

STATE OF NEW YORK

8459

IN SENATE

June 3, 2020

Introduced by Sen. SANDERS -- read twice and ordered printed, and when printed to be committed to the Committee on Commerce, Economic Development and Small Business

AN ACT to amend the economic development law, in relation to establishing the COVID-19 Recovery Commission

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

1 Section 1. The economic development law is amended by adding a new
2 article 23 to read as follows:

ARTICLE 23

COVID-19 RECOVERY COMMISSION

5 Section 460. COVID-19 recovery commission.

6 461. Powers and duties of the commission.

7 462. Reporting.

8 463. Assistance of other agencies.

9 § 460. COVID-19 recovery commission. 1. There is hereby established in
10 the department a commission, to be known as the COVID-19 recovery
11 commission.

12 2. Such commission shall consist of the director of the budget, the
13 president of the empire state development corporation, the superinten-
14 dent of the department of financial services, the president of the
15 metropolitan transportation authority, the president of the port author-
16 ity, the president of the dormitory authority, the commissioner of the
17 department of health and all other state commissioners in charge of
18 financing as determined by the governor. The commission shall also
19 include representatives of the state's principal subdivisions and appro-
20 priate public finance personnel appointed as follows: three members
21 shall be appointed by the governor, two members shall be appointed by
22 the temporary president of the senate, two members shall be appointed by
23 the speaker of the assembly, one member shall be appointed by the minor-
24 ity leader of the senate, and one member shall be appointed by the
25 minority leader of the assembly.

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

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1 3. The commission members shall be appointed immediately upon the
2 effective date of this article and shall meet publicly at least every
3 week thereafter.

4 § 461. Powers and duties of the commission. The commission shall have
5 the following powers and duties:

6 1. to determine how much funding to seek and whom to authorize to
7 begin preparations for the new issuances that the state and its subdivi-
8 sions will sell to the Federal Reserve Municipal Liquidity Facility.

9 2. to consult with representatives of the Federal Reserve Bank of New
10 York (acting in an ex officio capacity if necessary).

11 3. to determine appropriate state and local personnel to handle note-
12 issuing and Federal Reserve-liasing tasks.

13 4. to gather information, testimony, advice and all other deliberative
14 inputs necessary to make sensible allocation decisions in respect of the
15 new funding and recovery efforts related to novel coronavirus, COVID-19,
16 that will be incoming from the Federal Reserve Municipal Liquidity
17 Facility.

18 5. to determine whether to approach the Federal Reserve for further
19 easing of the terms of the Federal Reserve Municipal Liquidity Facility
20 Term Sheet.

21 6. The commission shall also, once the municipal liquidity facility
22 application and associated note-issuance process is underway, determine:

23 (a) whether the state might benefit by establishing a public bank to
24 manage, and perhaps "lever-up" through lending of its own on the basis
25 of such deposits and/or capitalization as it receives, municipal liquid-
26 ity facility funds and such other funds as the state might receive (for
27 example, federal paycheck protection program or federal small business
28 administration economic injury disaster loan moneys) or make available
29 for purposes of COVID-19 relief;

30 (b) whether a public bank such as that contemplated in paragraph (a)
31 of this subdivision, or some other state instrumentality from among the
32 authorities named in this article, might benefit the state by funding a
33 comprehensive "gold standard" system of testing and contact-tracing
34 persons residing or doing business in the state for COVID-19 infection;

35 (c) whether a public bank such as that contemplated in paragraph (a)
36 of this subdivision, or some other state instrumentality from among the
37 authorities named in this article, might benefit the state by compulso-
38 rily purchasing, through use of the eminent domain authority, all nurs-
39 ing homes in the state owned by for-profit private sector entities,
40 private equity funds in particular;

41 (d) whether a public bank such as that contemplated in paragraph (a)
42 of this subdivision, or some other state instrumentality from among the
43 authorities named in this article, might benefit the state by affording
44 lower-income residents of the state any form of temporary rent relief or
45 mortgage debt relief;

46 (e) whether a public bank such as that contemplated in paragraph (a)
47 of this subdivision, or some other state instrumentality from among the
48 authorities named in this article, might benefit the state of New York
49 by using federal paycheck protection program moneys, federal small busi-
50 ness administration economic injury disaster loan moneys, or other
51 moneys either to keep workers employed by their present employers or,
52 barring that, to assist workers in purchasing equity stakes in or full
53 ownership of the firms that employ them; and

54 (f) whether a public bank such as that contemplated in paragraph (a)
55 of this subdivision, or some other state instrumentality from among the
56 authorities named in this article, might benefit the state in some other

1 manner or manners through direct or indirect use of newly acquired
2 federal municipal liquidity facility, federal paycheck protection
3 program, or federal small business administration economic injury disas-
4 ter loan funds.

5 § 462. Reporting. The commission shall report its findings to the
6 governor and the legislature within one month of the effective date of
7 this article and monthly thereafter. Upon the transmission of the
8 report to the governor and the legislature, the commissioner shall with-
9 in thirty days determine whether the commission shall continue in opera-
10 tion, or whether it shall be changed in some manner, or whether it shall
11 be dissolved, and shall report his or her findings and recommendations
12 to the governor and the legislature.

13 § 463. Assistance of other agencies. To effectuate the purposes of
14 this article, the commission may request and shall receive from any
15 department, division, board, bureau, commission or other agency or
16 authority of the state such assistance, information and data as will
17 enable the commission to properly carry out its powers and duties as
18 described in section four hundred sixty-one of this article. Such
19 assistance shall not waive or impair the terms of an existing agreement
20 negotiated between the relevant employer and employee organization nor
21 limit any obligation to bargain terms and conditions of employment
22 pursuant to article fourteen of the civil service law.

23 § 2. This act shall take effect immediately.