

STATE OF NEW YORK

584--A

2019-2020 Regular Sessions

IN SENATE

(Prefiled)

January 9, 2019

Introduced by Sens. KENNEDY, CARLUCCI, METZGER -- read twice and ordered printed, and when printed to be committed to the Committee on Corporations, Authorities and Commissions -- recommitted to the Committee on Corporations, Authorities and Commissions in accordance with Senate Rule 6, sec. 8 -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the New York state urban development corporation act, in relation to enacting the food retail establishment subsidization for healthy communities (FRESH Communities) act

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

1 Section 1. Short title. This act shall be known and may be cited as
2 the "food retail establishment subsidization for healthy communities
3 act".
4 § 2. Legislative intent. The legislature finds that the lack of access
5 to fresh foods is a problem of growing concern in many communities
6 across the state. Substantial increases in urban land values and rents,
7 limited access to financing and other economic pressures have left many
8 lower-income residents in urban and rural areas underserved by supermar-
9 kets and other food retail establishments. The resulting lack of access
10 to a variety of fresh food retailers makes it more difficult and expen-
11 sive for these residents to maintain a nutritionally balanced diet and
12 leads to increased public health costs, dilutes the value of public
13 assistance for food purchases, leads to greater travel times and energy
14 expenditures to obtain fresh food, and deprives the state's farmers of
15 markets for their products. Providing access to financial assistance for
16 urban and rural supermarkets in underserved areas will remedy these
17 adverse conditions, create employment opportunities and help to revital-
18 ize and stabilize currently underserved neighborhoods.

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

LBD02774-02-0

1 § 3. Subdivision 1 of section 16-m of section 1 of chapter 174 of the
2 laws of 1968, constituting the New York state urban development corpo-
3 ration act, is amended by adding a new paragraph (o) to read as follows:

4 (o) Loans, loan guarantees, interest subsidies and grants to busi-
5 nesses, municipalities, not-for-profit corporations or local development
6 corporations for the purpose of attracting, maintaining or permitting
7 the expansion of food retail establishments in underserved areas. The
8 corporation shall consider the economic viability of the project and the
9 potential impact on the community when evaluating applications for such
10 loans, loan guarantees, interest subsidies and grants. The corporation
11 shall establish performance indicators to assess the progress of the
12 projects receiving monies pursuant to the authorization provided in this
13 paragraph, and track and publish this information on its website. For
14 purposes of this paragraph, "underserved areas" shall include low or
15 moderate-income census tracts, areas of below average supermarket densi-
16 ty or having a supermarket customer base with more than fifty percent
17 living in low-income census tracts, or other areas demonstrated to have
18 significant access limitations due to travel distance, as determined by
19 the corporation, and "food retail establishments" shall include super-
20 markets and other grocery retailers that operate on a self-service basis
21 and sell a minimum percentage, as determined by the corporation, of
22 produce, meat, poultry, seafood, baked goods and/or dairy products and
23 which:

24 (i) participate in the New York grown and certified program;
25 (ii) accept payment from electronic benefit transfer through the
26 supplemental nutrition assistance program and through the special
27 supplemental nutrition program for women, infants, and children;
28 (iii) do not charge a membership fee; and
29 (iv) hire residents living within a twenty mile radius of such retail
30 food establishment.

31 § 4. This act shall take effect on the first of April next succeeding
32 the date on which it shall have become a law; provided, however that the
33 urban development corporation shall be immediately authorized to take
34 any and all actions necessary to fully implement the provision of
35 section three of this act on or before such effective date; and provided
36 further, that the amendments to section 16-m of the urban development
37 corporation act made by section three of this act shall not affect the
38 expiration of such section and shall be deemed to expire therewith.