brownfield opportunity area, and
28 services for small and minority and women-owned businesses.

29 [~~g. The secretary, upon the receipt of an~~] h. An application for such
30 assistance from a community based organization not in cooperation with
31 the local government having jurisdiction over the proposed brownfield
32 opportunity area, shall [~~request the municipal government to review and~~
33 ~~state the municipal government's support or lack of support~~] include a
34 statement of support from the city, town, or village with planning and
35 land use authority in which the brownfield opportunity area is proposed.
36 The [~~municipal government's~~] statement from such city, town, or village
37 shall be considered a part of the application.

38 [~~h.~~] i. Prior to making an award for assistance, the secretary shall
39 notify the temporary president of the senate and speaker of the assem-
40 bly.

41 [~~i.~~] j. Following notification to the applicant that assistance has
42 been awarded, and prior to disbursement of funds, a contract shall be
43 executed between the department and the applicant or co-applicants. The
44 secretary shall establish terms and conditions for such contracts as the
45 secretary deems appropriate, including provisions to define: applicant's
46 work scope, work schedule, and deliverables; fiscal reports on budgeted
47 and actual use of funds expended; and requirements for submission of a
48 final fiscal report. The contract shall also require the distribution of
49 work products to the department, and, for community based organizations,
50 to the applicant's municipality. Applicants shall be required to make
51 the results publicly available. Such contract shall further include a
52 provision providing that if any responsible party payments become avail-
53 able to the applicant, the amount of such payments attributable to
54 expenses paid by the award shall be paid to the department by the appli-
55 cant; provided that the applicant may first apply such responsible party
56 payments toward any actual project costs incurred by the applicant.

1 3. State assistance for activities to advance brownfield opportunity
2 area revitalization. Within amounts appropriated therefor, the secretary
3 is authorized to provide, on a competitive basis, financial assistance
4 to municipalities, to community based organizations, or to community
5 boards to conduct predevelopment and other activities within a desig-
6 nated or proposed brownfield opportunity area to advance the goals and
7 priorities set forth in a nomination as defined pursuant to this
8 section. Such financial assistance shall not exceed ninety percent of
9 the costs of such activities. Activities eligible to receive such
10 assistance shall include: development and implementation of marketing
11 strategies; development of plans and specifications; real estate
12 services; building condition studies; infrastructure analyses; zoning
13 and regulatory updates; environmental, housing and economic studies,
14 analyses and reports; public outreach; building of local capacity; and
15 other activities as determined by the secretary.

16 4. Designation of brownfield opportunity area. Upon completion of a
17 nomination for designation of a brownfield opportunity area, it shall be
18 forwarded by the applicant to the secretary, who shall determine whether
19 it is consistent with the provisions of this section. The secretary may
20 review and approve a nomination for designation of a brownfield opportu-
21 nity area at any time. If the secretary determines that the nomination
22 is consistent with the provisions of this section, the brownfield oppor-
23 tunity area shall be designated. If the secretary determines that the
24 nomination is not consistent with the provisions of this section, the
25 secretary shall make recommendations in writing to the applicant of the
26 manner and nature in which the nomination should be amended.

27 5. Priority and preference. The designation of a brownfield opportu-
28 nity area pursuant to this section is intended to serve as a planning
29 tool. It alone shall not impose any new obligations on any property or
30 property owner. To the extent authorized by law, projects in brownfield
31 opportunity areas designated pursuant to this section shall receive a
32 priority and preference when considered for financial assistance pursu-
33 ant to articles fifty-four and fifty-six of the environmental conserva-
34 tion law. To the extent authorized by law, projects in brownfield oppor-
35 tunity areas designated pursuant to this section may receive a priority
36 and preference when considered for financial assistance pursuant to any
37 other state, federal or local law.

38 6. State assistance for brownfield site assessments in brownfield
39 opportunity areas. a. Within the limits of appropriations therefor, the
40 secretary of state, is authorized to provide, on a competitive basis,
41 financial assistance to municipalities, to community based organiza-
42 tions, to community boards, or to municipalities and community based
43 organizations acting in cooperation to conduct brownfield site assess-
44 ments. Such financial assistance shall not exceed ninety percent of the
45 costs of such brownfield site assessment.

46 b. Brownfield sites eligible for such assistance must be owned by a
47 municipality, or volunteer as such term is defined in section 27-1405 of
48 the environmental conservation law.

49 c. Brownfield site assessment activities eligible for funding include,
50 but are not limited to, testing of properties to determine the nature
51 and extent of the contamination (including soil and groundwater), envi-
52 ronmental assessments, the development of a proposed remediation strate-
53 gy to address any identified contamination, and any other activities
54 deemed appropriate by the commissioner in consultation with the secre-
55 tary of state. Any environmental assessment shall be subject to the
56 review and approval of such commissioner.

1 d. Applications for such assistance shall be submitted to the commis-
2 sioner in a format, and containing such information, as prescribed by
3 the commissioner in consultation with the secretary of state.

4 e. Funding preferences shall be given to applications for such assist-
5 ance that relate to areas having one or more of the following character-
6 istics:

7 (1) areas for which the application is a partnered application by a
8 municipality and a community based organization;

9 (2) areas with concentrations of known or suspected brownfield sites;

10 (3) areas for which the application demonstrates support from a muni-
11 cipality and a community based organization;

12 (4) areas showing indicators of economic distress including low resi-
13 dent incomes, high unemployment, high commercial vacancy rates,
14 depressed property values; and

15 (5) areas with known or suspected brownfield sites presenting strate-
16 gic opportunities to stimulate economic development, community revitali-
17 zation or the siting of public amenities.

18 f. The commissioner, upon the receipt of an application for such
19 assistance from a community based organization not in cooperation with
20 the local government having jurisdiction over the proposed brownfield
21 opportunity area, shall request the municipal government to review and
22 state the municipal government's support or lack of support. The munici-
23 pal government's statement shall be considered a part of the applica-
24 tion.

25 g. Prior to making an award for assistance, the commissioner shall
26 notify the temporary president of the senate and the speaker of the
27 assembly.

28 h. Following notification to the applicant that assistance has been
29 awarded, and prior to disbursement of funds, a contract shall be
30 executed between the department and the applicant or co-applicants. The
31 commissioner shall establish terms and conditions for such contracts as
32 the commissioner deems appropriate in consultation with the secretary of
33 state, including provisions to define: applicant's work scope, work
34 schedule, and deliverables; fiscal reports on budgeted and actual use of
35 funds expended; and requirements for submission of a final fiscal
36 report. The contract shall also require the distribution of work
37 products to the department, and, for community based organizations, to
38 the applicant's municipality. Applicants shall be required to make the
39 results publicly available. Such contract shall further include a
40 provision providing that if any responsible party payments become avail-
41 able to the applicant, the amount of such payments attributable to
42 expenses paid by the award shall be paid to the department by the appli-
43 cant; provided that the applicant may first apply such responsible party
44 payments towards actual project costs incurred by the applicant.

45 7. Amendments to designated area. Any proposed amendment to a brown-
46 field opportunity area designated pursuant to this section shall be
47 proposed, and reviewed by the secretary, in the same manner and using
48 the same criteria set forth in this section and applicable to an initial
49 nomination for the designation of a brownfield opportunity area.

50 8. Applications for brownfield opportunity area designation. [~~a-~~] All
51 applications for [~~pre-nomination study assistance or applications for~~]
52 designation of a brownfield opportunity area shall demonstrate that the
53 following community participation activities have been [~~or will be~~]
54 performed [~~by the applicant~~] in development of the nomination:

55 (1) identification of the interested public and preparation of a
56 contact list;

1 (2) identification of major issues of public concern;

2 (3) [~~provision to~~] public access to (i) the [~~draft and final applica-~~
3 ~~tion for pre-nomination assistance and~~] nomination for designation of
4 the brownfield opportunity area [~~designation~~], and (ii) any supporting
5 documents in a manner [~~convenient to the public~~] as the secretary shall
6 prescribe;

7 (4) public notice and newspaper notice of (i) the intent of the muni-
8 cipality and/or community based organization to [~~undertake a pre-nomina-~~
9 ~~tion process or prepare~~] nominate a brownfield opportunity area [~~plan~~
10 ~~for designation~~], and (ii) the availability of such application[~~r~~

11 ~~b. Application for nomination of a brownfield opportunity area shall~~
12 ~~provide the following minimum community participation activities.];~~

13 [~~1~~] (5) a comment period of at least thirty days on a draft applica-
14 tion; and

15 [~~2~~] (6) a public meeting on a brownfield opportunity area [~~draft~~]
16 application for designation.

17 9. Financial assistance; advance payment. Notwithstanding any other
18 law to the contrary, financial assistance pursuant to this section
19 provided by the commissioner and the secretary pursuant to an executed
20 contract may include an advance payment up to twenty-five percent of the
21 contract amount.

22 10. The secretary shall establish criteria for brownfield opportunity
23 area conformance determinations for purposes of the brownfield redevel-
24 opment tax credit component pursuant to clause (ii) of subparagraph (B)
25 of paragraph [~~5~~] five of subdivision (a) of section twenty-one of the
26 tax law. In establishing criteria, the secretary shall be guided by, but
27 not limited to, the following considerations: how the proposed use and
28 development advances the designated brownfield opportunity area plan's
29 vision statement, goals and objectives for revitalization; how the
30 density of development and associated buildings and structures advances
31 the plan's objectives, desired redevelopment and priorities for invest-
32 ment; and how the project complies with zoning and other local laws and
33 standards to guide and ensure appropriate use of the project site.

34 § 2. This act shall take effect immediately.

35 PART V

36 Section 1. Section 159-j of the executive law is REPEALED.

37 § 2. This act shall take effect October 1, 2018.

38 PART W

39 Section 1. This act enacts into law major components of legislation
40 relating to student loan servicers and student debt relief consultants.
41 Each component is wholly contained within a Subpart identified as
42 Subparts A through C. The effective date for each particular provision
43 contained within such Subpart is set forth in the last section of such
44 Subpart. Any provision in any section contained within a Subpart,
45 including the effective date of the Subpart, which makes a reference to
46 a section "of this act", when used in connection with that particular
47 component, shall be deemed to mean and refer to the corresponding
48 section of the Subpart in which it is found.

49 SUBPART A

1 Section 1. The banking law is amended by adding a new article 14-A to
2 read as follows:

3 ARTICLE XIV-A
4 STUDENT LOAN SERVICERS

5 Section 710. Definitions.

6 711. Licensing.

7 712. Application for a student loan servicer license; fees.

8 713. Application process to receive license to engage in the
9 business of student loan servicing.

10 714. Changes in officers and directors.

11 715. Changes in control.

12 716. Grounds for suspension or revocation of license.

13 717. Books and records; reports and electronic filing.

14 718. Rules and regulations.

15 719. Prohibited practices.

16 720. Servicing student loans without a license.

17 721. Responsibilities.

18 722. Examinations.

19 723. Penalties for violation of this article.

20 724. Severability of provisions.

21 725. Compliance with other laws.

22 § 710. Definitions. 1. "Applicant" shall mean any person applying for
23 a license to be a student loan servicer.

24 2. "Borrower" shall mean any resident of this state who has received a
25 student loan or agreed in writing to pay a student loan or any person
26 who shares a legal obligation with such resident for repaying a student
27 loan.

28 3. "Borrower benefit" shall mean an incentive offered to a borrower in
29 connection with the origination of a student loan, including but not
30 limited to an interest rate reduction, principal rebate, fee waiver or
31 rebate, loan cancellation, or cosigner release.

32 4. "Exempt organization" shall mean any banking organization, foreign
33 banking corporation, national bank, federal savings association, federal
34 credit union, or any bank, trust company, savings bank, savings and loan
35 association, or credit union organized under the laws of any other
36 state, or any person licensed or supervised by the department exempted
37 by the superintendent pursuant to regulations promulgated in accordance
38 with this article.

39 5. "Person" shall mean any individual, association, corporation,
40 limited liability company, partnership, trust, unincorporated organiza-
41 tion, government, and any other entity.

42 6. "Servicer" or "student loan servicer" shall mean a person licensed
43 pursuant to section seven hundred eleven of this article to engage in
44 the business of servicing any student loan of a borrower.

45 7. "Servicing" shall mean:

46 (a) receiving any payment from a borrower pursuant to the terms of any
47 student loan;

48 (b) applying any payment to a borrower's account pursuant to the terms
49 of a student loan or the contract governing the servicing of any such
50 loan;

51 (c) providing any notification of amounts owed on a student loan by or
52 on account of any borrower;

53 (d) during a period when a borrower is not required to make a payment
54 on a student loan, maintaining account records for the student loan and
55 communicating with the borrower regarding the student loan on behalf of
56 the owner of the student loan promissory note;

1 (e) interacting with a borrower with respect to or regarding any
2 attempt to avoid default on the borrower's student loan, or facilitating
3 the activities described in paragraph (a) or (b) of this subdivision; or
4 (f) performing other administrative services with respect to a borrow-
5 er's student loan.

6 8. "Student loan" shall mean any loan to a borrower to finance postse-
7 condary education or expenses related to postsecondary education.

8 § 711. Licensing. 1. No person shall engage in the business of servic-
9 ing student loans owed by one or more borrowers residing in this state
10 without first being licensed by the superintendent as a student loan
11 servicer in accordance with this article and such regulations as may be
12 prescribed by the superintendent.

13 2. The licensing provisions of this subdivision shall not apply to any
14 exempt organization; provided that such exempt organization notifies the
15 superintendent that it is acting as a student loan servicer in this
16 state and complies with sections seven hundred nineteen and seven
17 hundred twenty-one of this article and any regulation applicable to
18 student loan servicers promulgated by the superintendent.

19 § 712. Application for a student loan servicer license; fees. 1. The
20 application for a license to be a student loan servicer shall be in
21 writing, under oath, and in the form prescribed by the superintendent.
22 Notwithstanding article three of the state technology law or any other
23 law to the contrary, the superintendent may require that an application
24 for a license or any other submission or application for approval as may
25 be required by this article be made or executed by electronic means if
26 he or she deems it necessary to ensure the efficient and effective
27 administration of this article. The application shall include a
28 description of the activities of the applicant, in such detail and for
29 such periods as the superintendent may require, including:

30 (a) an affirmation of financial solvency noting such capitalization
31 requirements as may be required by the superintendent, and access to
32 such credit as may be required by the superintendent;

33 (b) a financial statement prepared by a certified public accountant,
34 the accuracy of which is sworn to under oath before a notary public by
35 an officer or other representative of the applicant who is authorized to
36 execute such documents;

37 (c) an affirmation that the applicant, or its members, officers, part-
38 ners, directors and principals as may be appropriate, are at least twen-
39 ty-one years of age;

40 (d) information as to the character, fitness, financial and business
41 responsibility, background and experiences of the applicant, or its
42 members, officers, partners, directors and principals as may be appro-
43 priate;

44 (e) any additional detail or information required by the superinten-
45 dent.

46 2. An application to become a student loan servicer or any application
47 with respect to a student loan servicer shall be accompanied by a fee as
48 prescribed pursuant to section eighteen-a of this chapter.

49 § 713. Application process to receive license to engage in the busi-
50 ness of student loan servicing. 1. Upon the filing of an application for
51 a license, if the superintendent shall find that the financial responsi-
52 bility, experience, character, and general fitness of the applicant and,
53 if applicable, the members, officers, partners, directors and principals
54 of the applicant are such as to command the confidence of the community
55 and to warrant belief that the business will be operated honestly, fair-
56 ly, and efficiently within the purpose of this article, the superinten-

1 dent shall thereupon issue a license in duplicate to engage in the busi-
2 ness of servicing student loans described in section seven hundred ten
3 of this article in accordance with the provisions of this article. If
4 the superintendent shall not so find, the superintendent shall not issue
5 a license, and the superintendent shall so notify the applicant. The
6 superintendent shall transmit one copy of a license to the applicant and
7 file another in the office of the department. Upon receipt of such
8 license, a student loan servicer shall be authorized to engage in the
9 business of servicing student loans in accordance with the provisions of
10 this article. Such license shall remain in full force and effect until
11 it is surrendered by the servicer or revoked or suspended as hereinafter
12 provided.

13 2. The superintendent may refuse to issue a license pursuant to this
14 article if he or she shall find that the applicant, or any person who is
15 a director, officer, partner, agent, employee, member, substantial
16 stockholder of the applicant:

17 (a) has been convicted of a crime involving an activity which is a
18 felony under this chapter or under article one hundred fifty-five, one
19 hundred seventy, one hundred seventy-five, one hundred seventy-six, one
20 hundred eighty, one hundred eighty-five, one hundred eighty-seven, one
21 hundred ninety, two hundred, two hundred ten or four hundred seventy of
22 the penal law or any comparable felony under the laws of any other state
23 or the United States, provided that such crime would be a felony if
24 committed and prosecuted under the laws of this state;

25 (b) has had a license or registration revoked by the superintendent or
26 any other regulator or jurisdiction;

27 (c) has been an officer, director, partner, member or substantial
28 stockholder of an entity which has had a license or registration revoked
29 by the superintendent or any other regulator or jurisdiction; or

30 (d) has been an agent, employee, officer, director, partner or member
31 of an entity which has had a license or registration revoked by the
32 superintendent where such person shall have been found by the super-
33 intendent to bear responsibility in connection with the revocation.

34 3. The term "substantial stockholder", as used in this subdivision,
35 shall be deemed to refer to a person owning or controlling directly or
36 indirectly ten per centum or more of the total outstanding stock of a
37 corporation.

38 § 714. Changes in officers and directors. Upon any change of any of
39 the executive officers, directors, partners or members of any student
40 loan servicer, the student loan servicer shall submit to the superinten-
41 dent the name, address, and occupation of each new officer, director,
42 partner or member, and provide such other information as the superinten-
43 dent may require.

44 § 715. Changes in control. 1. It shall be unlawful, except with the
45 prior approval of the superintendent, for any action to be taken which
46 results in a change of control of the business of a student loan servi-
47 cer. Prior to any change of control, the person desirous of acquiring
48 control of the business of a student loan servicer shall make written
49 application to the superintendent and pay an investigation fee as
50 prescribed pursuant to section eighteen-a of this chapter to the super-
51 intendent. The application shall contain such information as the super-
52 intendent, by rule or regulation, may prescribe as necessary or appro-
53 priate for the purpose of making the determination required by
54 subdivision two of this section. This information shall include, but not
55 be limited to, the information and other material required for a student

1 loan servicer by subdivision one of section seven hundred twelve of this
2 article.

3 2. The superintendent shall approve or disapprove the proposed change
4 of control of a student loan servicer in accordance with the provisions
5 of section seven hundred thirteen of this article.

6 3. For a period of six months from the date of qualification thereof
7 and for such additional period of time as the superintendent may
8 prescribe, in writing, the provisions of subdivisions one and two of
9 this section shall not apply to a transfer of control by operation of
10 law to the legal representative, as hereinafter defined, of one who has
11 control of a student loan servicer. Thereafter, such legal represen-
12 tative shall comply with the provisions of subdivisions one and two of
13 this section. The provisions of subdivisions one and two of this section
14 shall be applicable to an application made under this section by a legal
15 representative. The term "legal representative", for the purposes of
16 this subdivision, shall mean a person duly appointed by a court of
17 competent jurisdiction to act as executor, administrator, trustee,
18 committee, conservator or receiver, including one who succeeds a legal
19 representative and one acting in an ancillary capacity thereto in
20 accordance with the provisions of such court appointment.

21 4. As used in this section the term "control" means the possession,
22 directly or indirectly, of the power to direct or cause the direction of
23 the management and policies of a student loan servicer, whether through
24 the ownership of voting stock of such student loan servicer, the owner-
25 ship of voting stock of any person which possesses such power or other-
26 wise. Control shall be presumed to exist if any person, directly or
27 indirectly, owns, controls or holds with power to vote ten per centum or
28 more of the voting stock of any student loan servicer or of any person
29 which owns, controls or holds with power to vote ten per centum or more
30 of the voting stock of any student loan servicer, but no person shall be
31 deemed to control a student loan servicer solely by reason of being an
32 officer or director of such student loan servicer. The superintendent
33 may in his discretion, upon the application of a student loan servicer
34 or any person who, directly or indirectly, owns, controls or holds with
35 power to vote or seeks to own, control or hold with power to vote any
36 voting stock of such student loan servicer, determine whether or not the
37 ownership, control or holding of such voting stock constitutes or would
38 constitute control of such student loan servicer for purposes of this
39 section.

40 § 716. Grounds for suspension or revocation of license. 1. After
41 notice and a hearing, the superintendent may revoke any license to
42 engage in the business of a student loan servicer issued pursuant to
43 this article if he or she shall find that:

44 (a) a servicer has violated any provision of this article, any rule or
45 regulation promulgated by the superintendent under and within the
46 authority of this article, or any other applicable law;

47 (b) any fact or condition exists which, if it had existed at the time
48 of the original application for such license, would have warranted the
49 superintendent refusing originally to issue such license;

50 (c) a servicer does not cooperate with an examination or investigation
51 by the superintendent;

52 (d) a servicer engages in fraud, intentional misrepresentation, or
53 gross negligence in servicing a student loan;

54 (e) the competence, experience, character, or general fitness of the
55 servicer, an individual controlling, directly or indirectly, ten percent
56 or more of the outstanding interests, or any person responsible for

1 servicing a student loan for the servicer indicates that it is not in
2 the public interest to permit the servicer to continue servicing student
3 loans;

4 (f) the servicer engages in an unsafe or unsound practice;

5 (g) the servicer is insolvent, suspends payment of its obligations, or
6 makes a general assignment for the benefit of its creditors; or

7 (h) a servicer has violated the laws of this state, any other state or
8 any federal law involving fraudulent or dishonest dealing, or a final
9 judgment has been entered against a student loan servicer in a civil
10 action upon grounds of fraud, misrepresentation or deceit.

11 2. The superintendent may, on good cause shown, or where there is a
12 substantial risk of public harm, suspend any license for a period not
13 exceeding thirty days, pending investigation. "Good cause", as used in
14 this subdivision, shall exist when a student loan servicer has defaulted
15 or is likely to default in performing its financial engagements or
16 engages in dishonest or inequitable practices which may cause substan-
17 tial harm to the persons afforded the protection of this article.

18 3. Except as provided in subdivision two of this section, no license
19 shall be revoked or suspended except after notice and a hearing thereon.
20 Any order of suspension issued after notice and a hearing may include as
21 a condition of reinstatement that the student loan servicer make resti-
22 tution to consumers of fees or other charges which have been improperly
23 charged or collected, including but not limited to by allocating
24 payments contrary to a borrower's direction or in a manner that fails to
25 help a borrower avoid default, as determined by the superintendent. Any
26 hearing held pursuant to the provisions of this section shall be
27 noticed, conducted and administered in compliance with the state admin-
28 istrative procedure act.

29 4. Any student loan servicer may surrender any license by delivering
30 to the superintendent written notice that it thereby surrenders such
31 license, but such surrender shall not affect the servicer's civil or
32 criminal liability for acts committed prior to such surrender. If such
33 surrender is made after the issuance by the superintendent of a state-
34 ment of charges and notice of hearing, the superintendent may proceed
35 against the servicer as if the surrender had not taken place.

36 5. No revocation, suspension, or surrender of any license shall impair
37 or affect the obligation of any pre-existing lawful contract between the
38 student loan servicer and any person, including the department.

39 6. Every license issued pursuant to this article shall remain in force
40 and effect until the same shall have been surrendered, revoked or
41 suspended in accordance with any other provisions of this article.

42 7. Whenever the superintendent shall revoke or suspend a license
43 issued pursuant to this article, he or she shall forthwith execute in
44 duplicate a written order to that effect. The superintendent shall file
45 one copy of such order in the office of the department and shall forth-
46 with serve the other copy upon the student loan servicer. Any such order
47 may be reviewed in the manner provided by article seventy-eight of the
48 civil practice law and rules.

49 § 717. Books and records; reports and electronic filing. 1. Each
50 student loan servicer and exempt organization shall keep and use in its
51 business such books, accounts and records as will enable the superinten-
52 dent to determine whether the servicer or exempt organization is comply-
53 ing with the provisions of this article and with the rules and regu-
54 lations lawfully made by the superintendent. Every servicer and exempt
55 organization shall preserve such books, accounts, and records, for at
56 least three years.

1 2. (a) Each student loan servicer shall annually, on or before a date
2 to be determined by the superintendent, file a report with the super-
3 intendent giving such information as the superintendent may require
4 concerning the business and operations during the preceding calendar
5 year of such servicer under authority of this article. Such report shall
6 be subscribed and affirmed as true by the servicer under the penalties
7 of perjury and shall be in the form prescribed by the superintendent.

8 (b) In addition to annual reports, the superintendent may require such
9 additional regular or special reports as he or she may deem necessary to
10 the proper supervision of student loan servicers under this article.
11 Such additional reports shall be subscribed and affirmed as true by the
12 servicer under the penalties of perjury and shall be in the form
13 prescribed by the superintendent.

14 3. Notwithstanding article three of the state technology law or any
15 other law to the contrary, the superintendent may require that any
16 submission or approval as may be required by the superintendent be made
17 or executed by electronic means if he or she deems it necessary to
18 ensure the efficient administration of this article.

