9366

## IN ASSEMBLY

March 6, 2024

Introduced by M. of A. KELLES -- read once and referred to the Committee on Environmental Conservation

AN ACT to amend the environmental conservation law, in relation to environmental restoration projects; and to repeal certain provisions of such law relating thereto

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

Section 1. Section 56-0501 of the environmental conservation law is
amended by adding a new subdivision 3 to read as follows:
<u>3. Beginning in state fiscal year two thousand twenty-four--two thou-</u>
<u>4 sand twenty-five, environmental restoration projects may be funded with-</u>

5 in available appropriations.
6 § 2. Subdivision 1 of section 56-0502 of the environmental conserva 7 tion law is REPEALED.

8 § 3. Subdivisions 1-a and 5 of section 56-0502 of the environmental 9 conservation law, subdivision 1-a as added and subdivision 5 as amended 10 by section 2 of part D of chapter 577 of the laws of 2004, are amended 11 and a new subdivision 1 is added to read as follows:

12 <u>1. "Contaminant" shall mean hazardous waste as defined in section</u> 13 <u>27-1301 of this chapter, petroleum as defined in section one hundred</u> 14 <u>seventy-two of the navigation law, and emerging contaminants as defined</u> 15 <u>in section eleven hundred twelve of the public health law.</u>

16 1-a. "Contamination" or "contaminated" shall [have the same meaning as 17 provided in section 27-1405 of this chapter] mean the presence of a 18 contaminant in any environmental media, including soil, surface water, 19 groundwater, air, or indoor air.

5. "Municipality", for purposes of this title, shall have the same meaning as provided in subdivision fifteen of section 56-0101 of this article, except that such term shall not refer to a municipality that [generated, transported, or disposed of, arranged for, or that caused the generation, transportation, or disposal of contamination located at real property proposed to be investigated or to be remediated under an environmental restoration project. For purposes of this title, the term

27 municipality includes a municipality acting in partnership with a commu-

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

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nity based organization], through deliberate action or inaction, intentionally or recklessly caused or contributed to contamination, outside of its performance of governmental functions, which threatens public

4 <u>health</u> or the environment, at real property to be investigated or reme-5 <u>diated</u> under an environmental restoration project.

6 § 4. Paragraph (c) of subdivision 2 of section 56-0503 of the environ-7 mental conservation law, as amended by section 38 of part BB of chapter 8 56 of the laws of 2015, is amended to read as follows:

(c) A provision that the municipality shall assist in identifying a 9 10 responsible party by searching local records, including property tax 11 rolls, or document reviews, and if, in accordance with the required 12 departmental approval of any settlement with a responsible party, any responsible party payments become available to the municipality, before, 13 14 during or after the completion of an environmental restoration project, 15 which were not included when the state share was calculated pursuant to this section, [the state assistance share shall be recalculated, and] 16 17 the value of such settlement shall be used by the municipality to fund its municipal share, and the state assistance share shall not be recal-18 culated, to the extent that the total of all such settlement amounts is 19 20 equal to or less than the municipal share. To the extent the total of 21 all such settlement amounts exceeds the municipal share, the munici-22 pality shall pay <u>such exceedance</u> to the state, for deposit into the environmental restoration project account of the hazardous waste remedi-23 24 al fund established under section ninety-seven-b of the state finance 25 law[, the difference between the original state assistance payment and the recalculated state share. Recalculation of the state share shall be 26 27 done each time a payment from a responsible party is received by the 28 municipality];

§ 5. Paragraphs (a), (d), and (e) of subdivision 1 of section 56-0505 of the environmental conservation law, as amended by section 5 of part D of chapter 1 of the laws of 2003, are amended and two new paragraphs (f) and (g) are added to read as follows:

33 (a) the benefit to the environment <u>and public health</u> realized by the 34 expeditious remediation of the property proposed to be subject to such 35 project;

36 (d) real property in a designated brownfield opportunity area pursuant 37 to section nine hundred seventy-r of the general municipal law <u>or real</u> 38 <u>property in a disadvantaged community pursuant to subdivision five of</u> 39 <u>section 75-0101 of this chapter</u>; [and]

40 (e) the opportunity for other funding sources to be available for the 41 investigation or remediation of such property, including, but not limit-42 ed to, enforcement actions against responsible parties (other than the 43 municipality to which state assistance was provided under this title; or 44 successor in title, lender, or lessee who was not otherwise a responа 45 sible party prior to such municipality taking title to the property), 46 state assistance payments pursuant to title thirteen of article twenty-47 seven of this chapter, and the existence of private parties willing to 48 remediate such property using private funding sources. Highest priority 49 shall be granted to projects for which other such funding sources are 50 not available [-], excluding state or federal funds for the investigation 51 or remediation project received or to be received by the municipality; 52 (f) for drinking water contamination sites as defined in section 53 27-1201 of this chapter, any requirements made by the commissioner of

54 <u>health</u> pursuant to section 27-1205 of this chapter, for a municipally 55 <u>owned public water system to take action to reduce exposure to an emerg-</u>

