

# STATE OF NEW YORK

6789

2021-2022 Regular Sessions

## IN SENATE

May 17, 2021

Introduced by Sen. PERSAUD -- read twice and ordered printed, and when printed to be committed to the Committee on Disabilities

AN ACT to amend the social services law, the abandoned property law, the arts and cultural affairs law, the banking law, the criminal procedure law, the debtor and creditor law, the domestic relations law, the education law, the executive law, the family court act, the insurance law, the judiciary law, the mental hygiene law, the public health law, the public lands law, the private housing finance law, the real property actions and proceedings law, the real property law, the real property tax law, the tax law, the facilities development corporation act, and the medical care facilities finance agency act, in relation to replacing certain instances of the term mentally retarded or variations of such term with the term intellectually or developmentally disabled or variations of such term

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

1 Section 1. Subdivision 1 of section 477 of the social services law, as  
2 amended by chapter 550 of the laws of 1978, is amended to read as  
3 follows:

4 1. All mentally ill, [~~mentally retarded~~] intellectually or develop-  
5 mentally disabled, blind and deaf and mute persons, the expense of whose  
6 support and maintenance now is, or, under the laws of the state of New  
7 York, may become a charge upon the city of Poughkeepsie, or the county  
8 of Dutchess, exclusive of said city, or both, and who are maintained, or  
9 shall be maintained, in any of the institutions of the state of New  
10 York, shall be supported by said county of Dutchess as one district.

11 § 2. Section 215 of the abandoned property law, as amended by chapter  
12 550 of the laws of 1978, is amended to read as follows:

13 § 215. Claims against state. Where an action has been commenced and  
14 final judgment in favor of the people entered therein by reason of the  
15 escheat of real property to the people and the said property has been  
16 sold pursuant to section two hundred four, any party or parties thereto,  
17 or their successors in interest, who, but for the rendering of such  
18 final judgment would have been entitled to such real property, or an

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

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1 interest therein, shall have a claim against the state for the value of  
2 such real property or interest therein at the time of the entry of such  
3 judgment, but no such claim shall exist in favor of such party or  
4 parties or their successors in interest unless a petition therefor shall  
5 have been filed as hereinafter provided within fifteen years from the  
6 date of entry of such final judgment unless such party or parties to  
7 such ejection action shall have been, at the time of the commencement  
8 of such action or entry of final judgment, incompetent to conduct his or  
9 her affairs by reason of mental illness or [~~mental retardation~~] intel-  
10 lectual or developmental disability or have been under the age of eigh-  
11 teen years, or be imprisoned in execution upon conviction of a criminal  
12 offense, in which event the period of such disability shall not be  
13 deemed to be a part of the time limited within which such petition may  
14 be filed. Such party or parties, or their successors in interest shall  
15 petition the commissioner of general services for payment of the sum or  
16 a part thereof received by the state, upon the sale made pursuant to  
17 section two hundred four, and the said commissioner if satisfied that  
18 the claim is just and is made by a party who, except for the entry of  
19 final judgment in an action authorized by section two hundred one would  
20 have been entitled to the real property or an interest therein affected  
21 by said action, may certify such facts to the court of claims, whereupon  
22 that court is empowered and authorized to determine the amount of such  
23 claim or claims and award judgment therefor, the total of which in no  
24 event shall exceed the amount received by the people upon the sale of  
25 said real property pursuant to section two hundred four.

26 § 3. Paragraph (d) of subdivision 1 of section 35.07 of the arts and  
27 cultural affairs law is amended to read as follows:

28 (d) In any illegal, indecent, or immoral exhibition or practice; or in  
29 the exhibition of any such child when mentally ill, [~~mentally retarded~~]  
30 intellectually or developmentally disabled, or when presenting the  
31 appearance of any deformity or unnatural physical formation or develop-  
32 ment; or

33 § 4. Paragraph (a) of subdivision 3 of section 100 of the banking law,  
34 as amended by chapter 115 of the laws of 1981, is amended to read as  
35 follows:

36 (a) As guardian, receiver, trustee, committee or conservator of the  
37 estate of any minor, mentally ill person, [~~mentally retarded~~] a person  
38 with an intellectual or developmental disability, person of unsound  
39 mind, alcohol abuser or conservatee or in any other fiduciary capacity;

40 § 5. Subdivision 3 of section 100-a of the banking law, as amended by  
41 chapter 115 of the laws of 1981, is amended to read as follows:

42 3. Committee of incompetent or conservator of a conservatee. Any court  
43 having jurisdiction to appoint a trustee, guardian, receiver, committee  
44 of the estate of a mentally ill person, [~~mentally retarded~~] person with  
45 an intellectual or developmental disability or alcohol abuser or conser-  
46 vator of the estate of a conservatee, or to make any fiduciary appoint-  
47 ment, may appoint any trust company to be such trustee, guardian,  
48 receiver, committee or conservator, or to act in any other fiduciary  
49 capacity.

50 § 6. Paragraph (d) of subdivision 1 and the opening paragraph subdivi-  
51 sion 2 of section 330.20 of the criminal procedure law, paragraph (d) of  
52 subdivision 1 as amended by chapter 672 of the laws of 2019 and the  
53 opening paragraph of subdivision 2 as amended by chapter 693 of the laws  
54 of 1989, are amended to read as follows:

55 (d) "Mentally ill" means that a defendant currently suffers from a  
56 mental illness for which care and treatment as a patient, in the in-pa-

1 tient services of a psychiatric center under the jurisdiction of the  
2 state office of mental health, is essential to such defendant's welfare  
3 and that his or her judgment is so impaired that he is unable to under-  
4 stand the need for such care and treatment; and, where a defendant [~~is~~  
5 ~~mentally-retarded~~] has an intellectual or developmental disability, the  
6 term "mentally ill" shall also mean, for purposes of this section, that  
7 the defendant is in need of care and treatment as a resident in the  
8 in-patient services of a developmental center or other residential  
9 facility for [~~the mentally-retarded and developmentally disabled~~] indi-  
10 viduals with intellectual or developmental disabilities under the juris-

11 diction of the state office for people with developmental disabilities.  
12 Upon entry of a verdict of not responsible by reason of mental disease  
13 or defect, or upon the acceptance of a plea of not responsible by reason  
14 of mental disease or defect, the court must immediately issue an exam-  
15 ination order. Upon receipt of such order, the commissioner must desig-  
16 nate two qualified psychiatric examiners to conduct the examination to  
17 examine the defendant. In conducting their examination, the psychiatric  
18 examiners may employ any method which is accepted by the medical profes-  
19 sion for the examination of persons alleged to be suffering from a  
20 dangerous mental disorder or to be mentally ill or [~~retarded~~] intellec-  
21 tually or developmentally disabled. The court may authorize a psychia-  
22 trist or psychologist retained by a defendant to be present at such  
23 examination. The clerk of the court must promptly forward a copy of the  
24 examination order to the mental hygiene legal service and such service  
25 may thereafter participate in all subsequent proceedings under this  
26 section.

27 § 7. Section 251 of the debtor and creditor law, as amended by chapter  
28 115 of the laws of 1981, is amended to read as follows:

29 § 251. Authority for committee or conservator to compromise claims. A  
30 court exercising jurisdiction over the property of a mentally ill  
31 person, [~~mentally-retarded~~] a person with an intellectual or develop-  
32 mental disability, alcohol abuser or conservatee may, upon the applica-  
33 tion of the committee of the property of such incompetent person or the  
34 conservator of the conservatee, and for good and sufficient cause shown,  
35 and upon such terms as it may direct, authorize the committee or conser-  
36 vator to sell, compromise or compound any claim or debt belonging to the  
37 estate of the incompetent person or conservatee. But such authority  
38 shall not prevent any party interested in the trust estate, from showing  
39 upon the final accounting of such committee or conservator that such  
40 debt or claim was fraudulently or negligently sold, compounded or  
41 compromised. The sale of any debt or claim heretofore made in good faith  
42 by any such committee or conservator, shall be valid, subject, however,  
43 to the approval of the court, and the committee or conservator shall be  
44 charged with and liable for, as a part of the trust fund, any sum which  
45 might or ought to have been collected by him.

46 § 8. Section 252 of the debtor and creditor law, as amended by chapter  
47 115 of the laws of 1981, is amended to read as follows:

48 § 252. Payment by committee or conservator of claims. A committee of  
49 the property of a person, incompetent by reason of mental illness,  
50 [~~mental-retardation~~] a developmental or intellectual disability or alco-  
51 hol abuse, to manage his or her affairs, or a conservator of the proper-  
52 ty of a conservatee, may, under direction of the court exercising juris-  
53 diction of such estate, after payment of the expenses, disbursements and  
54 commissions of such trust, apply so much of the funds and property of  
55 said estate remaining in his or her hands as such committee or conserva-  
56 tor, as may be necessary to pay and discharge the proper claims of cred-

itors who have presented claims pursuant to the notice in this article provided for, to the payment of such claims, and if the property so remaining be insufficient to pay such claims in full, then the committee or conservator may distribute the same according to law among the creditors who have presented and proved their claims as in this article provided, and such payment, when so made in good faith and under direction of such court, shall relieve such committee or conservator and his or her sureties from liability to creditors who have failed to present their claims as in this article provided.

§ 9. The third undesignated paragraph of subdivision 1 of section 13-d of the domestic relations law, as added by chapter 371 of the laws of 1986, is amended to read as follows:

Rubella infection poses a grave threat to the unborn child, especially during the first four months of pregnancy. It can lead to miscarriage, stillbirth, or one or all of the tragic defects such as deafness, blindness, crippling congenital heart disease, ~~[mental-retardation]~~ intellectual or developmental disability and muscular and bone defects.

§ 10. Subdivision 5 of section 115 of the domestic relations law, as amended by chapter 305 of the laws of 2008, is amended to read as follows:

5. Where the petition alleges that either or both of the birth parents of the child have been deprived of civil rights or are mentally ill or ~~[mentally-retarded]~~ intellectually or developmentally disabled, proof shall be submitted that such disability exists at the time of the proposed adoption.

§ 11. Subdivision (c) of section 140 of the domestic relations law, as amended by chapter 550 of the laws of 1978, is amended to read as follows:

(c) Party a ~~[mentally-retarded]~~ person with an intellectual or developmental disability or mentally ill person. An action to annul a marriage on the ground that one of the parties thereto was a ~~[mentally-retarded]~~ person with an intellectual or developmental disability may be maintained at any time during the life-time of either party by any relative of a ~~[mentally-retarded]~~ person with an intellectual or developmental disability, who has an interest to avoid the marriage. An action to annul a marriage on the ground that one of the parties thereto was a mentally ill person may be maintained at any time during the continuance of the mental illness, or, after the death of the mentally ill person in that condition, and during the life of the other party to the marriage, by any relative of the mentally ill person who has an interest to avoid the marriage. Such an action may also be maintained by the mentally ill person at any time after restoration to a sound mind; but in that case, the marriage should not be annulled if it appears that the parties freely cohabited as husband and wife after the mentally ill person was restored to a sound mind. Where one of the parties to a marriage was a mentally ill person at the time of the marriage, an action may also be maintained by the other party at any time during the continuance of the mental illness, provided the plaintiff did not know of the mental illness at the time of the marriage. Where no relative of the ~~[mentally-retarded]~~ person with an intellectual or developmental disability or mentally ill person brings an action to annul the marriage and the mentally ill person is not restored to sound mind, the court may allow an action for that purpose to be maintained at any time during the life-time of both the parties to the marriage, by any person as the next friend of the ~~[mentally-retarded]~~ person with an intellectual or developmental disability or mentally ill person.

1 § 12. Section 142 of the domestic relations law, as amended by chapter  
2 550 of the laws of 1978, is amended to read as follows:

3 § 142. Dismissal of complaint in action by next friend to annul a  
4 marriage. Where the next friend of an infant, [~~mentally retarded~~] person  
5 with an intellectual or developmental disability or mentally ill person  
6 maintains an action annulling a marriage, the court may dismiss the  
7 complaint if justice so requires, although, in a like case, the party to  
8 the marriage, if plaintiff, would be entitled to judgment.

9 § 13. Paragraph (g) of subdivision 1 of section 414 of the education  
10 law, as amended by chapter 257 of the laws of 1976, is amended to read  
11 as follows:

12 (g) For classes of instruction for [~~mentally retarded~~] minors with  
13 intellectual or developmental disabilities operated by a private organ-  
14 ization approved by the commissioner [~~of education~~].

15 § 14. The section heading and subdivisions 1, 2 and 3 of section  
16 1004-a of the education law, the section heading and subdivisions 1 and  
17 3 as amended by chapter 1014 of the laws of 1974 and subdivision 2 as  
18 separately amended by chapters 474 and 475 of the laws of 1978, are  
19 amended to read as follows:

20 Sheltered workshops for [~~the mentally retarded, mentally ill and~~  
21 ~~severely physically handicapped~~] individuals with intellectual or devel-  
22 opmental disabilities, mental illness or a severe physical handicap. 1.  
23 Declaration of purpose. The conditions of [~~mental retardation~~] intellec-  
24 tual or developmental disability, mental illness and severe physical  
25 handicap are such that many young people, after laborious training in  
26 the schools and otherwise, reach the point in their lives where they can  
27 and should, under proper and continued guidance, engage in sheltered  
28 employment. The effects of such employment are salutary in many ways.  
29 The affected individual is helped to become a contributing member of  
30 society. The state is saved the expense of his or her institutionaliza-  
31 tion in already overcrowded state schools and facilities. The family  
32 retains closer contact with him and is spared the anxieties naturally  
33 attaching to separation and institutionalization. All of these factors  
34 have also been shown to reflect tangible benefit upon [~~the mentally~~  
35 ~~retarded, mentally ill and severely physically handicapped person~~] indi-  
36 viduals with intellectual or developmental disabilities, mental illness  
37 or a severe physical handicap in improving his or her overall condition.  
38 The purpose of this measure is to specifically encourage the develop-  
39 ment, improvement and expansion of such sheltered employment facilities  
40 by non-profit agencies, so that the salutary effects mentioned can be  
41 expediently accomplished.

42 2. Special provisions relating to [~~mentally retarded, mentally ill and~~  
43 ~~severely physically handicapped persons~~] individuals with intellectual  
44 or developmental disabilities, mental illness or a severe physical hand-  
45 icap in extended sheltered employment in workshops. Notwithstanding any  
46 other provision of this article, when it shall appear to the satisfac-  
47 tion of the department that [~~a mentally retarded, mentally ill or~~  
48 ~~severely physically handicapped person~~] an individual with an intellec-  
49 tual or developmental disability, mental illness or a severe physical  
50 handicap over the chronological age of seventeen years can reasonably be  
51 expected to benefit from, or in his or her best interests reasonably  
52 requires extended sheltered employment in a workshop as defined in  
53 subdivision eight of section ten hundred two [~~, subdivision eight of~~  
54 ~~article twenty-one~~] of this [~~chapter~~] article, furnished by an approved  
55 non-profit organization, the department is authorized to contract with  
56 such organization for the furnishing of such sheltered employment to

1 such [~~mentally retarded, mentally ill or severely physically handicapped~~  
2 ~~person~~] individual with an intellectual or developmental disability,  
3 mental illness or a severe physical handicap; and the department is  
4 further authorized to expend for such purpose a sum or sums not less  
5 than one thousand five hundred dollars per annum for each such [~~mentally~~  
6 ~~retarded, mentally ill or severely physically handicapped person~~] indi-  
7 vidual with an intellectual or developmental disability, mental illness  
8 or a severe physical handicap, for or towards the cost of providing such  
9 sheltered employment for each such [~~mentally retarded, mentally ill or~~  
10 ~~severely physically handicapped person~~] individual with an intellectual  
11 or developmental disability, mental illness or a severe physical hand-  
12 icap.

13 The department shall pay at least quarterly during the state fiscal  
14 year such sums as are authorized to such organizations for such shel-  
15 tered employment immediately upon the completion of evaluation and  
16 personal adjustment services under the sponsorship of the department.

17 3. The department shall maintain a register of such nonprofit organ-  
18 izations which, after inspection of the facilities for sheltered employ-  
19 ment provided by them, it deems qualified to meet the needs of such  
20 [~~mentally retarded, mentally ill and severely physically handicapped~~  
21 ~~persons~~] individuals with intellectual or developmental disabilities,  
22 mental illness or a severe physical handicap. Such inspection shall also  
23 determine the eligibility of such organization to receive the funds  
24 hereinbefore specified.

25 § 15. The opening paragraph of subdivision 8-a of section 1950 of the  
26 education law, as added by chapter 762 of the laws of 1972, is amended  
27 to read as follows:

28 8-a. Notwithstanding any other provision of this section and with the  
29 consent of the commissioner, the city school district of the city of  
30 Syracuse may, upon consent of the board of cooperative educational  
31 services for the sole supervisory district for Onondaga and Madison  
32 counties, be included as a component district for the sole purpose of  
33 operating a combined program and/or constructing a combined facility for  
34 [~~the trainable mentally retarded~~] children with intellectual or develop-  
35 mental disabilities in the city of Syracuse and the county of Onondaga.  
36 Such city school district shall add an amount to its budget and levy,  
37 collect and pay the same to such board of cooperative educational  
38 services to defray the proportional expenses of constructing and operat-  
39 ing such facility for such children. Such city school district shall not  
40 be liable for payment of administrative expenses as provided for in  
41 paragraph b of subdivision four of this section nor shall such city  
42 school district be eligible for the payment of state aid under this  
43 section except such city school district shall receive state aid based  
44 on its proportionate share of building expenses related to this program  
45 as determined by the commissioner.