19 § 718. Rules and regulations. 1. In addition to such powers as may
20 otherwise be prescribed by this chapter, the superintendent is hereby
21 authorized and empowered to promulgate such rules and regulations as may
22 in the judgment of the superintendent be consistent with the purposes of
23 this article, or appropriate for the effective administration of this
24 article, including, but not limited to:

25 (a) Such rules and regulations in connection with the activities of
26 student loan servicers and exempt organizations as may be necessary and
27 appropriate for the protection of borrowers in this state.

28 (b) Such rules and regulations as may be necessary and appropriate to
29 define unfair, deceptive or abusive acts or practices in connection with
30 the activities of student loan servicers and exempt organizations in
31 servicing student loans.

32 (c) Such rules and regulations as may define the terms used in this
33 article and as may be necessary and appropriate to interpret and imple-
34 ment the provisions of this article.

35 (d) Such rules and regulations as may be necessary for the enforcement
36 of this article.

37 2. The superintendent is hereby authorized and empowered to make such
38 specific rulings, demands and findings as the superintendent may deem
39 necessary for the proper conduct of the student loan servicing industry.

40 § 719. Prohibited practices. No student loan servicer shall:

41 1. Employ any scheme, device or artifice to defraud or mislead a
42 borrower.

43 2. Engage in any unfair, deceptive or predatory act or practice toward
44 any person or misrepresent or omit any material information in
45 connection with the servicing of a student loan, including, but not
46 limited to, misrepresenting the amount, nature or terms of any fee or
47 payment due or claimed to be due on a student loan, the terms and condi-
48 tions of the loan agreement or the borrower's obligations under the
49 loan.

50 3. Misapply payments to the outstanding balance of any student loan or
51 to any related interest or fees.

52 4. Provide inaccurate information to a consumer reporting agency.

53 5. Refuse to communicate with an authorized representative of the
54 borrower who provides a written authorization signed by the borrower,
55 provided that the servicer may adopt procedures reasonably related to

1 verifying that the representative is in fact authorized to act on behalf
2 of the borrower.

3 6. Make any false statement or make any omission of a material fact in
4 connection with any information or reports filed with a governmental
5 agency or in connection with any investigation conducted by the super-
6 intendent or another governmental agency.

7 § 720. Servicing student loans without a license. 1. Whenever, in the
8 opinion of the superintendent, a person is engaged in the business of
9 servicing student loans, either actually or through subterfuge, without
10 a license from the superintendent, the superintendent may order that
11 person to desist and refrain from engaging in the business of servicing
12 student loans in the state. If, within thirty days after an order is
13 served, a request for a hearing is filed in writing and the hearing is
14 not held within sixty days of the filing, the order shall be rescinded.

15 2. This section shall not apply to exempt organizations.

16 § 721. Responsibilities. 1. If a student loan servicer regularly
17 reports information to a consumer reporting agency, the servicer shall
18 accurately report a borrower's payment performance to at least one
19 consumer reporting agency that compiles and maintains files on consumers
20 on a nationwide basis as defined in Section 603(p) of the federal Fair
21 Credit Reporting Act (15 U.S.C. Sec. 1681a(p)), upon acceptance as a
22 data furnisher by that consumer reporting agency.

23 2. (a) Except as provided in federal law or required by a student loan
24 agreement, a student loan servicer shall inquire of a borrower how to
25 apply a borrower's nonconforming payment. A borrower's direction on how
26 to apply a nonconforming payment shall remain in effect for any future
27 nonconforming payment during the term of a student loan until the
28 borrower provides different directions.

29 (b) For purposes of this subdivision, "nonconforming payment" shall
30 mean a payment that is either more or less than the borrower's required
31 student loan payment.

32 3. (a) If the sale, assignment, or other transfer of the servicing of
33 a student loan results in a change in the identity of the person to whom
34 the borrower is required to send subsequent payments or direct any
35 communications concerning the student loan, a student loan servicer
36 shall transfer all information regarding a borrower, a borrower's
37 account, and a borrower's student loan, including but not limited to the
38 borrower's repayment status and any borrower benefits associated with
39 the borrower's student loan, to the new student loan servicer servicing
40 the borrower's student loan within forty-five days.

41 (b) A student loan servicer shall adopt policies and procedures to
42 verify that it has received all information regarding a borrower, a
43 borrower's account, and a borrower's student loan, including but not
44 limited to the borrower's repayment status and any borrower benefits
45 associated with the borrower's student loan, when the servicer obtains
46 the right to service a student loan.

47 4. If a student loan servicer sells, assigns, or otherwise transfers
48 the servicing of a student loan to a new servicer, the sale, assignment
49 or other transfer shall be completed at least seven days before the
50 borrower's next payment is due.

51 5. (a) A student loan servicer that sells, assigns, or otherwise
52 transfers the servicing of a student loan shall require as a condition
53 of such sale, assignment or other transfer that the new student loan
54 servicer shall honor all borrower benefits originally represented as
55 being available to a borrower during the repayment of the student loan
56 and the possibility of such benefits, including any benefits that were

1 represented as being available but for which the borrower had not yet
2 qualified.

3 (b) A student loan servicer that obtains the right to service a
4 student loan shall honor all borrower benefits originally represented as
5 being available to a borrower during the repayment of the student loan
6 and the possibility of such benefits, including any benefits that were
7 represented as being available but for which the borrower had not yet
8 qualified.

9 6. A student loan servicer shall respond within thirty days after
10 receipt to a written inquiry from a borrower or a borrower's represen-
11 tative.

12 7. A student loan servicer shall preserve records of each student loan
13 and all communications with borrowers for not less than two years
14 following the final payment on a student loan or the sale, assignment or
15 other transfer of the servicing of a student loan, whichever occurs
16 first, or such longer period as may be required by any other provision
17 of law.

18 § 722. Examinations. 1. The superintendent may at any time, and as
19 often as he or she may determine, either personally or by a person duly
20 designated by the superintendent, investigate the business and examine
21 the books, accounts, records, and files used therein of every student
22 loan servicer. For that purpose the superintendent and his or her duly
23 designated representative shall have free access to the offices and
24 places of business, books, accounts, papers, records, files, safes and
25 vaults of all student loan servicers. The superintendent and any person
26 duly designated by him or her shall have the authority to require the
27 attendance of and to examine under oath all persons whose testimony he
28 or she may require relative to such business.

29 2. No person subject to investigation or examination under this
30 section may knowingly withhold, abstract, remove, mutilate, destroy or
31 secrete any books, records, computer records or other information.

32 3. The expenses incurred in making any examination pursuant to this
33 section shall be assessed against and paid by the student loan servicer
34 so examined, except that traveling and subsistence expenses so incurred
35 shall be charged against and paid by servicers in such proportions as
36 the superintendent shall deem just and reasonable, and such propor-
37 tionate charges shall be added to the assessment of the other expenses
38 incurred upon each examination. Upon written notice by the superinten-
39 dent of the total amount of such assessment, the servicer shall become
40 liable for and shall pay such assessment to the superintendent.

41 4. In any hearing in which a department employee acting under authori-
42 ty of this chapter is available for cross-examination, any official
43 written report, worksheet, other related papers, or duly certified copy
44 thereof, compiled, prepared, drafted, or otherwise made by such depart-
45 ment employee, after being duly authenticated by the employee, may be
46 admitted as competent evidence upon the oath of the employee that such
47 worksheet, investigative report, or other related documents were
48 prepared as a result of an examination of the books and records of a
49 servicer or other person, conducted pursuant to the authority of this
50 chapter.

51 5. Unless otherwise exempt pursuant to subdivision two of section
52 seven hundred eleven of this article, affiliates of a student loan
53 servicer are subject to examination by the superintendent on the same
54 terms as the servicer, but only when reports from, or examination of, a
55 servicer provides evidence of unlawful activity between a servicer and

1 affiliate benefitting, affecting, or arising from the activities regu-
2 lated by this article.

3 § 723. Penalties for violation of this article. 1. In addition to such
4 penalties as may otherwise be applicable by law, the superintendent may,
5 after notice and hearing, require any person found violating the
6 provisions of this article or the rules or regulations promulgated here-
7 under to pay to the people of this state a penalty for each violation of
8 the article or any regulation or policy promulgated hereunder a sum not
9 to exceed an amount as determined pursuant to section forty-four of this
10 chapter for each such violation.

11 2. Nothing in this article shall limit any statutory or common-law
12 right of any person to bring any action in any court for any act, or the
13 right of the state to punish any person for any violation of any law.

14 § 724. Severability of provisions. If any provision of this article,
15 or the application of such provision to any person or circumstance,
16 shall be held invalid, illegal or unenforceable, the remainder of the
17 article, and the application of such provision to persons or circum-
18 stances other than those as to which it is held invalid, illegal or
19 unenforceable, shall not be affected thereby.

20 § 725. Compliance with other laws. 1. Student loan servicers shall
21 engage in the business of servicing student loans in conformity with the
22 provisions of the financial services law, this chapter, such rules and
23 regulations as may be promulgated by the superintendent thereunder and
24 all applicable federal laws and the rules and regulations promulgated
25 thereunder.

26 2. Nothing in this section shall be construed to limit any otherwise
27 applicable state or federal law or regulations.

28 § 2. Subdivision 10 of section 36 of the banking law, as amended by
29 chapter 182 of the laws of 2011, is amended to read as follows:

30 10. All reports of examinations and investigations, correspondence and
31 memoranda concerning or arising out of such examination and investi-
32 gations, including any duly authenticated copy or copies thereof in the
33 possession of any banking organization, bank holding company or any
34 subsidiary thereof (as such terms "bank holding company" and "subsidi-
35 ary" are defined in article three-A of this chapter), any corporation
36 or any other entity affiliated with a banking organization within the
37 meaning of subdivision six of this section and any non-banking subsid-
38 iary of a corporation or any other entity which is an affiliate of a
39 banking organization within the meaning of subdivision six-a of this
40 section, foreign banking corporation, licensed lender, licensed cashier
41 of checks, licensed mortgage banker, registered mortgage broker,
42 licensed mortgage loan originator, licensed sales finance company,
43 registered mortgage loan servicer, licensed student loan servicer,
44 licensed insurance premium finance agency, licensed transmitter of
45 money, licensed budget planner, any other person or entity subject to
46 supervision under this chapter, or the department, shall be confidential
47 communications, shall not be subject to subpoena and shall not be made
48 public unless, in the judgment of the superintendent, the ends of
49 justice and the public advantage will be subserved by the publication
50 thereof, in which event the superintendent may publish or authorize the
51 publication of a copy of any such report or any part thereof in such
52 manner as may be deemed proper or unless such laws specifically author-
53 ize such disclosure. For the purposes of this subdivision, "reports of
54 examinations and investigations, and any correspondence and memoranda
55 concerning or arising out of such examinations and investigations",
56 includes any such materials of a bank, insurance or securities regulato-

1 ry agency or any unit of the federal government or that of this state
2 any other state or that of any foreign government which are considered
3 confidential by such agency or unit and which are in the possession of
4 the department or which are otherwise confidential materials that have
5 been shared by the department with any such agency or unit and are in
6 the possession of such agency or unit.

7 § 3. Subdivisions 1, 2, 3 and 5 of section 39 of the banking law,
8 subdivisions 1, 2 and 5 as amended by chapter 123 of the laws of 2009
9 and subdivision 3 as amended by chapter 155 of the laws of 2012, are
10 amended to read as follows:

11 1. To appear and explain an apparent violation. Whenever it shall
12 appear to the superintendent that any banking organization, bank holding
13 company, registered mortgage broker, licensed mortgage banker, licensed
14 student loan servicer, registered mortgage loan servicer, licensed mort-
15 gage loan originator, licensed lender, licensed casher of checks,
16 licensed sales finance company, licensed insurance premium finance agen-
17 cy, licensed transmitter of money, licensed budget planner, out-of-state
18 state bank that maintains a branch or branches or representative or
19 other offices in this state, or foreign banking corporation licensed by
20 the superintendent to do business or maintain a representative office in
21 this state has violated any law or regulation, he or she may, in his or
22 her discretion, issue an order describing such apparent violation and
23 requiring such banking organization, bank holding company, registered
24 mortgage broker, licensed mortgage banker, licensed student loan servi-
25 cer, licensed mortgage loan originator, licensed lender, licensed casher
26 of checks, licensed sales finance company, licensed insurance premium
27 finance agency, licensed transmitter of money, licensed budget planner,
28 out-of-state state bank that maintains a branch or branches or represen-
29 tative or other offices in this state, or foreign banking corporation to
30 appear before him or her, at a time and place fixed in said order, to
31 present an explanation of such apparent violation.

32 2. To discontinue unauthorized or unsafe and unsound practices. When-
33 ever it shall appear to the superintendent that any banking organiza-
34 tion, bank holding company, registered mortgage broker, licensed mort-
35 gage banker, licensed student loan servicer, registered mortgage loan
36 servicer, licensed mortgage loan originator, licensed lender, licensed
37 casher of checks, licensed sales finance company, licensed insurance
38 premium finance agency, licensed transmitter of money, licensed budget
39 planner, out-of-state state bank that maintains a branch or branches or
40 representative or other offices in this state, or foreign banking corpo-
41 ration licensed by the superintendent to do business in this state is
42 conducting business in an unauthorized or unsafe and unsound manner, he
43 or she may, in his or her discretion, issue an order directing the
44 discontinuance of such unauthorized or unsafe and unsound practices, and
45 fixing a time and place at which such banking organization, bank holding
46 company, registered mortgage broker, licensed mortgage banker, licensed
47 student loan servicer, registered mortgage loan servicer, licensed mort-
48 gage loan originator, licensed lender, licensed casher of checks,
49 licensed sales finance company, licensed insurance premium finance agen-
50 cy, licensed transmitter of money, licensed budget planner, out-of-state
51 state bank that maintains a branch or branches or representative or
52 other offices in this state, or foreign banking corporation may volun-
53 tarily appear before him or her to present any explanation in defense of
54 the practices directed in said order to be discontinued.

55 3. To make good impairment of capital or to ensure compliance with
56 financial requirements. Whenever it shall appear to the superintendent

1 that the capital or capital stock of any banking organization, bank
2 holding company or any subsidiary thereof which is organized, licensed
3 or registered pursuant to this chapter, is impaired, or the financial
4 requirements imposed by subdivision one of section two hundred two-b of
5 this chapter or any regulation of the superintendent on any branch or
6 agency of a foreign banking corporation or the financial requirements
7 imposed by this chapter or any regulation of the superintendent on any
8 licensed lender, registered mortgage broker, licensed mortgage banker,
9 licensed student loan servicer, licensed cashier of checks, licensed
10 sales finance company, licensed insurance premium finance agency,
11 licensed transmitter of money, licensed budget planner or private banker
12 are not satisfied, the superintendent may, in the superintendent's
13 discretion, issue an order directing that such banking organization,
14 bank holding company, branch or agency of a foreign banking corporation,
15 registered mortgage broker, licensed mortgage banker, licensed student
16 loan servicer, licensed lender, licensed cashier of checks, licensed
17 sales finance company, licensed insurance premium finance agency,
18 licensed transmitter of money, licensed budget planner, or private bank-
19 er make good such deficiency forthwith or within a time specified in
20 such order.

21 5. To keep books and accounts as prescribed. Whenever it shall appear
22 to the superintendent that any banking organization, bank holding compa-
23 ny, registered mortgage broker, licensed mortgage banker, licensed
24 student loan servicer, registered mortgage loan servicer, licensed mort-
25 gage loan originator, licensed lender, licensed cashier of checks,
26 licensed sales finance company, licensed insurance premium finance agen-
27 cy, licensed transmitter of money, licensed budget planner, agency or
28 branch of a foreign banking corporation licensed by the superintendent
29 to do business in this state, does not keep its books and accounts in
30 such manner as to enable him or her to readily ascertain its true condi-
31 tion, he or she may, in his or her discretion, issue an order requiring
32 such banking organization, bank holding company, registered mortgage
33 broker, licensed mortgage banker, licensed student loan servicer, regis-
34 tered mortgage loan servicer, licensed mortgage loan originator,
35 licensed lender, licensed cashier of checks, licensed sales finance
36 company, licensed insurance premium finance agency, licensed transmitter
37 of money, licensed budget planner, or foreign banking corporation, or
38 the officers or agents thereof, or any of them, to open and keep such
39 books or accounts as he or she may, in his or her discretion, determine
40 and prescribe for the purpose of keeping accurate and convenient records
41 of its transactions and accounts.

42 § 4. Paragraph (a) of subdivision 1 of section 44 of the banking law,
43 as amended by chapter 155 of the laws of 2012, is amended to read as
44 follows:

45 (a) Without limiting any power granted to the superintendent under any
46 other provision of this chapter, the superintendent may, in a proceeding
47 after notice and a hearing, require any safe deposit company, licensed
48 lender, licensed cashier of checks, licensed sales finance company,
49 licensed insurance premium finance agency, licensed transmitter of
50 money, licensed mortgage banker, licensed student loan servicer, regis-
51 tered mortgage broker, licensed mortgage loan originator, registered
52 mortgage loan servicer or licensed budget planner to pay to the people
53 of this state a penalty for any violation of this chapter, any regu-
54 lation promulgated thereunder, any final or temporary order issued
55 pursuant to section thirty-nine of this article, any condition imposed
56 in writing by the superintendent in connection with the grant of any

1 application or request, or any written agreement entered into with the
2 superintendent.

3 § 5. This act shall take effect on the one hundred eightieth day after
4 it shall have become a law.

5 SUBPART B

6 Section 1. The financial services law is amended by adding a new arti-
7 cle 7 to read as follows:

8 ARTICLE 7

9 STUDENT DEBT CONSULTANTS

10 Section 701. Definitions.

11 702. Prohibitions.

12 703. Disclosure requirements.

13 704. Student debt consulting contracts.

14 705. Penalties and other provisions.

15 706. Rules and regulations.

16 § 701. Definitions. (a) The term "advertisement" shall include, but
17 is not limited to, all forms of marketing, solicitation, or dissem-
18 ination of information related, directly or indirectly, to securing or
19 obtaining a student debt consulting contract or services. Further, it
20 shall include any and all commonly recognized forms of media marketing
21 via television, radio, print media, all forms of electronic communi-
22 cation via the internet, and all prepared sales presentations given in
23 person or over the internet to the general public.

24 (b) "Borrower" means any resident of this state who has received a
25 student loan or agreed in writing to pay a student loan or any person
26 who shares a legal obligation with such resident for repaying a student
27 loan.

28 (c) "FSA ID" means a username and password allocated to an individual
29 by the federal government to enable the individual to log in to certain
30 United States department of education websites, and may be used to sign
31 certain documents electronically.

32 (d) "Student loan" means any loan to a borrower to finance post-second-
33 ary education or expenses related to post-secondary education.

34 (e) "Student debt consulting contract" or "contract" means an agree-
35 ment between a borrower and a consultant under which the consultant
36 agrees to provide student debt consulting services.

37 (f) "Student debt consultant" or "consultant" means an individual or a
38 corporation, partnership, limited liability company or other business
39 entity that, directly or indirectly, solicits or undertakes employment
40 to provide student debt consulting services. A consultant does not
41 include the following:

42 (1) a person or entity who holds or is owed an obligation on the
43 student loan while the person or entity performs services in connection
44 with the student loan;

45 (2) a bank, trust company, private banker, bank holding company,
46 savings bank, savings and loan association, thrift holding company,
47 credit union or insurance company organized under the laws of this
48 state, another state or the United States, or a subsidiary or affiliate
49 of such entity or a foreign banking corporation licensed by the super-
50 intendent of financial services or the comptroller of the currency;

51 (3) a bona fide not-for-profit organization that offers counseling or
52 advice to borrowers; or

1 (4) such other persons as the superintendent prescribes or interprets
2 by rule.

3 (g) "Student debt consulting services" means services that a student
4 debt consultant provides to a borrower that the consultant represents
5 will help to achieve any of the following:

6 (1) stop, enjoin, delay, void, set aside, annul, stay or postpone a
7 default, bankruptcy, tax offset, or garnishment proceeding;

8 (2) obtain a forbearance, deferment, or other relief that temporarily
9 halts repayment of a student loan;

10 (3) assist the borrower with preparing or filing documents related to
11 student loan repayment;

12 (4) advise the borrower which student loan repayment plan or forgive-
13 ness program to consider;

14 (5) enroll the borrower in any student loan repayment, forgiveness,
15 discharge, or consolidation program;

16 (6) assist the borrower in re-establishing eligibility for federal
17 student financial assistance;

18 (7) assist the borrower in removing a student loan from default; or

19 (8) educate the borrower about student loan repayment.

20 § 702. Prohibitions. A student debt consultant is prohibited from
21 doing the following:

22 (a) performing student debt consulting services without a written,
23 fully executed contract with a borrower;

24 (b) charging for or accepting any payment for student debt consulting
25 services before the full completion of all such services, including a
26 payment to be placed in escrow or any other account pending the
27 completion of such services;

28 (c) taking a power of attorney from a borrower;

29 (d) retaining any original loan document or other original document
30 related to a borrower's student loan;

31 (e) requesting that a borrower provide his or her FSA ID to the
32 consultant, or accepting a borrower's FSA ID;

33 (f) stating or implying that a borrower will not be able to obtain
34 relief on their own;

35 (g) misrepresenting, expressly or by implication, that:

36 (1) the consultant is a part of, affiliated with, or endorsed or spon-
37 sored by the government, government loan programs, the United States
38 department of education, or borrowers' student loan servicers; or

39 (2) some or all of a borrower's payments to the consultant will be
40 applied towards the borrower's student loans.

41 (h) inducing or attempting to induce a student debtor to enter a
42 contract that does not fully comply with the provisions of this article;
43 or

44 (i) engaging in any unfair, deceptive, or abusive act or practice.

45 § 703. Disclosure requirements. (a) A student debt consultant shall
46 clearly and conspicuously disclose in all advertisements:

47 (1) the actual services the consultant provides to borrowers;

48 (2) that borrowers can apply for and obtain consolidation loans from
49 the United States department of education at no cost, including provid-
50 ing a direct link in all written advertising to the application materi-
51 als for a Direct Consolidation Loan from the U.S. department of educa-
52 tion;

53 (3) that consolidation or other services offered by the consultant may
54 not be the best or only option for borrowers;

1 (4) that a borrower may obtain alternative federal student loan repay-
2 ment plans, including income-based programs, without consolidating
3 existing federal student loans; and

4 (5) that borrowers should consider consulting their student loan
5 servicer before signing any legal document concerning a student loan.

6 (b) The disclosures required by subsection (a) of this section, if
7 disseminated through print media or the internet, shall be clearly and
8 legibly printed or displayed in not less than twelve-point bold type,
9 or, if the advertisement is printed to be displayed in print that is
10 smaller than twelve point, in bold type print that is no smaller than
11 the print in which the text of the advertisement is printed or
12 displayed.

13 (c) The provisions of this section shall apply to all consultants who
14 disseminate advertisements in the state of New York or who intend to
15 directly or indirectly contact a borrower who has a student loan and is
16 in New York state. Consultants shall establish and at all times maintain
17 control over the content, form and method of dissemination of all adver-
18 tisements of their services. Further, all advertisements shall be
19 sufficiently complete and clear to avoid the possibility of deception or
20 the ability to mislead or deceive.

21 § 704. Student debt consulting contracts. (a) A student debt consult-
22 ing contract shall:

23 (1) contain the entire agreement of the parties;

24 (2) be provided in writing to the borrower for review before signing;

25 (3) be printed in at least twelve-point type and written in the same
26 language that is used by the borrower and was used in discussions
27 between the consultant and the borrower to describe the borrower's
28 services or to negotiate the contract;

29 (4) fully disclose the exact nature of the services to be provided by
30 the consultant or anyone working in association with the consultant;

31 (5) fully disclose the total amount and terms of compensation for such
32 services;

33 (6) contain the name, business address and telephone number of the
34 consultant and the street address, if different, and facsimile number or
35 email address of the consultant where communications from the debtor may
36 be delivered;

37 (7) be dated and personally signed by the borrower and the consultant
38 and be witnessed and acknowledged by a New York notary public; and

39 (8) contain the following notice, which shall be printed in at least
40 fourteen-point boldface type, completed with the name of the Provider,
41 and located in immediate proximity to the space reserved for the
42 debtor's signature:

43 "NOTICE REQUIRED BY NEW YORK LAW

44 You may cancel this contract, without any penalty or obligation, at any
45 time before midnight of

46 (fifth business day after execution).

47 (Name of consultant) (the "Consultant") or anyone working for
48 the Consultant may not take any money from you or ask you for money
49 until the consultant has completely finished doing everything this
50 Contract says the Consultant will do.

51 You should consider contacting your student loan servicer before signing
52 any legal document concerning your student loan. In addition, you may
53 want to visit the New York State Department of Financial Services'
54 student lending resource center at www.dfs.ny.gov/studentprotection. The
55 law requires that this contract contain the entire agreement between you

1 and the Provider. You should not rely upon any other written or oral
2 agreement or promise."

3 The Provider shall accurately enter the date on which the right to
4 cancel ends.

5 (b) (1) The borrower has the right to cancel, without any penalty or
6 obligation, any contract with a consultant until midnight of the fifth
7 business day following the day on which the consultant and the borrower
8 sign a consulting contract. Cancellation occurs when the borrower, or a
9 representative of the borrower, either delivers written notice of
10 cancellation in person to the address specified in the consulting
11 contract or sends a written communication by facsimile, by United States
12 mail or by an established commercial letter delivery service. A dated
13 proof of facsimile delivery or proof of mailing creates a presumption
14 that the notice of cancellation has been delivered on the date the
15 facsimile is sent or the notice is deposited in the mail or with the
16 delivery service. Cancellation of the contract shall release the borrow-
17 er from all obligations to pay fees or any other compensation to the
18 consultant.