56 ing contaminant or contaminants; and

1	(g) any such other criteria deemed appropriate by the department.
2	§ 6. Subdivision 2 of section 56-0505 of the environmental conserva-
3	tion law is REPEALED.
4	§ 7. Subdivisions 3, 4, and 5 of section 56-0505 of the environmental
5	conservation law are renumbered subdivisions 2, 3, and 4 and subdivision
б	2, as amended by section 5 of part D of chapter 1 of the laws of 2003
7	and as renumbered by this section, is amended to read as follows:
8	2. The remediation objective of an environmental restoration remedi-
9	ation project shall meet the same standard for protection of public
10	health and the environment that applies to remedial actions undertaken
11	pursuant to [section] sections 27-1313 and 27-1205 of this chapter.
12	§ 8. Subdivision 3 of section 56-0509 of the environmental conserva-
13	tion law, as amended by section 4 of part D of chapter 577 of the laws
14	of 2004, is amended to read as follows:
15	3. The state shall indemnify and save harmless any municipality [7]
16	that completes an environmental restoration remediation project in
17	compliance with the terms and conditions of a state assistance contract
18	or written agreement pursuant to subdivision three of section 56-0503 of
19	this title providing such assistance and any successor in title, lessee,
20	or lender [identified in paragraph (a) of subdivision one of this
21	section in the amount of any judgment or settlement, obtained against
22	such municipality, successor in title, lessee, or lender in any court
23	
23 24	for any common law cause of action arising out of the presence of any
24	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of
24 25	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle-
24 25 26	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or
24 25 26 27	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of
24 25 26 27 28	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental
24 25 26 27 28 29	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title,
24 25 26 27 28 29 30	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney
24 25 26 27 28 29	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent
24 25 26 27 28 29 30 31 32	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a
24 25 26 27 28 29 30 31	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a conflict of interest, in which case the attorney general shall certify
24 25 26 27 28 29 30 31 32 33 34	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a conflict of interest, in which case the attorney general shall certify to the comptroller that such party is entitled to private counsel of its
24 25 26 27 28 29 30 31 32 33 34 35	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a conflict of interest, in which case the attorney general shall certify to the comptroller that such party is entitled to private counsel of its choice, and reasonable attorneys' fees and expenses shall be reimbursed
24 25 26 27 28 29 30 31 32 33 34 35 36	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a conflict of interest, in which case the attorney general shall certify to the comptroller that such party is entitled to private counsel of its choice, and reasonable attorneys' fees and expenses shall be reimbursed by the state. Any settlement of such an action shall be subject to the
24 25 26 27 28 29 30 31 32 33 34 35 36 37	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a conflict of interest, in which case the attorney general shall certify to the comptroller that such party is entitled to private counsel of its choice, and reasonable attorneys' fees and expenses shall be reimbursed by the state. Any settlement of such an action shall be subject to the approval of the attorney general as to form and amount, and this subdi-
24 25 26 27 28 29 30 31 32 33 34 35 36 37 38	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a conflict of interest, in which case the attorney general shall certify to the comptroller that such party is entitled to private counsel of its choice, and reasonable attorneys' fees and expenses shall be reimbursed by the state. Any settlement of such an action shall be subject to the approval of the attorney general as to form and amount, and this subdi- vision shall not apply to any settlement of any such action which has
24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a conflict of interest, in which case the attorney general shall certify to the comptroller that such party is entitled to private counsel of its choice, and reasonable attorneys' fees and expenses shall be reimbursed by the state. Any settlement of such an action shall be subject to the approval of the attorney general as to form and amount, and this subdi- vision shall not apply to any settlement of any such action which has not received such approval.
24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a conflict of interest, in which case the attorney general shall certify to the comptroller that such party is entitled to private counsel of its choice, and reasonable attorneys' fees and expenses shall be reimbursed by the state. Any settlement of such an action shall be subject to the approval of the attorney general as to form and amount, and this subdi- vision shall not apply to any settlement of any such action which has not received such approval. § 9. Notwithstanding subdivisions a, b, and c of section 32 of chapter
24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contrast entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a conflict of interest, in which case the attorney general shall certify to the comptroller that such party is entitled to private counsel of its choice, and reasonable attorneys' fees and expenses shall be reimbursed by the state. Any settlement of such an action shall be subject to the approval of the attorney general as to form and amount, and this subdi- vision shall not apply to any settlement of any such action which has not received such approval. § 9. Notwithstanding subdivisions a, b, and c of section 32 of chapter 413 of the laws of 1996, a memorandum of understanding shall not be
24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41 42	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contract entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a conflict of interest, in which case the attorney general shall certify to the comptroller that such party is entitled to private counsel of its choice, and reasonable attorneys' fees and expenses shall be reimbursed by the state. Any settlement of such an action shall be subject to the approval of the attorney general as to form and amount, and this subdi- vision shall not apply to any settlement of any such action which has not received such approval. § 9. Notwithstanding subdivisions a, b, and c of section 32 of chapter 413 of the laws of 1996, a memorandum of understanding shall not be required to make available twenty million dollars (\$20,000,000) from the
24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41	for any common law cause of action arising out of the presence of any contamination in or on property at anytime before the effective date of a contrast entered into pursuant to this title] for judgments or settle- ments obtained against such municipality, successor in title, lessee, or lender in any court for any common law cause of action arising out of municipal actions related to the implementation of the environmental restoration remediation project. Such municipality, successor in title, lessee, or lender shall be entitled to representation by the attorney general, unless the attorney general determines, or a court of competent jurisdiction determines, that such representation would constitute a conflict of interest, in which case the attorney general shall certify to the comptroller that such party is entitled to private counsel of its choice, and reasonable attorneys' fees and expenses shall be reimbursed by the state. Any settlement of such an action shall be subject to the approval of the attorney general as to form and amount, and this subdi- vision shall not apply to any settlement of any such action which has not received such approval. § 9. Notwithstanding subdivisions a, b, and c of section 32 of chapter 413 of the laws of 1996, a memorandum of understanding shall not be

45 of article 56 of the environmental conservation law.

46 § 10. This act shall take effect immediately.