46 § 16. Paragraphs a and b, subparagraphs 1 and 2 of paragraph c, and  
47 subparagraphs 1, 8 and 13 of paragraph d of subdivision 5 of section  
48 3202 of the education law, paragraph a as added by chapter 47 of the  
49 laws of 1977, and as renumbered by chapter 563 of the laws of 1980,  
50 paragraph b as amended by section 26 of part B of chapter 57 of the laws  
51 of 2007, subparagraphs 1 and 2 of paragraph c and subparagraphs 1 and 13  
52 of paragraph d as amended by chapter 672 of the laws of 2019, and  
53 subparagraph 8 of paragraph d as added by chapter 721 of the laws of  
54 1979, and as renumbered by chapter 57 of the laws of 1993, are amended  
55 to read as follows:

1 a. Children who reside in a school for [~~the mentally retarded~~] indi-  
2 viduals with intellectual or developmental disabilities operated by the  
3 department of mental hygiene and for whom the department has assumed  
4 responsibility for support and maintenance prior to July one, nineteen  
5 hundred seventy-seven and who are placed in a family home at board, a  
6 duly incorporated orphan asylum or other institution for the care,  
7 custody and treatment of children shall be admitted to the schools of  
8 the school district in which such family home or institution is located.

9 The [~~education~~] department is authorized to reimburse each school  
10 district furnishing educational services to such children for the direct  
11 cost of such services in accordance with regulations promulgated by the  
12 commissioner and approved by the director of the budget. The educational  
13 costs for these children shall not be otherwise aidable or reimbursable.

14 b. Children who reside in a school for [~~the mentally retarded~~] indi-  
15 viduals with intellectual or developmental disabilities operated by the  
16 department of mental hygiene and for whose support and maintenance the  
17 department assumes responsibility on or after July one, nineteen hundred  
18 seventy-seven and who are thereafter placed in a family home at board, a  
19 duly incorporated orphan asylum or other institution for the care,  
20 custody and treatment of children shall be admitted to the schools of  
21 the school district in which such family home or institution is located.

22 The [~~education~~] department is authorized to reimburse each school  
23 district furnishing educational services to such children for the direct  
24 cost of such services in accordance with regulations promulgated by the  
25 commissioner and approved by the director of the budget. The educational  
26 costs for these children shall not be otherwise aidable or reimbursable.  
27 The school district in which the child resided at the time the depart-  
28 ment of mental hygiene assumed responsibility for the support and main-  
29 tenance of such child shall reimburse the education department for its  
30 expenditure on behalf of such child in an amount equal to the school  
31 district basic contribution, as such term is defined in subdivision  
32 eight of section forty-four hundred one of this chapter. The comptroller  
33 may deduct from any state funds which become due to a school district an  
34 amount equal to the reimbursement required to be made by such school  
35 district in accordance with this paragraph, and the amount so deducted  
36 shall not be included in the operating expense of such district for the  
37 purpose of computing the approved operating expense pursuant to para-  
38 graph t of subdivision one of section thirty-six hundred two of this  
39 chapter. The department of mental hygiene shall notify the [~~education~~]  
40 department of the name of the child, the location of the family home or  
41 institution where the child is to be placed and the name of the school  
42 district in which such child resided at the time the department of  
43 mental hygiene assumed responsibility for his or her support and mainte-  
44 nance.

45 (1) The [~~education~~] department is authorized to reimburse each school  
46 district furnishing educational services to children residing in schools  
47 for [~~the mentally retarded~~] individuals with intellectual or develop-  
48 mental disabilities operated by the office for people with developmental  
49 disabilities for the direct cost of such services in accordance with  
50 regulations promulgated by the commissioner and approved by the director  
51 of the budget.

52 (2) The school district in which each such child resided at the time  
53 the office for people with developmental disabilities assumed responsi-  
54 bility for the support and maintenance of such child shall reimburse the  
55 [~~education~~] department for its expenditures on behalf of such child, in  
56 an amount equal to the school district basic contribution as such term

1 is defined in subdivision eight of section forty-four hundred one of  
2 this chapter, for any such child admitted to a state school for [~~the~~  
3 ~~retarded~~] individuals with intellectual or developmental disabilities on  
4 or after July first, nineteen hundred seventy-eight. The comptroller may  
5 deduct from any state funds which become due to a school district an  
6 amount equal to the reimbursement required to be made by such school  
7 district in accordance with this paragraph and the amount so deducted  
8 shall not be included in the approved operating expense of such district  
9 for the purpose of computing the approved operating expenses pursuant to  
10 paragraph t of subdivision one of section thirty-six hundred two of this  
11 chapter.

12 (1) Children who reside in an intermediate care facility for [~~the~~  
13 ~~mentally retarded~~] individuals with intellectual or developmental disa-  
14 bilities, other than a state operated school for [~~the mentally retarded~~]  
15 individuals with intellectual or developmental disabilities, as defined  
16 in regulations of the office for people with developmental disabilities,  
17 shall be admitted to the public schools, except as otherwise provided in  
18 subparagraph fourteen of this paragraph. The trustees or board of  
19 education of the school district in which such facility is located shall  
20 receive such children in the school or schools of the district for  
21 instruction and for the provision of necessary related services for a  
22 compensation to be fixed by the trustees or board of education, unless  
23 such trustees or board of education shall establish to the satisfaction  
24 of the commissioner [~~of education~~] that there are valid and sufficient  
25 reasons for refusal to receive such children. Evaluation of the educa-  
26 tional needs of such children and placement in appropriate educational  
27 programs shall be made in accordance with article eighty-nine of this  
28 chapter.

29 (8) A board of education of a school district which receives notifica-  
30 tion that a child has been placed in an intermediate care facility for  
31 [~~the mentally retarded~~] individuals with intellectual or developmental  
32 disabilities may deny financial responsibility for any child by written  
33 notice within twenty days of such notification to the school district  
34 furnishing instruction and the intermediate care facility.

35 (13) The school district providing educational services to children  
36 placed pursuant to this paragraph shall provide a report on the status  
37 of each such child with a handicapping condition annually to the commit-  
38 tee on special education of the school district in which the child  
39 resided at the time of admission to the intermediate care facility for  
40 [~~the mentally retarded~~] individuals with intellectual or developmental  
41 disabilities. Such report shall also be sent to the parent or guardian  
42 of the child and the office for people with developmental disabilities.

43 § 17. Subclause (iii) of clause (c) of subparagraph 4 of paragraph b  
44 of subdivision 1 of section 4402 of the education law, as amended by  
45 chapter 378 of the laws of 2007, is amended to read as follows:

46 (iii) where neither such agency exists in the locality, either the  
47 area developmental disabilities services office, where the primary  
48 reason the child is at risk of placement relates to [~~mental retardation~~]  
49 an intellectual or a developmental disability, or the local mental  
50 health agency, where the primary reason the child is at risk of place-  
51 ment relates to any other mental disability.

52 § 18. Subclause (iii) of clause (c) of subparagraph 4 of paragraph b  
53 of subdivision 1 of section 4402 of the education law, as amended by  
54 chapter 600 of the laws of 1994, is amended to read as follows:

55 (iii) where neither such agency exists in the locality, either the  
56 area developmental disabilities services office, where the primary

1 reason the child is at risk of placement relates to [~~mental retardation~~  
2 ~~or a~~] an intellectual or a developmental disability, or the local mental  
3 health agency, where the primary reason the child is at risk of place-  
4 ment relates to any other mental disability.

5 § 19. Subdivision 4 of section 4403 of the education law, as amended  
6 by chapter 53 of the laws of 1986, is amended to read as follows:

7 4. To periodically inspect, report on the adequacy of and make recom-  
8 mendations concerning instructional programs or special services for all  
9 children with handicapping conditions who reside in or attend any state  
10 operated or state financed social service facilities, youth facilities,  
11 health facilities, mental health, [~~mental retardation~~] intellectual and  
12 developmental disabilities facilities or state correctional facilities.

13 § 20. Section 4809 of the education law, as amended by chapter 550 of  
14 the laws of 1978, is amended to read as follows:

15 § 4809. Transfer of pupils. The board of managers shall have full  
16 power to transfer to other institutions any child committed by a court  
17 found to be incorrigible, not amenable to proper discipline and training  
18 of the school, or [~~mentally retarded~~] living with an intellectual or  
19 developmental disability, in the manner and by the methods prescribed  
20 and set forth in the penal law.

21 § 21. Paragraph a of subdivision 3 of section 6507 of the education  
22 law, as amended by chapter 672 of the laws of 2019, is amended to read  
23 as follows:

24 a. Establish standards for preprofessional and professional education,  
25 experience and licensing examinations as required to implement the arti-  
26 cle for each profession. Notwithstanding any other provision of law, the  
27 commissioner shall establish standards requiring that all persons apply-  
28 ing, on or after January first, nineteen hundred ninety-one, initially,  
29 or for the renewal of, a license, registration or limited permit to be a  
30 physician, chiropractor, dentist, registered nurse, podiatrist, optome-  
31 trist, psychiatrist, psychologist, licensed master social worker,  
32 licensed clinical social worker, licensed creative arts therapist,  
33 licensed marriage and family therapist, licensed mental health counse-  
34 lor, licensed psychoanalyst, dental hygienist, licensed behavior  
35 analyst, or certified behavior analyst shall, in addition to  
36 all the other licensure, certification or permit requirements, have  
37 completed two hours of coursework or training regarding the identifica-  
38 tion and reporting of child abuse and maltreatment. The coursework or  
39 training shall be obtained from an institution or provider which has  
40 been approved by the department to provide such coursework or training.  
41 The coursework or training shall include information regarding the phys-  
42 ical and behavioral indicators of child abuse and maltreatment and the  
43 statutory reporting requirements set out in sections four hundred thir-  
44 teen through four hundred twenty of the social services law, including  
45 but not limited to, when and how a report must be made, what other  
46 actions the reporter is mandated or authorized to take, the legal  
47 protections afforded reporters, and the consequences for failing to  
48 report. Such coursework or training may also include information regard-  
49 ing the physical and behavioral indicators of the abuse of individuals  
50 with [~~mental retardation and other~~] intellectual or developmental disa-  
51 bilities and voluntary reporting of abused or neglected adults to the  
52 office for people with developmental disabilities or the local adult  
53 protective services unit. Each applicant shall provide the department  
54 with documentation showing that he or she has completed the required  
55 training. The department shall provide an exemption from the child abuse  
56 and maltreatment training requirements to any applicant who requests

1 such an exemption and who shows, to the department's satisfaction, that  
2 there would be no need because of the nature of his or her practice for  
3 him or her to complete such training;

4 § 22. Subparagraph (i) of paragraph (a) of subdivision 1 of section  
5 509 of the executive law, as added by chapter 659 of the laws of 1977  
6 and renumbered by chapter 465 of the laws of 1992, is amended to read as  
7 follows:

8 (i) that such child is [~~mentally ill or mentally retarded~~] living with  
9 mental illness or an intellectual or developmental disability and will  
10 substantially benefit from care and treatment in such a state school or  
11 hospital; and

12 § 23. Subdivision (b) of section 115 of the family court act, as  
13 amended by chapter 281 of the laws of 1980, is amended to read as  
14 follows:

15 (b) The family court has such other jurisdiction as is set forth in  
16 this act, including jurisdiction over habeas corpus proceedings and over  
17 applications for support, maintenance, a distribution of marital proper-  
18 ty and custody in matrimonial actions when referred to the family court  
19 by the supreme court, conciliation proceedings, and proceedings concern-  
20 ing physically handicapped and [~~mentally defective or retarded~~] intel-  
21 lectually or developmentally disabled children.

22 § 24. Item (i) of subparagraph (A) of paragraph 4 of subsection (a) of  
23 section 3216 of the insurance law, as amended by chapter 219 of the laws  
24 of 2011, is amended to read as follows:

25 (i) Any unmarried dependent child, regardless of age, who is incapable  
26 of self-sustaining employment by reason of mental illness, intellectual  
27 or developmental disability[~~, or mental retardation~~] as defined in the  
28 mental hygiene law, or physical handicap and who became so incapable  
29 prior to the age at which dependent coverage would otherwise terminate,  
30 shall be included in coverage subject to any pre-existing conditions  
31 limitation applicable to other dependents; or

32 § 25. Subparagraph (A) of paragraph 4 and subparagraph (B) of para-  
33 graph 5 of subsection (c) of section 3216 of the insurance law, subpara-  
34 graph (A) of paragraph 4 as amended by chapter 93 of the laws of 1989,  
35 and subparagraph (B) of paragraph 5 as amended by section 46-b of part D  
36 of chapter 56 of the laws of 2013, are amended to read as follows:

37 (A) Coverage of an unmarried dependent child who is incapable of self-  
38 sustaining employment by reason of mental illness, intellectual or  
39 developmental disability, [~~or mental retardation~~], as defined in the  
40 mental hygiene law, or physical handicap and who became so incapable  
41 prior to attainment of the age at which dependent coverage would other-  
42 wise terminate and who is chiefly dependent upon such policyholder for  
43 support and maintenance, shall not terminate while the policy remains in  
44 force and the dependent remains in such condition, if the policyholder  
45 has within thirty-one days of such dependent's attainment of the limit-  
46 ing age submitted proof of such dependent's incapacity as described  
47 herein.

48 (B) Written notice of entitlement to a conversion policy shall be  
49 given by the insurer to the policyholder at least fifteen and not more  
50 than sixty days prior to the termination of coverage due to the initial  
51 limiting age of the covered dependent. Such notice shall include an  
52 explanation of the rights of the dependent with respect to the dependent  
53 being enrolled in an accredited institution of learning or his or her  
54 incapacity for self-sustaining employment by reason of mental illness,  
55 intellectual or developmental disability [~~or mental retardation~~] as  
56 defined in the mental hygiene law or physical handicap.

1 § 26. Item (ii) of subparagraph (A) of paragraph 1 of subsection (f)  
2 of section 4235 of the insurance law, as amended by chapter 219 of the  
3 laws of 2011, is amended to read as follows:

4 (ii) a policy under which coverage terminates at a specified age shall  
5 not so terminate with respect to an unmarried child who is incapable of  
6 self-sustaining employment by reason of mental illness, intellectual or  
7 developmental disability, [~~mental retardation~~] as defined in the mental  
8 hygiene law, or physical handicap and who became so incapable prior to  
9 attainment of the age at which coverage would otherwise terminate and  
10 who is chiefly dependent upon such employee or member for support and  
11 maintenance, while the insurance of the employee or member remains in  
12 force and the child remains in such condition, if the insured employee  
13 or member has within thirty-one days of such child's attainment of the  
14 termination age submitted proof of such child's incapacity as described  
15 herein.

16 § 27. Item (ii) of subparagraph (A) of paragraph 1 and paragraph 3 of  
17 subsection (d) of section 4304 of the insurance law, as amended by chap-  
18 ter 219 of the laws of 2011, are amended to read as follows:

19 (ii) The coverage of any such "family contract" shall include any  
20 other unmarried child, regardless of age, who is incapable of self-sus-  
21 taining employment by reason of mental illness, intellectual or develop-  
22 mental disability, [~~mental retardation~~] as defined in the mental  
23 hygiene law, or physical handicap and who became so incapable prior to  
24 attainment of the age at which coverage would otherwise terminate.

25 (3) Coverage of an unmarried dependent child who is incapable of self-  
26 sustaining employment by reason of mental illness, intellectual or  
27 developmental disability [~~or mental retardation~~], as defined in the  
28 mental hygiene law, or physical handicap and who became so incapable  
29 prior to attainment of the age at which coverage would otherwise termi-  
30 nate and who is chiefly dependent upon the contract holder for support  
31 and maintenance, shall not terminate while the contract remains in force  
32 and the child remains in such condition, if the contract holder has  
33 within thirty-one days of such child's attainment of the limiting age  
34 submitted proof of such child's incapacity as described herein.

35 § 28. Item (ii) of subparagraph (A) of paragraph 1 of subsection (c)  
36 of section 4305 of the insurance law, as amended by chapter 219 of the  
37 laws of 2011, is amended to read as follows:

38 (ii) a contract under which coverage terminates at a specified age  
39 shall, with respect to an unmarried child who is incapable of self-sus-  
40 taining employment by reason of mental illness, intellectual or develop-  
41 mental disability, [~~mental retardation~~] as defined in the mental  
42 hygiene law, or physical handicap and who became so incapable prior to  
43 attainment of the age at which coverage would otherwise terminate and  
44 who is chiefly dependent upon such member for support and maintenance,  
45 not so terminate while the contract remains in force and the child  
46 remains in such condition, if the member has within thirty-one days of  
47 such child's attainment of the termination age submitted proof of such  
48 child's incapacity as described herein.