19 (2) The contract shall be accompanied by two copies of a form,
20 captioned "notice of cancellation" in at least twelve-point bold type.
21 This form shall be attached to the contract, shall be easily detachable,
22 and shall contain the following statement written in the same language
23 as used in the contract, and the contractor shall insert accurate infor-
24 mation as to the date on which the right to cancel ends and the contrac-
25 tor's contact information:

26 "NOTICE OF CANCELLATION

27 Note: You may cancel this contract, without any penalty or obligation,
28 at any time before midnight of (Enter date)

29 To cancel this contract, sign and date both copies of this cancellation
30 notice and personally deliver one copy or send it by facsimile, United
31 States mail, or an established commercial letter delivery service, indi-
32 cating cancellation to the Consultant at one of the following:

33 Name of Consultant

34 Street Address

35 City, State, Zip

36 Facsimile:

37 I hereby cancel this transaction.

38 Name of Borrower:

39 Signature of Borrower:

40 Date: _____ "

41 (3) Within ten days following receipt of a notice of cancellation
42 given in accordance with this subsection, the consultant shall return
43 any original contract and any other documents signed by or provided by
44 the borrower. Cancellation shall release the borrower of all obligations
45 to pay any fees or compensation to the consultant.

46 § 705. Penalties and other provisions. (a) If the superintendent
47 finds, after notice and hearing, that a consultant has violated any
48 provision of this article, the superintendent may: (1) make null and
49 void any agreement between the borrower and the consultant; and (2)
50 impose a civil penalty of not more than ten thousand dollars for each
51 violation.

52 (b) If the consultant violates any provision of this article and the
53 borrower suffers damage because of the violation, the borrower may
54 recover actual and consequential damages and costs from the consultant
55 in an action based on this article. If the consultant intentionally or

1 recklessly violates any provision of this article, the court may award
2 the borrower treble damages, attorneys' fees and costs.

3 (c) Any provision of a student debt consulting contract that attempts
4 or purports to limit the liability of the consultant under this article
5 shall be null and void. Inclusion of such provision shall at the option
6 of the borrower render the contract void. Any provision in a contract
7 which attempts or purports to require arbitration of any dispute arising
8 under this article shall be void at the option of the borrower. Any
9 waiver of the provisions of this article shall be void and unenforceable
10 as contrary to public policy.

11 (d) The provisions of this article are not exclusive and are in addi-
12 tion to any other requirements, rights, remedies, and penalties provided
13 by law.

14 § 706. Rules and regulations. In addition to such powers as may
15 otherwise be prescribed by this chapter, the superintendent is hereby
16 authorized and empowered to promulgate such rules and regulations as may
17 in the judgment of the superintendent be consistent with the purposes of
18 this article, or appropriate for the effective administration of this
19 article.

20 § 2. This act shall take effect on the one hundred eightieth day after
21 it shall have become a law.

22 SUBPART C

23 Section 1. The education law is amended by adding a new article 13-C
24 to read as follows:

25 ARTICLE 13-C
26 STUDENT LOAN DEBTORS

27 Section 633. No denial of licenses for student loan debtors.

28 § 633. No denial of licenses for student loan debtors. 1. Notwith-
29 standing any other provision of law, rule, or regulation to the contra-
30 ry, any agency, department, office, board, or any other instrumentality
31 of the state authorized to issue professional licenses in the state
32 shall be prohibited from taking any adverse action against any licensee,
33 including but not limited to fine, nonrenewal, suspension, or revocation
34 of a professional license, based upon the status of any student loan
35 obligation of such licensee.

36 2. Notwithstanding any other provision of law, rule, or regulation to
37 the contrary, any agency, department, office, board, or any other
38 instrumentality of the state authorized to issue professional licenses
39 in the state shall be prohibited from taking any adverse action related
40 to issuance of a professional license against any individual or appli-
41 cant for a professional license, including but not limited to denial of
42 a professional license or disapproval of an application for a profes-
43 sional license, based upon the status of any student loan obligation of
44 such individual or applicant for a professional license.

45 3. For purposes of this section "professional license" means authori-
46 zation, licensure, or certification to practice any professional activi-
47 ty in the state, whether temporary or permanent, issued by any agency,
48 department, office, board, or any other instrumentality of the state.

49 4. For purposes of this section "student loan" means any loan to a
50 borrower to finance postsecondary education or expenses related to post-
51 secondary education.

52 § 2. This act shall take effect immediately.

1 § 2. Severability clause. If any clause, sentence, paragraph, subdivi-
2 sion, section or subpart of this act shall be adjudged by any court of
3 competent jurisdiction to be invalid, such judgment shall not affect,
4 impair, or invalidate the remainder thereof, but shall be confined in
5 its operation to the clause, sentence, paragraph, subdivision, section
6 or subpart thereof directly involved in the controversy in which such
7 judgment shall have been rendered. It is hereby declared to be the
8 intent of the legislature that this act would have been enacted even if
9 such invalid provisions had not been included herein.

10 § 3. This act shall take effect immediately provided, however, that
11 the applicable effective date of Subparts A through C of this act shall
12 be as specifically set forth in the last section of such Subparts.

13 PART X

14 Section 1. Section 2 of chapter 584 of the laws of 2011, amending the
15 public authorities law relating to the powers and duties of the dormito-
16 ry authority of the state of New York relative to the establishment of
17 subsidiaries for certain purposes, as amended by section 1 of part P of
18 chapter 58 of the laws of 2016, is amended to read as follows:

19 § 2. This act shall take effect immediately and shall expire and be
20 deemed repealed on July 1, [~~2018~~] 2020; provided however, that the expi-
21 ration of this act shall not impair or otherwise affect any of the
22 powers, duties, responsibilities, functions, rights or liabilities of
23 any subsidiary duly created pursuant to subdivision twenty-five of
24 section 1678 of the public authorities law prior to such expiration.

25 § 2. This act shall take effect immediately.

26 PART Y

27 Section 1. Section 3 of part S of chapter 58 of the laws of 2016
28 amending the New York state urban development corporation act relating
29 to transferring the statutory authority for the promulgation of market-
30 ing orders from the department of agriculture and markets to the New
31 York state urban development corporation is amended to read as follows:

32 § 3. This act shall take effect on the ninetieth day after it shall
33 have become a law [~~and shall expire and be deemed repealed two years~~
34 ~~after such date~~]; provided, however, that any assessment due and payable
35 under such marketing orders shall be remitted to the urban development
36 corporation starting 30 days after such effective date.

37 § 2. This act shall take effect immediately.

38 PART Z

39 Section 1. This act shall be known and may be cited as the "empire
40 forests for the future initiative".

41 § 2. Subdivision 9 of section 480 of the real property tax law, as
42 added by chapter 814 of the laws of 1974, is amended to read as follows:

43 9. No lands shall be classified pursuant to this section after Septem-
44 ber first, nineteen hundred seventy-four. As to lands classified pursu-
45 ant to this section prior to such date, the owner thereof may elect to
46 continue to have such lands so classified, subject to all the duties,
47 responsibilities and privileges under this section, or he or she may
48 elect to make application for certification pursuant to section four
49 hundred eighty-a hereof until March first, two thousand nineteen or
50 section four hundred eighty-b of this title.

1 § 3. Section 480-a of the real property tax law, as amended by chapter
2 428 of the laws of 1987, paragraph (a) of subdivision 1 as amended by
3 chapter 396 of the laws of 2008, subparagraph (ii) of paragraph (a) of
4 subdivision 3 as further amended by subdivision (b) of section 1 of part
5 W of chapter 56 of the laws of 2010, subdivision 4 as amended by chapter
6 316 of the laws of 1992 and paragraph (b) of subdivision 4 as further
7 amended by subdivision (b) of section 1 of part W of chapter 56 of the
8 laws of 2010, paragraphs (a) and (c) of subdivision 4 as amended by
9 chapter 440 of the laws of 1993 and paragraph (c) of subdivision 4 as
10 further amended by subdivision (b) of section 1 of part W of chapter 56
11 of the laws of 2010, paragraph (e) of subdivision 7 as amended by chap-
12 ter 590 of the laws of 1994 and paragraph (i) of subdivision 7 as added
13 by chapter 2 of the laws of 1997, is amended to read as follows:

14 § 480-a. Taxation of forest land under an approved management plan.

15 1. As used in this section:

16 (a) "Approved management plan" shall mean~~[(i)]~~ a plan approved by
17 the department for the management of an eligible tract which shall
18 contain requirements and standards to ensure the continuing production
19 of a merchantable forest crop selected by the owner. Every approved
20 management plan shall set forth requirements and standards relating to
21 stocking, cutting, forest management access, and any specified use of
22 the eligible tract other than for the production of a merchantable
23 forest crop which is desired by the owner and compatible with or
24 supportive of the continuing production of a merchantable forest crop.
25 Such plan shall include provisions accommodating endangered and threat-
26 ened animals and plants. Such plan must be prepared by or under the
27 direct supervision of a department approved forester who may be the
28 owner or an agent of the owner, including an industrial forester or a
29 cooperating consultant forester~~[-or~~

30 ~~(ii) participation in a forest certification program (such as Forest~~
31 ~~Stewardship Council certification, Sustainable Forestry Initiative,~~
32 ~~American Tree Farm Program, etc.) recognized in the regulations of the~~
33 ~~department].~~

34 (b) "Commitment" shall mean a declaration to the [~~department~~] assessor
35 and county clerk made on an annual basis by the owner of a certified
36 eligible tract committing such tract to continued forest crop production
37 for the next succeeding ten years under an approved management plan.
38 The document on which the commitment is made shall be known as the
39 "commitment form" and shall include the "verification of continued
40 eligibility" as defined by paragraph (i) of this subdivision. A commit-
41 ment form without a properly completed verification of continued eligi-
42 bility shall have no legal effect.

43 (c) "Cooperating consultant forester" shall mean a qualified forester
44 who, or a qualified forestry consultant firm which, has entered into an
45 agreement with the department under the New York state cooperating
46 consultant foresters program pursuant to section 9-0713 of the environ-
47 mental conservation law.

48 (d) "Department" shall mean the department of environmental conserva-
49 tion.

50 (e) "Eligible tract" shall mean a tract of privately owned forest land
51 of at least fifty contiguous acres, exclusive of any portion thereof not
52 devoted to the production of forest crops. Lands divided by federal,
53 state, county or town roads, easements or rights-of-way, or energy tran-
54 smission corridors or similar facilities will be considered contiguous
55 for purposes of this section, unless vehicular access for forest manage-
56 ment purposes is precluded. Lands from which a merchantable forest crop

1 has been cut or removed within three years prior to the time of applica-
2 tion for certification under this section will be ineligible unless such
3 cutting or removal was accomplished under a forest management program
4 designed to provide for the continuing production of merchantable forest
5 crops as determined by the state forester or his or her designee.

6 (f) "Forest land" shall mean land exclusively devoted to and suitable
7 for forest crop production through natural regeneration or through fore-
8 station and shall be stocked with a stand of forest trees sufficient to
9 produce a merchantable forest crop within thirty years of the time of
10 original certification.

11 (g) "Merchantable forest crop" shall mean timber or pulpwood, includ-
12 ing veneer bolts, sawlogs, poles, posts and fuelwood, that is produced
13 on forest land, has a value in the market and may be sold.

14 (h) [~~"Stumpage value" shall mean the current market worth of a~~
15 ~~merchantable forest crop as it stands at the time of sale, cutting,~~
16 ~~required cutting or removal]~~ "Certificate of eligibility" shall mean a
17 certificate issued by the department to the landowner of an eligible
18 tract that confirms such eligible tract meets all requirements of the
19 approved management plan for the tract.

20 (i) "Verification of continued eligibility" shall mean a portion of
21 the commitment form, prescribed by the department, prepared and signed
22 by the landowner which certifies that such landowner continues to satis-
23 fy all conditions and requirements of his or her initial enrollment
24 under this section.

25 2. (a) An owner of an eligible tract may [~~make application]~~ apply to
26 the department for [~~certification]~~ a certificate of eligibility under
27 this section on forms prescribed by the department. If the department
28 finds that such tract is an eligible tract it shall forward a certifi-
29 cate of [~~approval]~~ eligibility to the owner thereof[, ~~together with the~~
30 ~~approved management plan, and a copy of a commitment certified by the~~
31 ~~department for the eligible tract].~~

32 (b) The department shall, after public hearings, adopt and promulgate
33 rules and regulations necessary for the implementation of the depart-
34 ment's responsibilities pursuant to this section. Such regulations
35 relating to approved management plans or amendments thereto may provide
36 for alternative or contingent requirements and standards based on the
37 size and nature of the tract and other criteria consistent with environ-
38 mentally and economically sound silvicultural practices.

39 (c) Any tract certified pursuant hereto shall be subject to the
40 provisions of this section. [~~The]~~ When property is transferred or sold
41 to one or more family members of the landowner and the new owner or
42 owners choose to continue participating in the program as authorized by
43 paragraph (a) of subdivision twelve of this section, the obligations of
44 this section shall devolve upon and the benefits inure to [~~the]~~ such new
45 owner[, ~~his heirs, successors and assigns]~~ or owners.

46 (d) No new or additional tract shall be eligible for certification
47 under an approved management plan after March first, two thousand nine-
48 teen.

49 3. (a) To qualify for a forest land exemption under this section the
50 owner of a certified eligible tract shall:

51 (i) file the certificate of [~~approval]~~ eligibility in the office of
52 the clerk of the county or counties in which such tract is situated.
53 Such certificate shall specify that the tract described therein is
54 committed to continued forest crop production under an approved manage-
55 ment plan for an initial period of ten years. Upon receipt of such
56 certificate, the county clerk shall record the same in the books kept

1 for the recording of deeds and shall index the same in the deed index
2 against the name of the owner of the property. Until notice of revoca-
3 tion of the certificate of [~~approval~~] eligibility has been recorded and
4 indexed as provided in subdivision seven or eight of this section, a
5 certificate that has been recorded and indexed pursuant to this subdivi-
6 sion shall give notice that the certified tract is subject to the
7 provisions of this section; and

8 (ii) prior to the taxable status date for the first assessment roll
9 upon which such exemption is sought, file an initial application for
10 exemption with the appropriate assessor on forms prescribed by the
11 commissioner. Such application must be accompanied by a [~~certified~~
12 ~~commitment~~] certificate of eligibility issued by the department [~~pursu-~~
13 ~~ant to subdivision two of this section~~] and the commitment form; and

14 (iii) prior to the taxable status date for each subsequent assessment
15 roll upon which such exemption is sought, file with the appropriate
16 assessor a [~~certified~~] commitment [~~of~~] form for such tract to continued
17 forest crop production under an approved management plan for the next
18 succeeding ten years [~~under the approved management plan. Application~~
19 ~~for such commitment shall be made by the owner of such tract to the~~
20 ~~department, and the commitment shall be certified by the department~~].

21 (b) If [~~the assessor is satisfied that~~] the requirements of this
22 section are met, [~~he or she~~] the assessor shall approve the application
23 and such eligible tract shall be exempt from taxation pursuant to subdivi-
24 sion four of this section to be effective as of the first taxable
25 status date occurring subsequent to such approval, and shall continue to
26 be so exempt thereafter upon receipt by the assessor of a [~~certified~~]
27 commitment form filed in accordance with subparagraph (iii) of paragraph
28 (a) of this subdivision and so long as the certification of the eligible
29 tract [~~shall~~] has not [~~be~~] been revoked by the department.

30 (c) Failure on the part of the owner to file the [~~certified~~] commit-
31 ment form in any year following initial certification will result in the
32 termination of the forest land exemption under this section[~~, if any,~~]
33 applicable to the property for that and succeeding taxable years for
34 which no such commitments are filed. Failure to file a commitment form
35 will not constitute a conversion of the tract or breach of the approved
36 management plan, pursuant to subdivision seven hereof, and the commit-
37 ment of the property to forest crop production under the approved
38 management plan shall remain in force for the next succeeding nine years
39 following the last taxable year for which a [~~certified~~] commitment form
40 was filed.

41 (d) Following failure to file a [~~certified~~] commitment form in one or
42 more years, in order to obtain a forest land exemption under this
43 section, an owner of a certified tract may submit a [~~certified~~] commit-
44 ment form to the assessor before the taxable status date in any subse-
45 quent year, except that a new application under paragraph (a) of subdivi-
46 sion two of this section and subparagraph (i) of paragraph (a) of this
47 subdivision also shall be required if more than five years have elapsed
48 since the owner's last [~~certified~~] commitment form was filed. Such new
49 application also shall be required whenever, during the preceding year,
50 the approved management plan has been amended with respect to the acre-
51 age or location of forest land committed to forest crop production under
52 this section.

53 4. (a) Certified eligible tracts approved for exemption under this
54 section shall be exempt from taxation to the extent of eighty per centum
55 of the assessed valuation thereof, or to the extent that the assessed
56 valuation exceeds the amount resulting from multiplying the latest state

1 equalization rate or, where a special equalization rate has been estab-
2 lished pursuant to section twelve hundred twenty-four of this chapter
3 for the purposes of this section, the special equalization rate by forty
4 dollars per acre, whichever is the lesser.

5 (b) The assessed value of the exemption, if any, granted pursuant to
6 this section shall be entered by the assessor on the assessment roll in
7 such manner as shall be prescribed by the commissioner.

8 (c) Where a special equalization rate has been established by the
9 commissioner pursuant to section twelve hundred twenty-four of this
10 chapter, the assessor is directed and authorized to recompute the forest
11 land exemption on the assessment roll by applying such special equaliza-
12 tion rate instead of the latest state equalization rate in computing the
13 forest land exemption, and to make the appropriate corrections on the
14 assessment roll, subject to the provisions of title two of article
15 twelve of this chapter. Upon completion of the final assessment roll or,
16 where a special equalization rate has been established, upon recomputa-
17 tion of the forest land exemption, the assessor shall certify to the
18 department each exemption granted pursuant to this section in a manner
19 prescribed by the commissioner.

20 5. (a) Whenever any cutting of the merchantable forest crop on any
21 certified eligible tract is proposed during the period of commitment
22 pursuant to subdivision three of this section, the owner shall give not
23 less than thirty days' notice to the department in a manner and upon
24 such form as may be prescribed by the department. Such notice shall
25 include information as to the [~~stumpage value,~~] amount and location of
26 such cutting. [~~The department shall, within fifteen days after receipt
27 of such notice from the owner, certify the stumpage value, if any, to
28 the owner and to the county treasurer of the county or counties in which
29 the tract is situated. No later than thirty days after receipt of such
30 certification of value, the owner shall pay a six percentum tax on the
31 certified stumpage value of the merchantable forest crop to such county
32 treasurer.~~]

33 (b) [~~Notwithstanding the provisions of paragraph (a) of this subdivi-
34 sion, if the stumpage value of a merchantable forest crop will be deter-
35 mined with reference to a scale to be conducted after the commencement
36 of the proposed cutting, the owner may elect to be taxed in accordance
37 with this paragraph. Such election shall be made not less than thirty
38 days in advance of commencement of the cutting, in such manner and upon
39 such form as may be prescribed by the department. Such notice shall
40 include information as to the estimated volume, scaling method, and the
41 schedule and length of the cutting period, not to exceed one year. If a
42 proper election has been made in accordance with this paragraph, the
43 department shall so notify the owner before any cutting takes place on
44 the eligible tract, and it shall certify the scaled stumpage value to
45 the owner of the tract and to the county treasurer of the county or
46 counties when the cutting has concluded. No later than thirty days after
47 the receipt of such certification of value, the owner shall pay a six
48 per centum tax on the stumpage value of the merchantable forest crop to
49 such county treasurer.~~]

50 (c) [~~In the event that a tax required by this subdivision or by subdivi-
51 sion six of this section shall not be timely paid, it shall be levied
52 and collected, together with any penalty or penalties determined pursu-
53 ant to subdivision seven of this section, in the same manner and at the
54 same time as other taxes imposed and levied on the next completed tax
55 roll of such county or counties.~~]

1 ~~(d)~~] Notwithstanding the foregoing provisions of this subdivision and
2 the provisions of subdivision six of this section, the owner of any land
3 certified under this section may make all intermediate noncommercial
4 cuttings, as prescribed in the approved management plan, and may annual-
5 ly cut, in accordance with sound forestry practices, not more than ten
6 standard cords or the equivalent for such owner's own use, without
7 notice [~~and free of tax imposed by this section~~].

8 6. (a) The department may serve notice upon the owner of a certified
9 tract directing such owner to make a cutting as prescribed in the
10 approved management plan for such tract. Should such cutting involve the
11 sale or utilization of a merchantable forest crop, not less than thirty
12 days in advance of cutting the owner shall give notice to the department
13 of the [~~stumpage value,~~] amount and location of the cutting on a form
14 prescribed by the department. [~~The department shall within fifteen days
15 after receipt of such notice from the owner, certify the stumpage value,
16 if any, to the owner and to the county treasurer of the county or coun-
17 ties in which such tract is situated. No later than thirty days after
18 receipt of such certification of value, the owner shall pay a six per
19 centum tax on the certified stumpage value to such county treasurer.~~]

20 (b) Any cutting of a merchantable forest crop under this subdivision
21 must be conducted within two years from the date of service of the
22 notice upon the owner issued by the department. [~~Upon failure of the
23 owner within such period to conduct such cutting, the department shall
24 certify to the owner and the county treasurer of the county or counties
25 the stumpage value of such merchantable forest crop. No later than thir-
26 ty days after receipt of such certification of value, the owner shall
27 pay a six per centum tax on the certified stumpage value to such county
28 treasurer.~~]

29 (c) Any noncommercial cutting under this subdivision must be conducted
30 within one year from the date of service of the notice upon the owner
31 issued by the department.

32 (d) If such owner, within the period prescribed by this subdivision,
33 makes such cuttings as directed by the department, the tract shall
34 continue to be certified as long as the owner shall continue to comply
35 with the provisions of this section and manage the same in the manner
36 prescribed in the approved management plan for such tract.

37 7. (a) The department shall, after notice and hearing, issue a notice
38 of violation of this section for any certified tract whenever it finds
39 that:

40 (i) any tract or portion thereof is converted to a use which precludes
41 management of the land for forest crop production; or

42 (ii) the owner fails to give written notice of a proposed cutting on
43 such tract [~~or fails to timely pay the appropriate tax on the stumpage
44 value of the merchantable forest crop determined pursuant to subdivision
45 five or six of this section~~]; or

46 (iii) the owner fails to comply with the approved management plan for
47 such tract at any time during the commitment period; or

48 (iv) the owner fails to make a timely cutting in accordance with the
49 provisions of subdivision six of this section after service of notice by
50 the department to make such a cutting.

51 (b) Notwithstanding the finding of an occurrence described by subpara-
52 graph (ii), (iii) or (iv) of paragraph (a) of this subdivision, the
53 department, upon prior notice to the appropriate assessor, may determine
54 that a violation has not occurred if the failure to comply was due to
55 reasons beyond the control of the owner and such failure can be

1 corrected forthwith without significant effect on the overall purpose of
2 the management plan.

3 (c) The owner of [~~such~~] an eligible tract, following the issuance of
4 such notice by the department for one or more of the reasons set forth
5 in paragraph (a) of this subdivision, shall be subject to a penalty as
6 provided in paragraph (d) or (e) of this subdivision, whichever applies.
7 Penalties imposed by this section shall be subject to interest charges
8 at the rate established pursuant to section nine hundred twenty-four-a
9 of this chapter for each applicable year or, for years prior to nineteen
10 hundred eighty-four, at a rate of six per centum per annum compounded.
11 Such interest shall accrue in the year with reference to which a penal-
12 ty, or portion thereof, is attributed.

13 (d) Except as otherwise provided in paragraph (e) of this subdivi-
14 sion[~~7~~].

15 (i) the penalty imposed under paragraph (c) of this subdivision for a
16 parcel that has been enrolled under this section for less than ten years
17 shall be computed by multiplying by two and one-half the amount of taxes
18 that would have been levied on the forest land exemption entered on the
19 assessment roll pursuant to subdivision four of this section for the
20 current year and any prior years in which such an exemption was granted,
21 utilizing the applicable tax rate for the current year and for such
22 prior years[~~7, not to exceed a total of ten years~~].

23 (ii) the penalty imposed under paragraph (c) of this subdivision for a
24 parcel that has been enrolled under this section for a minimum of ten
25 years but less than twenty years shall be computed by multiplying by one
26 and one-half the amount of taxes that would have been levied on the
27 forest land exemption entered on the assessment roll pursuant to subdivi-
28 vision four of this section for the current year and prior years in
29 which such an exemption was granted, utilizing the applicable tax rate
30 for the current year and for such prior years, not to exceed a total of
31 ten years.

32 (iii) the penalty imposed under paragraph (c) of this subdivision for
33 a parcel that has been enrolled under this section for a minimum of
34 twenty years shall be the amount of taxes that would have been levied on
35 the forest land exemption entered on the assessment roll pursuant to
36 subdivision four of this section for the current year and the prior
37 years in which such an exemption was granted, utilizing the applicable
38 tax rate for the current year and for such prior years, not to exceed a
39 total of ten years.

40 (e) The penalty imposed under paragraph (c) of this subdivision appli-
41 cable to converted land which constitutes only a portion of a certified
42 eligible tract shall be twice the amount determined under paragraph (d)
43 of this subdivision. In calculating such penalty, only that portion of
44 the tract that was actually converted to a use that precludes management
45 of the land for forest crop production shall be used as the basis for
46 determining the penalty.

