## STATE OF NEW YORK

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## IN ASSEMBLY

April 24, 2024

Introduced by M. of A. TANNOUSIS -- read once and referred to the Committee on Corporations, Authorities and Commissions

AN ACT to amend the vehicle and traffic law and the public authorities law, in relation to congestion pricing in New York city, and repealing certain provisions of the vehicle and traffic law, the public authorities law, the public officers law, the tax law, and subpart A of part ZZZ of chapter 59 of the laws of 2019, amending the vehicle and traffic law and the public authorities law relating to establishing a central business district tolling program in the city of New York and amending the public officers law relating to confidentiality of certain public records, relating thereto (Part A); to amend the public authorities law, in relation to the membership of the metropolitan transportation authority (Part B); and to amend the public authorities law, in relation to commissioning an independent forensic audit of the metropolitan transportation authority; and providing for the repeal of such provisions upon the expiration thereof (Part C)

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

Section 1. This act enacts into law components of legislation relating to the metropolitan transportation authority. Each component is wholly contained within a Part identified as Parts A through C. The effective date for each particular provision contained within such Part as set forth in the last section of such Part. Any provision in any section contained within a Part, including the effective date of the Part, which makes a reference to a section "of this act", when used in connection with that particular component, shall be deemed to mean and refer to the corresponding section of the Part in which it is found. Section two of this act sets forth the general effective date of this act.

11 PART A

12 Section 1. Article 44-C of the vehicle and traffic law is REPEALED.

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

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§ 2. Subdivision 4 of section 1630 of the vehicle and traffic law, as amended by section 2 of subpart A of part ZZZ of chapter 59 of the laws of 2019, is amended to read as follows:

- 4. Charging of tolls, taxes, fees, licenses or permits for the use of the highway or any of its parts [or entry into or remaining within the central business district established by article forty-four-C of this chapter], where the imposition thereof is authorized by law.
- § 3. Paragraph (s) of subdivision 9 of section 553 of the public authorities law is REPEALED.
- 10 § 4. Subdivision 12-a of section 553 of the public authorities law is 11 REPEALED.
  - § 5. Section 553-j of the public authorities law is REPEALED.
  - § 6. Paragraph (p) of subdivision 2 of section 87 of the public officers law, as added by section 7 of subpart A of part ZZZ of chapter 59 of the laws of 2019, is REPEALED.
    - § 7. Section 553-k of the public authorities law is REPEALED.
  - § 8. Sections 9, 10, and 11 of subpart A of part ZZZ of chapter 59 of the laws of 2019, amending the vehicle and traffic law and the public authorities law relating to establishing a central business district tolling program in the city of New York and amending the public officers law relating to confidentiality of certain public records, are REPEALED.
  - § 9. Section 566-a of the public authorities law, as amended by section 12 of subpart A of part ZZZ of chapter 59 of the laws of 2019, is amended to read as follows:
- 25 566-a. Tax contract by the state. 1. It is hereby found, determined 26 and declared that the authority and the carrying out of its corporate 27 purposes is in all respects for the benefit of the people of the state 28 of New York, for the improvement of their health, welfare and prosperity, and, in the case of some of the said purposes, for the promotion of 29 30 their traffic, and that said purposes are public purposes and, in the 31 case of those purposes which consist of vehicular bridges, vehicular 32 tunnels and approaches thereto [and the central business district tolling program], the project is an essential part of the public highway 34 system and the authority will be performing an essential governmental function in the exercise of the powers conferred by this title, and the 36 state of New York covenants with the purchasers and with all subsequent 37 holders and transferees of bonds issued after January first, nineteen hundred thirty-nine by the authority pursuant to this title, in consid-39 eration of the acceptance of any payment for the bonds that the bonds of 40 the authority issued after January first, nineteen hundred thirty-nine pursuant to this title and the income therefrom, and all moneys, funds, 41 42 tolls and other revenues pledged to pay or secure the payment of 43 bonds, shall at all times be free from taxation except for estate taxes 44 and taxes on transfers by or in contemplation of death.
- 2. Nothing herein shall be construed to repeal or supersede any tax exemptions heretofore or hereafter granted by general or other laws.
- 47 § 10. Subsection (jjj) of section 606 of the tax law, as added by 48 section 1 of subpart F of part ZZZ of chapter 59 of the laws of 2019, is 49 REPEALED.
  - § 11. This act shall take effect immediately.