49 § 29. Paragraph a of subdivision 1 of section 35 of the judiciary law,  
50 as amended by chapter 817 of the laws of 1986, is amended to read as  
51 follows:

52 a. When a court orders a hearing in a proceeding upon a writ of habeas  
53 corpus to inquire into the cause of detention of a person in custody in  
54 a state institution, or when it orders a hearing in a civil proceeding  
55 to commit or transfer a person to or retain him in a state institution  
56 when such person is alleged to be mentally ill, mentally defective or a

1 narcotic addict, or when it orders a hearing for the commitment of the  
 2 guardianship and custody of a child to an authorized agency by reason of  
 3 the mental illness or [~~mental retardation~~] intellectual or developmental  
 4 disability of a parent, or when it orders a hearing to determine whether  
 5 consent to the adoption of a child shall be required of a parent who is  
 6 alleged to be mentally ill or [~~mentally retarded~~] intellectually or  
 7 developmentally disabled, or when it orders a hearing to determine the  
 8 best interests of a child when the parent of the child revokes a consent  
 9 to the adoption of such child and such revocation is opposed or in any  
 10 adoption or custody proceeding if it determines that assignment of coun-  
 11 sel in such cases is mandated by the constitution of this state or of  
 12 the United States, the court may assign counsel to represent such person  
 13 if it is satisfied that he is financially unable to obtain counsel. Upon  
 14 an appeal taken from an order entered in any such proceeding, the appel-  
 15 late court may assign counsel to represent such person upon the appeal  
 16 if it is satisfied that he is financially unable to obtain counsel.

17 § 30. The article heading of article 15 of title C of the mental  
 18 hygiene law, as renumbered by chapter 978 of the laws of 1977, is  
 19 amended to read as follows:

20           ADMISSION OF [~~THE MENTALLY RETARDED~~] PEOPLE WITH  
 21           INTELLECTUAL OR DEVELOPMENTAL DISABILITIES TO SCHOOLS

22 § 31. Paragraphs 1 and 2 of subdivision (a) of section 41.17 of the  
 23 mental hygiene law, as amended by chapter 471 of the laws of 1980, are  
 24 amended to read as follows:

25 1. develop standards for admissions to all facilities for the care of  
 26 the mentally ill, [~~mentally retarded and~~] intellectually or develop-  
 27 mentally disabled, and those suffering from the disease of alcoholism,  
 28 alcohol abuse, substance abuse or substance dependence consistent with  
 29 the requirements of articles nine[~~7~~] and fifteen [~~and twenty-one~~] of  
 30 this chapter taking into account characteristics of clients and provid-  
 31 ers;

32 2. develop standards for discharges from all facilities for the care  
 33 of the mentally ill, [~~mentally retarded and~~] intellectually or develop-  
 34 mentally disabled, and those suffering from the disease of alcoholism,  
 35 alcohol abuse, substance abuse or substance dependence taking into  
 36 account the availability and adequacy of community residential and  
 37 treatment services and the rights of the patient;

38 § 32. Paragraph (i) of subdivision (b) of section 41.18 of the mental  
 39 hygiene law, as amended by chapter 376 of the laws of 1991, is amended  
 40 to read as follows:

41 (i) Local governments shall be granted state aid, in accordance with  
 42 the provisions of this subdivision, for approved net operating costs  
 43 pursuant to an approved local services plan at the rate of fifty percent  
 44 of the amount incurred during the local fiscal year by such local  
 45 governments and by voluntary agencies pursuant to contract with such  
 46 local governments; provided, however, that a local government having a  
 47 population of less than two hundred thousand shall be granted state aid  
 48 at the rate of seventy-five percent for the first one hundred thousand  
 49 dollars of its approved net operating costs. Notwithstanding the forego-  
 50 ing, local governments shall be granted state aid of one hundred percent  
 51 of the net operating costs expended by such local governments and by  
 52 voluntary agencies pursuant to contract with such local governments for  
 53 services to [~~mentally retarded or developmentally disabled persons~~]  
 54 people with intellectual or developmental disabilities who were patients  
 55 in a state facility for a continuous period of five or more years  
 56 following the first day of January, nineteen hundred sixty-nine,

1 provided that such services are rendered in accordance with an approved  
2 local services plan. Such one hundred percent state aid for services to  
3 such persons shall be also provided to a voluntary agency pursuant to a  
4 direct contract between such agency and an office of the department  
5 whenever such services provided pursuant to such direct contract are  
6 rendered in accordance with an approved local services plan for servic-  
7 ing such clients. For purposes of determining whether a person has been  
8 a patient in such a facility for a continuous period of five years or  
9 more, if a person who has been discharged or released from such a facil-  
10 ity is thereafter returned to such a facility within ninety days of the  
11 discharge or release, the period of time between such discharge or  
12 release and such return shall not constitute an interruption of, and  
13 shall be counted as part of, the continuous period.

14 § 33. The article heading of article 75 of title E of the mental  
15 hygiene law is amended to read as follows:

16 COMMUNITY MENTAL HEALTH SERVICES AND [~~MENTAL~~  
17 ~~RETARDATION~~] DEVELOPMENTAL DISABILITIES  
18 SERVICES COMPANIES

19 § 34. Subdivisions 1, 2 and 4 of section 75.05 of the mental hygiene  
20 law, subdivision 4 as amended by chapter 570 of the laws of 1982, are  
21 amended to read as follows:

22 1. "Company", "community mental health services company" or "community  
23 [~~mental-retardation~~] developmental disabilities services company". A  
24 company, duly incorporated pursuant to the provisions of the not-for-  
25 profit corporation law and this article, for the purpose of providing  
26 for the care, treatment, training, education, and residence of the  
27 mentally disabled, and such facilities as may be incidental or appurten-  
28 ant thereto.

29 2. "Project", "community mental health services project" or "community  
30 [~~mental-retardation~~] developmental disabilities services project". A  
31 specific work or improvement, including lands, buildings, improvements,  
32 fixtures, and articles of personal property, constructed, acquired,  
33 reconstructed, rehabilitated, managed, owned, or operated by a company  
34 pursuant to this article, to provide community residential facilities  
35 for operation as hostels for the mentally disabled or for the care,  
36 treatment, training, education of the mentally disabled, or both,  
37 including such facilities as may be incidental or appurtenant thereto.

38 4. "Project cost", "community mental health services project cost" or  
39 "community [~~mental-retardation~~] developmental disabilities services  
40 project cost". The sum total of all costs incurred by a company as  
41 approved by the commissioner as reasonable and necessary for carrying  
42 out all works and undertakings and providing all necessary equipment for  
43 the development of a project less any portion of any state, federal or  
44 municipal assistance grant, as the commissioner shall, prior to the  
45 making of a mortgage loan by the New York state housing finance agency  
46 to a company, determine to be available to reimburse the company for the  
47 payment of such project costs prior to the initial occupancy of the  
48 project, and all costs relating to the refinancing of existing indebt-  
49 edness associated with the development of the project which constitutes  
50 a lien or other encumbrance upon the real property or assets of a compa-  
51 ny to be mortgaged or otherwise pledged to the agency. These shall  
52 include but are not necessarily limited to the carrying charges during  
53 construction up to and including the occupancy date, working capital not  
54 exceeding three per centum of the estimated total cost or three percen-  
55 tum of the actual total final cost, whichever is larger, the cost of all  
56 necessary studies, surveys, plans and specifications, architectural,

1 engineering, legal, or other special services, the cost of acquisition  
2 of land and any improvements thereon, site preparation and development,  
3 construction, reconstruction, rehabilitation, improvement and equipment,  
4 including fixtures, equipment, and articles of personal property  
5 required for the operation of care, treatment, training, educational,  
6 and residential facilities, the reasonable cost of financing incurred by  
7 the company in the course of the development of the project, up to and  
8 including the occupancy date, the fees imposed by the commissioner and  
9 by the New York state housing finance agency; other fees charged, and  
10 necessary expenses incurred in connection with the initial occupancy of  
11 the project, and the cost of such other items as the commissioner may  
12 determine to be reasonable and necessary for the development of a  
13 project, less any and all rents and other net revenues from the opera-  
14 tion of the real property, improvements or personal property on the  
15 project site, or any part thereof, by the company on and after the date  
16 on which the contract between the company and the New York state housing  
17 finance agency was entered into and prior to the occupancy date.

18 § 35. Subdivision 1 of section 2581 of the public health law, as  
19 amended by chapter 231 of the laws of 2010, is amended to read as  
20 follows:

21 1. "Children with physical disabilities" means any persons under twen-  
22 ty-one years of age who are disabled by reason of a defect or disabili-  
23 ty, whether congenital or acquired by accident, injury, or disease, or  
24 who are suffering from long-term disease, including, but without limit-  
25 ing the generality of the foregoing, chronic granulomatous, cystic  
26 fibrosis, epidermolysis bullosa, muscular dystrophy, nephrosis, rheumat-  
27 ic fever and rheumatic heart disease, blood dyscrasies, cancer, lymphat-  
28 ic diseases, including, but not limited to: insufficiency of lymphatic  
29 circulatory function (to include all forms of lymphedema, both primary  
30 and secondary); lipedema; complex vascular diseases of the lymphatic  
31 vasculature, including lymphangiomatosis, lymphangioloio-myomatosis,  
32 lymphangiectasias, lymphangiomas, cystic hygromas, Gorham's disease,  
33 lymphangiosarcoma, and complex vascular/lymphatic malformations and  
34 syndromes, brain injured, and chronic asthma, or from any disease or  
35 condition likely to result in a disability in the absence of treatment,  
36 provided, however, no child shall be deprived of a service under the  
37 provisions of this chapter solely because of the degree of [~~mental~~  
38 ~~retardation~~] intellectual or developmental disability.

39 § 36. The opening paragraph of subdivision 3 of section 2994-b of the  
40 public health law, as amended by chapter 708 of the laws of 2019, is  
41 amended to read as follows:

42 Prior to seeking or relying upon a health care decision by a surrogate  
43 for a patient under this article, if the attending practitioner has  
44 reason to believe that the patient has a history of receiving services  
45 for [~~mental-retardation~~] an intellectual or a developmental disability;  
46 it reasonably appears to the attending practitioner that the patient has  
47 [~~mental-retardation~~] an intellectual or a developmental disability; or  
48 the practitioner has reason to believe that the patient has been trans-  
49 ferred from a mental hygiene facility operated or licensed by the office  
50 of mental health, then such physician, nurse practitioner or physician  
51 assistant shall make reasonable efforts to determine whether paragraphs  
52 (a), (b) or (c) of this subdivision are applicable:

53 § 37. The section heading and subdivision 1 of section 34 of the  
54 public lands law, as amended by chapter 703 of the laws of 1994, are  
55 amended to read as follows:

1 Transfer of unappropriated state lands for mental health, [~~mental~~  
2 ~~retardation~~] developmental disabilities, park, recreation, playground,  
3 reforestation, street or highway purposes. 1. Such commissioner of  
4 general services may, from time to time, transfer and convey to a city,  
5 incorporated village, town or county, in consideration of one dollar to  
6 be paid to the state of New York, and on such terms and conditions as  
7 such commissioner may impose, a part or all of any parcel or parcels of  
8 unappropriated state lands upon certification that such parcel or  
9 parcels are useful for local mental health facilities, [~~mental-retarda-~~  
10 ~~tion~~] developmental disabilities facilities, park, recreation, play-  
11 ground, reforestation, street or highway purposes, and that they will be  
12 properly improved and maintained for one or more of such purposes and  
13 provided that this disposition of such parcel or parcels is not other-  
14 wise prohibited. Certification shall be evidenced by a formal request  
15 from the board of estimate, common council, village board, town board or  
16 county board of supervisors, setting forth in detail the parcel or  
17 parcels to be released, transferred and conveyed and the availability  
18 and usefulness of such parcel or parcels for one or more of such  
19 purposes. In the city of New York however, certification shall be  
20 evidenced by a formal request from the mayor. In the event that lands  
21 transferred under the provisions of this section are not properly  
22 improved and maintained for one or more of the purposes contemplated by  
23 this section by the city, village, town or county to which they were  
24 transferred, the title thereto shall revert to the people of the state  
25 of New York, and the attorney-general may institute an action in the  
26 supreme court for a judgment declaring a revesting of such title in the  
27 state. Such commissioner may also transfer any unappropriated state  
28 lands to the office of parks, recreation and historic preservation or  
29 the department of environmental conservation, upon the application of  
30 the commissioner thereof indicating that such unappropriated state lands  
31 are required for state park purposes within the area of jurisdiction of  
32 such office or department.

33 § 38. Subdivision 8 of section 41 of the private housing finance law,  
34 as amended by chapter 264 of the laws of 1970, is amended to read as  
35 follows:

36 8. Prompt provision of new and improved community mental health and  
37 [~~mental-retardation~~] developmental disabilities facilities is required  
38 for the care and treatment of the increasing number of persons afflicted  
39 with mental illness, mental deficiencies, epilepsy and behavior or  
40 emotional disorders; that such facilities should be located close to the  
41 people they serve in order to speed rehabilitation and restoration and  
42 to provide for out-patient and in-patient care, including after care,  
43 diagnostic and rehabilitative services and residential accommodations  
44 for operation as hostels; that it is the policy of the state to promote  
45 the provision of such community mental health and [~~mental-retardation~~]  
46 developmental disabilities facilities; that there is a need for non-pro-  
47 fit corporations to construct low cost community mental health and  
48 [~~mental-retardation~~] developmental disabilities facilities. In order to  
49 encourage the investment of private capital in such community mental  
50 health and [~~mental-retardation~~] developmental disabilities facilities,  
51 and to assure the expeditious completion of such community mental health  
52 and [~~mental-retardation~~] developmental disabilities facilities, the New  
53 York state housing finance agency should be empowered, through the issu-  
54 ance of its bonds, notes or other obligations to the private investing  
55 public, to obtain funds necessary to make mortgage loans, at low inter-  
56 est rates, to non-profit corporations for the construction, acquisition,

1 reconstruction, rehabilitation or improvement of such mental health and  
2 [~~mental retardation~~] developmental disabilities facilities.

3 § 39. Subdivisions 6-d, 14 and 14-a of section 42 of the private hous-  
4 ing finance law, subdivision 6-d as added by chapter 380 of the laws of  
5 1972, subdivision 14 as amended by chapter 281 of the laws of 1970 and  
6 subdivision 14-a as added by chapter 570 of the laws of 1982, are  
7 amended to read as follows:

8 6-d. "Mortgage loan" shall also mean a loan made by the agency to a  
9 company incorporated pursuant to the provisions of [~~article eight-B of~~  
10 ~~the mental hygiene law and~~] the not-for-profit corporation law in an  
11 amount not to exceed the total community mental health services project  
12 cost or community [~~mental retardation~~] developmental disabilities  
13 services project cost, and secured by a first mortgage lien on the real  
14 property of which the community mental health services project or commu-  
15 nity [~~mental retardation~~] developmental disabilities services project  
16 consists and the personal property attached to or used in connection  
17 with the construction, acquisition, reconstruction, rehabilitation,  
18 improvement or operation of the community mental health services project  
19 or community [~~mental retardation~~] developmental disabilities services  
20 project. "Community mental health services company," "community [~~mental~~  
21 ~~retardation~~] developmental disabilities services company," "community  
22 mental health services project cost," "community [~~mental retardation~~]  
23 developmental disabilities services project cost," "community mental  
24 health services project" and "community [~~mental retardation~~] develop-  
25 mental disabilities services project" shall mean community mental health  
26 services company, community [~~mental retardation~~] developmental disabili-  
27 ties services company, community mental health services project cost,  
28 community [~~mental retardation~~] developmental disabilities services  
29 project cost, community mental health services project and community  
30 [~~mental retardation~~] developmental disabilities services project,  
31 respectively[, ~~as defined in article eight-B of the mental hygiene law~~].

32 14. "Community mental health services and [~~mental retardation~~] devel-  
33 opmental disabilities services project bonds" and "community mental  
34 health services and [~~mental retardation~~] developmental disabilities  
35 services project notes" shall mean bonds and notes, respectively, issued  
36 by the agency for the purposes of making mortgage loans to companies  
37 incorporated pursuant to the not-for-profit corporation law [~~and article~~  
38 ~~eight-B of the mental hygiene law~~], paying interest on such bonds and  
39 notes, establishing reserves to secure such bonds and notes, and paying  
40 of all other expenditures of the agency incident to and necessary or  
41 convenient for the making of such mortgage loans.

42 14-a. "Community mental health services and [~~mental retardation~~]  
43 developmental disabilities services project revenue bonds" and "communi-  
44 ty mental health services and [~~mental retardation~~] developmental disa-  
45 bilities services project revenue notes" shall mean bonds and notes,  
46 respectively, issued by the agency for the purpose of making mortgage  
47 loans to companies incorporated pursuant to the not-for-profit corpo-  
48 ration law and article seventy-five of title E of the mental hygiene  
49 law, paying interest on such bonds and notes, establishing reserves to  
50 secure such bonds and notes, and paying of all other expenditures of the  
51 agency incident to and necessary or convenient for the making of such  
52 mortgage loans.