47 (f) A notice of violation issued under this subdivision shall be given
48 by the department to the owner and to the county treasurer of the county
49 or counties in which such tract is located, and the penalty and interest
50 charges shall be computed for each of the municipal corporations in
51 which such tract is located by such county treasurer. Upon completion of
52 the computation of the penalty and interest, the county treasurer shall
53 give notice to the owner of the amount of the penalty and interest, and
54 the amount shall be entered on the next completed tax roll of such coun-
55 ty or counties. Such penalties and interest shall be levied and
56 collected in the same manner and at the same time as other taxes are

1 imposed and levied on such roll. Upon collection of such penalties and
2 interest, such county treasurer shall pay the amounts due to each of the
3 appropriate municipal corporations.

4 (g) Upon receipt of proof satisfactory to the department that all
5 penalties[~~,-stumpage-taxes~~] and interest imposed by this section have
6 been fully paid or satisfied, the department shall revoke the certifi-
7 cate of [~~approval~~] eligibility issued pursuant to subdivision two of
8 this section, and notice of such revocation shall be given to the owner
9 and to the county clerk of the county or counties in which the tract is
10 located. Upon receipt of such notice of revocation, the county clerk
11 shall record the same in the books kept for the recording of deeds and
12 shall index the same in the deed index against the name of the owner of
13 the property. The county clerk shall also note on the face of the last
14 certificate of [~~approval or certified~~] eligibility and commitment form
15 previously recorded pursuant to this section the word "REVOKED" followed
16 by a reference to the liber and page where the notice of revocation is
17 recorded pursuant to this subdivision.

18 (h) The certificate of [~~approval~~] eligibility of a certified tract for
19 which no notice of violation has been issued shall be revoked without
20 penalty upon receipt of proof satisfactory to the department that nine
21 years have passed from the year of the last [~~certified~~] commitment form
22 filed with the assessor by the owner pursuant to subdivision three of
23 this section. Notice of such revocation shall be recorded and indexed
24 as provided in paragraph (g) of this subdivision.

25 (i) No fee, penalty or rollback of taxes otherwise due pursuant to
26 this section may be imposed upon the city of New York for failure to
27 comply with [~~a-certified~~] an approved management plan for an eligible
28 tract that the city acquires for watershed purposes.

29 8. (a) The owner of a certified tract shall not be subject to any
30 penalty under this section that would otherwise apply because such tract
31 or any portion thereof is converted to a use other than forest crop
32 production by virtue of: (i) an involuntary taking by eminent domain or
33 other involuntary proceeding, except a tax sale, or (ii) a voluntary
34 proceeding, providing such proceeding involves the establishment of
35 rights-of-way for public highway or energy transmission purposes wherein
36 such corridors have been established subsequent to public hearing as
37 needed in the public interest and environmentally compatible, or (iii)
38 oil, gas or mineral exploration, development or extraction activity
39 undertaken by an independent grantee pursuant to a lease or other
40 conveyance of subsurface rights recorded more than ten years prior to
41 the date of the certificate of [~~approval~~] eligibility issued by the
42 department under subdivision two of this section, or (iv) where all or a
43 substantial portion of the certified tract is destroyed or irreparably
44 damaged by reason of an act of God or a natural disaster.

45 (b) In the event the land so converted to a use other than forest crop
46 production constitutes only a portion of such tract, the assessor shall
47 apportion the assessment, and enter that portion so converted as a sepa-
48 rately assessed parcel on the appropriate portion of the assessment
49 roll. The assessor shall then adjust the forest land exemption attribut-
50 able to the portion of the tract not so converted by subtracting the
51 proportionate part of the exemption of the converted parcel.

52 (c) If the portion so converted divides the tract into two or more
53 separate parcels, such remaining parcels not so converted will remain
54 [~~certified~~] eligible under this section, regardless of size, except that
55 should any remaining parcel be no longer accessible for continued forest
56 crop production, the department shall, after notice and hearing, revoke

1 the [~~certification~~] certificate of eligibility of the inaccessible
2 parcel or parcels, and notice of such revocation shall be recorded and
3 indexed as provided in subdivision seven of this section. Such revoca-
4 tion shall not subject the owner of the tract to penalty, but the
5 exemption under this section shall no longer apply to the tract or
6 portion thereof no longer accessible.

7 (d) The owner of a certified eligible tract shall not be subject to
8 penalty under this section that would otherwise apply because the forest
9 crop on the certified eligible tract or portion is, through no fault of
10 the owner, damaged or destroyed by fire, infestation, disease, storm,
11 flood, or other natural disaster, act of God, accident, trespass or war.
12 If a merchantable forest crop is to be cut or removed in connection with
13 necessary salvage operations resulting from any such event, the owner
14 shall give notice of cutting[~~, the department shall certify the stumpage~~
15 ~~value, and stumpage tax shall be payable, collected and enforced as~~
16 ~~provided in subdivisions five and seven of this section~~]. Nothing in
17 this paragraph shall be construed to subject any person to penalty under
18 subdivision seven of this section for immediate action taken in good
19 faith in the event of an emergency.

20 9. All [~~stumpage tax,~~] penalties and interest charges thereon
21 collected pursuant to subdivisions five, six and seven of this section
22 shall be apportioned to the applicable municipal corporations in which
23 such tract is situated.

24 10. (a) Management plans approved pursuant to this section shall not
25 be deemed to authorize or permit any practice or activity prohibited,
26 restricted or requiring further approval under the environmental conser-
27 vation law, or any other general or special law of the state, or any
28 lawful rule or regulation duly promulgated thereunder.

29 (b) No otherwise eligible tract, or portion thereof, shall be deemed
30 to be ineligible for certification or qualification under this section,
31 and no certificate of [~~approval~~] eligibility shall be revoked or penalty
32 imposed, solely on the ground that any such law, rule or regulation
33 partially restricts or requires further approval for forest crop
34 production practices or activities on such tract or portion.

35 11. The owner of an eligible tract certified under an approved manage-
36 ment plan under this section as of March first, two thousand nineteen
37 may withdraw such eligible tract from commitment, without penalty or
38 obligation to follow the approved management plan for the remaining
39 commitment term, until February twenty-eighth, two thousand twenty. The
40 owner of an eligible tract certified under an approved management plan
41 under this section may withdraw such eligible tract from commitment,
42 without penalty, upon commitment to sustainable forest management under
43 a forest certification program of such eligible tract or implementing an
44 approved forest management practice on a qualifying portion under
45 section four hundred eighty-b of this title at any time.

46 12. Notwithstanding any law to the contrary, in the event that lands
47 subject to an approved management plan and a certificate of eligibility
48 pursuant to this section of law are:

49 (a) transferred or sold to family members of the landowner, as defined
50 by regulations of the department, such lands may continue to be eligible
51 to participate in the program and all management obligations of such
52 lands may also be transferred if such new landowner desires to continue
53 participation in such program. If such landowner does not want to
54 continue to participate in the program authorized by this section, such
55 lands shall no longer be eligible for the program and such landowner
56 shall be responsible for the remaining nine years of the commitment

1 including all management obligations or such new landowner may apply for
2 a program pursuant to section four hundred eighty-b of this title at any
3 time.

4 (b) transferred or sold to non-family members of the landowner, such
5 lands shall no longer be eligible for participation in the program.
6 However, such new landowner shall be responsible for the remaining nine
7 years of the commitment including all management obligations or such new
8 landowner may apply, if desired, under section four hundred eighty-b of
9 this title.

10 (c) the subject of an application for eligibility under a forest
11 management practice plan pursuant to section four hundred eighty-b of
12 this title after the sale or transfer of land as listed in paragraphs
13 (a) and (b) of this subdivision, such landowners shall not be required
14 to conduct a qualifying management practice to be eligible for the
15 program authorized pursuant to section four hundred eighty-b of this
16 title.

17 13. (a) Any county, town or school district in which the total
18 assessed value exempted by this section and sections four hundred eighty
19 and four hundred eighty-b of this title represents one percent or more
20 of the total taxable assessed value on the final tax roll, as computed
21 and verified by the department of taxation and finance, shall be eligi-
22 ble to receive forestry exemption assistance.

23 (b)(i) The county treasurer of any eligible county shall annually
24 submit to the department of taxation and finance a list of any changes
25 to the assessed value, taxable status or acreage of all lands made
26 subsequent to the filing of those assessments rolls upon which county
27 taxes are extended, and the county tax rate and town tax rate extended
28 against any parcel receiving one of those exemptions. Such list shall
29 include a statement of the total taxable assessed value, both before and
30 after application of the exemption, of the county and of each listed
31 town and parcel.

32 (ii) The business manager of any eligible school district shall annu-
33 ally submit to the department of taxation and finance a list of any
34 changes to the assessed value, taxable status or acreage of all lands
35 made subsequent to the filing of those assessment rolls upon which
36 school taxes are extended, and the school tax rate extended against any
37 parcel receiving one of those exemptions. Such list shall include a
38 statement of the total taxable assessed value, both before and after
39 application of the exemption, of the school district and of each listed
40 parcel.

41 (iii) Lists prepared pursuant to this paragraph shall be filed with
42 the department of taxation and finance within thirty days of the levy of
43 taxes each year. In the event that a tax roll or final roll is revised,
44 corrected, or altered for any reason within thirty-six months of the
45 filing of such list, a county, town or school district shall so notify
46 the department of taxation and finance. The department of taxation and
47 finance shall thereupon increase or decrease the next payment of such
48 assistance to the affected county, town and/or school district to the
49 extent the prior payment was too low or too high in light of such
50 revision, correction, or alteration.

51 (c) The department of taxation and finance shall annually compute the
52 amount of forestry exemption assistance payable to or for the benefit of
53 a county, town or school district.

54 (d) (i) Subject to appropriation, the amount of forestry exemption
55 assistance paid to a county, town or school district pursuant to this
56 subdivision in any year shall equal the tax exempt value that exceeds

1 one percent of the reduced total taxable assessed value, as computed by
2 paragraph (a) of this subdivision, multiplied by the applicable tax
3 rate, as determined by the commissioner of taxation and finance, in such
4 town, county, or school district.

5 (ii) Any forestry exemption assistance provided to a county or school
6 district under this subdivision in any year shall be reduced by the
7 amount of small government assistance paid to such county or school
8 district in the current state fiscal year, and, in the case of a town,
9 shall be reduced by the amount of small government assistance paid to
10 such town in state fiscal year two thousand four-two thousand five
11 pursuant to chapter fifty of the laws of two thousand four, and shall be
12 further reduced by the amount that was added to the base level grant for
13 such town pursuant to subparagraph eight of paragraph b of subdivision
14 ten of section fifty-four of the state finance law as added by section
15 two of part M of chapter fifty-six of the laws of two thousand five, as
16 reported to the department of taxation and finance by the division of
17 the budget.

18 (e) The department of taxation and finance shall annually certify to
19 the state comptroller the amount of forestry exemption assistance paya-
20 ble pursuant to this subdivision, and shall mail a copy of such certif-
21 ication to the county treasurer of each county and business manager of
22 each school district containing eligible private forest tracts. Such
23 forestry exemption assistance shall be paid on audit and warrant of the
24 comptroller out of monies appropriated by the legislature, provided that
25 if an appropriation does not fully reimburse all impacted towns, coun-
26 ties and school districts, the amount shall be provided on a pro rata
27 basis to each eligible town, county and school district.

28 § 4. The real property tax law is amended by adding a new section
29 480-b to read as follows:

30 § 480-b. Taxation of forest land under a forest practice program or
31 forest certification program. 1. As used in this section:

32 (a) "Agricultural land" shall mean land that has received an agricul-
33 tural assessment pursuant to section three hundred five or section three
34 hundred six of the agriculture and markets law, provided that farm wood-
35 land that has received an agricultural assessment in each of the previ-
36 ous five years may qualify for the exemption provided by this section.
37 Farm woodland that qualifies for and receives this exemption shall not
38 also receive an agricultural assessment.

39 (b) "Commitment" shall mean a declaration to the assessor and county
40 clerk made on an annual basis by the owner of a certified eligible tract
41 either (i) committing such tract to sustainable forest management for
42 the next succeeding ten years under a forest certification program, or
43 (ii) committing such tract to sustainable forestry and open space pres-
44 ervation for the next succeeding ten years under a forest management
45 practice plan. The commitment made shall be on a commitment form
46 prescribed by the department, and shall include the verification of
47 continued eligibility. A commitment form without a properly completed
48 verification of continued eligibility shall be of no legal effect.

49 (c) "Certificate of eligibility" shall mean a certificate issued by
50 the department and sent to the landowner of an eligible tract that
51 demonstrates such tract meets all requirements of a forest certification
52 program or forest management practice plan in which it is enrolled.

53 (d) "Department" shall mean the department of environmental conserva-
54 tion.

55 (e) "Eligible tract" shall mean a tract of privately owned land of at
56 least twenty-five contiguous acres, exclusive of any portion thereof not

1 devoted to forest or other open space, as defined in regulations, of
2 which at least half of the acres must be forest land. Lands divided by
3 federal, state, county or town roads, easements or rights-of-way, or
4 energy transmission corridors or similar facilities will be considered
5 contiguous for purposes of this section, unless vehicular access for
6 forest management purposes is precluded. Lands from which a merchantable
7 forest crop, as defined in section four hundred eighty-a of this title,
8 has been cut or removed within three years prior to the time of applica-
9 tion for certification under this section will be ineligible unless such
10 cutting or removal was accomplished under a forest management practice
11 plan designed to provide for sustainable forestry as determined by the
12 state forester or his or her designee. Agricultural land is not eligi-
13 ble for enrollment under this program.

14 (f) "Forest land" shall mean land suitable for forest crop production
15 through natural regeneration or through forestation and shall be stocked
16 with a stand of forest trees sufficient to produce a merchantable forest
17 crop in the future.

18 (g) "Forest certification program" shall mean a forest certification
19 program, selected by the owner, and which is administered by a qualified
20 third party to ensure sustainable forest management is practiced on the
21 land, as specified in regulations promulgated by the department.

22 (h) "Qualifying forest management practice" shall mean any cutting of
23 trees related to commercial harvesting including regeneration harvest-
24 ing; timber stand improvement including weeding, thinning, or crop tree
25 release; site preparation for planting; invasive and/or competing vege-
26 tation control; riparian buffer establishment or enhancement; or other
27 activities as specified in regulations promulgated by the department.

28 (i) "Forest management practice plan" shall mean a plan approved by
29 the department for one or more qualifying forest management practice to
30 be conducted on a combined total of at least ten acres of forest land of
31 an eligible tract which shall set forth requirements and standards as
32 defined in regulations to ensure and enhance the future productivity and
33 sustainability of the forest treated, and ensure successful regeneration
34 of desirable species, when planned. Such plan must be prepared by or
35 under the direct supervision of a department approved forester as speci-
36 fied in regulations promulgated by the department.

37 (j) "Verification of continued eligibility" shall mean a portion of
38 the commitment form prepared and signed by the landowner which certifies
39 that such landowner continues to satisfy all conditions and requirements
40 of his or her initial enrollment under this section.

41 2. (a) An owner of an eligible tract may apply to the department for a
42 certificate of eligibility under a forest management practice plan or
43 forest certification program pursuant to this section on forms
44 prescribed by the department. If the department finds that such tract
45 is an eligible tract, it shall forward a certificate of eligibility to
46 the owner thereof.

47 (b) The department shall, after public hearings, adopt and promulgate
48 rules and regulations necessary for the implementation of this section,
49 including specifying forest management practices which would qualify a
50 tract for certification.

51 (c) Any tract certified pursuant to this subdivision shall be subject
52 to the provisions of this section. The obligations of this section shall
53 devolve upon and the benefits inure to the owner, his or her heirs,
54 successors and assigns.

55 3. (a) To qualify for a forest land exemption under this section the
56 owner of a certified eligible tract shall:

1 (i) file the certificate of eligibility in the office of the clerk of
2 the county or counties in which such tract is situated. Such certificate
3 shall specify that the tract described therein is committed to either
4 (A) sustainable forest management under a forest certification program
5 or (B) sustainable forestry and open space preservation under an
6 approved forest management practice plan, whichever is applicable, for
7 an initial period of ten years. Upon receipt of such certificate, the
8 county clerk shall record the same in the books kept for the recording
9 of deeds and shall index the same in the deed index against the name of
10 the owner of the property; and (ii) prior to the taxable status date for
11 the first assessment roll upon which such exemption is sought, file an
12 initial application for exemption with the appropriate assessor on forms
13 prescribed by the commissioner. Such application must be accompanied by
14 a certificate of eligibility issued by the department and the commitment
15 form; (iii) prior to the taxable status date for each subsequent assess-
16 ment roll upon which such exemption is sought, file with the appropriate
17 assessor the commitment form for such tract to either (A) sustainable
18 forest management under a forest certification program or (B) sustaina-
19 ble forestry and open space protection under an approved forest manage-
20 ment practice plan, whichever is applicable, for the next succeeding ten
21 years; and (iv) conduct an approved initial qualifying forest management
22 practice on a combined total of at least ten acres of forest land of an
23 eligible tract.

24 (b) If the requirements of this section are met, the assessor shall
25 approve the application and such eligible tract shall be exempt from
26 taxation pursuant to subdivision four of this section to be effective as
27 of the first taxable status date occurring subsequent to such approval,
28 and shall continue to be so exempt thereafter upon receipt by the asses-
29 sor of a commitment form filed in accordance with subparagraph (iii) of
30 paragraph (a) of this subdivision and so long as the certification of
31 the eligible tract has not been revoked by the department.

32 (c) Failure on the part of the owner to file the commitment form in
33 any year following initial certification will result in the termination
34 of the forest land exemption under this section applicable to the prop-
35 erty for that and each succeeding taxable years. Failure to file a
36 commitment form will not constitute a conversion of the tract or breach
37 of the commitment, pursuant to subdivision seven of this section, and
38 the commitment of the property to either (i) sustainable forest manage-
39 ment under a forest certification program or (ii) sustainable forestry
40 or open space preservation through the approved forest management prac-
41 tice plan option, whichever is applicable, shall remain in force for the
42 next succeeding nine years following the last taxable year for which a
43 commitment form was filed.

44 (d) Following failure to file a commitment form in one or more years,
45 in order to obtain a forest land exemption under this section, an owner
46 of a certified tract may submit a commitment form to the assessor before
47 the taxable status date in any subsequent year, except that a new appli-
48 cation under paragraph (a) of subdivision two of this section and
49 subparagraph (i) of paragraph (a) of this subdivision also shall be
50 required if more than five years have elapsed since the owner's last
51 commitment form and verification of continued eligibility was filed.
52 Such new application also shall be required whenever, during the preced-
53 ing year, the approved forest management practice plan has been amend-
54 ed with respect to the acreage of land committed to sustainable forestry,
55 under a forest certification program or sustainable forestry and open
56 space preservation under this section.

1 4. (a) Certified eligible tracts approved for exemption under this
2 section shall be exempt from taxation to the extent of (i) seventy per
3 centum of the assessed valuation thereof in the case of an eligible
4 tract enrolled under a department recognized forest certification
5 program, or (ii) forty per centum of the assessed valuation thereof in
6 the case of an eligible tract enrolled through a forest management prac-
7 tice plan.

8 (b) The assessed value of the exemption granted pursuant to this
9 section shall be entered by the assessor on the assessment roll in such
10 manner as shall be prescribed by the commissioner.

11 5. (a) For lands eligible pursuant to a forest management practice
12 plan, whenever any forest management practice on any certified eligible
13 tract is proposed during the period of commitment pursuant to subdivi-
14 sion three of this section, the owner shall submit a forest management
15 practice plan to the department for approval no less than thirty days
16 prior to the anticipated commencement of such plan and in a manner and
17 upon such form as may be prescribed by the department.

18 (b) Notwithstanding the foregoing provisions of this subdivision and
19 the provisions of subdivision six of this section, the owner of any land
20 certified under this section may annually cut, in accordance with sound
21 forestry practices, not more than ten standard cords or the equivalent
22 for such owner's own use, without notice.

23 6. Any qualifying forest management practice under this subdivision
24 must be conducted within two years from the date of department approval
25 of the forest management practice plan.

26 7. (a) The department shall, after notice and hearing, issue a notice
27 of violation of this section for any certified tract whenever it finds
28 that:

29 (i) any tract or portion thereof is converted to a use which precludes
30 management of the land for sustainable forestry or open space; or

31 (ii) the owner fails to submit a forest management practice plan to
32 the department for approval prior to commencing such practice; or

33 (iii) the owner fails to maintain their participation in a department
34 recognized forest certification program during the commitment period; or

35 (iv) the owner fails to carry out a forest management practice in
36 accordance with the specifications of the qualifying forest management
37 practice plan.

38 (b) Notwithstanding the finding of an occurrence described by subpara-
39 graph (ii), (iii) or (iv) of paragraph (a) of this subdivision, the
40 department, upon prior notice to the appropriate assessor, may determine
41 that a violation has not occurred if the failure to comply was due to
42 reasons beyond the control of the owner and such failure can be
43 corrected forthwith without significant effect on the overall purpose of
44 the commitment.

45 (c) The owner of such tract, following the issuance of such notice by
46 the department for one or more of the reasons set forth in paragraph (a)
47 of this subdivision, shall be subject to a penalty as provided in para-
48 graph (d) or (e) of this subdivision, whichever applies. Penalties
49 imposed by this section shall be subject to interest charges at the rate
50 established pursuant to section nine hundred twenty-four-a of this chap-
51 ter for each applicable year. Such interest shall accrue in the year
52 with reference to which a penalty, or portion thereof, is attributed.

53 (d) Except as otherwise provided in paragraph (e) of this subdivision:

54 (i) the penalty imposed under paragraph (c) of this subdivision for a
55 parcel that has been enrolled under this section for less than ten years
56 shall be computed by multiplying by two and one-half the amount of taxes

1 that would have been levied on the forest land exemption entered on the
2 assessment roll pursuant to subdivision four of this section for the
3 current year and any prior years in which such an exemption was granted,
4 utilizing the applicable tax rate for the current year and for such
5 prior years.

6 (ii) the penalty imposed under paragraph (c) of this subdivision for a
7 parcel that has been enrolled under this section for a minimum of ten
8 years but less than twenty years shall be computed by multiplying by one
9 and one-half the amount of taxes that would have been levied on the
10 forest land exemption entered on the assessment roll pursuant to subdivi-
11 vision four of this section for the current year and prior years in
12 which such an exemption was granted, utilizing the applicable tax rate
13 for the current year and for such prior years, not to exceed a total of
14 ten years.

15 (iii) the penalty imposed under paragraph (c) of this subdivision for
16 a parcel that has been enrolled under this section for a minimum of
17 twenty years shall be the amount of taxes that would have been levied on
18 the forest land exemption entered on the assessment roll pursuant to
19 subdivision four of this section for the current year and prior years in
20 which such an exemption was granted, utilizing the applicable tax rate
21 for the current year and for such prior years, not to exceed a total of
22 ten years.

23 (e) The penalty imposed under paragraph (c) of this subdivision appli-
24 cable to converted land which constitutes only a portion of a certified
25 eligible tract shall be twice the amount determined under paragraph (d)
26 of this subdivision. In calculating such penalty, only that portion of
27 the tract that was actually converted to a use that precludes either (i)
28 sustainable forest management under a forest certification program or
29 (ii) management of the land for sustainable forest management and open
30 space, shall be used as the basis for determining the penalty, unless
31 the remaining portion no longer meets the minimum acreage requirements
32 of paragraph (e) of subdivision one of this section, in which case the
33 entire tract shall be deemed ineligible and subject to revocation and
34 penalties.

35 (f) A notice of violation issued under this subdivision shall be given
36 by the department to the owner and to the county treasurer of the county
37 or counties in which such tract is located, and the penalty and interest
38 charges shall be computed for each of the municipal corporations in
39 which such tract is located by such county treasurer. Upon completion of
40 the computation of the penalty and interest, the county treasurer shall
41 give notice to the owner of the amount of the penalty and interest, and
42 the amount shall be entered on the next completed tax roll of such coun-
43 ty or counties. Such penalties and interest shall be levied and
44 collected in the same manner and at the same time as other taxes are
45 imposed and levied on such roll. Upon collection of such penalties and
46 interest, such county treasurer shall pay the amounts due to each of the
47 appropriate municipal corporations.

48 (g) Upon a finding of a violation, the department shall revoke the
49 certificate of eligibility issued pursuant to subdivision two of this
50 section, and notice of such revocation shall be given to the owner and
51 to the county clerk of the county or counties in which the tract is
52 located. Upon receipt of such notice of revocation, the county clerk
53 shall record the same in the books kept for the recording of deeds and
54 shall index the same in the deed index against the name of the owner of
55 the property. The county clerk shall also note on the face of the last
56 certificate of eligibility and commitment form previously recorded

1 pursuant to this section the word "REVOKED" followed by a reference to
2 the liber and page where the notice of revocation is recorded pursuant
3 to this subdivision.

4 (h) The certificate of eligibility of a tract for which no notice of
5 violation has been issued shall be revoked without penalty upon receipt
6 of proof satisfactory to the department that nine years have passed from
7 the year of the last commitment form filed with the assessor by the
8 owner pursuant to subdivision three of this section. Notice of such
9 revocation shall be recorded and indexed as provided in paragraph (g) of
10 this subdivision.

