STATE OF NEW YORK

8313

2021-2022 Regular Sessions

IN ASSEMBLY

October 20, 2021

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

AN ACT to amend the local finance law, in relation to allowing counties to borrow from a line of credit

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

Section 1. The local finance law is amended by adding a new section 29.30 to read as follows:

§ 29.30 Line of credit. Notwithstanding any provision of law to the contrary, a county may contract with a federally or state licensed financial institution to establish a line of credit to finance the daily operations and projects of such county. The chief fiscal officer of such county shall determine the amount of credit sought and shall request approval of the credit application by the county legislative body prior to the submission of such application to a federally or state licensed financial institution. If the county legislative body approves the submission of such application, the county may proceed with submission and negotiate the terms of such line of credit with such federally or state licensed financial institution. A line of credit entered into pursuant to the provisions of this section, that is secured by real property, shall not be subject to tax pursuant to article eleven of the tax law.

§ 2. This act shall take effect on the sixtieth day after it shall have become a law.

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

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