53 § 40. Paragraphs (a) and (d) of subdivision 15 of section 44 of the  
54 private housing finance law, as amended by chapter 195 of the laws of  
55 1973, are amended to read as follows:

1 (a) Subject to the approval of the commissioner and to the provisions  
2 of any contract with noteholders or bondholders, except with any holders  
3 of hospital and nursing home project bonds or notes or youth facilities  
4 project bonds or notes, or community mental health services and [~~mental~~  
5 ~~retardation~~] developmental disabilities services project bonds or notes,  
6 whenever it deems it necessary or desirable in the fulfillment of the  
7 purposes of this article, to consent to the modification, with respect  
8 to rate of interest, time of payment of any installment of principal or  
9 interest, security, or any other term, of any mortgage, mortgage loan,  
10 mortgage loan commitment, contract or agreement of any kind to which the  
11 agency is a party, except such mortgages, mortgage loans, mortgage loan  
12 commitments, contracts or agreements as may have been entered into with  
13 hospital corporations which are eligible borrowers as defined in article  
14 twenty-eight-B of the public health law, nursing home companies or non-  
15 profit corporations which are eligible borrowers as defined in title  
16 five-A of article six of the social services law or companies incorpo-  
17 rated pursuant to the not-for-profit corporation law and article seven-  
18 ty-five of the mental hygiene law;

19 (d) Subject to the provisions of any contract with holders of communi-  
20 ty mental health services and [~~mental-retardation~~] developmental disa-  
21 bilities services project bonds or notes, whenever it deems it necessary  
22 or desirable in the fulfillment of the purposes of this article, to  
23 consent to the modification, with respect to rate of interest, time of  
24 payment of any installment of principal or interest, security, or any  
25 other term of any mortgage, mortgage loan, mortgage loan commitment,  
26 contract or agreement of any kind between the agency and a company  
27 incorporated pursuant to the not-for-profit corporation law and article  
28 seventy-five of the mental hygiene law.

29 § 41. Paragraphs (a), (b), (c) and (d) of subdivision 1, subdivision  
30 2, paragraphs (a), (b), (c) and (d) of subdivision 12, subdivision 13  
31 and paragraphs (a), (b) and (c) of subdivision 16 of section 47 of the  
32 private housing finance law, paragraphs (a), (b) and (d) of subdivision  
33 1 and subdivision 2 as amended by chapter 215 of the laws of 1990, para-  
34 graph (c) of subdivision 1 as amended by chapter 127 of the laws of  
35 2019, paragraphs (a) and (d) of subdivision 12 as amended by chapter 365  
36 of the laws of 1973 and subdivision 13 as amended by chapter 195 of the  
37 laws of 1973, paragraphs (b) and (c) of subdivision 12 as amended by  
38 chapter 38 of the laws of 1976 and paragraphs (a), (b) and (c) of subdi-  
39 vision 16 as added by chapter 570 of the laws of 1982, are amended to  
40 read as follows:

41 (a) The agency shall create and establish a special fund (herein  
42 referred to as capital reserve fund), and shall pay into such capital  
43 reserve fund (1) any monies appropriated and made available by the state  
44 for the purposes of such fund, (2) any proceeds of sale of notes or  
45 bonds other than state university construction notes or state university  
46 construction bonds, equity notes or equity bonds, non-profit project  
47 notes or non-profit project bonds, hospital and nursing home project  
48 notes or hospital and nursing home project bonds, urban rental project  
49 notes or urban rental project bonds, health facilities notes or health  
50 facilities bonds, youth facilities project notes or youth facilities  
51 project bonds, community mental health services and [~~mental-retardation~~]  
52 developmental disabilities services project notes or community mental  
53 health services and [~~mental-retardation~~] developmental disabilities  
54 services project bonds, community senior citizens services project notes  
55 or community senior citizens services project bonds, mental hygiene  
56 improvement notes or mental hygiene improvement bonds and revenue hous-

1 ing bonds, and bonds and notes for the housing program to the extent  
2 provided in the resolution of the agency authorizing the issuance there-  
3 of, and (3) any other moneys which may be made available to the agency  
4 for the purpose of such fund from any other source or sources. All  
5 moneys held in the capital reserve fund, except as hereinafter provided,  
6 shall be used solely for the payment of the principal of bonds of the  
7 agency other than state university construction bonds, equity bonds,  
8 non-profit project bonds, hospital and nursing home project bonds, urban  
9 rental project bonds, health facilities bonds, youth facilities project  
10 bonds, community mental health services and [~~mental retardation~~] devel-  
11 opmental disabilities services project bonds, community senior citizens  
12 services project bonds, mental hygiene improvement bonds and revenue  
13 housing bonds, and bonds and notes for the housing program as the same  
14 mature, required payments to any sinking fund established in a resolu-  
15 tion of the agency for the amortization of term bonds (hereinafter  
16 referred to as "sinking fund payments"), the purchase or redemption of  
17 bonds of the agency other than state university construction bonds,  
18 equity bonds, non-profit project bonds, hospital and nursing home  
19 project bonds, urban rental project bonds, health facilities bonds,  
20 youth facilities project bonds, community mental health services and  
21 [~~mental retardation~~] developmental disabilities services project bonds,  
22 community senior citizens services project bonds, mental hygiene  
23 improvement bonds and revenue housing bonds, and bonds and notes for the  
24 housing program the payment of interest on such bonds of the agency or  
25 the payment of any redemption premium required to be paid when such  
26 bonds are redeemed prior to maturity; provided, however, that monies in  
27 such fund shall not be withdrawn therefrom at any time in such amount as  
28 would reduce the amount of such fund to less than the maximum amount of  
29 principal and interest maturing and becoming due and sinking fund  
30 payments required to be made in any succeeding calendar year on all  
31 bonds of the agency then outstanding other than state university  
32 construction bonds, equity bonds, non-profit project bonds, hospital and  
33 nursing home project bonds, urban rental project bonds, health facili-  
34 ties bonds, youth facilities project bonds, community mental health  
35 services and [~~mental retardation~~] developmental disabilities services  
36 project bonds, community senior citizens services project bonds, mental  
37 hygiene improvement bonds and revenue housing bonds and bonds and notes  
38 for the housing program, except for the purpose of paying principal of,  
39 interest and sinking fund payments becoming due on such bonds of the  
40 agency maturing and becoming due and for the payment of which other  
41 moneys of the agency are not available. For the purposes of this subdi-  
42 vision [~~one~~], in computing the maximum amount of principal maturing at a  
43 single future date (herein called "term bonds") in any succeeding calen-  
44 dar year, the principal amount of any such term bonds which are subject  
45 to mandatory redemption prior to such future date by sinking fund  
46 payments shall not be included in the computation determining the maxi-  
47 mum amount of principal maturing in said future year. Any income or  
48 interest earned by, or increment to, the capital reserve fund due to the  
49 investment thereof may be transferred by the agency to the general  
50 reserve fund or other fund of the agency to the extent it does not  
51 reduce the amount of the capital reserve fund below the maximum amount  
52 of principal and interest maturing and becoming due and sinking fund  
53 payments required to be made in any succeeding calendar year on all such  
54 bonds of the agency then outstanding other than state university  
55 construction bonds, equity bonds, non-profit project bonds, hospital and  
56 nursing home project bonds, urban rental project bonds, health facili-

1 ties bonds, youth facilities project bonds, community mental health  
2 services and [~~mental-retardation~~] developmental disabilities services  
3 project bonds, community senior citizens services project bonds, mental  
4 hygiene improvement bonds and revenue housing bonds and bonds and notes  
5 for the housing program.

6 (b) The agency shall not issue bonds other than state university  
7 construction bonds, equity bonds, non-profit project bonds, hospital and  
8 nursing home project bonds, urban rental project bonds, health facili-  
9 ties bonds, youth facilities project bonds, community mental health  
10 services and [~~mental-retardation~~] developmental disabilities services  
11 project bonds, community senior citizens services project bonds, mental  
12 hygiene improvement bonds and revenue housing bonds and bonds and notes  
13 for the housing program at any time secured by the capital reserve fund  
14 if the maximum amount of principal and interest maturing and becoming  
15 due and sinking fund payments required to be made in a succeeding calen-  
16 dar year on such bonds then to be issued and on all other bonds of the  
17 agency then outstanding other than state university construction bonds,  
18 equity bonds, non-profit project bonds, hospital and nursing home  
19 project bonds, urban rental project bonds, health facilities bonds,  
20 youth facilities project bonds, community mental health services and  
21 [~~mental-retardation~~] developmental disabilities services project bonds,  
22 community senior citizens services project bonds, mental hygiene  
23 improvement bonds and revenue housing bonds and bonds and notes for the  
24 housing program will exceed the amount of the capital reserve fund at  
25 the time of issuance unless the agency, at the time of issuance of such  
26 bonds, shall deposit in such fund from the proceeds of the bonds so to  
27 be issued, or otherwise, an amount which, together with the amount then  
28 in such fund, will be not less than the maximum amount of principal and  
29 interest maturing and becoming due and sinking fund payments required to  
30 be made in any succeeding calendar year on such bonds then to be issued  
31 and on all other bonds of the agency then outstanding other than state  
32 university construction bonds, equity bonds, non-profit project bonds,  
33 hospital and nursing home project bonds, urban rental project bonds,  
34 health facilities bonds, youth facilities project bonds, community  
35 mental health services and [~~mental-retardation~~] developmental disabili-  
36 ties services project bonds, community senior citizens services project  
37 bonds, mental hygiene improvement bonds and revenue housing bonds and  
38 bonds and notes for the housing program.

39 (c) The agency shall not issue bonds and notes other than state  
40 university construction bonds and state university construction notes,  
41 hospital and nursing home project bonds and hospital and nursing home  
42 project notes, health facilities bonds and health facilities notes,  
43 youth facilities project bonds and youth facilities project notes,  
44 community mental health services and [~~mental-retardation~~] developmental  
45 disabilities services project bonds and community mental health services  
46 and [~~mental-retardation~~] developmental disabilities services project  
47 notes, community senior citizens services project notes or community  
48 senior citizens services project bonds and mental hygiene improvement  
49 bonds and mental hygiene improvement notes and bonds and notes for the  
50 housing program for any of its corporate purposes in an aggregate prin-  
51 cipal amount exceeding twenty-nine billion two hundred eighty million  
52 dollars, excluding bonds and notes issued to refund outstanding bonds  
53 and notes.

54 (d) To assure the continued operation and solvency of the agency for  
55 the carrying out of the public purposes of this article, provision is  
56 made in paragraph (a) of this subdivision for the accumulation in the

1 capital reserve fund of an amount equal to the maximum amount of princi-  
2 pal and interest maturing and becoming due and sinking fund payments  
3 required to be made in any succeeding calendar year on all bonds of the  
4 agency then outstanding other than state university construction bonds,  
5 equity bonds, non-profit project bonds, hospital and nursing home  
6 project bonds, urban rental project bonds, health facilities bonds,  
7 youth facilities project bonds, community mental health services and  
8 [~~mental-retardation~~] developmental disabilities services project bonds,  
9 community senior citizens services project bonds, mental hygiene  
10 improvement bonds and revenue housing bonds and bonds and notes for the  
11 housing program. In order further to assure such maintenance of the  
12 capital reserve fund, there shall be annually apportioned and paid to  
13 the agency for deposit in the capital reserve fund such sum, if any, as  
14 shall be certified by the chairman of the agency to the governor and  
15 director of the budget as necessary to restore the capital reserve fund  
16 to an amount equal to the maximum amount of principal and interest  
17 maturing and becoming due and sinking fund payments required to be made  
18 in any succeeding calendar year on the bonds of the agency then  
19 outstanding other than state university construction bonds, equity  
20 bonds, non-profit project bonds, hospital and nursing home project  
21 bonds, urban rental project bonds, health facilities bonds, youth facil-  
22 ities project bonds, community mental health services and [~~mental-retar-~~  
23 ~~dation~~] developmental disabilities services project bonds, community  
24 senior citizens services project bonds, mental hygiene improvement bonds  
25 and revenue housing bonds and bonds and notes for the housing program.  
26 The chairman of the agency shall annually, on or before December first,  
27 make and deliver to the governor and director of the budget his certif-  
28 icate stating the amount, if any, required to restore the capital  
29 reserve fund to the amount aforesaid and the amount so stated, if any,  
30 shall be apportioned and paid to the agency during the then current  
31 state fiscal year. The principal amount of bonds secured by the capital  
32 reserve fund to which state funds are apportionable pursuant to this  
33 paragraph shall be limited to the total amount of bonds and notes  
34 outstanding on the effective date of this act, plus the total amount of  
35 bonds and notes contracted after the effective date of this act to  
36 finance projects in progress on the effective date of this act as deter-  
37 mined by the New York state public authorities control board created  
38 pursuant to section fifty of the public authorities law whose affirma-  
39 tive determination shall be conclusive as to all matters of law and fact  
40 solely for the purposes of the limitations contained in this paragraph,  
41 but in no event shall the total amount of bonds so secured by such a  
42 capital reserve fund or funds exceed three hundred thirty-eight million  
43 dollars, excluding bonds issued to refund such outstanding bonds until  
44 the date of redemption of such outstanding bonds. As outstanding bonds  
45 so secured are paid, the amount so secured shall be reduced accordingly  
46 but the redemption of such outstanding bonds from the proceeds of  
47 refunding bonds shall not reduce the amount so secured.

48 2. The agency shall create and establish a special fund (herein  
49 referred to as general reserve fund) and shall pay into such fund all  
50 fees and charges collected by the agency pursuant to paragraph (a) of  
51 subdivision eleven of section forty-four of this article, or otherwise,  
52 other than fees and charges collected in connection with the making of  
53 mortgage loans (or commitments therefor) to mutual companies, non-profit  
54 companies, urban rental companies or community development corporations,  
55 and any monies which the agency shall transfer from the capital reserve  
56 fund pursuant to the provisions of paragraph (a) of subdivision one of

1 this section. Such monies and any other monies paid into the general  
2 reserve fund may, in the discretion of the agency but subject to agree-  
3 ments with bondholders and noteholders, be used by the agency (a) for  
4 the repayment of advances from the state in accordance with the  
5 provisions of repayment agreements between the agency and the director  
6 of the budget, (b) to reimburse the division of housing and community  
7 renewal the reasonable costs of the services performed by the commis-  
8 sioner of housing and community renewal and division of housing and  
9 community renewal pursuant to section fifty-five of this article, (c) to  
10 pay all costs, expenses and charges of financing, including fees and  
11 expenses of trustees and paying agents, (d) for transfers to the capital  
12 reserve fund, (e) for the payment of the principal of and interest on  
13 bonds or notes other than state university construction bonds or state  
14 university construction notes, equity bonds or equity notes, non-profit  
15 project bonds or non-profit project notes, hospital and nursing home  
16 project bonds or hospital and nursing home project notes, urban rental  
17 project bonds or urban rental project notes, health facilities bonds or  
18 health facilities notes, youth facilities project bonds or youth facili-  
19 ties project notes, community mental health services and [~~mental-retar-~~  
20 ~~dation~~] developmental disabilities services project bonds or community  
21 mental health services and [~~mental-retardation~~] developmental disabili-  
22 ties services project notes, community senior citizens services project  
23 notes or community senior citizens services project bonds, mental  
24 hygiene improvement bonds or mental hygiene improvement notes and reven-  
25 ue housing bonds and bonds and notes for the housing program issued by  
26 the agency when the same shall become due whether at maturity or on call  
27 for redemption and for the payment of any redemption premium required to  
28 be paid where such bonds or notes are redeemed prior to their stated  
29 maturities, and to purchase bonds or notes other than state university  
30 construction bonds or state university construction notes, equity bonds  
31 or equity notes, non-profit project bonds or non-profit project notes,  
32 hospital and nursing home project bonds or hospital and nursing home  
33 project notes, urban rental project bonds or urban rental project notes,  
34 health facilities bonds or health facilities notes, youth facilities  
35 project bonds or youth facilities project notes, community mental health  
36 services and [~~mental-retardation~~] developmental disabilities services  
37 project bonds or community mental health services and [~~mental-retarda-~~  
38 ~~tion~~] developmental disabilities services project notes, community  
39 senior citizens services project notes or community senior citizens  
40 services project bonds, mental hygiene improvement bonds or mental  
41 hygiene improvement notes and revenue housing bonds and bonds and notes  
42 for the housing program issued by the agency, or (f) for such other  
43 corporate purposes of the agency as the agency in its discretion shall  
44 determine and provide.