11 (i) No fee, penalty or rollback of taxes otherwise due pursuant to
12 this section may be imposed upon the city of New York for failure to
13 comply with an approved forest management practice plan for an eligible
14 tract that the city acquires for watershed purposes.

15 8. (a) The owner of a certified eligible tract shall not be subject to
16 any penalty under this section that would otherwise apply because such
17 tract or any portion thereof is converted to a use other than (i)
18 sustainable forest management under a forest certification program or
19 (ii) sustainable forestry and open space preservation under an approved
20 forest management practice, whichever is applicable, by virtue of: (A)
21 an involuntary taking by eminent domain or other involuntary proceeding,
22 except a tax sale, or (B) a voluntary proceeding, provided such proceed-
23 ing involves the establishment of rights-of-way for public highway or
24 energy transmission purposes wherein such corridors have been estab-
25 lished subsequent to public hearing as needed in the public interest and
26 environmentally compatible, or (C) oil, gas or mineral exploration,
27 development or extraction activity undertaken by an independent grantee
28 pursuant to a lease or other conveyance of subsurface rights recorded
29 more than ten years prior to the date of the certificate of eligibility
30 issued by the department under subdivision two of this section, or (D)
31 where all or a substantial portion of the certified tract is destroyed
32 or irreparably damaged by reason of an act of God or a natural disaster.

33 (b) In the event the land so converted to a use other than (i)
34 sustainable forest management under a forest certification program or
35 (ii) sustainable forestry and open space preservation under an approved
36 forest management practice plan, whichever is applicable, constitutes
37 only a portion of such tract, the assessor shall apportion the assess-
38 ment, and enter that portion so converted as a separately assessed
39 parcel on the appropriate portion of the assessment roll. The assessor
40 shall then adjust the forest land exemption attributable to the portion
41 of the tract not so converted by subtracting the proportionate part of
42 the exemption of the converted parcel.

43 (c) If the portion so converted divides the tract into two or more
44 separate parcels, such remaining parcels not so converted will remain
45 eligible under this section, regardless of size.

46 (d) The owner of a certified tract shall not be subject to penalty
47 under this section that would otherwise apply because the forest or open
48 space on the certified tract or portion is, through no fault of the
49 owner, damaged or destroyed by fire, infestation, disease, storm, flood,
50 or other natural disaster, act of God, accident, trespass or war. If a
51 forest management practice is to occur in connection with necessary
52 salvage operations resulting from any such event, the owner shall submit
53 a forest management practice plan to the department for approval prior
54 to the commencement of such practice. Nothing in this paragraph shall be
55 construed to subject any person to penalty under subdivision seven of

1 this section for immediate action taken in good faith in the event of an
2 emergency.

3 9. All penalties and interest charges thereon collected pursuant to
4 subdivisions five, six and seven of this section shall be apportioned to
5 the applicable municipal corporations in which such tract is situated.

6 10. (a) Forest certification programs recognized and forest management
7 practice plans approved pursuant to this section shall not be deemed to
8 authorize or permit any practice or activity prohibited, restricted or
9 requiring further approval under the environmental conservation law, or
10 any other general or special law of the state, or any lawful rule or
11 regulation duly promulgated thereunder.

12 (b) No otherwise eligible tract, or portion thereof, shall be deemed
13 to be ineligible for certification or qualification under this section,
14 and no certificate of eligibility shall be revoked or penalty imposed,
15 solely on the ground that any such law, rule or regulation partially
16 restricts or requires further approval for forest management practices
17 or activities on such tract or portion.

18 § 5. Section 9-0815 of the environmental conservation law, as added
19 by chapter 602 of the laws of 2003, the section heading and subdivision
20 3 as amended by chapter 623 of the laws of 2003, is amended to read as
21 follows:

22 § 9-0815. [~~Request for comment on local laws or ordinances pertaining to~~
23 ~~the practice of forestry]~~ Forestry practice requirements.

24 [~~The commissioner upon his or her own initiative, or upon the written~~
25 ~~request of a municipality or an owner of forest land within the munici-~~
26 ~~pality, may elect to comment upon a proposed local law or ordinance~~
27 ~~which may restrict the practice of forestry. The requesting municipality~~
28 ~~or owner of forest land shall provide, at a minimum, the full text of~~
29 ~~the proposed local law or ordinance to the commissioner with such~~
30 ~~request.]~~

31 1. [~~Upon receipt of such written request or upon the commissioner's~~
32 ~~determination to comment on a local law or ordinance, the commissioner~~
33 ~~shall notify the municipal legislative body, in writing, of the receipt~~
34 ~~date or the date of such determination]~~ a. Any municipality proposing an
35 ordinance, regulation or permit requirement which may restrict the prac-
36 tice of forestry, including but not limited to, timber harvesting, other
37 forest management practices, and temporary storage or transport of logs
38 or other wood products from harvest sites, shall submit such proposals
39 to the department for review, comment and input, to ensure they do not
40 adversely impact the landowner's right to practice forestry.

41 [~~2. An owner of forest land shall provide notice to the municipal~~
42 ~~legislative body proposing the local law or ordinance of a written~~
43 ~~request to the commissioner in the time, manner, and form as may be~~
44 ~~prescribed by the commissioner]~~ b. The requiring municipality shall
45 provide, at a minimum, the full text of the proposed local law or ordi-
46 nance to the commissioner.

47 [~~3.~~] c. The commissioner, in preparing his or her comments for consid-
48 eration by the municipality, may consider factors including, but not
49 limited to, the impact of the proposed local law or ordinance upon the
50 long-term viability of forests in the municipality and any modifications
51 or alternatives which a municipality may undertake to minimize the
52 impacts to the practice of forestry in preparing his or her comments.

53 [~~4.~~] d. The commissioner shall have forty-five days after receipt of
54 an ordinance to provide his or her comments, if any, to the municipal
55 legislative body proposing the law or ordinance. Any municipal legisla-
56 tive body shall defer the adoption of such local law or ordinance pend-

1 ing receipt of comments, if any, from the commissioner or the passage of
2 forty-five days from the date of receipt of the proposed local law or
3 ordinance by the commissioner. The commissioner shall have the opportu-
4 nity to [~~respond~~] review and provide comments only to the original
5 proposal considered by the local governing body.

6 [~~5-~~] e. For purposes of this section, "forest land" shall mean land
7 that is suitable to forest crop production.

8 f. If the department recommends modification or disapproval of a
9 proposed action, the referring body shall not act contrary to such
10 recommendation except by a vote of a majority plus one of all the
11 members thereof.

12 2. The department shall promulgate rules and regulations requiring all
13 landowners, or their authorized agents, to provide notification to the
14 department prior to engaging in any commercial timber harvest of a
15 merchantable forest crop from ten or more acres of privately-owned
16 forest land in any given year.

17 a. Such notification shall be in the manner and format prescribed by
18 the department and, at minimum, shall include:

19 (i) name and address of the landowner;

20 (ii) name and address of any authorized agent of the landowner
21 conducting forestry related activities, such as a forester, land manager
22 or logger;

23 (iii) location and acreage of the area to be harvested and planned
24 point or points of access to public road or roads;

25 (iv) approximate start and end dates of the harvest;

26 (v) approximate volume to be harvested;

27 (vi) products and species to be harvested;

28 (vii) whether the harvest is being conducted pursuant to a written
29 forest management plan under section four hundred eighty-a or a program
30 under section four hundred eighty-b of the real property tax law and, if
31 applicable, the name and address of the individual or entity that
32 prepared the plan;

33 (viii) whether the harvest is being conducted pursuant to a harvesting
34 contract; and

35 (ix) other information as deemed necessary and beneficial.

36 b. The department shall share timber harvest notifications with any
37 municipality that requests such notifications, in writing, for harvests
38 in such municipality.

39 c. Any provision of any local law or ordinance, or any rule or regu-
40 lation promulgated thereto, governing timber harvest notification shall
41 upon the effective date of a chapter of the laws of two thousand eigh-
42 teen that amended this section be preempted.

43 § 6. Article 9 of the environmental conservation law is amended by
44 adding two new titles 23 and 25 to read as follows:

45 TITLE 23

46 COMMUNITY FOREST GRANT PROGRAM

47 Section 9-2301. Definitions.

48 9-2303. Criteria for community forest projects.

49 9-2305. State assistance application procedure.

50 9-2307. Regulations.

51 9-2309. Contracts for state assistance payments.

52 9-2311. Powers and duties of the commissioner.

53 § 9-2301. Definitions.

54 For the purpose of this title, the following terms shall have the
55 following meanings:

1 1. "Eligible land" shall mean private forest land in the state that is
2 at least twenty-five acres in size, suitable to sustain natural vege-
3 tation, which is at least seventy-five percent forested.

4 2. "Municipality" shall mean a county, city, town, village, or Indian
5 nation or tribe recognized by the United States with a reservation whol-
6 ly or partly within the boundaries of the state, a local public authori-
7 ty or public benefit corporation, or any combination thereof.

8 3. "Not-for-profit conservation organization" means a not-for-profit
9 corporation organized for the conservation or preservation of real prop-
10 erty and which has the power to acquire interests in real property. Such
11 organization must have qualified as exempt for federal tax purposes
12 pursuant to section 501 (c)(3) of the internal revenue code or any simi-
13 lar successor statutory provision.

14 § 9-2303. Criteria for community forest projects.

15 1. The department shall provide, on a competitive basis, within
16 amounts appropriated state assistance to municipalities and not-for-pro-
17 fit conservation organizations for the purchase of lands for the
18 purposes herein provided, to establish forest plantations or for the
19 care and management of forests. The program shall require a fifty
20 percent non-state match.

21 2. The purpose of the program is to establish community forests to
22 protect forest land from conversion to non-forest uses and provide
23 community benefits such as sustainable forest management, environmental
24 benefits including clean air, water, and wildlife habitat; benefits from
25 forest-based educational programs; benefits from serving as models of
26 effective forest stewardship; and recreational benefits secured with
27 public access.

28 § 9-2305. State assistance application procedure.

29 1. A municipality upon the approval of its governing body, or not-for-
30 profit conservation organization, may submit an application to the
31 commissioner, in such form and containing such information as the
32 commissioner may require, for state assistance payments toward the cost
33 of a project which is eligible for state assistance pursuant to this
34 title.

35 2. The commissioner shall review such project application and may
36 approve, disapprove or recommend modifications thereto consistent with
37 applicable law, criteria, standards or rules and regulations relative to
38 such projects.

39 § 9-2307. Regulations.

40 The department may promulgate any rules and regulations necessary to
41 implement and administer this title including but not limited to appli-
42 cation procedures, review processes, and project approval guidelines and
43 criteria.

44 § 9-2309. Contracts for state assistance payments.

45 The commissioner shall impose such contractual requirements and condi-
46 tions upon any municipality and any not-for-profit conservation organ-
47 ization which receive funds pursuant to this title as may be necessary
48 and appropriate to assure that a public benefit shall accrue from the
49 use of public funds by such municipality and not-for-profit conservation
50 organization.

51 § 9-2311. Powers and duties of the commissioner.

52 In administering the provisions of this title the commissioner:

53 1. shall make an itemized estimate of funds or appropriations
54 requested annually for inclusion in the executive budget;

55 2. may, in the name of the state, as further provided within this
56 title, contract to make, within the limitations of appropriation avail-

1 able therefor, state assistance payments toward the costs of an approved
2 project. Such contracts shall be subject to approval by the state comp-
3 troller and, as to form, by the attorney general;

4 3. shall approve vouchers for the payments pursuant to an approved
5 contract. All such payments shall be paid on the audit and warrant of
6 the state comptroller; and

7 4. may perform such other and further acts as may be necessary, proper
8 or desirable to carry out the provisions of this article.

9 TITLE 25

10 EMPIRE FOREST INCENTIVE PROGRAM

11 Section 9-2501. Definitions.

12 9-2503. Criteria for empire forest incentive projects.

13 9-2505. State assistance application procedure.

14 9-2507. Regulations.

15 9-2509. Contracts for state assistance payments.

16 9-2511. Powers and duties of the commissioner.

17 § 9-2501. Definitions.

18 For the purpose of this title, "eligible land" shall mean private
19 forest land in the state that is at least twenty-five acres in size,
20 suitable to sustain natural vegetation.

21 § 9-2503. Criteria for empire forest incentive projects.

22 1. The department shall provide through a competitive process, within
23 amounts appropriated, state assistance payments pursuant to the empire
24 forest incentive program to landowners for the costs associated with
25 sound, scientifically based forest management practices on eligible
26 land. The program shall require a non-state match. The department may
27 contract with an independent third party organization to administer such
28 state assistance program, provided that not more than ten percent of all
29 funds may be made available to carry out the program for each fiscal
30 year for program administration and technical assistance under such
31 contract.

32 2. The projects that qualify for state assistance payments under this
33 title shall include but are not limited to:

34 a. Forest stewardship planning projects, including upgrading an exist-
35 ing plan to state approved standards. Forest stewardship planning
36 projects must be completed and approved by the department before the
37 landowner is eligible for other projects.

38 b. Forest stand improvement projects to enhance growth and quality of
39 wood fiber for activities such as tree marking, thinning, cull removal,
40 or grapevine removal.

41 c. Invasive species control projects to limit the spread of invasive
42 species in forested environments through eradication or management prac-
43 tices that support the forest owner's management goals. This project
44 does not include orchard, ornamental, nursery or Christmas tree
45 purposes.

46 d. Afforestation or reforestation projects to encourage regeneration
47 of forest cover through site preparation, planting, seeding, fencing, or
48 tree shelters for the purposes of timber or fiber production or carbon
49 sequestration. Planting shall be limited to non-invasive native or natu-
50 ralized species and cannot be used for orchard, ornamental, nursery or
51 Christmas tree purposes.

52 e. Water quality improvement projects to improve or protect water
53 quality, riparian areas, forest wetlands and forest watersheds through
54 the establishment, maintenance, renovation, and/or restoration of
55 approved projects.

1 f. Fish and wildlife habitat improvement projects to create, protect,
2 or maintain fish and wildlife habitat through establishment, mainte-
3 nance, and restoration projects.

4 g. Forest health projects to improve, protect or restore forest health
5 relative to detection of or damage by insects, diseases, and animals
6 affecting established stands. The project does not include cost-sharing
7 for applications of chemical or biological agents for control of forest
8 pests.

9 h. Wildfire and catastrophic event rehabilitation projects to restore
10 and rehabilitate forests following catastrophic natural events such as
11 wildfire, wind, and ice storms. Such activities may include stabilizing
12 firebreak soils or burned areas, tree designation for stand improvement,
13 and thinning.

14 § 9-2505. State assistance application procedure.

15 1. A landowner may submit an application to the commissioner, in such
16 form and containing such information as the commissioner may require,
17 for state assistance payments toward the cost of a qualifying project on
18 eligible land.

19 2. The commissioner shall review such project application and may
20 approve, disapprove or recommend modifications thereto consistent with
21 applicable law, criteria, standards or rules and regulations relative to
22 such projects.

23 § 9-2507. Regulations.

24 The department shall promulgate any rules and regulations necessary to
25 implement and administer this title including but not limited to the
26 amount or percentage for funding matches, application procedures, review
27 processes, and project approval guidelines and criteria.

28 § 9-2509. Contracts for state assistance payments.

29 The commissioner shall impose such contractual requirements and condi-
30 tions upon any landowner and any independent third party organization
31 which receive funds pursuant to this title as may be necessary and
32 appropriate to assure that a public benefit shall accrue from the use of
33 public funds by such landowner and independent third party organization.

34 § 9-2511. Powers and duties of the commissioner.

35 In administering the provisions of this title the commissioner:

36 1. shall make an itemized estimate of funds or appropriations
37 requested annually for inclusion in the executive budget;

38 2. may, in the name of the state, as further provided within this
39 title, contract to make, within the limitations of appropriation avail-
40 able therefor, state assistance payments toward the costs of an approved
41 project on eligible land. Such contracts shall be subject to approval by
42 the state comptroller and, as to form, by the attorney general;

43 3. shall approve vouchers for the payments pursuant to an approved
44 contract. All such payments shall be paid on the audit and warrant of
45 the state comptroller; and

46 4. may perform such other and further acts as may be necessary, proper
47 or desirable to carry out the provisions of this article.

48 § 7. Subdivision 1 of section 163 of the state finance law is amended
49 by adding a new paragraph 1 to read as follows:

50 1. "Wood products" shall mean any items made of wood or wood fiber
51 from any species of tree.

52 § 8. Subdivision 6 of section 163 of the state finance law, as amended
53 by chapter 569 of the laws of 2015, is amended to read as follows:

54 6. Discretionary buying thresholds. Pursuant to guidelines established
55 by the state procurement council: the commissioner may purchase services
56 and commodities in an amount not exceeding eighty-five thousand dollars

1 without a formal competitive process; state agencies may purchase
2 services and commodities in an amount not exceeding fifty thousand
3 dollars without a formal competitive process; and state agencies may
4 purchase commodities or services from small business concerns or those
5 certified pursuant to articles fifteen-A and seventeen-B of the execu-
6 tive law, or commodities or technology that are recycled or remanufac-
7 tured, or commodities that are food, including milk and milk products,
8 grown, produced or harvested in New York state; or wood products made
9 from wood or wood fiber, grown and manufactured in New York state in an
10 amount not exceeding two hundred thousand dollars without a formal
11 competitive process.

12 § 9. Subdivision 6-c of section 163 of the state finance law, as added
13 by section 2 of part P of chapter 55 of the laws of 2013, is amended to
14 read as follows:

15 6-c. Pursuant to the authority provided in subdivision six of this
16 section, for the purchase of commodities that are food, including milk
17 and milk products, grown, produced or harvested in New York state, or
18 wood products made from wood or wood fiber, grown and manufactured in
19 New York state where such commodities exceed fifty thousand dollars in
20 value, state agencies must advertise the discretionary purchase on the
21 state agency website for a reasonable period of time and make the
22 discretionary purchase based on the lowest price that meets the state
23 agency's form, function and utility.

24 § 10. If any clause, sentence, paragraph, subdivision, section or part
25 of this act shall be adjudged by any court of competent jurisdiction to
26 be invalid, such judgment shall not affect, impair, or invalidate the
27 remainder thereof, but shall be confined in its operation to the clause,
28 sentence, paragraph, subdivision, section or part thereof directly
29 involved in the controversy in which such judgment shall have been
30 rendered. It is hereby declared to be the intent of the legislature that
31 this act would have been enacted even if such invalid provisions had not
32 been included herein.

33 § 11. This act shall take effect immediately, provided however the
34 amendments to sections 480-a and 480-b of the real property tax law made
35 by sections three and four of this act shall take effect on January 1,
36 2019, provided further that the amendments to section 163 of the state
37 finance law made by sections seven, eight and nine of this act shall not
38 affect the repeal of such section and shall be deemed repealed there-
39 with, provided further that, the forestry exemption assistance in subdi-
40 vision 13 of section 480-a of the real property tax law as added by
41 section three of this act shall apply beginning with final tax rolls
42 filed in 2019.

43

PART AA

44 Section 1. Subdivision 3 of section 92-s of the state finance law, as
45 amended by section 2-a of part JJ of chapter 58 of the laws of 2017, is
46 amended to read as follows:

47 3. Such fund shall consist of the amount of revenue collected within
48 the state from the amount of revenue, interest and penalties deposited
49 pursuant to section fourteen hundred twenty-one of the tax law, the
50 amount of fees and penalties received from easements or leases pursuant
51 to subdivision fourteen of section seventy-five of the public lands law
52 and the money received as annual service charges pursuant to section
53 four hundred four-n of the vehicle and traffic law, all moneys required
54 to be deposited therein from the contingency reserve fund pursuant to

1 section two hundred ninety-four of chapter fifty-seven of the laws of
2 nineteen hundred ninety-three, all moneys required to be deposited
3 pursuant to section thirteen of chapter six hundred ten of the laws of
4 nineteen hundred ninety-three, repayments of loans made pursuant to
5 section 54-0511 of the environmental conservation law, all moneys to be
6 deposited from the Northville settlement pursuant to section one hundred
7 twenty-four of chapter three hundred nine of the laws of nineteen
8 hundred ninety-six, provided however, that such moneys shall only be
9 used for the cost of the purchase of private lands in the core area of
10 the central Suffolk pine barrens pursuant to a consent order with the
11 Northville industries signed on October thirteenth, nineteen hundred
12 ninety-four and the related resource restoration and replacement plan,
13 the amount of penalties required to be deposited therein by section
14 71-2724 of the environmental conservation law, all moneys required to be
15 deposited pursuant to article thirty-three of the environmental conser-
16 vation law, all fees collected pursuant to subdivision eight of section
17 70-0117 of the environmental conservation law, all moneys collected
18 pursuant to title thirty-three of article fifteen of the environmental
19 conservation law, beginning with the fiscal year commencing on April
20 first, two thousand thirteen, nineteen million dollars, and all fiscal
21 years thereafter, twenty-three million dollars plus all funds received
22 by the state each fiscal year in excess of the greater of the amount
23 received from April first, two thousand twelve through March thirty-
24 first, two thousand thirteen or one hundred twenty-two million two
25 hundred thousand dollars, from the payments collected pursuant to subdi-
26 vision four of section 27-1012 of the environmental conservation law and
27 all funds collected pursuant to section 27-1015 of the environmental
28 conservation law, [~~provided such funds shall not be less than four
29 million dollars for the fiscal year commencing April first, two thousand
30 thirteen, and not less than eight million dollars for all fiscal years
31 thereafter~~] and all other moneys credited or transferred thereto from
32 any other fund or source pursuant to law. All such revenue shall be
33 initially deposited into the environmental protection fund, for applica-
34 tion as provided in subdivision five of this section.

35 § 2. Paragraph (i) of subdivision 2 and paragraphs (k) and (l) of
36 subdivision 3 of section 97-b of the state finance law are REPEALED.

37 § 3. Subdivision 1 of section 97-b of the state finance law, as
38 amended by section 5 of part T of chapter 57 of the laws of 2017, is
39 amended to read as follows:

40 1. There is hereby established in the custody of the state comptroller
41 a nonlapsing revolving fund to be known as the "hazardous waste remedial
42 fund", which shall consist of a "site investigation and construction
43 account", an "industry fee transfer account", an "environmental restora-
44 tion project account", "hazardous waste cleanup account", and a "hazard-
45 ous waste remediation oversight and assistance account" [~~, a "solid waste
46 mitigation account", and a "drinking water response account"~~].

47 § 4. Subdivisions 4 and 7 of section 27-1201 of the environmental
48 conservation law are REPEALED and subdivisions 5, 6, and 8 of section
49 27-1201 are renumbered subdivisions 4, 5, and 6.

50 § 5. Subdivision 6 of section 27-1203 of the environmental conserva-
51 tion law, as added by section 4 of part T of chapter 57 of the laws of
52 2017, is amended to read as follows:

53 6. Where the department has determined through a preliminary investi-
54 gation conducted pursuant to subdivision four of this section that a
55 solid waste site is causing or substantially contributing to contam-
56 ination of a public drinking water supply, the owner or operator of a

1 solid waste site shall, at the department's written request, cooperate
2 with any and all remedial measures deemed necessary and which shall be
3 undertaken by the department, in conjunction with the department of
4 health, for the mitigation and remediation of a solid waste site or area
5 which is necessary to ensure that drinking water meets applicable stand-
6 ards, including maximum contaminant levels, notification levels, maximum
7 residual disinfectant levels, or action levels established by the
8 department of health. The department may implement necessary measures to
9 mitigate and remediate the solid waste site within amounts appropriated
10 for such purposes from the solid waste mitigation [~~account~~] program.

11 § 6. Paragraph b of subdivision 6, subdivision 9, subdivision 11, and
12 paragraph e of subdivision 12 of section 27-1205 of the environmental
13 conservation law, as added by section 4 of part T of chapter 57 of the
14 laws of 2017, are amended to read as follows:

15 b. the threat makes it prejudicial to the public interest to delay
16 action until a hearing can be held pursuant to this title, the depart-
17 ment may, pursuant to paragraph a of subdivision three of this section
18 and within the funds available to the department from the drinking water
19 response [~~account~~] program, develop and implement, in conjunction with
20 the department of health, all reasonable and necessary mitigation and
21 remedial measures to address drinking water contamination for such site
22 to ensure that drinking water meets applicable standards, including
23 maximum contaminant levels, notification levels, maximum residual disin-
24 fectant levels or action levels established by the department of health.
25 Findings required pursuant to this subdivision shall be in writing and
26 may be made by the commissioner of health on an ex parte basis subject
27 to judicial review.

28 9. When a municipality develops and implements remediation to address
29 a drinking water contamination site, determined pursuant to subdivision
30 four of this section, and the plan is approved by the department, in
31 conjunction with the department of health, which is owned or has been
32 operated by such municipality or when the department, in conjunction
33 with the department of health, pursuant to an agreement with a munici-
34 pality, develops and implements such remediation, the commissioner
35 shall, in the name of the state, agree in such agreement to provide from
36 the drinking water response [~~account~~] program, within the limitations of
37 appropriations therefor, seventy-five percent of the eligible design and
38 construction costs of such program for which such municipality is liable
39 solely because of its ownership and/or operation of such site and which
40 are not recovered from or reimbursed or paid by a responsible party or
41 the federal government.

42 11. Moneys for actions taken or to be taken by the department, the
43 department of health or any other state agency pursuant to this title
44 shall be payable directly to such agencies from the drinking water
45 response [~~account~~] program pursuant to section ninety-seven-b of the
46 state finance law.