45 (a) The agency may create and establish a special fund to be known as  
46 community mental health services and [~~mental-retardation~~] developmental  
47 disabilities services capital reserve fund and may pay into such reserve  
48 funds (1) any monies appropriated and made available by the state for  
49 the purposes of such funds, (2) any proceeds of sale of community mental  
50 health services and [~~mental-retardation~~] developmental disabilities  
51 services project notes or community mental health services and [~~mental~~  
52 ~~retardation~~] developmental disabilities services project bonds, to the  
53 extent provided in the resolution of the agency authorizing the issuance  
54 thereof, and (3) any other monies which may be made available to the  
55 agency for the purposes of such accounts from any other source or sourc-  
56 es. The monies held in or credited to the capital reserve fund estab-

1 lished under this subdivision except as hereinafter provided, shall be  
2 used solely for the payment of principal of community mental health  
3 services and [~~mental-retardation~~] developmental disabilities services  
4 project bonds of the agency secured by such reserve fund, as the same  
5 mature, the purchase of such community mental health services and  
6 [~~mental-retardation~~] developmental disabilities services project bonds  
7 of the agency, the payment of interest on such community mental health  
8 services and [~~mental-retardation~~] developmental disabilities services  
9 project bonds of the agency, or the payment of any redemption premium  
10 required to be paid when such bonds are redeemed prior to maturity;  
11 provided, however, that monies in any such fund shall not be withdrawn  
12 therefrom at any time in such amount as would reduce the amount of such  
13 fund to less than the maximum amount of principal and interest maturing  
14 and becoming due in any succeeding calendar year on the community mental  
15 health services and [~~mental-retardation~~] developmental disabilities  
16 services project bonds of the agency then outstanding and secured by  
17 such reserve fund, except for the purpose of paying principal and inter-  
18 est on community mental health services and [~~mental-retardation~~] devel-  
19 opmental disabilities services project bonds of the agency secured by  
20 such reserve fund maturing and becoming due and for the payment of which  
21 other monies of the agency are not available. Any income or interest  
22 earned by, or increment to, any such community mental health services  
23 and [~~mental-retardation~~] developmental disabilities services capital  
24 reserve fund due to the investment thereof may be transferred to the  
25 community mental health services and [~~mental-retardation~~] developmental  
26 disabilities services general reserve fund or other fund of the agency,  
27 to the extent it does not reduce the amount of such community mental  
28 health services and [~~mental-retardation~~] developmental disabilities  
29 services capital reserve fund below the maximum amount of principal and  
30 interest maturing and becoming due in any succeeding calendar year on  
31 all community mental health services and [~~mental-retardation~~] develop-  
32 mental disabilities services project bonds of the agency then outstand-  
33 ing and secured by such reserve fund.

34 (b) The agency shall not issue community mental health services and  
35 [~~mental-retardation~~] developmental disabilities services project bonds  
36 and notes in an aggregate principal amount exceeding one hundred million  
37 dollars excluding community mental health services and [~~mental-retarda-~~  
38 ~~tion~~] developmental disabilities services project bonds and community  
39 mental health services and [~~mental-retardation~~] developmental disabili-  
40 ties services project notes issued to refund outstanding community  
41 mental health services and [~~mental-retardation~~] developmental disabili-  
42 ties services project bonds and community mental health services and  
43 [~~mental-retardation~~] developmental disabilities services project notes,  
44 nor shall it issue community mental health services and [~~mental-retarda-~~  
45 ~~tion~~] developmental disabilities services project bonds at any time  
46 secured by the community mental health services and [~~mental-retardation~~]  
47 developmental disabilities services capital reserve fund if the maximum  
48 amount of principal and interest maturing and becoming due in a succeed-  
49 ing calendar year on the community mental health services and [~~mental-~~  
50 ~~retardation~~] developmental disabilities services project bonds outstand-  
51 ing and then to be issued and secured by the community mental health  
52 services and [~~mental-retardation~~] developmental disabilities services  
53 capital reserve fund will exceed the amount of such reserve fund at the  
54 time of issuance, unless the agency, at the time of issuance of such  
55 bonds, shall deposit in such reserve fund from the proceeds of the bonds  
56 so to be issued, or otherwise, an amount which together with the amount

1 then in such reserve fund, will be not less than the maximum amount of  
2 principal and interest maturing and becoming due in any succeeding  
3 calendar year on the community mental health services and [~~mental-retar-~~  
4 ~~dation~~] developmental disabilities services project bonds then to be  
5 issued and on all other community mental health services and [~~mental-~~  
6 ~~retardation~~] developmental disabilities services project bonds of the  
7 agency then outstanding and secured by such reserve fund.

8 (c) To assure the continued operation and solvency of the agency for  
9 the carrying out of the public purposes of this article provision is  
10 made in paragraph (a) of this subdivision for the accumulation in the  
11 community mental health services and [~~mental-retardation~~] developmental  
12 disabilities services capital reserve fund of an amount equal to the  
13 maximum amount of principal and interest maturing and becoming due in  
14 any succeeding calendar year on all community mental health services and  
15 [~~mental-retardation~~] developmental disabilities services project bonds  
16 of the agency then outstanding and secured by such reserve fund. In  
17 order further to assure the maintenance of such community mental health  
18 services and [~~mental-retardation~~] developmental disabilities services  
19 capital reserve fund, there shall be annually apportioned and paid to  
20 the agency for deposit in such community mental health services and  
21 [~~mental-retardation~~] developmental disabilities services capital reserve  
22 fund such sum, if any, as shall be certified by the chairman of the  
23 agency to the governor and director of the budget as necessary to  
24 restore such reserve fund to an amount equal to the maximum amount of  
25 principal and interest maturing and becoming due in any succeeding  
26 calendar year on the community mental health services and [~~mental-retar-~~  
27 ~~dation~~] developmental disabilities services project bonds of the agency  
28 then outstanding and secured by such reserve fund. The chairman of the  
29 agency shall annually, on or before December first, make and deliver to  
30 the governor and director of the budget his or her certificate stating  
31 the sums, if any, required to restore such community mental health  
32 services and [~~mental-retardation~~] developmental disabilities services  
33 capital reserve fund to the amount aforesaid, and the sums so certified,  
34 if any, shall be apportioned and paid to the agency during the then  
35 current state fiscal year. The principal amount of bonds secured by the  
36 community mental health services and [~~mental-retardation~~] developmental  
37 disabilities services capital reserve fund to which state funds are  
38 apportionable pursuant to this paragraph shall be limited to the total  
39 amount of bonds and notes outstanding on the effective date of this act,  
40 plus the total amount of bonds and notes contracted after the effective  
41 date of this act to finance projects in progress on the effective date  
42 of this act as determined by the New York state public authorities  
43 control board created pursuant to section fifty of the public authori-  
44 ties law whose affirmative determination shall be conclusive as to all  
45 matters of law and fact solely for the purposes of the limitations  
46 contained in this paragraph, but in no event shall the total amount of  
47 bonds so secured by such a capital reserve fund or funds exceed thirteen  
48 million dollars, excluding bonds issued to refund such outstanding bonds  
49 until the date of redemption of such outstanding bonds. As outstanding  
50 bonds so secured are paid, the amount so secured shall be reduced  
51 accordingly but the redemption of such outstanding bonds from the  
52 proceeds of refunding bonds shall not reduce the amount so secured.

53 (d) In computing any community mental health services and [~~mental-~~  
54 ~~retardation~~] developmental disabilities services capital reserve fund  
55 for the purposes of this section, securities in which all or a portion

1 of such reserve fund shall be invested shall be valued at par if  
2 purchased at par, or if purchased at other than par, at amortized value.

3 13. The agency shall create and establish a special fund (herein  
4 referred to as community mental health services and [~~mental-retardation~~  
5 developmental disabilities services general reserve fund) and shall pay  
6 into such fund all fees and charges collected by the agency pursuant to  
7 paragraph (c) of subdivision eleven of section forty-four of this arti-  
8 cle and any monies which the agency shall transfer from the community  
9 mental health services and [~~mental-retardation~~ developmental disabili-  
10 ties services capital reserve fund pursuant to the provisions of para-  
11 graph (a) of subdivision ten of this section. Such monies and any other  
12 monies paid into the community mental health services and [~~mental-retar-~~  
13 ~~dation~~ developmental disabilities services general reserve fund may, in  
14 the discretion of the agency, but subject to agreements with bondholders  
15 and noteholders, be used by the agency (a) for the repayment of advances  
16 from the state in accordance with the provisions of repayment agreements  
17 between the agency and the director of the budget, (b) to reimburse the  
18 department of mental hygiene the reasonable costs of the services  
19 performed by the commissioner of mental hygiene and the department of  
20 mental hygiene pursuant to subdivision four of section fifty-five of  
21 this article, including the reasonable costs of such services performed  
22 by the health and mental hygiene facilities improvement corporation upon  
23 request by the commissioner of mental hygiene pursuant to the provisions  
24 of section 75.25 of the mental hygiene law, (c) to pay all costs,  
25 expenses and charges of financing, including fees and expenses of trus-  
26 tees and paying agents, (d) for transfers to the community mental health  
27 services and [~~mental-retardation~~ developmental disabilities services  
28 capital reserve fund, (e) for the payment of principal of and interest  
29 on community mental health services and [~~mental-retardation~~ develop-  
30 mental disabilities services project bonds and notes issued by the agen-  
31 cy when the same shall become due whether at maturity or on call for  
32 redemption and for the payment of any redemption premium required to be  
33 paid where such community mental health services and [~~mental-retarda-~~  
34 ~~tion~~ developmental disabilities services project bonds and notes are  
35 redeemed prior to their stated maturities and to purchase community  
36 mental health services and [~~mental-retardation~~ developmental disabili-  
37 ties services project bonds or notes issued by the agency, or (f) for  
38 such other corporate purposes of the agency as the agency in its  
39 discretion shall determine and provide.

40 (a) The agency may create and establish one or more special funds to  
41 be known as community mental health services and [~~mental-retardation~~  
42 developmental disabilities services capital reserve funds and may pay  
43 into such reserve funds (1) any monies appropriated and made available  
44 by the state for the purposes of such funds, (2) any proceeds of the  
45 sale of community mental health services and [~~mental-retardation~~ devel-  
46 opmental disabilities services project revenue bonds or notes, to the  
47 extent provided in the resolution of the agency authorizing the issuance  
48 thereof, and (3) any other monies which may be made available to the  
49 agency for the purposes of such fund or funds from any other source or  
50 sources. The monies held in or credited to a capital reserve fund estab-  
51 lished under this subdivision, except as hereinafter provided and as  
52 provided in agreements with bondholders and noteholders, shall be used  
53 solely for the payment of principal of community mental health services  
54 and [~~mental-retardation~~ developmental disabilities services project  
55 revenue bonds of the agency secured by such reserve fund, as the same  
56 mature, required payments to any sinking fund established in a resol-

1 ution of the agency for the amortization of term bonds (hereinafter  
2 referred to as "sinking fund payments"), the purchase of such revenue  
3 bonds of the agency, the payment of interest on such revenue bonds of  
4 the agency, or the payment of any redemption premium required to be paid  
5 when such bonds are redeemed prior to maturity. Any income or interest  
6 earned by, or increment to, any such community mental health services  
7 and [~~mental-retardation~~] developmental disabilities services capital  
8 reserve fund due to the investment thereof may be transferred to the  
9 agency, subject to agreements with bondholders and noteholders.

10 (b) In computing any community mental health services and [~~mental-~~  
11 ~~retardation~~] developmental disabilities services capital reserve fund  
12 for the purposes of this section, securities in which all or a portion  
13 of such reserve fund shall be invested shall be valued at par if  
14 purchased at par, or if purchased at other than par, at the amortized  
15 value.

16 (c) The agency shall create and establish one or more special funds  
17 (herein referred to as community mental health services and [~~mental-~~  
18 ~~retardation~~] developmental disabilities services general reserve funds)  
19 and shall to the extent provided in the applicable bond resolution of  
20 the agency authorizing the issuance of community mental health services  
21 and [~~mental-retardation~~] developmental disabilities services project  
22 revenue bonds, pay into any such fund the fees and charges collected by  
23 the agency pursuant to paragraph (d) of subdivision eleven of section  
24 forty-four of this article and any monies which the agency shall trans-  
25 fer from a community mental health services and [~~mental-retardation~~]  
26 developmental disabilities services capital reserve fund pursuant to the  
27 provisions of paragraph (a) of this subdivision. Such monies and any  
28 other monies paid into a community mental health services and [~~mental-~~  
29 ~~retardation~~] developmental disabilities service general reserve fund  
30 may, in the discretion of the agency, but subject to agreements with  
31 bondholders and noteholders, be used by the agency (i) for the repayment  
32 of advances from the state in accordance with the provisions of repay-  
33 ment agreements between the agency and the director of the budget, (ii)  
34 to reimburse the department of mental hygiene the reasonable costs of  
35 the services performed by the commissioner of mental hygiene and the  
36 department of mental hygiene pursuant to subdivision five of section  
37 fifty-five of this article, including the reasonable costs of such  
38 services performed by the facilities development corporation upon  
39 request by the commissioner of mental hygiene pursuant to the provisions  
40 of section 75.25 of the mental hygiene law, (iii) to pay all costs,  
41 expenses and charges of financing, including fees and expenses of trus-  
42 tees and paying agents, (iv) for transfers to a community mental health  
43 services and [~~mental-retardation~~] developmental disabilities services  
44 capital reserve fund, (v) for the payment of principal of and interest  
45 on community mental health services and [~~mental-retardation~~] develop-  
46 mental disabilities services project revenue bonds and notes issued by  
47 the agency when the same shall become due whether at maturity or on call  
48 for redemption and for the payment of any redemption premium required to  
49 be paid where such community mental health services and [~~mental-retarda-~~  
50 ~~tion~~] developmental disabilities services project revenue bonds and  
51 notes are redeemed prior to their stated maturities and to purchase  
52 community mental health services and [~~mental-retardation~~] developmental  
53 disabilities services revenue bonds or notes issued by the agency, or  
54 (vi) for such other corporate purposes of the agency as the agency in  
55 its discretion shall determine and provide.

1 § 42. Paragraphs a and b of subdivision 1 of section 47-b of the  
2 private housing finance law, as amended by chapter 471 of the laws of  
3 1980, are amended to read as follows:

4 a. "Community mental health and [~~retardation~~] developmental disabili-  
5 ties facility" shall mean a building, a unit within a building, a labo-  
6 ratory, a classroom, a housing unit, a dining hall, an activities  
7 center, a library, or any structure on or improvement to real property  
8 of any kind or description, including fixtures and equipment which are  
9 an integral part of such building, unit or structure or improvement, a  
10 walkway, a roadway or a parking lot and improvements and connections for  
11 water, sewer, gas, electrical, telephone, heating, air conditioning and  
12 other utility services, or a combination of any of the foregoing, wheth-  
13 er for patient care and treatment or staff, staff family or service use,  
14 located in a city, or in a county not wholly included within a city,  
15 authorized to provide community mental health services in accordance  
16 with the provisions of article forty-one of title E of the mental  
17 hygiene law, which is utilized or to be utilized for the administration  
18 and conduct of programs for [~~the mentally ill or the mentally retarded~~]  
19 people living with either mental illness or intellectual or develop-  
20 mental disabilities, or both, and for the provision of services there-  
21 for. A community mental health and retardation facility shall also mean  
22 and include a residential facility to be operated as a community resi-  
23 dence for the mentally disabled, and a treatment facility for use in the  
24 conduct of an alcoholism treatment program or of a substance abuse  
25 treatment program as defined in the mental hygiene law.

26 b. "Mental hygiene facility" shall mean a building, a unit within a  
27 building, a laboratory, a classroom, a housing unit, a dining hall, an  
28 activities center, a library, or any structure on or improvement to real  
29 property of any kind or description, including fixtures and equipment  
30 which are an integral part of any such building, unit, structure or  
31 improvement, a walkway, a roadway or a parking lot, and improvements and  
32 connections for water, sewer, gas, electrical, telephone, heating, air  
33 conditioning and other utility services, or a combination of any of the  
34 foregoing, whether for patient care and treatment or staff, staff family  
35 or service use, located at or related to any state hospital, any state  
36 school, or any state psychiatric or research institute now or hereafter  
37 established under the professional jurisdiction, supervision and control  
38 of the state department of mental hygiene. A mental hygiene facility  
39 shall mean and include a "community mental health and [~~retardation~~]  
40 developmental disabilities facility", unless such facility is expressly  
41 excepted or the context clearly requires otherwise, and shall also mean  
42 and include a treatment facility for use in the conduct of an alcoholism  
43 or substance abuse treatment program as defined in the mental hygiene  
44 law, unless such facility is expressly excepted or the context clearly  
45 requires otherwise. The definition contained in this subdivision shall  
46 not be construed to exclude therefrom a facility to be made available  
47 under license or permit from the health and mental hygiene facilities  
48 improvement corporation to a voluntary agency at the request of the  
49 commissioners of the offices of the department of mental hygiene having  
50 jurisdiction thereof for use in providing community mental health and  
51 [~~retardation~~] developmental disabilities services, or for use in the  
52 conduct of an alcoholism or substance abuse treatment program.

53 § 43. Paragraphs a and b of subdivision 7 of section 47-c of the  
54 private housing finance law, paragraph a as amended by chapter 607 of  
55 the laws of 1970, and paragraph b as amended by chapter 433 of the laws  
56 of 1968, are amended to read as follows:

1 a. The agency shall have the power to acquire by lease or deed from  
2 the health and mental hygiene facilities improvement corporation any  
3 real property acquired by the corporation pursuant to the provisions of  
4 subdivision six of section nine of the [~~health and mental hygiene facil-~~  
5 ~~ities improvement~~] facilities development corporation act (i) for the  
6 purpose of constructing, reconstructing, rehabilitating or improving  
7 thereon one or more community mental health and [~~retardation~~] develop-  
8 mental disabilities facilities or (ii) for the purpose of financing the  
9 acquisition, construction, reconstruction, rehabilitation or improvement  
10 thereon of one or more community mental health and [~~retardation~~] devel-  
11 opmental disabilities facilities, pursuant to the provisions of this  
12 article and the [~~health and mental hygiene facilities improvement~~]  
13 facilities development corporation act. The agency is hereby authorized  
14 to lease or sublease such real property and facilities thereon to the  
15 corporation for the purpose of making the same available to a city or a  
16 county not wholly within a city, for use and occupancy in accordance  
17 with the provisions of a lease, sublease or other agreement between the  
18 corporation and such city or county.

19 b. In the event that the agency shall fail, within five years after  
20 the date of a lease or conveyance of such real property from such city  
21 or county to the corporation, to construct, reconstruct, rehabilitate or  
22 improve the community mental health and [~~retardation~~] developmental  
23 disabilities facility or facility thereon for which such lease or  
24 conveyance was made, as provided for in a lease, sublease or other  
25 agreement entered into by such city or county and the corporation, then,  
26 subject to the terms of any lease, sublease or other agreement undertak-  
27 en by the agency, such real property and any facilities thereon shall  
28 revert to the corporation with right of re-entry thereupon, and such  
29 lease or deed shall be made subject to such condition of reverter and  
30 re-entry; provided, however, that as a condition precedent to the exer-  
31 cise of such right of re-entry the corporation shall pay to the agency  
32 an amount equal to the sum of the purchase price of such real property,  
33 the depreciated cost of any community mental health and [~~retardation~~]  
34 developmental disabilities facility or facilities constructed, recon-  
35 structed, rehabilitated or improved thereon and all other costs of the  
36 agency incident to the acquisition of such lands and the financing of  
37 construction, reconstruction, rehabilitation or improvement relating to  
38 such community mental health and [~~retardation~~] developmental disabili-  
39 ties facility or facilities, all as provided in the aforesaid lease,  
40 sublease or other agreement entered into with the corporation.

41 § 44. Subdivision 5 of section 55 of the private housing finance law,  
42 as amended by chapter 195 of the laws of 1973, is amended to read as  
43 follows:

44 5. The state commissioner of mental hygiene and the state department  
45 of mental hygiene are hereby designated to act for and in behalf of the  
46 agency in servicing the community mental health services and [~~mental~~  
47 ~~retardation~~] developmental disabilities services companies mortgage  
48 loans of the agency and shall perform such functions and services in  
49 connection with the making, servicing and collection of such loans as  
50 shall be requested by the agency. The agency shall pay to the department  
51 of mental hygiene from any monies of the agency available for such  
52 purpose, such amounts as are necessary to reimburse the department of  
53 mental hygiene for the reasonable cost of the services performed by the  
54 commissioner of mental hygiene and department of mental hygiene pursuant  
55 to this section, including such amounts as are necessary to reimburse  
56 the health and mental hygiene facilities improvement corporation for the

1 reasonable cost of such services performed by the health and mental  
2 hygiene facilities improvement corporation upon request by the commis-  
3 sioner of mental hygiene pursuant to the provisions of section 75.25 of  
4 the mental hygiene law.

5 § 45. Subdivision 1 of section 1531 of the real property actions and  
6 proceedings law, as amended by chapter 550 of the laws of 1978, is  
7 amended to read as follows:

8 1. A final judgment in favor of either party, in an action brought as  
9 prescribed in this article, is conclusive, as to the title established  
10 in the action, against the other party, known or unknown, including an  
11 infant, a ~~mentally retarded~~ person with an intellectual or develop-  
12 mental disability, a mentally ill person, or an alcohol abuser, and also  
13 against every person claiming from, through or under that party, by  
14 title accruing after the filing of the judgment roll, or of the notice  
15 of the pendency of the action, as prescribed by law; also against each  
16 person not in being or ascertained at the commencement of the action,  
17 who by any contingency contained in a devise or grant or otherwise,  
18 could afterward become entitled to a beneficial estate or interest in  
19 the property involved, provided that every person in being who would  
20 have been entitled to such estate or interest if such event had happened  
21 immediately before the commencement of the action is a party thereto, or  
22 that a guardian ad litem is appointed, as prescribed by section 1513.

23 § 46. Paragraph c of subdivision 1 of section 1515 of the real proper-  
24 ty actions and proceedings law, as amended by chapter 550 of the laws of  
25 1978, is amended to read as follows:

26 c. Whether any defendant is known or unknown, and whether any defend-  
27 ant is or might be an infant, ~~mentally retarded~~ intellectually or  
28 developmentally disabled, mentally ill or an alcohol abuser.

29 § 47. Subdivisions 1, 3 and 4 of section 1651 of the real property  
30 actions and proceedings law, as amended by chapter 115 of the laws of  
31 1981, are amended to read as follows:

32 1. Where an infant, ~~mentally retarded~~ person with an intellectual or  
33 developmental disability, mentally ill person, alcohol abuser or conser-  
34 vatee holds real property, in joint tenancy or in common, the general  
35 guardian of the infant, or the committee of the ~~mentally retarded~~  
36 person with an intellectual or developmental disability, mentally ill  
37 person, or alcohol abuser, or conservator of the conservatee, may apply  
38 to the supreme court or to the county court of the county wherein the  
39 real property is situated, for authority to agree to a partition of the  
40 real property. Where such application affects the interests of an incom-  
41 petent person or a conservatee who has been committed to a state insti-  
42 tution, and is an inmate thereof, notice of such application must be  
43 given to the superintendent, acting superintendent or state officer  
44 having special jurisdiction over the institution where the incompetent  
45 person or conservatee is confined. Irrespective of the location of any  
46 real property held by an infant in joint tenancy or in common, his or  
47 her general guardian may make such application to the surrogate's court  
48 which appointed such guardian. A certified copy of the decree entered in  
49 the surrogate's court on such application must be recorded in the office  
50 of the clerk of each county in which is situated property affected by  
51 such decree.

52 3. If, after due inquiry into the merits of the application, by a  
53 reference or otherwise, the court is of the opinion that the interests  
54 of the infant, or of the ~~mentally retarded~~ person with an intellectual  
55 or developmental disability, mentally ill person, alcohol abuser or  
56 conservatee, will be promoted by the partition proposed, it may make an

1 order authorizing the petitioner to agree to the partition proposed, and  
2 in the name of the infant, or of the [~~mentally-retarded~~] person with an  
3 intellectual or developmental disability, mentally ill person, alcohol  
4 abuser or conservatee, to execute releases of his or her right and  
5 interest in and to that part of the property which falls to the shares  
6 of the other joint-tenants or tenants in common. The court may, in its  
7 discretion, for the furtherance of the interests of said infant,  
8 [~~mentally-retarded~~] person with an intellectual or developmental disa-  
9 bility, mentally ill person, alcohol abuser or conservatee, direct  
10 partition to be so made as to set off to him or them his or their share  
11 in common with any of the other owners, provided the consent in writing  
12 thereto of such owners shall be first obtained.

13 4. Releases so executed have the same validity and effect, as if they  
14 were executed by the person in whose behalf they are executed, and as if  
15 the infant was of full age, or the [~~mentally-retarded~~] person with an  
16 intellectual or developmental disability, mentally ill person, or alco-  
17 hol abuser was of sound mind, and competent to manage his or her  
18 affairs, or the conservatee was competent to manage his or her affairs.

19 § 48. Section 11 of the real property law, as amended by chapter 550  
20 of the laws of 1978, is amended to read as follows:

21 § 11. Capacity to transfer real property. A person other than a minor,  
22 a [~~mentally-retarded~~] person with an intellectual or developmental disa-  
23 bility, or person of unsound mind, seized of or entitled to an estate or  
24 interest in real property, may transfer such estate or interest.

25 § 49. Paragraph (a) of subdivision 1 of section 422 of the real prop-  
26 erty tax law, as amended by chapter 409 of the laws of 1993, is amended  
27 to read as follows:

28 (a) Real property owned by a not-for-profit corporation organized  
29 pursuant to the not-for-profit corporation law and the provisions of  
30 article two of the private housing finance law, used exclusively to  
31 provide housing and auxiliary facilities for faculty members, students,  
32 employees, nurses, interns, resident physicians, researchers and other  
33 personnel and their immediate families in attendance or employed at  
34 colleges, universities, educational institutions, child care insti-  
35 tutions, hospitals and medical research institutes, or for handicapped  
36 or aged persons of low income, or owned by non-profit nursing home  
37 companies organized pursuant to the not-for-profit corporation law and  
38 the provisions of article twenty-eight-A of the public health law, used  
39 exclusively to provide facilities for nursing care to sick, invalid,  
40 infirm, disabled or convalescent persons of low income, or to provide  
41 health-related service as defined in article twenty-eight of the public  
42 health law to persons of low income, or any combination of the forego-  
43 ing, and in addition thereto, to provide nursing care and health-related  
44 service, or either of them, to persons of low income who are not occu-  
45 pants of the project, or owned by housing development fund companies  
46 organized pursuant to the not-for-profit corporation law and article  
47 eleven of the private housing finance law, used exclusively to provide  
48 housing for handicapped or aged persons of low income, and financed by a  
49 federally-aided mortgage as defined in said article eleven, or owned by  
50 companies organized pursuant to the not-for-profit corporation law and  
51 the provisions of article seventy-five of title E of the mental hygiene  
52 law, used exclusively to provide care, treatment, training, education  
53 and residential accommodations for operation as hostels for the mentally  
54 ill or [~~mentally-retarded~~] intellectually or developmentally disabled,  
55 or owned by companies organized pursuant to the membership corporations  
56 law and the provisions of article seven-A of the private housing finance

1 law, used exclusively to provide programs, services and other facilities  
2 for the aging, shall be exempt from taxation and exempt from special ad  
3 valorem levies and special assessments to the extent provided in section  
4 four hundred ninety of this chapter, provided, however, that in a city  
5 having a population of one million or more real property owned by any  
6 such corporation which is to provide housing accommodations, substan-  
7 tially all of which are or are to be assisted by rent subsidies made or  
8 to be made available by the Federal government pursuant to a contract  
9 under section eight of the United States Housing Act of nineteen hundred  
10 thirty-seven, as amended, or pursuant to a project rental assistance  
11 contract under section two hundred two of the United States Housing Act  
12 of nineteen hundred fifty-nine, as amended, or pursuant to a project  
13 rental assistance contract under section eight hundred eleven of the  
14 National Affordable Housing Act of nineteen hundred ninety, as amended,  
15 shall from and after the commencement of construction be subject to  
16 taxation or exempt therefrom to the extent approved by a municipality  
17 acting through its local legislative body, as such local legislative  
18 body is defined in [~~paragraph~~ subdivision twelve of section two of the  
19 private housing finance law. No such corporation or company shall pay a  
20 dividend on any of its stock or pay interest on any of its debentures.  
21 Provided further, however, in a county having a population of one  
22 million or more and having not more than three towns within such county,  
23 real property owned by housing development fund companies organized  
24 pursuant to the not-for-profit corporation law and article eleven of the  
25 private housing finance law, used exclusively to provide housing for  
26 handicapped or aged persons of low income, and financed by a federally-  
27 aided mortgage as defined in said article eleven shall from and after  
28 the commencement of construction be subject to taxation or exempt there-  
29 from to the extent approved by a municipality acting through its local  
30 legislative body, as such local legislative body is defined in [~~para-~~  
31 ~~graph~~ subdivision twelve of section two of the private housing finance  
32 law. Any tax payments and/or payments in lieu of taxes made to a munici-  
33 pality pursuant to the preceding sentence shall not be passed through  
34 nor become the liability of any of the occupants of such property.

35 § 50. Paragraph (k) of subdivision 1 of section 364-j of the social  
36 services law, as amended by chapter 649 of the laws of 1996, is amended  
37 to read as follows:

38 (k) "Special care". Care, services and supplies relating to the treat-  
39 ment of mental illness, [~~mental retardation,~~ intellectual or develop-  
40 mental disabilities, alcoholism, alcohol abuse or substance abuse, or  
41 HIV infection/AIDS.

42 § 51. Subdivision 4 of section 365-g of the social services law, as  
43 amended by section 31 of part C of chapter 58 of the laws of 2008, is  
44 amended to read as follows:

45 4. The utilization thresholds established pursuant to this section  
46 shall not apply to [~~mental retardation and~~ intellectual or develop-  
47 mental disabilities services provided in clinics certified under article  
48 twenty-eight of the public health law, or article twenty-two of title D  
49 or article thirty-one of title E of the mental hygiene law.

50 § 52. Subparagraph (ii) of paragraph (d) of subdivision 6 of section  
51 367-a of the social services law, as added by chapter 41 of the laws of  
52 1992, is amended to read as follows:

53 (ii) out-patient hospital and clinic services except for mental health  
54 services, [~~mental retardation and~~ intellectual or and developmental  
55 disability services, alcohol and substance abuse services and methadone  
56 maintenance services;

1 § 53. Paragraph (p) of subdivision 1 of section 261 of the tax law, as  
2 amended by chapter 365 of the laws of 2005, is amended to read as  
3 follows:

4 (p) with respect to the remaining counties of the state except Catta-  
5 raugus county which have not suspended the imposition of such additional  
6 tax pursuant to subdivision two of section two hundred fifty-three of  
7 this article, to the comptroller to be paid by him or her into the  
8 general fund in the state treasury to the credit of the state purposes  
9 account; provided that money paid to the comptroller with respect to any  
10 such remaining county in which on the date of such payment any mass  
11 transportation, airport or aviation, municipal historic site, municipal  
12 park, community mental health and [~~retardation~~ developmental disabili-  
13 ties facility, or sewage treatment capital project is being carried out  
14 by a municipality with state aid, or for which state aid will be paid,  
15 pursuant to the provisions of title one of chapter seven hundred seven-  
16 teen of the laws of nineteen hundred sixty-seven, section 17.05 of the  
17 parks, recreation and historic preservation law, section 41.18 of the  
18 mental hygiene law, or section 17-1903 of the environmental conservation  
19 law, shall be applied by him or her to increase the amount of aid for  
20 which the state is obligated in respect to such project on such date,  
21 provided that any such increase in state aid may not, together with any  
22 federal funds paid or to be paid on account of the cost of such project,  
23 exceed the total cost thereof, and where more than one such capital  
24 project is being carried out on such date within such county, the appli-  
25 cation of such monies by the comptroller shall be pro-rated among such  
26 municipalities on the basis of the respective amounts of state aid which  
27 are so obligated on such date; and

28 § 54. Subdivisions 10 and 19 of section 3 of section 1 of chapter 359  
29 of the laws of 1968, constituting the facilities development corporation  
30 act, subdivision 10 as amended by section 1 of part N of chapter 59 of  
31 the laws of 2016 and subdivision 19 as amended by section 1 of part H of  
32 chapter 58 of the laws of 2008, are amended to read as follows:

33 10. "Mental hygiene facility" shall mean a building, a unit within a  
34 building, a laboratory, a classroom, a housing unit, a dining hall, an  
35 activities center, a library, real property of any kind or description,  
36 or any structure on or improvement to real property, or an interest in  
37 real property, of any kind or description, owned by or under the juris-  
38 diction of the corporation, including fixtures and equipment which are  
39 an integral part of any such building, unit, structure or improvement, a  
40 walkway, a roadway or a parking lot, and improvements and connections  
41 for water, sewer, gas, electrical, telephone, heating, air conditioning  
42 and other utility services, or a combination of any of the foregoing,  
43 whether for patient care and treatment or staff, staff family or service  
44 use, located at or related to any psychiatric center, any developmental  
45 center, or any state psychiatric or research institute or other facility  
46 now or hereafter established under the department. A mental hygiene  
47 facility shall also mean and include a residential care center for  
48 adults, a "community mental health and [~~retardation~~ developmental disa-  
49 bilities facility" and a treatment facility for use in the conduct of an  
50 alcoholism or substance abuse treatment program as defined in the mental  
51 hygiene law unless such residential care center for adults, community  
52 mental health and [~~retardation~~ developmental disabilities facility or  
53 alcoholism or substance abuse facility is expressly excepted, or the  
54 context clearly requires otherwise, and shall also mean and include any  
55 treatment facility for use in the conduct of an alcoholism or substance  
56 abuse treatment program that is also operated as an associated health

1 care facility. The definition contained in this subdivision shall not be  
2 construed to exclude therefrom a facility owned or leased by one or more  
3 voluntary agencies that is to be financed, refinanced, designed,  
4 constructed, acquired, reconstructed, rehabilitated or improved under  
5 any lease, sublease, loan or other financing agreement entered into with  
6 such voluntary agencies, and shall not be construed to exclude therefrom  
7 a facility to be made available from the corporation to a voluntary  
8 agency at the request of the commissioners of the offices of the depart-  
9 ment having jurisdiction thereof. The definition contained in this  
10 subdivision shall not be construed to exclude therefrom a facility with  
11 respect to which a voluntary agency has an ownership interest in, and  
12 proprietary lease from, an organization formed for the purpose of the  
13 cooperative ownership of real estate.

14 19. "Voluntary agency" means a corporation organized under or existing  
15 pursuant to the not-for-profit corporation law providing or, pursuant to  
16 a written agreement with the appropriate commissioner, approved to  
17 provide housing that includes residences for persons with mental disa-  
18 bilities, or services benefitting or assisting in the care, treatment,  
19 rehabilitation or maintenance of persons with mental disabilities,  
20 community mental health or residential services, community [~~mental~~  
21 ~~retardation~~] developmental disabilities services, or alcohol,  
22 substance-abuse, or chemical-dependency residential or non-residential  
23 treatment services, or for any combination of the foregoing. Notwith-  
24 standing any other provision of law to the contrary, voluntary agency  
25 shall also include any entity receiving financing, approvals or assist-  
26 ance of any form from the state housing finance agency or the state  
27 division of housing and community renewal for one or more integrated  
28 housing projects including projects serving persons with mental disabil-  
29 ities, which shall be approved by the appropriate commissioner. Such  
30 commissioner is hereby authorized to enter into any agreements necessary  
31 or useful for such projects, subject to the approval of the director of  
32 the budget.