47 e. The expense of any such mitigation by the department or the depart-
48 ment of health shall be paid by the drinking water response [~~account~~]
49 program, but may be recovered from any responsible person in any action
50 or proceeding brought pursuant to the state finance law, this title,
51 other state or federal statute, or common law if the person so author-
52 ized in writing is an employee, agent, consultant, or contractor of a
53 responsible person acting at the direction of the department, then the
54 expense of any such sampling and analysis shall be paid by the responsi-
55 ble person.

1 § 7. The section heading and subdivisions 2 and 3 of section 27-1207
2 of the environmental conservation law, as added by section 4 of part T
3 of chapter 57 of the laws of 2017, are amended and a new subdivision 5
4 is added to read as follows:

5 Use and reporting of the solid waste mitigation [~~account~~] program and
6 the drinking water response [~~account~~] program.

7 2. The solid waste mitigation [~~account~~] program shall be made avail-
8 able to the department and the department of health, as applicable, for
9 the following purposes:

10 a. enumeration and assessment of solid waste sites;

11 b. investigation and environmental characterization of solid waste
12 sites, including environmental sampling;

13 c. mitigation and remediation of solid waste sites;

14 d. monitoring of solid waste sites; and

15 e. administration and enforcement of the requirements of section
16 27-1203 of this title.

17 3. The drinking water response [~~account~~] program shall be made avail-
18 able to the department and the department of health, as applicable, for
19 the following purposes:

20 a. mitigation of drinking water contamination;

21 b. investigation of drinking water contamination;

22 c. remediation of drinking water contamination; and

23 d. administration and enforcement of the requirements of this title
24 except the provisions of section 27-1203.

25 5. All moneys recovered pursuant to title twelve of article twenty-
26 seven of this chapter shall be deposited into the capital projects fund
27 (30000).

28 § 8. This act shall take effect immediately.

29

PART BB

30 Section 1. Approximately 40 percent of the food produced in the United
31 States today goes uneaten. Much of this organic waste is disposed of in
32 solid waste landfills, where its decomposition accounts for over 15
33 percent of our nation's emissions of methane, a potent greenhouse gas.
34 Meanwhile, an estimated 2.5 million New Yorkers are facing hunger and
35 food insecurity. Recognizing the importance of food scraps on our envi-
36 ronment, economy, and the health of New Yorkers, this act establishes a
37 food scraps hierarchy for the state of New York. The first tier of the
38 hierarchy is source reduction, reducing the volume of surplus food
39 generated. The second tier is recovery, feeding wholesome food to hungry
40 people. Third is repurposing, feeding animals. Fourth is recycling,
41 processing any leftover food such as by composting or anaerobic
42 digestion to create a nutrient-rich soil amendment. This legislation is
43 designed to address each tier of the hierarchy by: encouraging the
44 prevention of food scraps generation by commercial generators and resi-
45 dents; directing the recovery of excess wholesome food from high-volume
46 commercial food scraps generators; and ensuring that a significant
47 portion of inedible food scraps from high-volume food scraps generators
48 is managed in a sustainable manner, and does not end up being sent to
49 landfills or incinerators. In addition, the state is supporting the
50 recovery of wholesome food by providing grants from the environmental
51 protection fund to increase capacity of food banks, conduct food scraps
52 audits of high-volume generators of food scraps, support implementation
53 of pollution prevention projects identified by such audits, and expand
54 capacity of generators and municipalities to donate and recycle food.

1 § 2. Article 27 of the environmental conservation law is amended by
2 adding a new title 22 to read as follows:

3 TITLE 22

4 FOOD RECOVERY AND RECYCLING

5 Section 27-2201. Definitions.

6 27-2203. Designated food scraps generator responsibilities.

7 27-2205. Transporter responsibilities.

8 27-2207. Transfer facility or other intermediary responsibil-
9 ities.

10 27-2209. Food scraps disposal prohibition.

11 27-2211. Department responsibilities.

12 27-2213. Regulations.

13 27-2215. Exclusions.

14 27-2217. Preemption and severability.

15 § 27-2201. Definitions.

16 1. "Designated food scraps generator" means a person who generates at
17 a single location an annual average of two tons per week or more of
18 excess food and food scraps, based on a methodology established by the
19 department pursuant to regulations, including, but not limited to,
20 supermarkets, restaurants, higher educational institutions, hotels, food
21 processors, correctional facilities, sports or entertainment venues, and
22 hospitals or other health care facilities. For a location with multiple
23 independent food service businesses, such as a mall or college campus,
24 the entity responsible for contracting with a transporter for solid
25 waste transportation services is responsible for managing excess food
26 and food scraps from the independent businesses for the purposes of
27 determining if the generator is a designated food scraps generator.

28 2. "Excess food" means wholesome food that is not sold or used by its
29 generator.

30 3. "Food scraps" means inedible solid or liquid food, trimmings from
31 the preparation of food, food-soiled paper, and excess food that is not
32 donated. Food scraps shall not include used cooking oil, yellow grease
33 or food from residential sources or any food which is subject to a
34 recall or seizure due to the presence of pathogens, including but not
35 limited to: Listeria Monocytogenes, confirmed Clostridium Botulinum, E.
36 coli 0157:H7 and all salmonella in ready-to-eat foods.

37 4. "Incinerator" shall have the same meaning as such term is defined
38 in section 27-0707 of this article.

39 5. "Organics recycler" means a facility that recycles food scraps
40 through use as animal feed or a feed ingredient, rendering, land appli-
41 cation, composting, aerobic digestion, anaerobic digestion, or fermenta-
42 tion. Animal scraps, food soiled paper, and post-consumer food scraps
43 are prohibited for use as animal feed or as a feed ingredient. The
44 proportion of the product created from food scraps by a composting or
45 digestion facility, including a wastewater treatment plant that operates
46 a digestion facility, or other treatment system, must be used in a bene-
47 ficial manner as a soil amendment and shall not be disposed of or incin-
48 erated. The department may designate other techniques or technologies
49 by regulation, provided they do not include incineration or landfilling.
50 If wastewater treatment plants recycling food scraps can demonstrate to
51 the department's satisfaction that beneficial use of biosolids is not
52 available or not economically feasible, the biosolids may be disposed of
53 in a landfill or incinerated at a facility authorized to accept those
54 wastes.

55 6. "Person" means any individual, business entity, partnership, compa-
56 ny, corporation, not-for-profit corporation, association, governmental

1 entity, public benefit corporation, public authority, firm, organization
2 or any other group of individuals, or any officer or employee or agent
3 thereof.

4 7. "Single location" means contiguous property under common ownership,
5 which may include one or more buildings.

6 8. "Transfer facility" means a facility that receives solid waste for
7 the purpose of subsequent transfer to another facility for further proc-
8 essing, treatment, transfer, or disposal.

9 § 27-2203. Designated food scraps generator responsibilities.

10 1. Beginning January first, two thousand twenty-one:

11 (a) all designated food scraps generators shall separate their excess
12 food for donation for human consumption to the maximum extent practica-
13 ble, and in accordance with applicable laws, rules and regulations
14 related to food donation; and

15 (b) except as provided in paragraph (c) of this subdivision, each
16 designated food scraps generator that is within a forty-mile radius of
17 an organics recycler regulated by the department, to the extent that the
18 recycler has capacity to accept a substantial portion or all of the
19 generator's food scraps as determined by the department on a yearly
20 basis, shall:

21 (i) separate its remaining food scraps from other solid waste;

22 (ii) ensure proper storage for food scraps collection on site which
23 shall preclude such materials from becoming odorous or attracting
24 vectors such as a container that has a lid and a latch that keeps the
25 lid closed, is resistant to tampering by rodents or other wildlife and
26 has sufficient capacity;

27 (iii) have information available and provide training for employees
28 concerning the proper methods to separate and store food scraps; and

29 (iv) obtain a transporter that will deliver its food scraps to an
30 organics recycler, either directly or through an intermediary, self-haul
31 its food scraps to an organics recycler, either directly or through an
32 intermediary, or provide for organics recycling on-site.

33 (c) The provisions of paragraph (b) of this subdivision shall not
34 apply to any designated food scraps generator that has all of its solid
35 waste processed in a mixed solid waste composting or other mixed solid
36 waste organics recycling facility.

37 2. All designated food scraps generators shall submit an annual report
38 to the department on or before March first, two thousand twenty-two, and
39 annually thereafter, in an electronic format. The annual report must
40 summarize the amount of excess food and food scraps generated, the
41 amount of excess food donated, an outline of its efforts to establish a
42 relationship with a food recovery organization, the amount of food
43 scraps recycled, the organics recycler or recyclers and associated
44 transporters used, and any other information as required by the depart-
45 ment.

46 3. A designated food scraps generator may petition the department for
47 a temporary waiver from some or all of the requirements of this title.
48 The petition must include evidence of undue hardship based on: (a) the
49 organics recycler located within a forty-mile radius of the designated
50 food scraps generator not having sufficient capacity; or (b) the unique
51 circumstances of the generator.

52 The department shall issue a waiver from the recycling requirements of
53 this section pursuant to paragraph (b) of this subdivision if the desig-
54 nated food scrap generator demonstrates that the cost of recycling food
55 scraps is more than the cost of disposing of or incinerating solid waste
56 by providing estimates from two disposal facilities, three haulers, and

1 two recyclers that are representative of the costs that would be appli-
2 cable to the generator under normal circumstances. A waiver shall be no
3 longer than one year in duration; provided, however, the department may
4 renew such waiver.

5 § 27-2205. Transporter responsibilities.

6 1. Any transporter that collects source-separated food scraps for
7 recycling from a designated food scraps generator shall:

8 (a) deliver collected food scraps to a transfer facility or other
9 intermediary that will deliver such food scraps to an organics recycler;
10 or

11 (b) deliver collected food scraps directly to an organics recycler.

12 2. Any transporter that collects source-separated food scraps from a
13 designated food scraps generator shall not commingle the food scraps
14 with any other solid waste unless such waste can be processed by an
15 organics recycler.

16 § 27-2207. Transfer facility or other intermediary responsibilities.

17 Any transfer facility or other intermediary that receives source-sepa-
18 rated food scraps from a designated food scraps generator must ensure
19 that the food scraps are taken to an organics recycler. No transfer
20 facility or other intermediary may commingle the food scraps with any
21 other solid waste unless such waste can be processed by an organics
22 recycler.

23 § 27-2209. Food scraps disposal prohibition.

24 No incinerator or landfill shall knowingly accept or commingle with
25 solid waste source-separated food scraps from designated food scraps
26 generators required to send food scraps to an organics recycler as
27 outlined under section 27-2203 of this title, either directly or from an
28 intermediary, after January first, two thousand twenty-one, unless the
29 designated food scraps generator has received a temporary waiver under
30 subdivision three of section 27-2203 of this title.

31 § 27-2211. Department responsibilities.

32 1. The department shall publish on its website a list of all desig-
33 nated food scraps generators, organics recyclers, food recovery organ-
34 izations, and all transporters that manage source-separated food scraps.

35 2. No later than June first, two thousand twenty, the department shall
36 assess the capacity of organic recyclers and notify designated food
37 scraps generators if they are required to comply with the provisions of
38 paragraph (b) of subdivision one of section 27-2203 of this title.

39 3. The department shall develop and make available educational materi-
40 als to assist designated food scraps generators with compliance with
41 this title. The department shall also develop education materials on
42 food waste minimization and encourage municipalities to disseminate
43 these materials both on their municipal websites and in any relevant
44 future mailings to their residents as they may distribute.

45 § 27-2213. Regulations.

46 The department shall promulgate rules and regulations necessary to
47 implement the provisions of this title. At a minimum, the department
48 shall promulgate rules and regulations that set forth the methodology
49 the department will use to determine who is a designated food scraps
50 generator, after consulting with industry representatives, and what
51 process a designated generator must follow to dispute such determi-
52 nation, the waiver process, and how designated food scraps generators
53 shall comply with the provisions of paragraph (a) and subparagraph (i)
54 of paragraph (b) of subdivision one of section 27-2203 of this title.

55 § 27-2215. Exclusions.

1 1. This title shall not apply to any designated food scraps generators
2 located in a city with a population of one million or more which has a
3 local law, ordinance or regulation in place which requires the diversion
4 of excess food and food scraps from disposal.

5 2. This title does not apply to elementary and secondary schools.
6 § 27-2217. Preemption and severability.

7 1. Any provision of any local law or ordinance, or any regulation
8 promulgated thereto, governing the recycling of food scraps shall upon
9 the effective date of this title be preempted, except in a city with a
10 population of one million of more. However, local laws or ordinances,
11 or parts thereof, affecting the recycling of food scraps that include
12 generators not covered by this title shall not be preempted.

13 2. The provisions of this title shall be severable and if any portion
14 thereof or the applicability thereof to any person or circumstances is
15 held invalid, the remainder of this title and the application thereof
16 shall not be affected thereby.

17 § 3. This act shall take effect immediately.

18 PART CC

19 Section 1. Subdivisions 10 and 11 of section 57-0107 of the environ-
20 mental conservation law, as amended by chapter 267 of the laws of 2015,
21 are amended to read as follows:

22 10. "Central Pine Barrens area" shall mean the contiguous area as
23 described and bounded as follows:

24 Beginning at a point where the southerly side of Route 25A intersects
25 the easterly side of Miller Place Road; thence southward along the east-
26 erly boundary of Miller Place Road to Helme Avenue; thence southward
27 along the easterly boundary of Helme Avenue to Miller Place-Middle
28 Island Road; thence southward along the easterly boundary of Miller
29 Place-Middle Island Road to Whiskey Road; thence westward along the
30 southerly boundary of Whiskey Road to Mount Sinai-Coram Road; thence
31 southward along the easterly boundary of Mount Sinai-Coram Road to
32 Middle Country Road (Route 25); thence westward along the southerly
33 boundary of Route 25 to Patchogue-Mount Sinai Road (County Route 83);
34 thence southward along the easterly boundary of County Route 83 to Bicy-
35 cle Path Drive; thence southeastward along the easterly side of Bicycle
36 Path Drive to Mt. McKinley Avenue; thence southward along the easterly
37 boundary of Mt. McKinley Avenue to Granny Road; thence northeastward
38 along the northerly boundary of Granny Road to Port Jefferson-Patchogue
39 Road (Route 112); thence southward along the easterly boundary of Route
40 112 to Horse Block Road (County Route 16); thence eastward along the
41 northerly boundary of County Route 16 to Maine Avenue; thence northward
42 along the westerly boundary of Maine Avenue to Fire Avenue; thence east-
43 ward along the northerly boundary of Fire Avenue to John Roe Smith
44 Avenue; thence southward along the easterly boundary of John Roe Smith
45 Avenue to Jeff Street; thence eastward along the northerly boundary of
46 Jeff Street to Hagerman Avenue; thence southward along the easterly
47 boundary of Hagerman Avenue to the Long Island Expressway (Route 495);
48 thence eastward along the northerly boundary of Route 495 to the wester-
49 ly side of Yaphank Avenue (County Road 21); thence southward along the
50 westerly side of Yaphank Avenue to the south side of the Long Island
51 Expressway (Route 495); thence eastward along the southerly side of the
52 Long Island Expressway (Route 495) to the easterly side of Yaphank
53 Avenue; thence southward along the easterly side of Yaphank Avenue,
54 crossing Sunrise Highway (Route 27) to the south side of Montauk Highway

1 (County Road 80); thence southwestward along the south side of Montauk
2 Highway (County Road 80) to South Country Road; thence southward along
3 the easterly side of South Country Road to Fireplace Neck Road; thence
4 southward along the easterly side of Fireplace Neck Road to Beaver Dam
5 Road; thence eastward along the northerly side of Beaver Dam Road to the
6 westerly boundary of the Carmans River and the lands owned by the United
7 States known as Wertheim National Wildlife Refuge (the "Refuge"); thence
8 generally westerly and southerly to the waters of Bellport Bay; thence
9 generally easterly across the Bay and northerly along the easterly bound-
10 dary of the Refuge, including all lands currently part of the Refuge and
11 any lands which may become part of the Refuge in the future, to the east
12 side of the southern terminus of Smith Road; thence northward along the
13 easterly side of Smith Road to the southwesterly corner of the property
14 identified as District 200, Section 974.50, Block 1, Lot 11; thence
15 eastward, northward and westward in a counter-clockwise direction along
16 the southern, eastern and northern boundaries of that property to the
17 easterly side of Smith Road; thence northward along the east side of
18 Smith Road to Merrick Road; thence northeasterly along the northerly
19 side of Merrick Road to the easterly side of Surrey Circle and the
20 southwest corner of the property identified as District 200, Section
21 880, Block 3, Lot 58.1; running thence easterly along the southerly side
22 of said lot to the west side of William Floyd Parkway (County Road 46);
23 thence northerly along the westerly side of William Floyd Parkway (Coun-
24 ty Road 46), crossing Route 27, to the Long Island Railroad (LIRR);
25 thence eastward along the northerly boundary of the Long Island Rail
26 Road tracks 7,500 feet; thence southward 500 feet; thence eastward 525
27 feet to the intersection of North Street and Manor-Yaphank Road; thence
28 southward along the easterly boundary of Manor-Yaphank Road to Morich-
29 es-Middle Island Road; thence eastward along the northerly boundary of
30 Moriches-Middle Island Road to Sunrise Highway (Route 27); thence east-
31 ward along the northerly boundary of Route 27 to an old railroad grade
32 (unpaved); thence southeastward along the northerly boundary of the old
33 railroad grade (unpaved) to Old County Road (Route 71); thence eastward
34 along the northerly boundary of Route 71 to the Long Island Rail Road
35 tracks; thence eastward along the northerly boundary of the Long Island
36 Rail Road tracks to Montauk Highway; thence eastward along the northerly
37 boundary of Montauk Highway to Route 24; thence northward along the
38 westerly boundary of Route 24 to Sunrise Highway (Route 27); thence
39 eastward along the northerly boundary of Route 27 to Squiretown Road;
40 thence northward along the westerly boundary of Squiretown Road to Upper
41 Red Creek Road; thence westward along the southern boundary of Upper Red
42 Creek to Lower Red Creek Road; thence southward along the easterly bound-
43 dary of Lower Red Creek Road to Hubbard County Park; thence westward
44 along the northern boundary of Hubbard County Park to Riverhead-Hampton
45 Bays Road (Route 24); thence westward along the southerly boundary of
46 Route 24 to Peconic Avenue; thence northward along the westerly boundary
47 of Peconic Avenue to the Riverhead-Southampton border; thence westward
48 along the Riverhead-Southampton border and the Riverhead-Brookhaven
49 border to the Forge Road Bridge; thence northward along the westerly
50 boundary of the Forge Road Bridge to Forge Road; thence northwestward
51 along the westerly boundary of Forge Road to the railroad tracks; thence
52 northward along the westerly boundary of Forge Road (unpaved) to the
53 intersection of Route 25 and River Road; thence westward along the
54 southerly boundary of River Road to Edwards Avenue; thence northward
55 along the westerly boundary of Edwards Avenue 3,800 feet; thence west-
56 ward 4,400 feet to an unnamed, unpaved road; thence northward along the

1 westerly boundary of the unnamed, unpaved road 150 feet; thence westward
2 and northwestward along the eastern boundary of the United States
3 Navy/Grumman Aerospace Corporation property (as of 1982) up to its
4 intersection with Middle Country Road (Route 25); thence westward along
5 the southerly boundary of Route 25 to the intersection of Route 25 and
6 25A; thence northeastward, westward, and southwestward along the eastern
7 and northern boundary of the United States Navy/Grumman Aerospace Corpo-
8 ration (as of 1982) and located immediately east of Route 25A, to its
9 intersection with Route 25A; thence westward along the southerly bounda-
10 ry of Route 25A to a point due south of the southeast corner of the
11 parcel identified as District 200, Section 128, Block 1, lot 3.1; thence
12 northeastward, northward and westward along the southerly, easterly and
13 northerly sides of the parcel identified as District 200, section 128,
14 Block 1, lot 1 to the southeast corner of the parcel identified as
15 District 200, Section 82, Block 1, Lot 5.2; thence northward along the
16 east side of this parcel to North Country Road; thence northward cross-
17 ing North Country Road to its northerly side; thence eastward along the
18 northerly side of North Country Road to the Brookhaven Town-Riverhead
19 Town line; thence in a generally northwestward direction along said town
20 line to a point in Wading River Creek with the coordinates 40.96225
21 latitude and -72.863633 longitude; thence westward a distance of approx-
22 imately 90 feet to the easterly side of LILCO Road; thence southward
23 along LILCO Road to its intersection with the north side of North Coun-
24 try Road; thence westward along the north side of North Country Road to
25 the southeast corner of the parcel identified as District 200, Section
26 39, Block 1, Lot 2; thence in a northward and westward direction along
27 the easterly and northerly sides of said parcel to its northwest corner;
28 thence northward along the westerly boundary of the parcel identified as
29 District 200, Section 83, Block 1, Lot 1.4 to its northwest corner; and
30 thence continuing in a westward direction along the northerly side of
31 the parcel identified as District 200, Section 39, Block 1, Lot 1.2 and
32 the southerly extent of Long Island Sound to the northwest corner of the
33 property identified as District 200, Section 39, Block 1, Lot 1.2;
34 thence southward along the westerly boundary of said property to North
35 Country Road; thence west along the southerly boundary of North Country
36 Road to the northwestern corner of property identified as District 200,
37 Section 82, Block 1, Lot 1.1; thence south along the westerly boundary
38 of said property and the westerly boundary of the property identified as
39 District 200, Section 82, Block 1, Lot 1.2 to the northwest corner of
40 property identified as District 200, Section 82, Block 1, Lot 5.1;
41 thence southward along the westerly boundary of said property to the
42 northeast corner of the property identified as District 200, Section
43 105, Block 3, Lot 5, thence southward along the easterly boundary of
44 said property to the north side of Route 25A; thence southward crossing
45 Route 25A to its south side; thence westward along the southerly bounda-
46 ry of Route 25A to the point or place of beginning, and excluding [one]
47 two distinct [area] areas described as follows: The first area defined
48 as beginning at a point where the westerly side of William Floyd Parkway
49 (County Road 46) meets northerly side of the Long Island Railroad
50 (LIRR); thence westward along the northerly side of the LIRR to Morich-
51 es-Middle Island Road; thence generally northwestward along the norther-
52 ly side of Moriches-Middle Island Road to the southerly side of Long
53 Island Expressway (Route 495); thence eastward along the southerly side
54 of the Long Island Expressway (Route 495) to the westerly side of
55 William Floyd Parkway (County Road 46); thence southward along the
56 westerly side of William Floyd Parkway (County Road 46) and containing

1 the subdivision known as RB Industrial Park, to the point or place of
2 beginning and the second area defined as the property described as
3 District 200, Section 39, Block 1, Lot 1.1.