33 § 55. The first undesignated paragraph of section 2 of section 1 of  
34 chapter 359 of the laws of 1968, constituting the facilities development  
35 corporation act, as separately amended by chapters 195 and 658 of the  
36 laws of 1973, is amended to read as follows:

37 It is hereby found and declared that the provision of new and improved  
38 state facilities relating to the care, maintenance and treatment of the  
39 mentally disabled must be accelerated if the state is to meet its  
40 responsibilities in the face of an increasing state population, a grow-  
41 ing awareness that mental disability can be treated effectively, and new  
42 research advances in treatment methods. An expanded construction program  
43 is essential to relieve overcrowding in the state hospitals for the  
44 mentally ill, to provide treatment and care for the increasing popu-  
45 lation of [~~mentally-retarded~~] people with intellectual or developmental  
46 disabilities in state schools, and to permit the establishment of  
47 special treatment programs for mentally ill and emotionally disturbed  
48 children and for the mentally ill blind and the mentally ill deaf.  
49 Existing state facilities require substantial modernization and struc-  
50 tural change to accommodate new concepts of treatment for the mentally  
51 disabled and special units for the treatment of alcoholism and narcotics  
52 addiction. Larger and better equipped research facilities must be  
53 installed in order to insure that state treatment units are in the fore-  
54 front of applying and developing advanced therapeutic methods. At the  
55 same time, improved training facilities and quarters are needed to  
56 attract and retain the best-qualified staff personnel.

1 § 56. The third undesignated paragraph of section 2 of section 1 of  
2 chapter 359 of the laws of 1968, constituting the facilities development  
3 corporation act, as amended by chapter 547 of the laws of 1979, is  
4 amended to read as follows:

5 It is further found and declared that the provision of new and  
6 improved community mental health and [~~retardation~~] developmental disa-  
7 bilities facilities must be accelerated, in order to provide comprehen-  
8 sive care and treatment of the mentally ill and [~~mentally-retarded~~]  
9 developmentally disabled. Such community mental health and [~~retarda-~~  
10 ~~tion~~] developmental disabilities facilities should be located close to  
11 the people they serve, in order to speed rehabilitation and restoration,  
12 by involving families and community resources to the extent practicable.  
13 Such an accelerated construction program will also help relieve over-  
14 crowding in state facilities for the mentally ill and [~~mentally~~  
15 ~~retarded~~] developmentally disabled and will afford treatment and care  
16 for the increasing number of [~~mentally-retarded~~] people with develop-  
17 mental disabilities. Such a program will increase the number of local  
18 facilities for out-patient care and short-term in-patient care, includ-  
19 ing after care, diagnostic and rehabilitative services, training and  
20 research. While the responsibility for the professional care, mainte-  
21 nance and treatment of the mentally ill and [~~mentally-retarded~~] develop-  
22 mentally disabled at all such community mental health and [~~retardation~~]  
23 developmental disabilities facilities should continue in the local  
24 governments, subject to the provisions of article forty-one of title E  
25 of the mental hygiene law and the regulations of the commissioners of  
26 the offices of the department having jurisdiction thereof, the legisla-  
27 ture further finds and declares that the Facilities Development Corpo-  
28 ration should be empowered to aid cities and counties, at their request,  
29 to provide new and improved community mental health and [~~retardation~~]  
30 developmental disabilities facilities in order to insure their timely  
31 construction, acquisition, reconstruction, rehabilitation and improve-  
32 ment in relation to current and foreseeable needs and the emergence of  
33 new patterns of treatment and care and should be empowered to receive  
34 and administer monies for such purpose.

35 § 57. Paragraph a of subdivision 8 and subdivision 13 of section 5 of  
36 section 1 of chapter 359 of the laws of 1968, constituting the facili-  
37 ties development corporation act, paragraph a of subdivision 8 as  
38 amended by chapter 58 of the laws of 1987 and subdivision 13 as amended  
39 by chapter 723 of the laws of 1993, are amended to read as follows:

40 a. With the approval of the appropriate commissioner of the department  
41 and the director of the budget, to purchase real property necessary or  
42 convenient for a mental hygiene facilities improvement program in the  
43 name of the state, except where such purchase is for the purpose of  
44 providing community mental health and [~~retardation~~] developmental disa-  
45 bilities facilities in which case such purchase shall be in its own  
46 name; provided, however, that all such purchases shall be made pursuant  
47 to legislation or appropriations in accordance with section nine of this  
48 act. Nothing in this section contained shall be construed to prohibit  
49 the acquisition of real property by purchase or appropriation by the  
50 appropriate commissioner of the department pursuant to article seventy-  
51 one of title E of the mental hygiene law for the purpose of making  
52 mental hygiene facilities available under license or permit from the  
53 corporation to a voluntary agency, subject to the terms and conditions  
54 of any lease, sublease, loan or other financing agreement with the state  
55 housing finance agency or the state medical care facilities finance  
56 agency, (i) for use in providing community mental health and [~~retarda-~~

1 ~~tion~~ developmental disabilities services, including services in a resi-  
2 dential care center for adults, or (ii) for the conduct of an alcoholism  
3 or substance abuse treatment program as defined in article nineteen of  
4 title D of the mental hygiene law.

5 13. Subject to the terms and conditions of any lease, sublease, loan  
6 or other financing agreement with the state housing finance agency or  
7 the state medical care facilities finance agency, and to the determi-  
8 nation of the appropriate commissioner of the department, and in the  
9 case of community mental health and [~~retardation~~] developmental disabil-  
10 ities facilities, of the city or county, that such real property held  
11 for the purposes of a mental hygiene facilities improvement program is  
12 unnecessary for the present or foreseeable future needs of a mental  
13 hygiene facility, with the approval of the director of the budget, to  
14 convey for fair value any right, title or interest of the people of the  
15 state of New York in and to such real property to any appropriate state  
16 agency, or public corporation, city or county for other public use or  
17 for sale, lease or other disposition in accordance with law, real prop-  
18 erty held by the corporation, provided, however, nothing in this subdivi-  
19 sion shall be deemed to supercede the provisions of section 41.34 of  
20 the mental hygiene law and provided further that any such conveyance  
21 shall be subject to, and consistent with the terms and objectives of,  
22 any plan developed by the state interagency council on mental hygiene  
23 property utilization. The corporation shall provide written notice at  
24 least thirty days in advance of the effective date of any conveyance to  
25 the governor, the majority leader of the senate and the speaker of the  
26 assembly. No conveyance as authorized in this subdivision that may  
27 adversely affect the tax exempt nature of any such lease, sublease, loan  
28 or other financing agreement with the state housing finance agency or  
29 the New York state medical care facilities finance agency may occur  
30 until the attorney general or other designated bond counsel determines  
31 in writing that the conveyance is consistent with all applicable state  
32 and federal laws, rules and regulations, and with deeds, leases,  
33 subleases, loan agreements, financing agreements, and bond resolutions  
34 relating to or affected by the conveyance, and that the conveyance does  
35 not impair the tax exempt status of outstanding obligations issued by  
36 the state housing finance agency or the New York state medical care  
37 facilities finance agency to finance or refinance the design,  
38 construction, acquisition, reconstruction, rehabilitation or improvement  
39 of mental health service facilities as defined in the New York state  
40 medical care facilities finance agency act.

41 § 58. Subdivisions 3, 4 and 5 of section 6 of section 1 of chapter 359  
42 of the laws of 1968, constituting the facilities development corporation  
43 act, subdivisions 3 and 4 as amended by chapter 547 of the laws of 1979  
44 and subdivision 5 as amended by chapter 351 of the laws of 1985, are  
45 amended to read as follows:

46 3. To provide mental hygiene facilities, other than community health  
47 and [~~retardation~~] developmental disabilities facilities, for the care,  
48 maintenance and treatment of the mentally disabled, for research and  
49 training related thereto, and for the members of the staff of state  
50 institutions in the department and their families, to reduce the time  
51 lag between determination of need for such facilities and actual occu-  
52 pancy thereof, to expedite the construction, acquisition, recon-  
53 struction, rehabilitation or improvement of such facilities, to assure  
54 that the same are completed and ready for the purposes intended in the  
55 light of foreseeable needs, to assure exclusive possession, jurisdic-  
56 tion, control and supervision over all mental hygiene facilities in

1 order to effectuate the aforesaid purposes and to make such facilities  
2 available to the appropriate commissioner of the department for use in  
3 the care, maintenance and treatment of the mentally disabled.

4 4. To provide community mental health and [~~retardation~~] developmental  
5 disabilities facilities for the mentally disabled, for out-patient care  
6 and short-term in-patient care, including after care and diagnostic and  
7 rehabilitative services and training and research, for and at the  
8 request of cities and counties not wholly within a city, authorized to  
9 provide community mental health services in accordance with the  
10 provisions of article forty-one of title E of the mental hygiene law, to  
11 reduce the time between determination of the need for such facilities  
12 and actual occupancy thereof, to expedite the construction, acquisition,  
13 reconstruction, rehabilitation or improvement of such facilities, to  
14 assure that the same are completed and ready for the purposes intended  
15 in the light of current and foreseeable needs, all as approved by the  
16 appropriate commissioner of the department.

17 5. To provide mental hygiene facilities to be made available under  
18 license or permit from the corporation to voluntary agencies at the  
19 request of the appropriate commissioner of the department in accordance  
20 with the provisions of this act for use in providing community mental  
21 health and [~~retardation~~] developmental disabilities services and  
22 services in a residential care center for adults.

23 § 59. Paragraphs b and c of subdivision 1 of section 9 of section 1 of  
24 chapter 359 of the laws of 1968, constituting the facilities development  
25 corporation act, paragraph b as amended by chapter 58 of the laws of  
26 1987 and paragraph c as amended by chapter 547 of the laws of 1979, are  
27 amended to read as follows:

28 b. The directors of the corporation shall prepare or cause to be  
29 prepared for the state housing finance agency or the medical care facil-  
30 ities finance agency, within the amounts appropriated therefor or other-  
31 wise available, the building plans, the exterior drawings or models  
32 displaying the architectural concept of each mental hygiene facility  
33 thereafter to be constructed, reconstructed, rehabilitated or improved,  
34 and the detailed plans and specifications for all such construction,  
35 reconstruction, rehabilitation and improvement work to be performed, all  
36 of which shall be subject to the separate approval of the appropriate  
37 commissioner of the department and, in the case of community mental  
38 health and [~~retardation~~] developmental disabilities facilities, of the  
39 governing body of the city or county or of such officer, department,  
40 agency or community mental health board as may be designated by such  
41 governing body for the purpose of such approval. The directors of the  
42 corporation, except in the case of community mental health and [~~retarda-~~  
43 ~~tion~~] developmental disabilities facilities, may cause the building  
44 plans, drawings, models and detailed plans and specifications for such  
45 work to be prepared under the direction of the commissioner of general  
46 services in accordance with the terms of any agreement entered into  
47 between the corporation and such commissioner pursuant to subdivision  
48 two of this section. In the case of community mental health and [~~retar-~~  
49 ~~dation~~] developmental disabilities facilities, the directors of the  
50 corporation may cause such building plans, drawings, models and detailed  
51 plans and specifications for such work to be prepared by its own employ-  
52 ees, or on a contract basis, or by agreement with a city or county or  
53 with any state department or agency authorized to perform such work.

54 The detailed plans and specifications for any such work to be  
55 performed pursuant to a contract shall comply with the construction  
56 standards in effect at the time the contract is executed.

1 Subject to the terms of any agreement entered into between the corpo-  
2 ration and the commissioner of general services pursuant to subdivision  
3 two of this section and between the corporation and the state housing  
4 finance agency or the medical care facilities finance agency pursuant to  
5 such section, the directors of the corporation may from time to time  
6 modify, or authorize modifications to, such detailed plans and specifi-  
7 cations provided (i) that the plans and specifications as so modified  
8 shall comply with the construction standards, if any, adopted pursuant  
9 to paragraph a of this subdivision and in effect at the time of the  
10 modification, and (ii) that such modifications, if substantial, are made  
11 with the separate approval of the appropriate commissioner of the  
12 department and, in the case of community mental health and [~~retardation~~]  
13 developmental disabilities facilities, of such governing body of the  
14 city or county or of such officer, department, agency or community  
15 mental health board as may be designated by such governing body for the  
16 purpose of such approval, and (iii) that in the event an amount for  
17 contingencies is appropriated or advanced to the corporation to pay the  
18 added costs during the then current state fiscal year of all modifica-  
19 tions made in the course of construction, reconstruction, rehabilitation  
20 and improvement of mental hygiene facilities, no such modifications  
21 shall be made or authorized in such fiscal year without the approval of  
22 the director of the budget unless the cost thereof shall be less than  
23 five percentum of the total estimated cost of the facility as set forth  
24 in the budget bill referred to in paragraph a of subdivision two of this  
25 section, but in no event shall any such modification be made or author-  
26 ized in such fiscal year if the cost thereof, plus the cost of all  
27 modifications theretofore made or authorized during the same state  
28 fiscal year, would exceed the amount for contingencies appropriated or  
29 advanced for the purpose of such modifications, and (iv) that in the  
30 event an amount for contingencies is not appropriated for the purpose of  
31 such modifications, no such modification involving an estimated expense  
32 of ten thousand dollars or more shall be made or authorized without the  
33 prior approval of the director of the budget.

34 c. In the design, construction, acquisition, reconstruction, rehabili-  
35 tation, alteration and improvement of mental hygiene facilities to be  
36 made available under license or permit from the corporation to voluntary  
37 agencies for use in providing community mental health and [~~retardation~~]  
38 developmental disabilities services, the corporation shall be governed  
39 by the provisions of this act relating to the design and construction of  
40 mental hygiene facilities provided, however, that the program for each  
41 such facility shall have been prepared under the supervision of the  
42 appropriate commissioner of the department pursuant to the mental  
43 hygiene law at the request of such voluntary agency and with the  
44 approval of the community mental health board established pursuant to  
45 article forty-one of title E of the mental hygiene law.

46 § 60. The opening paragraph of subparagraph (i) and subparagraph (ii)  
47 of paragraph b of subdivision 2 of section 9 of section 1 of chapter 359  
48 of the laws of 1968, constituting the facilities development corporation  
49 act, the opening paragraph of subparagraph (i) as amended by chapter 166  
50 of the laws of 1991 and subparagraph (ii) as amended by chapter 658 of  
51 the laws of 1973, are amended to read as follows:

52 The corporation may design, construct, reconstruct, rehabilitate and  
53 improve a mental hygiene facility, other than a community mental health  
54 and [~~retardation~~] developmental disabilities facility, whether as prin-  
55 cipal or as agent for the state housing finance agency or the medical  
56 care facilities finance agency, only by agreement with the commissioner

1 of general services, except that in the case a mental hygiene facility  
2 owned or leased by a voluntary agency that is to be designed,  
3 constructed, reconstructed, rehabilitated and improved under any lease,  
4 sublease, loan or other financing agreement entered into with such  
5 voluntary agency, or jointly with such voluntary agency and one or more  
6 voluntary agencies that operate such facility the same may be designed,  
7 constructed, reconstructed, rehabilitated and improved by such voluntary  
8 agencies, and except that:

9 (ii) The corporation, with the approval of the director of the budget,  
10 may construct, reconstruct, rehabilitate and improve a community mental  
11 health and [~~retardation~~] developmental disabilities facility by its own  
12 employees, by agreement with a city or county or with any state depart-  
13 ment or agency authorized to perform such work, or by contract awarded  
14 pursuant to paragraph g of this subdivision. All contracts awarded by a  
15 city or county on behalf of the corporation shall be awarded pursuant to  
16 paragraph g of this subdivision, notwithstanding any provision of any  
17 general, special or local law or any charter.

18 § 61. Paragraphs a and b of subdivision 3 of section 9 of section 1 of  
19 chapter 359 of the laws of 1968, constituting the facilities development  
20 corporation act, paragraph a as amended by chapter 723 of the laws of  
21 1993 and paragraph b as amended by section 48 of part TTT of chapter 59  
22 of the laws of 2019, are amended to read as follows:

23 a. Subject to the provisions of this act, the directors of the corpo-  
24 ration shall receive, accept, invest, administer, expend and disburse  
25 for its corporate purposes, other than for the purposes of any health  
26 facilities improvement program, (i) all payments made on or after Janu-  
27 ary 1, 1964, for the care, maintenance and treatment of patients in  
28 every mental hygiene facility, other than a community mental health and  
29 [~~retardation~~] developmental disabilities facility or a mental hygiene  
30 facility made available under license or permit from the corporation to  
31 a voluntary agency for use in providing community mental health and  
32 [~~retardation~~] developmental disabilities services, or an office of  
33 [~~alcoholism and substance abuse services~~] addiction services and  
34 supports facility made available under license or permit from the corpo-  
35 ration to a voluntary agency for use in the conduct of an alcoholism or  
36 substance abuse treatment program, (ii) all payments made to the corpo-  
37 ration by a lessee or permittee as rentals, permit fees or otherwise  
38 under any lease, sublease, permit or agreement undertaken with respect  
39 to a community mental health and [~~retardation~~] developmental disabili-  
40 ties facility or current or former mental hygiene facility or from a  
41 voluntary agency with respect to a mental hygiene facility made avail-  
42 able under lease, license or permit from the corporation to a voluntary  
43 agency, and (iii) all payments made to the corporation for the purchase  
44 of real property held by the corporation for the use of the department,  
45 other than payments derived from New York state medical care facilities  
46 finance agency financing or refinancing of the design, construction,  
47 acquisition, reconstruction, rehabilitation, improvement or renovation  
48 of state operated mental hygiene facilities, and may receive, accept,  
49 invest, administer, expend and disburse for its corporate purposes,  
50 other than for the purposes of any health facilities improvement  
51 program, appropriations or advances from the capital projects fund and  
52 the state purposes account of the general fund of the state, and other  
53 revenues and monies made available or to be made available to the corpo-  
54 ration from any or all sources, including gifts, grants, loans and  
55 payments from the federal government, any state agency, any county,  
56 city, town or village, any private foundation, organization or individ-

1 ual, or any other source, for the construction, acquisition, recon-  
2 struction, rehabilitation and improvement of mental hygiene facilities,  
3 and for the maintenance and repair of such facilities.

4 b. All monies of the corporation received or accepted pursuant to  
5 paragraph a of this subdivision, other than appropriations and advances  
6 from the state and except as otherwise authorized or provided in this  
7 section, shall be paid to the commissioner of taxation and finance as  
8 agent of the corporation, who shall not commingle such monies with any  
9 other monies. Such monies shall be deposited in two or more separate  
10 bank accounts. One of such accounts, to which shall be credited (i) all  
11 payments made on or after January 1, 1964, for the care, maintenance and  
12 treatment of patients in every mental hygiene facility, other than a  
13 community mental health and [~~retardation~~] developmental disabilities  
14 facility, (ii) all payments made to the corporation as rentals, lease  
15 payments, permit fees or otherwise under any lease, sublease or agree-  
16 ment undertaken with respect to a community mental health and [~~retarda-~~  
17 ~~tion~~] developmental disabilities facility or a current or former mental  
18 hygiene facility, (iii) all payments made to the corporation for the  
19 purchase of real property held by the corporation for the use of the  
20 department, other than payments derived from New York state medical care  
21 facilities finance agency financing or refinancing of the design,  
22 construction, acquisition, reconstruction, rehabilitation, improvement  
23 or renovation of state operated mental hygiene facilities, (iv) all  
24 income from investments and (v) all monies received or to be received  
25 for the purposes of such account on a recurring basis, shall be denomi-  
26 nated the "mental hygiene facilities improvement fund income account".  
27 The monies in any account shall be paid out on checks signed by the  
28 commissioner of taxation and finance on requisition of the chairman of  
29 the corporation or of such other officer or employee or officers or  
30 employees as the corporation shall authorize to make such requisition.  
31 All deposits of such money shall, if required by the commissioner of  
32 taxation and finance or the directors of the corporation, be secured by  
33 obligations of the United States or of the state of a market value equal  
34 at all times to the amount of the deposit and all banks and trust compa-  
35 nies are authorized to give such security for such deposits. Any moneys  
36 of the corporation not required for immediate use or disbursement may,  
37 at the discretion of the corporation, be invested by the commissioner of  
38 taxation and finance in accordance with the provisions of section 98-a  
39 of the state finance law. The mental hygiene facilities improvement fund  
40 and the income account therein shall remain in existence until termi-  
41 nated by the corporation by written notice to the commissioner of tax-  
42 ation and finance. Any moneys on deposit in the mental hygiene facilities  
43 improvement fund or the income account therein upon the termination of  
44 said fund and account shall be transferred by the commissioner of tax-  
45 ation and finance to the mental health services fund. The corporation  
46 shall not terminate the mental hygiene facilities improvement fund and  
47 the income account therein until all mental health services facilities  
48 bonds issued pursuant to: (i) the New York state medical care facilities  
49 finance agency act; (ii) article [~~five-e~~] five-C of the state finance  
50 law; and (iii) article [~~five-f~~] five-F of the state finance law and  
51 payable from the income account as described in paragraph g of this  
52 subdivision are no longer outstanding.

53 § 62. The fifth undesignated paragraph of subdivision 5 of section 9  
54 of section 1 of chapter 359 of the laws of 1968, constituting the facil-  
55 ities development corporation act, as amended by chapter 58 of the laws  
56 of 1987, is amended to read as follows:

1 The provisions of this subdivision shall not apply to community mental  
2 health and [~~retardation~~] developmental disabilities facilities.

3 § 63. Subdivision 6 of section 9 of section 1 of chapter 359 of the  
4 laws of 1968, constituting the facilities development corporation act,  
5 paragraphs a and b as amended by chapter 58 of the laws of 1987, is  
6 amended to read as follows:

7 6. Notwithstanding any provision of any general, special or local law  
8 or of any charter:

9 a. The governing body, as such term is defined in article forty-one of  
10 title E of the mental hygiene law (except that with respect to the city  
11 of New York such term shall mean the board of estimate), of a city or  
12 county may, upon such terms and conditions as shall be approved by such  
13 governing body and for such consideration, if any, as may be determined  
14 by such governing body, but not to exceed the cost of acquisition there-  
15 of and the cost of improvements thereon, exclusive of any costs reim-  
16 bursed or to be reimbursed in accordance with the provisions of article  
17 forty-one of title E of the mental hygiene law otherwise, execute and  
18 deliver to the corporation a lease for a term not exceeding forty years  
19 or a deed (i) conveying to the corporation real property and one or more  
20 community mental health and [~~retardation~~] developmental disabilities  
21 facilities of the city or county located thereon, a portion of the costs  
22 of which facilities are eligible for state reimbursement in accordance  
23 with the provisions of article forty-one of title E or article twenty-  
24 five of title D of the mental hygiene law or (ii) conveying to the  
25 corporation real property of the city or county or an interest therein,  
26 for the purpose of causing to be constructed, reconstructed, rehabili-  
27 tated or improved thereon one or more community mental health and  
28 [~~retardation~~] developmental disabilities facilities pursuant to this  
29 act, such community mental health and [~~retardation~~] developmental disa-  
30 bilities facilities to be made available to such county or city for use  
31 and occupancy under lease, sublease or other agreement upon such terms  
32 and conditions as may be agreed upon, including terms and conditions  
33 relating to length of terms, maintenance and repair of community mental  
34 health and [~~retardation~~] developmental disabilities facilities during  
35 such term and the annual rentals to be paid therefor for the use there-  
36 of. The corporation is hereby authorized to accept any such lease or  
37 conveyance, to hold such real property, to enter into a lease, sublease  
38 or other agreement with such city or county for the purpose of making  
39 such community mental health and [~~retardation~~] developmental disabili-  
40 ties facility so acquired or to be constructed, reconstructed, rehabili-  
41 tated or improved thereon available for use and occupancy by such city  
42 or county, and to lease or convey real property so acquired to the New  
43 York state housing finance agency or the medical care facilities finance  
44 agency, provided, however, that any such further lease or conveyance  
45 shall be solely for the purpose of causing community mental health and  
46 [~~retardation~~] developmental disabilities facilities to be acquired,  
47 constructed, reconstructed, rehabilitated or improved thereon, such  
48 community mental health and [~~retardation~~] developmental disabilities  
49 facilities to be made available to such city or county for use and occu-  
50 pancy under a lease, sublease or other agreement between the corporation  
51 and such city or county, upon such terms and conditions as may be agreed  
52 upon. No such lease or conveyance from the corporation to the New York  
53 state housing finance agency or the state medical care facilities  
54 finance agency shall be for a consideration in excess of the cost of  
55 acquisition of such real property and the costs of improvements thereon.  
56 The appropriate commissioner of the department, on behalf of his or her

1 office, and the director of the budget shall approve all leases,  
2 subleases or agreements, whether between the corporation and such city  
3 or county or between the corporation and the housing finance agency or  
4 the state medical care facilities finance agency, and the appropriate  
5 commissioner of the department shall be a party thereto. The appropriate  
6 division of the office of [~~alcoholism and substance abuse~~] addiction  
7 services and supports shall also approve all such leases, subleases or  
8 agreements relating to the construction, reconstruction, rehabilitation  
9 or improvement of community mental health and [~~retardation~~] develop-  
10 mental disabilities facilities, constituting alcoholism or substance  
11 abuse facilities for use in an alcoholism or substance abuse treatment  
12 program as defined in the mental hygiene law.

13 b. In the event that the corporation shall fail, within five years  
14 after the date of such lease or conveyance, to construct, reconstruct,  
15 rehabilitate or improve the community mental health and [~~retardation~~]  
16 developmental disabilities facility or facilities thereon for which such  
17 lease or conveyance was made, or to cause the same to be done, as  
18 provided for in a lease, sublease or other agreement entered into with  
19 such city or county, then, subject to the terms of any lease, sublease  
20 or other agreement undertaken by the New York state housing finance  
21 agency or the state medical care facilities finance agency, with respect  
22 thereto, such real property and any facilities thereon shall revert to  
23 such city or county with right of re-entry thereupon, and such lease or  
24 deed shall be made subject to such condition of reverter and re-entry;  
25 provided, however, that as a condition precedent to the exercise of such  
26 right of re-entry, such city or county shall pay an amount equal to the  
27 sum of the purchase price of such real property, the depreciated cost of  
28 any facility or facilities constructed, reconstructed, rehabilitated or  
29 improved thereon, and all other costs of the corporation or the New York  
30 state housing finance agency or the state medical care facilities  
31 finance agency incident to the costs of the acquisition of such real  
32 property and the financing of construction, reconstruction, rehabili-  
33 tation or improvement relating to such facility or facilities, all as  
34 provided in the aforesaid lease, sublease or other agreement entered  
35 into with such city or county.

36 c. No real property or interest therein shall be acquired by the  
37 corporation pursuant to this subdivision unless title thereto shall have  
38 been approved by the attorney general.

39 d. The attorney general shall pass upon the form and sufficiency and  
40 manner of execution of any deed of conveyance and of any lease of real  
41 property authorized to be given under this subdivision by any city or  
42 county to the corporation, and any lease, sublease or agreement between  
43 the corporation and a city or county, and the same shall not be effec-  
44 tive unless such deed, lease, sublease or agreement shall be so approved  
45 by him.

46 e. The cost of construction, acquisition, reconstruction, rehabili-  
47 tation or improvement of community mental health and [~~retardation~~]  
48 developmental disabilities facilities undertaken by the corporation  
49 pursuant to this act may include the cost of acquisition of any real  
50 property leased or conveyed to the corporation pursuant to paragraph a  
51 of this subdivision [~~is~~] and the cost of the original furnishing,  
52 equipment, machinery and apparatus as determined by the corporation.

53 f. The provisions of this act shall not be deemed to prevent a city or  
54 county from financing the cost of constructing, acquiring, reconstruct-  
55 ing, rehabilitating or improving a community mental health and [~~retarda-~~

1 ~~tion~~ developmental disabilities facility by the issuance of bonds or  
2 capital notes of such city or county pursuant to the local finance law.

3 § 64. The fifth undesignated paragraph of section 2 of section 1 of  
4 chapter 392 of the laws of 1973, constituting the medical care facili-  
5 ties finance agency act, as added by chapter 58 of the laws of 1987, is  
6 amended to read as follows:

7 Prompt provision of well-equipped, modern hospitals, schools and other  
8 facilities related to the care, maintenance and treatment of mentally  
9 ill[~~, —mentally retarded~~] and intellectually or developmentally disabled  
10 persons is also needed in the state. In order to encourage the invest-  
11 ment of private capital in such hospitals, schools and other mental  
12 health services facilities and to assure their timely construction,  
13 acquisition, reconstruction, rehabilitation and improvement, or the  
14 refinancing thereof, the New York state medical care facilities finance  
15 agency should be empowered, through the issuance of its bonds, notes or  
16 other obligations to the private investing public, to obtain all or a  
17 portion of the funds necessary to finance the same and to meet the needs  
18 of patients and staff at such facilities.

19 § 65. Subdivisions 4 and 6 of section 5-a of section 1 of chapter 392  
20 of the laws of 1973, constituting the medical care facilities finance  
21 agency act, subdivision 4 as amended by chapter 389 of the laws of 1987,  
22 and subdivision 6 as amended by chapter 672 of the laws of 2019, are  
23 amended to read as follows:

24 4. As used in this section or in connection with a federally-aided  
25 mortgage loan, the term "project" means a specific work or improvement,  
26 whether or not to effectuate all or any part of a plan, and includes  
27 lands, buildings, improvements, fixtures and personal property  
28 constructed, acquired, reconstructed, refinanced, rehabilitated,  
29 improved, managed, owned or operated by a non-profit corporation pursu-  
30 ant to this section, to provide hospital, residential health care, resi-  
31 dential facilities for [~~the mentally retarded and~~] intellectually or  
32 developmentally disabled persons or [~~the~~] mentally disabled persons or  
33 for the care, treatment, training and education of [~~the mentally~~  
34 ~~retarded and~~] intellectually or developmentally disabled persons or  
35 [~~the~~] mentally disabled persons or comprehensive health services facili-  
36 ties and such related incidental and appurtenant facilities as the agen-  
37 cy may approve. The term "project" shall also mean a separate work or  
38 improvement, including lands, buildings, fixtures and personal property  
39 related thereto, managed, owned or operated by a non-profit corporation  
40 pursuant to this section to provide such services, functions, capabili-  
41 ties and facilities as may be convenient or desirable for the operation  
42 of a hospital, a residential health care or comprehensive health  
43 services facility.

44 6. As used in this section or in connection with federally-aided mort-  
45 gage loan regarding residential facilities for [~~the mentally retarded~~  
46 ~~and~~] intellectually or developmentally disabled persons or [~~the~~] mental-  
47 ly disabled persons or for the care, treatment, training and education  
48 of [~~the mentally retarded and~~] intellectually or developmentally dis-  
49 abled persons or [~~the~~] mentally disabled persons the term "commissioner"  
50 shall also mean the commissioner of mental health or the commissioner of  
51 the office for people with developmental disabilities.

52 § 66. Paragraph a of subdivision 1 of section 9-a of section 1 of  
53 chapter 392 of the laws of 1973, constituting the medical care facili-  
54 ties finance agency act, as amended by chapter 166 of the laws of 1991,  
55 is amended to read as follows:

1 a. "Mental health services facility" shall mean a building, a unit  
2 within a building, a laboratory, a classroom, a housing unit, a dining  
3 hall, an activities center, a library, real property of any kind or  
4 description, or any structure on or improvement to real property of any  
5 kind or description, including fixtures and equipment which may or may  
6 not be an integral part of any such building, unit, structure or  
7 improvement, a walkway, a roadway or a parking lot, and improvements and  
8 connections for water, sewer, gas, electrical, telephone, heating, air  
9 conditioning and other utility services, or a combination of any of the  
10 foregoing, whether for patient care and treatment or staff, staff family  
11 or service use, located at or related to any psychiatric center, any  
12 developmental center, or any state psychiatric or research institute or  
13 other facility now or hereafter established under the state department  
14 of mental hygiene. A mental health services facility shall also mean and  
15 include a residential care center for adults, a "community mental health  
16 and [~~retardation~~] developmental disabilities facility", and a state or  
17 voluntary operated treatment facility for use in the conduct of an alco-  
18 holism or substance abuse treatment program as defined in the mental  
19 hygiene law, unless such residential care center for adults, community  
20 mental health and [~~retardation~~] developmental disabilities facility or  
21 alcoholism or substance abuse facility is expressly excepted or the  
22 context clearly requires otherwise. The definition contained in this  
23 subdivision shall not be construed to exclude therefrom a facility,  
24 whether or not owned or leased by a voluntary agency, to be made avail-  
25 able under lease, or sublease, from the facilities development corpo-  
26 ration to a voluntary agency at the request of the commissioners of the  
27 offices and directors of the divisions of the department of mental  
28 hygiene having jurisdiction thereof for use in providing services in a  
29 residential care center for adults, community mental health and [~~retar-~~  
30 ~~ation~~] developmental disabilities services, or for use in the conduct  
31 of an alcoholism or substance abuse treatment program. For purposes of  
32 this section mental health services facility shall also mean mental  
33 hygiene facility as defined in subdivision ten of section three of the  
34 facilities development corporation act.

35 § 67. Whenever the term "intellectual disability" or "intellectual or  
36 developmental disability" or any equivalent expression thereof is used  
37 in any provision of law amended pursuant to this act, such term shall be  
38 deemed to mean the same as the definition of the term "developmental  
39 disability" pursuant to subdivision 22 of section 1.03 of the mental  
40 hygiene law.

41 § 68. This act shall take effect immediately, provided, however, that  
42 the amendments to paragraph (k) of subdivision 1 of section 364-j of the  
43 social services law made by section fifty of this act shall not affect  
44 the repeal of such section and shall be deemed repealed therewith; and  
45 provided further, that the amendments to subclause (iii) of clause (c)  
46 of subparagraph 4 of paragraph b of subdivision 1 of section 4402 of the  
47 education law made by section seventeen of this act shall be subject to  
48 the expiration and reversion of such subdivision pursuant to subdivision  
49 d of section 27 of chapter 378 of the laws of 2007, as amended when upon  
50 such date the provisions of section eighteen of this act shall take  
51 effect.