4 11. "Core preservation area" shall mean the core preservation area of
5 the Central Pine Barrens area which comprise the largest intact areas of
6 undeveloped pine barrens as described and bounded as follows:

7 Beginning at a point where the northwestern corner of the New York
8 State Rocky Point Natural Resource Management Area (the "NYS Rocky Point
9 Land") intersects the southerly side of NYS Route 25A; thence generally
10 southward and eastward along the generally westerly and southerly bound-
11 aries of the NYS Rocky Point Land (including the Currans Road Pond State
12 Wildlife Management Area, all adjacent or contiguous undeveloped Town of
13 Brookhaven parks, preserves, open space areas, or reserved areas, and
14 the crossings of the undeveloped Suffolk County property known as the
15 Port Jefferson - Westhampton road right of way, Whiskey Road, County
16 Route 21, and Currans Road), and including those properties identified
17 as District 200, Section 346, Block 1, Lots 3 and 4, to the point where
18 the NYS Rocky Point Land meets the northerly side of NYS Route 25
19 (Middle Country Road); thence eastward along the northerly boundary of
20 NYS Route 25 to the southeastern corner of that property west of Wood-
21 lots Road which is identified as District 200, Section 349, Block 2, Lot
22 1.3; thence northward along the easterly boundary of that property to
23 the Suffolk County Pine Trail Nature Preserve; thence eastward and
24 southeastward along the southerly boundary of the Suffolk County Pine
25 Trail Nature Preserve where the Preserve is adjacent to developed
26 parcels or parcels in agricultural or horticultural use, or along a line
27 parallel to, and 100 (one hundred) feet south of, the Preserve where the
28 Preserve is adjacent to parcels which are undeveloped as of June 1,
29 1993, to County Route 46; thence southward along the easterly boundary
30 of County Route 46 to NYS Route 25; thence eastward along the southerly
31 boundary of NYS Route 25 to the Suffolk County Pine Trail Nature
32 Preserve; thence southward along the westerly boundary of the Suffolk
33 County Pine Trail Nature Preserve where the Preserve is adjacent to
34 developed parcels, or along a line parallel to, and 100 (one hundred)
35 feet west of, the Preserve where the Preserve is adjacent to parcels
36 which are undeveloped as of June 1, 1993, to the northern boundary of
37 the United States land known as Brookhaven National Laboratory; thence
38 generally westward along the northerly boundary of Brookhaven National
39 Laboratory to County Route 46 (William Floyd Parkway); thence generally
40 northwestward on a straight line to the intersection of Sally Lane and
41 Pond Lane; thence westward along the southerly side of Pond Lane to Ruth
42 Lane; thence northward along the westerly side of Ruth Lane to NYS Route
43 25; thence westward along the northerly side of NYS Route 25 to the
44 southeast corner of the NYS Middle Island State Game Farm and Environ-
45 mental Education Center; thence northward, westward, and southward along
46 the easterly, northerly, and westerly boundaries of the NYS Middle
47 Island State Game Farm and Environmental Education Center to NYS Route
48 25; thence westward along the southerly side of NYS Route 25, excluding
49 all parcels abutting that road which are developed as of June 1, 1993,
50 to Giant Oak Road; thence southward along the easterly side of Giant Oak
51 Road to Medford Road; thence southwestward along the southeasterly side
52 of Medford Road crossing to the west side of Smith Road; thence souther-
53 ly along the westerly side of Smith Road to the southeast corner of
54 District 200, Section 406, Block 1, Lot 6; thence westward and northward
55 along the southerly and westerly sides of said parcel to the southerly
56 side of the developed lands known as Strathmore Ridge; thence westward,

1 northward and eastward along the southerly, westerly and northerly sides
2 of the developed lands known as Strathmore Ridge to the westerly side of
3 Smith Road; thence northerly along the westerly side of Smith Road to
4 the southerly side of NYS Route 25; thence westerly along the southerly
5 side of NYS Route 25, to the northwestern corner of that property which
6 is identified as District 200, Section 406, Block 1, Lot 4.3; thence
7 southerly along the westerly boundary of that property and continuing
8 southward along the westerly sides of the properties identified as
9 District 200, Section 406, Block 1, Lot 4.6; District 200, Section 406,
10 Block 1, Lot 4.4 and District 200, Section 504, Block 1, Lot 2 to the
11 southerly side of Longwood Road; thence eastward along the southerly
12 side of Longwood Road to the northwest corner of the property identified
13 as District 200, Section 504, Block 1, Lot 7.2; thence southward and
14 westward along the generally westerly boundary of that parcel to the
15 eastern end of Rugby Lane (also known as Rugby Avenue or Rugby Road), a
16 paper street shown on Suffolk County tax maps District 200, Sections
17 500, 502, and 503; thence westward along the northerly boundary of Rugby
18 Lane, across County Route 21, to the westerly boundary of County Route
19 21 (Yaphank - Middle Island Road); thence southward along the westerly
20 boundary of County Route 21 to the northeastern corner of the parcel
21 identified as District 200, Section 529, Block 1, Lot 28, and which is
22 coterminous with the southerly boundaries of the parcels located on the
23 south side of Rustic Lane; thence westward along the northerly boundary
24 of that parcel to the southwest corner of the parcel identified as
25 District 200, Section 528, Block 5, Lot 2; thence northward along a
26 portion of the easterly boundary of the Carmans River, which comprises
27 the easterly boundary of the parcel identified as District 200, Section
28 528, Block 5, Lot 1, to its intersection with the southern boundary of
29 the Suffolk County Nature Preserve parcel identified as District 200,
30 Section 500, Block 1, Lot 1.4; thence eastward along the southern bound-
31 ary of that parcel to the southeast corner of that parcel; thence north-
32 ward along the easterly boundary of that Suffolk County Nature Preserve
33 parcel to the southeast corner of the Suffolk County Nature Preserve
34 parcel identified as District 200, Section 500, Block 1, Lot 3.1, thence
35 generally northward along the easterly boundary of that parcel to the
36 north side of East Bartlett Road; thence easterly along the north side
37 of East Bartlett Road to the east side of County Road 21; thence south-
38 erly along the east side of County Road 21 to the southwest corner of
39 District 200, Section 501, Block 1, Lot 2.1; thence easterly and north-
40 erly along the southern and eastern sides of that property and northward
41 along the easterly side of District 0200, 50100, Block 0100, Lot 002002
42 and across to the north side of Longwood Road; thence westerly along the
43 north side of Longwood Road to the southeast corner of District 200,
44 Section 482, Block 1, Lot 3.1; thence northward and eastward along the
45 easterly and southerly boundaries of that parcel to the northwest corner
46 of the parcel identified as District 200, Section 483, Block 2, Lot 1.4;
47 thence eastward along the southerly property boundary of the parcel
48 identified as District 200, Section 482, Block 1, Lot 4 to the southeast
49 corner of that parcel; thence northward along the easterly boundary of
50 that parcel to the northeast corner of that parcel; thence eastward and
51 northward along the southerly and easterly boundaries of the parcel
52 identified as District 200, Section 456, Block 2, Lot 4 to the northeast
53 corner of that parcel; thence generally northerly and westerly along the
54 easterly and northerly boundary of Prosser Pines County Nature Preserve
55 to County Road 21; thence westward (directly across County Route 21)
56 along the southerly boundary of the property identified as District 200,

1 Section 434, Block 1, Lot 12.1, to the southwest corner of the property
2 identified as District 200, Section 434, Block 1, Lot 14.3, adjacent to
3 the eastern side of Cathedral Pines County Park; thence northward along
4 the eastern boundary of Cathedral Pines County Park to the southeast
5 corner of the property identified as District 200, Section 402, Block 1,
6 Lot 23.1, thence continuing northward along the easterly boundary of
7 that property to the southerly side of Lafayette Road; thence westward
8 along the southerly side of Lafayette Road to the eastern boundary of
9 the property identified as District 200, Section 402, Block 1, Lot 24.7;
10 thence generally in a counter-clockwise direction along the easterly,
11 northerly, westerly and northerly boundaries of that property to the
12 easterly boundary of the parcel identified as District 200, Section 402,
13 Block 1, Lot 19.2; thence northerly along the easterly side of said lot
14 to the southeast corner of the property identified as District 200,
15 Section 402, Block 1, Lot 20, thence westward and northward along the
16 southerly and westerly sides of that property to the southerly side of
17 NYS Route 25; thence westward along the southerly boundary of NYS Route
18 25 to the northwestern corner of the parcel identified as District 200,
19 Section 402, Block 1, Lot 16.4; thence generally southward along the
20 westerly boundary of that parcel to the northerly boundary of the parcel
21 identified as District 200, Section 454, Block 1, Lot 9.1; thence west-
22 ward along the northerly boundary of that parcel to East Bartlett Road;
23 thence southward along the easterly boundary of East Bartlett Road to
24 its intersection with Ashton Road; thence westward to the northeastern
25 corner of the old filed map shown on District 200, Section 499; thence
26 westward and southward along the northerly and westerly boundaries of
27 the old filed map shown on Suffolk County tax maps District 200,
28 Sections 498, 499, and 527 to Hillcrest Road; thence eastward along the
29 southerly boundary of Hillcrest Road to Ashton Road; thence southward
30 along the easterly side of Ashton Road to Granny Road; thence eastward
31 along the southerly side of Granny Road to the northwesterly corner of
32 District 200, Section 547, Block 1, Lot 18.1; thence generally south-
33 ward, westward, southward, eastward and northward in a counter-clockwise
34 direction along the western, northern, southern and eastern boundaries
35 of said parcel to the southeast corner of the parcel identified as
36 District 200, Section 548, Block 1, Lot 3; thence northward along the
37 easterly boundary of that parcel to its northeast corner; thence gener-
38 ally northward, northeastward and eastward along the westerly, northwes-
39 terly and northerly sides of German Boulevard to its intersection with
40 the northeasterly side of Lakeview Boulevard; thence southeastward along
41 the northeasterly side of Lakeview Boulevard to the westerly boundary of
42 the parcel identified as District 200, Section 611, Block 1, Lot 5;
43 thence northward along the westerly boundary of that parcel to its
44 northwest corner; thence southward along the westerly boundary of the
45 parcel identified as District 200, Section 579, Block 3, Lot 1, compris-
46 ing part of the western bank of the Carmans River also known as Upper
47 Lake, to the northerly side of Mill Road, also known as County Route
48 101; thence eastward along the northerly side of Mill Road to the north-
49 east corner of the parcel identified as District 200, Section 579, Block
50 3, Lot 19; thence westerly along the northerly boundary of that parcel
51 to the eastern boundary of the parcel identified as District 200,
52 Section 579, Block 3, Lot 1; thence northward along the easterly side of
53 that parcel, comprising part of the eastern bank of the Carmans River
54 also known as Upper Lake, to the southwest corner of the parcel identi-
55 fied as District 200, Section 548, Block 2, Lot 5.1; thence eastward
56 along the southern boundary of that parcel to its southeast corner;

1 thence eastward across County Route 21 to its easterly side; thence
2 northward along the easterly boundary of County Route 21 to the south-
3 west corner of the Suffolk County Nature Preserve parcel known as
4 Warbler Woods and identified as District 200, Section 551, Block 1, Lot
5 4; thence generally eastward along the southerly boundary of the Warbler
6 Woods parcel and then southward along the westerly boundary of an exten-
7 sion of that parcel's southerly boundary to the southeast corner of the
8 southern terminus of Harold Road; thence generally westward, southward
9 and westward in a counter-clockwise direction along the northerly,
10 westerly, northerly and westerly boundaries of the Suffolk County Nature
11 Preserve parcel known as Fox Lair, and identified as District 200,
12 Section 580, Block 3, Lot 24.2, to the northwest corner of the parcel
13 Suffolk County Water Authority parcel identified as District 200,
14 Section 580, Block 3, Lot 24.6; thence southward, eastward and southward
15 along the westerly boundary and southerly boundaries of that Suffolk
16 County Water Authority parcel to Main Street; thence eastward along the
17 north side of Main Street to the southeast corner of said Suffolk County
18 Water Authority parcel to its southeast corner; thence northward along
19 the easterly boundary of that parcel to the southwest property boundary
20 of the Suffolk County Nature Preserve parcel known as Fox Lair and iden-
21 tified as District 200, Section 580, Block 3, Lot 24.2, thence generally
22 eastward, southward, eastward, northward and eastward along the southerly
23 boundaries of said parcel and eastward along the southerly boundary
24 of the Suffolk County Nature Preserve parcel identified as District 200,
25 Section 583, Block 1, Lot 4.1, to the west side of the unimproved north-
26 south oriented road known variously as Smith Road, Longwood Road and
27 Private Road; thence southward along the westerly boundary of Smith Road
28 to the north side of the Long Island Expressway; thence westward along
29 the northerly boundary of the Long Island Expressway to the south side
30 of Main Street in Yaphank; thence westward along the southerly boundary
31 of Main Street in Yaphank to the westernmost extent along Main Street of
32 the Southaven County Park boundary; thence westward across County Road
33 21 to the western boundary of the County Road 21 right-of-way; thence
34 southward along the western boundary of the County Road 21 right-of-way
35 to the northerly side of the parcel identified as District 200, Section
36 611, Block 3, Lot 16, comprising the northerly bank of the Carmans River
37 known as Lower Lake; thence westward along the northerly side of that
38 property to the southwest corner of the parcel identified as District
39 200, Section 612, Block 4, Lot 1; thence northward along the westerly
40 boundary of that parcel to the southerly side of County Route 21 known
41 as Main Street; thence westward along the southerly side of County Route
42 21 known as Main Street to the northeast corner of the parcel identified
43 as District 200, Section 612, Block 2, Lot 12; thence southward along
44 the easterly boundary of that parcel to the southeast corner of the
45 parcel identified as District 200, Section 612, Block 2, Lot 11; thence
46 westward and northwestward along the northerly and northeasterly bounda-
47 ries of the Town of Brookhaven parcel identified as District 200,
48 Section 611, Block 3, Lot 9 to the south side of Mill Road, also known
49 as County Road 101; thence generally westward and southward along the
50 southerly side of Mill Road and continuing southward along the eastern
51 side of Patchogue-Yaphank Road, also known as County Road 101, to the
52 southerly side of Gerard Road; thence eastward along the southerly side
53 of Gerard Road to its westerly boundary known as the map of Grand
54 Heights, filed in the offices of the Suffolk County clerk; thence south-
55 ward along the westerly map line of the filed map known as Grand Heights
56 to the north side of the Long Island Expressway NYS Route 495; thence

1 easterly along the northerly side of the Long Island Expressway NYS
2 Route 495 to the westerly side of County Route 21 known as Yaphank
3 Avenue; thence southward along the westerly side of Yaphank Avenue to
4 the south side of the Long Island Expressway; thence eastward along the
5 south side of the Long Island Expressway to the westerly boundary of
6 Southaven County Park, thence generally southward along the westerly
7 boundary of Southaven County Park to the northeast corner of the lands
8 of Suffolk County identified as District 200, Section 665, Block 2, Lot
9 1; thence generally southward along the easterly boundary of said lot,
10 crossing the LIRR and Park Street and continuing southward along the
11 westerly boundary of Davenport Avenue as shown on the old filed map
12 known as Bellhaven Terrace; thence southward and eastward along the
13 westerly and southerly boundaries of the parcel identified as District
14 200, Section 744, Block 1, Lot 10 to the westerly boundary of the parcel
15 identified as District 200, Section 781, Block 1, Lot 3.1; thence
16 continuing southerly along the westerly boundary of that parcel to the
17 easterly boundary of Gerard Road; thence southward along the easterly
18 boundary of Gerard Road to Victory Avenue; thence eastward along the
19 northerly boundary of Victory Avenue to a point where the west bank of
20 the Carmans River passes under Victory Avenue and Route 27; thence south
21 under Route 27 to the southerly side of Montauk Highway also known as
22 County Road 80; thence westward along the southerly side of Montauk
23 Highway County Road 80, including lands owned by the United States known
24 as Wertheim National Wildlife Refuge (the "Refuge"), to the eastern side
25 of Old Stump Road; thence southward along the easterly side of Old Stump
26 Road to the northerly side of Beaver Dam Road; thence eastward along the
27 northerly side of Beaver Dam Road to the lands owned by the United
28 States known as Wertheim National Wildlife Refuge (the "Refuge"),
29 including the Carmans River; thence generally westerly and southerly to
30 the waters of Bellport Bay; thence generally easterly across the Bay and
31 northerly along the easterly boundary of the Refuge, including all lands
32 currently part of the Refuge and any lands which may become part of the
33 Refuge in the future to the east side of the southern terminus of Smith
34 Road; thence northward along the easterly side of Smith Road to the
35 southwesterly corner of the property identified as District 200, Section
36 974.50, Block 1, Lot 11; thence eastward, northward and westward in a
37 counter-clockwise direction along the southern, eastern and northern
38 boundaries of that property to the easterly side of Smith Road; thence
39 northward along the easterly side of Smith Road to the northerly side of
40 Montauk Highway County Road 80; thence northeasterly to the southwesterly
41 corner of the property identified as District 200, Section 849, Block
42 2, Lot 2; thence eastward along the northerly boundary of Montauk High-
43 way to the southeasterly corner of the property identified as District
44 200, Section 850, Block 3, Lot 8; thence northward to the northeasterly
45 corner of that parcel, including all lands owned by the United States
46 known as Wertheim National Wildlife Refuge (the "Refuge") at any time
47 between June 1, 1993 and the present, and any lands which may become
48 part of the Refuge in the future; thence northwestward across Sunrise
49 Highway (NYS Route 27) to the southwesterly corner of the property iden-
50 tified as District 200, Section 850, Block 2, Lot 1; thence northward
51 along the westerly boundary of that parcel across to the northerly bound-
52 ary of Victory Avenue; thence westward along the northerly boundary of
53 Victory Avenue to the westerly boundary of River Road; thence northward
54 along the westerly boundary of River Road to the north side of the Long
55 Island Rail Road right-of-way; thence easterly along the northerly side
56 of the Long Island Rail Road right-of-way to the north side of Morich-

1 es-Middle Island Road; thence generally northward and westward along the
2 northerly side of Moriches-Middle Island Road to the northerly side of
3 the Long Island Expressway; thence westward along the northerly boundary
4 of the Long Island Expressway to the southeasterly corner of the Long-
5 wood Greenbelt property (the property identified as District 200,
6 Section 583, Block 2, Lot 1.1); thence northward along the easterly
7 boundary of the Longwood Greenbelt property to its northeast corner;
8 thence eastward to the southwesterly corner of the property known as
9 District 200, Section 552, Block 1, Lot 8; thence generally northeast-
10 ward along the easterly boundary of the property identified as District
11 200, Section 552, Block 1, Lot 1.7 to the northeasterly corner of that
12 parcel; thence eastward along the southerly boundaries of the parcels
13 identified as District 200, Section 504, Block 1, Lot 8, and District
14 200, Section 504, Block 1, Lot 11, to the westerly boundary of the
15 William Floyd Parkway (County Route 46); thence northward along the
16 westerly side of County Route 46 to a point 2000 (two thousand) feet
17 south of the southern bank of the Peconic River crossing of County Route
18 46; thence generally southeastward along a line parallel to, and 2000
19 (two thousand) feet generally south or southwest of, and parallel to,
20 the southernmost bank of the Peconic River to a point where the Peconic
21 River crosses the unpaved, unnamed, north-south firebreak and patrol
22 road on the eastern half of the Brookhaven National Laboratory property;
23 thence southward and southwestward along the easterly and southeasterly
24 boundaries of the unpaved, unnamed, north-south firebreak and patrol
25 road starting on the eastern half of the Brookhaven National Laboratory
26 property to the Brookhaven National Laboratory road known as Brookhaven
27 Avenue; thence due westward along a straight line to the Brookhaven
28 National Laboratory road known as Princeton Avenue; thence westward
29 along the southerly boundary of Princeton Avenue to the unnamed Labora-
30 tory road which diverts southwest in the vicinity of the Laboratory gate
31 house; thence southwestward along the southerly side of the unnamed
32 Laboratory road just described to County Route 46; thence southward
33 along the easterly side of County Route 46 to NYS Route 495; thence
34 eastward along the northerly boundary of NYS Route 495 to County Route
35 111; thence southeastward along the northerly boundary of County Route
36 111 to NYS Route 27 (Sunrise Highway); thence generally southward across
37 NYS Route 27 to the westernmost extent along NYS Route 27 of the unde-
38 veloped portion (as of June 1, 1993) of the parcel assemblage comprised
39 of those parcels identified as District 200, Section 594, Block 2, Lot 4
40 and District 900, Section 325, Block 1, Lot 41.2; thence southward along
41 the westerly boundary of the undeveloped portion (as of June 1, 1993) of
42 that parcel assemblage to County Route 71 (Old Country Road); thence
43 eastward along the northerly boundary of County Route 71 to the south-
44 eastern corner of the Suffolk County Nature Preserve lands which run
45 from NYS Route 27 south to County Route 111 and which adjoin the easterly
46 side of the preceding assemblage; thence northward along the easterly
47 boundary of that Suffolk County Nature Preserve assemblage (crossing the
48 County Route 111 right of way) to NYS Route 27; thence eastward along
49 the southerly boundary of NYS Route 27 to the westerly end of 19th
50 Street as shown in the old filed map contained within the tax map iden-
51 tified as District 900, Section 276, Block 2; thence southward along the
52 westerly boundary of that old filed map (shown in District 900, Sections
53 276, 302, 303, 327, and 328), and coterminous with the westerly side of
54 those parcels along the westerly side of Oishei Road, to County Route
55 71; thence eastward along the northerly boundary of County Route 71 to
56 the southeasterly corner of the parcel identified as District 900,

1 Section 328, Block 2, Lot 19; thence northward along the easterly bound-
2 ary of that old filed map surrounding Oishei Road, and coterminous with
3 the easterly side of those parcels along the easterly side of Oishei
4 Road, to a point along that line due west of the northwesterly corner of
5 the parcel containing the Suffolk County facilities identified as
6 District 900, Section 331, Block 1, Lot 1; thence due eastward along a
7 straight line to the northwesterly corner of that parcel; thence east-
8 ward along the northerly boundary of that parcel to its northeasterly
9 corner shown in District 900, Section 307; thence due eastward along a
10 straight line to Summit Boulevard; thence southward along the westerly
11 side of Summit Boulevard to County Route 71; thence eastward along the
12 northerly side of County Route 71, excluding all parcels abutting that
13 road which are developed as of June 1, 1993, to the Long Island Rail
14 Road tracks; thence eastward along the northerly boundary of the Long
15 Island Rail Road tracks to County Route 31 (Old Riverhead Road); thence
16 northward along the westerly boundary of County Route 31 to that point
17 opposite the point along the easterly side of County Route 31 (north of
18 the Stewart Avenue intersection) at which the undeveloped portion (as of
19 June 1, 1993) of the Suffolk County Airport (Gabreski Airport) occurs;
20 thence generally northward, eastward and southward around the westerly,
21 northerly and easterly boundaries of the undeveloped portion (as of June
22 1, 1993) of the airport property (excluding from the Core Preservation
23 Area those portions of the airport property which are occupied by the
24 runways, their associated maintenance areas, and those areas identified
25 for future use in the Suffolk County Airport Master Plan approved by the
26 County Legislature) to the Long Island Rail Road tracks (including in
27 the Core Preservation Area those portions of the airport property which
28 are adjacent to the Quogue Wildlife Refuge's westerly boundary and which
29 are in their natural state); thence eastward along the northerly bounda-
30 ry of the Long Island Rail Road tracks to the southeasterly corner of
31 the Town of Southampton parcel identified as District 902, Section 1,
32 Block 1, Lot 22.1; thence generally northward and eastward along the
33 easterly border of that parcel and the Town of Southampton parcels to
34 the immediate north identified as District 900, Section 313, Block 1,
35 Lot 42.1 and District 900, Section 287, Block 1, Lot 1.55 to County
36 Route 104; thence northward along the westerly boundary of County Route
37 104 to a point 1000 (one thousand) feet southward of NYS Route 27;
38 thence eastward along a line parallel to, and 1000 (one thousand) feet
39 south of, NYS Route 27, to the westerly boundary of the parcel identi-
40 fied as District 900, Section 252, Block 1, Lot 1; thence southward
41 along the westerly boundary of that parcel to the Long Island Rail Road
42 tracks; thence eastward along the northerly boundary of the Long Island
43 Rail Road tracks to Montauk Highway; thence eastward along the northerly
44 boundary of Montauk Highway to that point where the boundary of Sears-
45 Bellows County Park heads northward along the eastern side of the Munns
46 Pond portion; thence northward along the easterly boundary of Sears-Bel-
47 lows County Park, to NYS Route 27; thence eastward along the northerly
48 boundary of NYS Route 27 to NYS Route 24 (Riverhead - Hampton Bays
49 Road); thence generally northwestward and westward along the southwes-
50 terly boundary of NYS Route 24 to the easternmost extent along NYS Route
51 24 of the Suffolk County Parkland known as Flanders or Hubbard County
52 Park; thence generally northward, westward, and southward along the
53 easterly, northerly, and westerly boundaries of Flanders or Hubbard
54 County Park, including all adjacent or contiguous undeveloped Town of
55 Southampton parks, preserves, open space areas, or reserved areas, to
56 NYS Route 24; thence westward along the southerly boundary of NYS Route

1 24 to Pleasure Drive; thence southward along the easterly boundary of
2 Pleasure Drive a distance of 2000 (two thousand) feet, excluding all
3 parcels abutting that road which are developed as of June 1, 1993;
4 thence generally westward along a straight line to the southernmost
5 extent of the NYS David Sarnoff Preserve along the westerly boundaries
6 of the parcels on the westerly side of Brookhaven Avenue; thence gener-
7 ally northward and westward along the easterly and northerly boundary of
8 the NYS David Sarnoff Pine Barrens Preserve, crossing County Routes 105
9 and 104, to County Route 63 (Riverhead-Moriches Road); thence generally
10 westward and northward along the northerly boundary of the Suffolk Coun-
11 ty Cranberry Bog County Nature Preserve to County Route 51; thence
12 southwesterly along the westerly side of County Route 51 to the boundary
13 of the Cranberry Bog County Nature Preserve; thence westward and north-
14 ward along the northeasterly boundary of Cranberry Bog County Nature
15 Preserve to County Route 94 (also known as NYS Route 24, or Nugent
16 Drive); thence eastward along the northerly side of County Route 94 to
17 the County Route 94A bridge; thence northward along the westerly side of
18 the County Route 94A bridge to the Riverhead-Southampton border; thence
19 westward along the Riverhead-Southampton border, and the Riverhead-Brook-
20 haven Border, to the Forge Road Bridge; thence northward along the
21 westerly boundary of the Forge Road Bridge to Forge Road; thence
22 northwestward along the westerly boundary of Forge Road to the Long
23 Island Rail Road tracks; thence northward along the westerly boundary of
24 Forge Road (unpaved) to the intersection of NYS Route 25 and River Road;
25 thence westward along the southerly boundary of River Road to Edwards
26 Avenue; thence westward along the southerly boundary of River Road
27 (Grumman Boulevard or Swan Pond Road) to the southeast corner of that
28 parcel containing Conoe (or Canoe) Lake and identified as District 600,
29 Section 137, Block 1, Lot 1; thence northward, westward, and southward
30 along the borders of that parcel containing Conoe (or Canoe) Lake to
31 River Road (Grumman Boulevard); thence westward along the northerly
32 boundary of Grumman Boulevard to the southeasternmost corner of the
33 undeveloped portion (as of June 1, 1993) of the United States
34 Navy/Grumman Corporation property located on the north side of Grumman
35 Boulevard and adjacent to the Grumman entrance known as the South Gate;
36 thence due north along the easternmost edge of that undeveloped portion
37 (as of June 1, 1993) of the United States Navy/Grumman Corporation prop-
38 erty to NYS Route 25; thence along a straight line to the northerly side
39 of NYS Route 25 to a point occupied by the southeasternmost corner of
40 the parcel assemblage comprised of District 600, Section 75, Block 3,
41 Lot 10.1, and District 600, Section 96, Block 1, Lot 14, and otherwise
42 known as Camp Wauwepex; thence northward, westward, and generally south-
43 ward along the easterly, northerly, and generally westerly boundaries of
44 the Camp Wauwepex assemblage to NYS Route 25; thence westward along the
45 northerly side of NYS Route 25 to Montauk Trail; thence northeastward
46 along the northwesterly side of Montauk Trail to Panamoka Trail; thence
47 northward along the westerly side of Panamoka Trail, excluding all
48 parcels abutting that road which are developed as of June 1, 1993, to
49 Matinecock Trail; thence westward along the southerly side of Matinecock
50 Trail to the easterly boundary of Brookhaven State Park; thence general-
51 ly northward along the easterly boundary of Brookhaven State Park,
52 including all adjacent or contiguous undeveloped Town of Brookhaven
53 parks, preserves, open space areas, or reserved areas, to its inter-
54 section with NYS Route 25A; [~~thence westward along the southerly side of~~
55 ~~NYS Route 25A to the northeast corner of the Shoreham Wading River~~
56 ~~school district property;~~] thence eastward along the southerly boundary

1 of Route 25A to a point due south of the southeast corner of the parcel
2 identified as District 200, Section 128, Block 1, Lot 3.1; thence
3 northeastward, northward and westward along the southerly, easterly and
4 northerly sides of the parcel identified as District 200, Section 128,
5 Block 1, Lot 1 to the southeast corner of the parcel identified as
6 District 200, Section 82, Block 1, Lot 5.2; thence northward along the
7 east side of this parcel to its intersection with the south side of
8 North Country Road; thence northward crossing North Country road to its
9 northerly side; thence eastward along the northerly side of North Coun-
10 try Road to the Brookhaven Town-Riverhead Town line; thence in a gener-
11 ally northwestward direction along said town line to a point in Wading
12 River Creek With the coordinates 40.96225 latitude and -72.863633 longi-
13 tude; thence westward a distance of approximately 90 feet to the easter-
14 ly side of LILCO Road; thence southward along LILCO Road to its inter-
15 section with the north side of North Country Road; thence westward along
16 the north side of North Country Road to the southeast corner of the
17 parcel identified as District 200, Section 39, Block 1, Lot 2; thence in
18 a northward and westward direction along the easterly and northerly
19 sides of said parcel to its northwest corner; thence northward along the
20 westerly boundary of the parcel identified as District 200, Section 83,
21 Block 1, Lot 1.4 to its northwest corner and the shoreline of Long
22 Island Sound; thence westward /along the northerly side of the parcel
23 identified as District 200, Section 83, Block 1, Lot 1.4 and continuing
24 in a westward direction along the northerly side of the parcel identi-
25 fied as district 200, section 39, Block 1, lot 1.2 and the southerly
26 extent of the Long Island Sound to the northwest corner of the property
27 identified as District 200, Section 39, Block 1, Lot 1.2; thence south-
28 ward along the westerly boundary of said property to North Country Road;
29 thence west along the southerly boundary of North Country Road to the
30 northwestern corner of the property identified as District 200, Section
31 82, Block 1, Lot 1.1; thence south along the westerly boundary of said
32 property and the westerly boundary of the property identified as
33 District 200, Section 39, Block 1, Lot 1.2 to the northwest corner of
34 property identified as District 200, Section 82, Block 1, Lot 5.1;
35 thence southward along the westerly boundary of said property in a line
36 to the northeast corner of property identified as District 200, Section
37 105, Block 3, Lot 5; thence southward along the easterly boundary of
38 said property to the north side of Route 25A; thence eastward along the
39 north side of Route 25A to a point directly north of the northeast
40 corner of the Shoreham-Wading River school district property; thence
41 southward, crossing Route 25A to its southerly boundary and the north-
42 east corner of the Shoreham-Wading river school district property;
43 thence southward, westward, and northward along the easterly, southerly,
44 and westerly boundaries of the Shoreham-Wading River school district
45 property to NYS Route 25A; thence westward along the southerly side of
46 NYS Route 25A to County Route 46; thence southward along the easterly
47 side of County Route 46 to its intersection with the Suffolk County Pine
48 Trail Nature Preserve; thence westward along the northerly boundary of
49 the Suffolk County Pine Trail Nature Preserve where the Preserve is
50 adjacent to developed parcels or parcels in agricultural or horticultur-
51 al use, or along a line parallel to, and 100 (one hundred) feet north
52 of, the Preserve where the Preserve is adjacent to parcels which are
53 undeveloped as of June 1, 1993, to the southeastern corner of the parcel
54 west of Woodlots Road and identified as District 200, Section 291, Block
55 1, Lot 14.1; thence northward and westward along the easterly and north-
56 erly boundaries of that parcel to Whiskey Road; thence westward along

1 the southerly side of Whiskey Road to Wading River Hollow Road; thence
2 northward along the westerly side of Wading River Hollow Road to the
3 boundary of the NYS Rocky Point Land; thence generally northward along
4 the easterly boundary of the NYS Rocky Point Land, including all adja-
5 cent or contiguous undeveloped Town of Brookhaven parks, preserves, open
6 space areas, or reserved areas, to NYS Route 25A; thence westward along
7 the southerly side of NYS Route 25A, excluding those parcels abutting
8 that road which are developed as of June 1, 1993, and those lands iden-
9 tified for the reroute of Route 25A by the NYS Department of Transporta-
10 tion, to the northeastern corner of the parcel identified as District
11 200, Section 102, Block 3, Lot 1.4; thence southward along the westerly
12 boundary of that parcel to the parcel identified as District 200,
13 Section 102, Block 3, Lot 1.6; thence generally westward and southward
14 along the westerly boundaries of that parcel and the adjoining southerly
15 parcel identified as District 200, Section 102, Block 3, Lot 1.5 to the
16 boundary of the NYS Rocky Point Land; thence westward along the norther-
17 ly boundary of the NYS Rocky Point Land to County Route 21; thence
18 generally westward along a straight line across County Route 21 to the
19 northernmost extent along County Route 21 of the NYS Rocky Point Land;
20 thence generally westward along the generally northerly boundary of the
21 NYS Rocky Point Land to the point or place of beginning, and excluding
22 the area defined as beginning at a point where the southerly boundary of
23 NYS Route 25 meets the easterly side of the Suffolk County Pine Trail
24 Nature Preserve; thence southeastward along the easterly side of the
25 Suffolk County Pine Trail Nature Preserve where the Preserve is adjacent
26 to developed parcels, or along a line parallel to, and 100 (one hundred)
27 feet east of, the Preserve where the Preserve is adjacent to parcels
28 which are undeveloped as of June 1, 1993, to the Long Island Lighting
29 Company high voltage transmission lines; thence northward along the
30 westerly side of the Long Island Lighting Company high voltage trans-
31 mission lines to NYS Route 25; thence westward along the southerly side
32 of NYS Route 25 to the point or place of beginning;
33 and excluding two distinct areas described as follows: Area One is the
34 area defined as beginning at a point where the southerly boundary of NYS
35 Route 25 meets the easterly side of the Suffolk County Pine Trail Nature
36 Preserve; thence southeastward along the easterly side of the Suffolk
37 County Pine Trail Nature Preserve where the Preserve is adjacent to
38 developed parcels, or along a line parallel to, and 100 (one hundred)
39 feet east of, the Preserve where the Preserve is adjacent to parcels
40 which are undeveloped as of June 1, 1993, to the Long Island Lighting
41 Company high voltage transmission lines; thence northward along the
42 westerly side of the Long Island Lighting Company high voltage trans-
43 mission lines to NYS Route 25; thence westward along the southerly side
44 of NYS Route 25 to the point or place of beginning; Area Two is the area
45 defined as beginning at the northwest corner of the parcel identified as
46 District 200, Section 552, Block 1, Lot 3; thence eastward, southwest-
47 ward and generally northward along the northerly, southeasterly and
48 westerly boundaries of that parcel, containing the sewage treatment
49 facility known as the Dorade facility, to the point of beginning; Area
50 three is defined as the parcel identified as district 200, section 82,
51 block 1, lot 3.

52 § 2. The town of Brookhaven, the county of Suffolk, and the Central
53 Pine Barrens joint planning and policy commission shall compile a report
54 providing an assessment of properties that would be suitable for solar
55 projects including an inventory of specific parcels within the town of
56 Brookhaven that minimize the need to utilize undisturbed open space.

1 Such report shall be submitted to the governor no later than January 1,
2 2020.

3 § 3. The definitions of "central pine barrens" and "core preservation
4 area" of section 57-0107 of the environmental conservation law shall be
5 amended to include the property described as thence eastward along the
6 northerly boundary of Moriches-Middle Island Road to a point due north
7 of the easterly boundary of Cranford Boulevard; thence southward across
8 Moriches-Middle Island Road and along the easterly boundary of Cranford
9 Boulevard to the south-western corner of the property identified as
10 District 200, Section 645, Block 3, Lot 29.1; thence southeastward along
11 the southerly boundary of said property to its intersection with proper-
12 ty identified as District 200, Section 712, Block 9, Lot 1; thence
13 generally southward along the westerly boundary of said property to its
14 intersection with the northerly side of the eastward extension of Grove
15 Drive; thence southward crossing Grove Drive to its south side; thence
16 westward along the southerly boundary of the Grove Drive road extension
17 to the northwestern corner of the property identified as District 200,
18 Section 749, Block 3, Lot 41.1; and comprised of parcels owned by the
19 county of Suffolk and the town of Brookhaven; thence southward to the
20 southwestern corner of property identified as District 200, Section 749,
21 Block 3, Lot 43; thence eastward along the southerly boundary of said
22 property to the west side of Lambert Avenue; thence crossing Lambert
23 Avenue to its easterly side; thence southward along the easterly bounda-
24 ry of Lambert Avenue to the northerly boundary of the Sunrise Highway
25 Service Road; thence northeastward along the northerly boundary of the
26 Sunrise Highway Service Road to Barnes Road; thence northward along the
27 westerly boundary of Barnes Road to the northeastern corner of property
28 identified as District 200, Section 750, Block 3, Lot 40.2; thence west-
29 ward along the northerly boundary of said property to the property iden-
30 tified as District 200, Section 713, Block 1, Lot 2; thence westward
31 along the northerly boundary of property identified as District 200,
32 Section 713, Block 1, Lot 1; thence northward along the westerly side of
33 Weeks Avenue to the northeastern corner of property identified as
34 District 200, Section 713, Block 3, Lot 1; thence westward along the
35 northerly boundary of said property to Michigan Avenue; thence northward
36 along the easterly boundary of Michigan Ave to Moriches-Middle Island
37 Road, comprising of all lands owned by the Town of Brookhaven and
38 Suffolk county therein and excluding all privately owned real property.

39 § 4. This act shall take effect January 1, 2019; provided that if the
40 provisions of this act establishing a new description and boundaries of
41 the Central Pine Barrens Area or the core preservation area removes or
42 excludes any of the lands of the Central Pine Barrens Area or the core
43 preservation area as such lands are described and bounded in chapter 267
44 of the laws of 2015, and/or protections established and/or provided by
45 such act, this act shall be deemed repealed and of no force and effect
46 and chapter 267 of the laws of 2015 shall remain in full force and
47 effect. The state legislature shall notify the legislative bill draft-
48 ing commission of any such decrease and resulting repeal in order that
49 the commission may maintain an accurate and timely effective data base
50 of the official text of the laws of the state of New York in furtherance
51 of effectuating the provisions of section 44 of the legislative law and
52 section 70-b of the public officers law.

1 Section 1. Expenditures of moneys appropriated in a chapter of the
2 laws of 2018 to the department of agriculture and markets from the
3 special revenue funds-other/state operations, miscellaneous special
4 revenue fund-339, public service account shall be subject to the
5 provisions of this section. Notwithstanding any other provision of law
6 to the contrary, direct and indirect expenses relating to the department
7 of agriculture and markets' participation in general ratemaking
8 proceedings pursuant to section 65 of the public service law or certif-
9 ication proceedings pursuant to article 7 or 10 of the public service
10 law, shall be deemed expenses of the department of public service within
11 the meaning of section 18-a of the public service law. No later than
12 August 15, 2019, the commissioner of the department of agriculture and
13 markets shall submit an accounting of such expenses, including, but not
14 limited to, expenses in the 2018 -- 2019 fiscal year for personal and
15 non-personal services and fringe benefits, to the chair of the public
16 service commission for the chair's review pursuant to the provisions of
17 section 18-a of the public service law.

18 § 2. Expenditures of moneys appropriated in a chapter of the laws of
19 2018 to the department of state from the special revenue funds-
20 other/state operations, miscellaneous special revenue fund-339, public
21 service account shall be subject to the provisions of this section.
22 Notwithstanding any other provision of law to the contrary, direct and
23 indirect expenses relating to the activities of the department of
24 state's utility intervention unit pursuant to subdivision 4 of section
25 94-a of the executive law, including, but not limited to participation
26 in general ratemaking proceedings pursuant to section 65 of the public
27 service law or certification proceedings pursuant to article 7 or 10 of
28 the public service law, shall be deemed expenses of the department of
29 public service within the meaning of section 18-a of the public service
30 law. No later than August 15, 2019, the secretary of state shall submit
31 an accounting of such expenses, including, but not limited to, expenses
32 in the 2018 -- 2019 fiscal year for personal and non-personal services
33 and fringe benefits, to the chair of the public service commission for
34 the chair's review pursuant to the provisions of section 18-a of the
35 public service law.

36 § 3. Expenditures of moneys appropriated in a chapter of the laws of
37 2018 to the office of parks, recreation and historic preservation from
38 the special revenue funds-other/state operations, miscellaneous special
39 revenue fund-339, public service account shall be subject to the
40 provisions of this section. Notwithstanding any other provision of law
41 to the contrary, direct and indirect expenses relating to the office of
42 parks, recreation and historic preservation's participation in general
43 ratemaking proceedings pursuant to section 65 of the public service law
44 or certification proceedings pursuant to article 7 or 10 of the public
45 service law, shall be deemed expenses of the department of public
46 service within the meaning of section 18-a of the public service law. No
47 later than August 15, 2019, the commissioner of the office of parks,
48 recreation and historic preservation shall submit an accounting of such
49 expenses, including, but not limited to, expenses in the 2018 -- 2019
50 fiscal year for personal and non-personal services and fringe benefits,
51 to the chair of the public service commission for the chair's review
52 pursuant to the provisions of section 18-a of the public service law.

53 § 4. Expenditures of moneys appropriated in a chapter of the laws of
54 2018 to the department of environmental conservation from the special
55 revenue funds-other/state operations, environmental conservation special
56 revenue fund-301, utility environmental regulation account shall be

1 subject to the provisions of this section. Notwithstanding any other
2 provision of law to the contrary, direct and indirect expenses relating
3 to the department of environmental conservation's participation in state
4 energy policy proceedings, or certification proceedings pursuant to
5 article 7 or 10 of the public service law, shall be deemed expenses of
6 the department of public service within the meaning of section 18-a of
7 the public service law. No later than August 15, 2019, the commissioner
8 of the department of environmental conservation shall submit an account-
9 ing of such expenses, including, but not limited to, expenses in the
10 2018 -- 2019 fiscal year for personal and non-personal services and
11 fringe benefits, to the chair of the public service commission for the
12 chair's review pursuant to the provisions of section 18-a of the public
13 service law.

14 § 5. Notwithstanding any other law, rule or regulation to the contra-
15 ry, expenses of the department of health public service education
16 program incurred pursuant to appropriations from the cable television
17 account of the state miscellaneous special revenue funds shall be deemed
18 expenses of the department of public service. No later than August 15,
19 2019, the commissioner of the department of health shall submit an
20 accounting of expenses in the 2018 -- 2019 fiscal year to the chair of
21 the public service commission for the chair's review pursuant to the
22 provisions of section 217 of the public service law.

23 § 6. Any expense deemed to be expenses of the department of public
24 service pursuant to sections one through four of this act shall not be
25 recovered through assessments imposed upon telephone corporations as
26 defined in subdivision 17 of section 2 of the public service law.

27 § 7. This act shall take effect immediately and shall be deemed to
28 have been in full force and effect on and after April 1, 2018 and shall
29 be deemed repealed April 1, 2019.

30 PART EE

31 Section 1. Expenditures of moneys by the New York state energy
32 research and development authority for services and expenses of the
33 energy research, development and demonstration program, including
34 grants, the energy policy and planning program, the zero emissions vehi-
35 cle and electric vehicle rebate program, and the Fuel NY program shall
36 be subject to the provisions of this section. Notwithstanding the
37 provisions of subdivision 4-a of section 18-a of the public service law,
38 all moneys committed or expended in an amount not to exceed \$19,700,000
39 shall be reimbursed by assessment against gas corporations, as defined
40 in subdivision 11 of section 2 of the public service law and electric
41 corporations as defined in subdivision 13 of section 2 of the public
42 service law, where such gas corporations and electric corporations have
43 gross revenues from intrastate utility operations in excess of \$500,000
44 in the preceding calendar year, and the total amount which may be
45 charged to any gas corporation and any electric corporation shall not
46 exceed one cent per one thousand cubic feet of gas sold and .010 cent
47 per kilowatt-hour of electricity sold by such corporations in their
48 intrastate utility operations in calendar year 2016. Such amounts shall
49 be excluded from the general assessment provisions of subdivision 2 of
50 section 18-a of the public service law. The chair of the public service
51 commission shall bill such gas and/or electric corporations for such
52 amounts on or before August 10, 2018 and such amounts shall be paid to
53 the New York state energy research and development authority on or
54 before September 10, 2018. Upon receipt, the New York state energy

1 research and development authority shall deposit such funds in the ener-
2 gy research and development operating fund established pursuant to
3 section 1859 of the public authorities law. The New York state energy
4 research and development authority is authorized and directed to: (1)
5 transfer \$1 million to the state general fund for services and expenses
6 of the department of environmental conservation, \$150,000 to the state
7 general fund for services and expenses of the department of agriculture
8 and markets, and \$825,000 to the University of Rochester laboratory for
9 laser energetics from the funds received; and (2) commencing in 2016,
10 provide to the chair of the public service commission and the director
11 of the budget and the chairs and secretaries of the legislative fiscal
12 committees, on or before August first of each year, an itemized record,
13 certified by the president and chief executive officer of the authority,
14 or his or her designee, detailing any and all expenditures and commit-
15 ments ascribable to moneys received as a result of this assessment by
16 the chair of the department of public service pursuant to section 18-a
17 of the public service law. This itemized record shall include an item-
18 ized breakdown of the programs being funded by this section and the
19 amount committed to each program. The authority shall not commit for
20 any expenditure, any moneys derived from the assessment provided for in
21 this section, until the chair of such authority shall have submitted,
22 and the director of the budget shall have approved, a comprehensive
23 financial plan encompassing all moneys available to and all anticipated
24 commitments and expenditures by such authority from any source for the
25 operations of such authority. Copies of the approved comprehensive
26 financial plan shall be immediately submitted by the chair to the chairs
27 and secretaries of the legislative fiscal committees. Any such amount
28 not committed by such authority to contracts or contracts to be awarded
29 or otherwise expended by the authority during the fiscal year shall be
30 refunded by such authority on a pro-rata basis to such gas and/or elec-
31 tric corporations, in a manner to be determined by the department of
32 public service, and any refund amounts must be explicitly lined out in
33 the itemized record described above.

34 § 2. This act shall take effect immediately and shall be deemed to
35 have been in full force and effect on and after April 1, 2018.

36

PART FF

37 Section 1. Paragraph (a) of subdivision 17 of section 1005 of the
38 public authorities law, as amended by chapter 494 of the laws of 2011,
39 is amended to read as follows:

40 (a) As deemed feasible and advisable by the trustees, to finance
41 ~~[and]~~, design, develop, construct, implement, provide and administer
42 energy-related projects, programs and services for any public entity,
43 any independent not-for-profit institution of higher education within
44 the state, ~~[and]~~ any recipient of ~~[the]~~ economic development power,
45 expansion power, replacement power, preservation power, high load factor
46 power, municipal distribution agency power, ~~[power for jobs, and]~~ or
47 recharge New York power [programs administered] allocated by the author-
48 ity, and any party located within the state under contract with the
49 authority to purchase power from the authority pursuant to this title or
50 any other law. In establishing and providing high performance and
51 sustainable building programs and services authorized by this subdivi-
52 sion, the authority is authorized to consult standards, guidelines,
53 rating systems, and/or criteria established or adopted by other organ-
54 izations, including but not limited to the United States green building

1 council under its leadership in energy and environmental design (LEED)
2 programs, the green building initiative's green globes rating system,
3 and the American National Standards Institute. The source of any financ-
4 ing and/or loans provided by the authority for the purposes of this
5 subdivision may be the proceeds of notes issued pursuant to section one
6 thousand nine-a of this title, the proceeds of bonds issued pursuant to
7 section one thousand ten of this title, or any other available authority
8 funds.

9 § 2. Subparagraph 2 of paragraph (b) of subdivision 17 of section 1005
10 of the public authorities law, as added by chapter 477 of the laws of
11 2009 and such subdivision as renumbered by section 16 of part CC of
12 chapter 60 of the laws of 2011, is amended to read as follows:

13 (2) "Energy-related projects, programs and services" means energy
14 management, distribution, or control projects and services, energy
15 supply security, resiliency or reliability projects and services, energy
16 procurement programs and services for public entities, energy efficiency
17 projects and services, clean energy technology projects and services,
18 and high performance and sustainable building programs and services, and
19 the construction, installation and/or operation of facilities or equip-
20 ment done in connection with any such energy-related projects, programs
21 or services.

22 § 3. Subparagraph 5 of paragraph (b) of subdivision 17 of section 1005
23 of the public authorities law, as added by chapter 477 of the laws of
24 2009 and such subdivision as renumbered by section 16 of part CC of
25 chapter 60 of the laws of 2011, is amended to read as follows:

26 (5) "Public entity" means an agency, public authority, public benefit
27 corporation, public corporation, municipal corporation, school district,
28 board of cooperative educational services, public university, fire
29 district, district corporation, or special improvement district governed
30 by a separate board of commissioners, including an entity formed by or
31 under contract with one or more public entities for the purpose of
32 facilitating the delivery, implementation or management of energy-relat-
33 ed projects, programs and services.

34 § 4. This act shall take effect immediately.

35 PART GG

36 Section 1. Section 1005 of the public authorities law is amended by
37 adding a new subdivision 26 to read as follows:

38 26. (a) Notwithstanding any inconsistent provision of this title, as
39 deemed feasible and advisable by the trustees, the authority is author-
40 ized to finance, plan, design, engineer, acquire, construct, operate or
41 manage (collectively, "develop") throughout its area of service such
42 renewable power and energy generating projects, and procure such renewa-
43 ble power, energy, or related attributes, which the authority deems
44 necessary or desirable to assist the state in meeting any state clean
45 energy standard or goals, and/or supply the needs of any public entity
46 or authority customer within the state. The authority is further author-
47 ized to allocate and sell renewable power, energy, or related attributes
48 that is produced by renewable power and energy generating projects it
49 develops, or that it procures, to any public entity or authority custom-
50 er. The authority shall be entitled to fully recover its costs, includ-
51 ing its acquisition, finance, planning, contracting, capital, operating
52 and maintenance costs, from the entities that purchase renewable power,
53 energy and related attributes from the authority.

1 (b) The source of any financing and/or loans provided by the authority
2 for the purposes of this subdivision may be the proceeds of notes issued
3 pursuant to section one thousand nine-a of this title, the proceeds of
4 bonds issued pursuant to section one thousand ten of this title, or any
5 other available authority funds.

6 (c) For purposes of this subdivision, the following terms shall have
7 the meanings indicated in this paragraph unless the context indicates
8 another meaning or intent:

9 (1) "Authority customer" means an entity located in the state that
10 purchases or is under contract to purchase power or energy from the
11 authority.

12 (2) "Public entity" has the meaning ascribed to that term by subpara-
13 graph five of paragraph (b) of subdivision seventeen of this section.

14 (3) "Renewable energy resources" means solar power, wind power, hydro-
15 electric, and any other generation resource authorized by any renewable
16 energy standard adopted by the state for the purpose of implementing any
17 state clean energy standard.

18 (4) "Renewable power and energy generating projects" means projects
19 that generate power and energy by means of renewable energy resources,
20 or that store and supply power and energy generated by means of renewa-
21 ble energy resources, and include the construction, installation and/or
22 operation of ancillary facilities or equipment done in connection with
23 any such renewable power and energy generating projects, provided,
24 however, that such term shall not include the authority's Saint Lawrence
25 and Niagara hydroelectric.

26 (5) "State" means the state of New York.

27 (d) Nothing in this subdivision is intended to limit, impair or affect
28 the authority's legal authority under any other provision of this title.

29 § 2. This act shall take effect immediately.

30 § 2. Severability clause. If any clause, sentence, paragraph, subdivi-
31 sion, section or part of this act shall be adjudged by any court of
32 competent jurisdiction to be invalid, such judgment shall not affect,
33 impair, or invalidate the remainder thereof, but shall be confined in
34 its operation to the clause, sentence, paragraph, subdivision, section
35 or part thereof directly involved in the controversy in which such judg-
36 ment shall have been rendered. It is hereby declared to be the intent of
37 the legislature that this act would have been enacted even if such
38 invalid provisions had not been included herein.

39 § 3. This act shall take effect immediately provided, however, that
40 the applicable effective date of Parts A through GG of this act shall be
41 as specifically set forth in the last section of such Parts.