51 PART B

Section 1. Subparagraph 1 of paragraph (a) of subdivision 1 of section 1263 of the public authorities law, as amended by section 1 of part E of chapter 39 of the laws of 2019, is amended to read as follows:

(1) There is hereby created the "metropolitan transportation authority." The authority shall be a body corporate and politic constituting a public benefit corporation. The authority shall consist of a [chairman] chairperson, [sixteen] seventeen other voting members, and two non-vot-5 ing and four alternate non-voting members, as described in subparagraph two of this paragraph appointed by the governor by and with the advice 7 and consent of the senate. Any member appointed to a term commencing on or after June thirtieth, two thousand nine shall have experience in one 9 more of the following areas: transportation, public administration, 10 business management, finance, accounting, law, engineering, land use, 11 urban and regional planning, management of large capital projects, labor 12 relations, or have experience in some other area of activity central to the mission of the authority. Four of the [sixteen] seventeen voting 13 members, one member from each of New York city's five boroughs, as 14 15 defined in section 2-202 of the administrative code of the city of New York, other than the [chairman] chairperson shall be appointed on the 16 17 written recommendation of the mayor of the city of New York; and each of seven other voting members other than the [ehairman] chairperson shall 18 appointed after selection from a written list of three recommenda-19 tions from the chief executive officer of the county in which the 20 21 particular member is required to reside pursuant to the provisions of 22 this subdivision. Of the members appointed on recommendation of 23 chief executive officer of a county, one such member shall be, at the time of appointment, a resident of the county of Nassau, one a resident 24 25 the county of Suffolk, one a resident of the county of Westchester, 26 one a resident of the county of Dutchess, one a resident of the county 27 Orange, one a resident of the county of Putnam and one a resident of 28 the county of Rockland, provided that the term of any member who is a 29 resident of a county that has withdrawn from the metropolitan commuter 30 district pursuant section transportation to twelve 31 seventy-nine-b of this title shall terminate upon the effective date of 32 such county's withdrawal from such district. Of the five voting members, 33 other than the [chairman] chairperson, appointed by the governor without recommendation from any other person, three shall be, at the time of 34 35 appointment, residents of the city of New York and two shall be, at the 36 time of appointment, residents of such city or of any of the aforemen-37 tioned counties in the metropolitan commuter transportation district. 38 Provided however, notwithstanding the foregoing residency requirement, 39 one of the five voting members appointed by the governor without recom-40 mendation from any other person, other than the [chairman] chairperson, may be the director of the New York state division of the budget, and 41 42 provided further that, in the event of such appointment, the budget 43 director's membership in the authority shall be deemed ex-officio. The [chairman] chairperson and each of the members shall be appointed for a 45 term of six years, provided however, that the [chairman] chairperson 46 first appointed shall serve for a term ending June thirtieth, nineteen 47 hundred eighty-one, provided that thirty days after the effective date 48 of the chapter of the laws of two thousand nine which amended this subparagraph, the term of the [chairman] chairperson shall expire; 49 provided, further, that such [chairman] chairperson may continue to 50 discharge the duties of [his or her] their office until the position of 51 52 [chairman] chairperson is filled by appointment by the governor upon the 53 advice and consent of the senate and the term of such new [chairman] chairperson shall terminate June thirtieth, two thousand fifteen. The [sixteen] seventeen other members first appointed shall serve for the 55 56 following terms: The members from the counties of Nassau and Westchester

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shall each serve for a term ending June thirtieth, nineteen hundred eighty-five; the members from the county of Suffolk and from the counties of Dutchess, Orange, Putnam and Rockland shall each serve for a 3 4 term ending June thirtieth, nineteen hundred ninety-two; two of the 5 members appointed on recommendation of the mayor of the city of New York shall each serve for a term ending June thirtieth, nineteen hundred 7 eighty-four and, two shall each serve for a term ending June thirtieth, nineteen hundred eighty-one; two of the members appointed by the gover-9 without the recommendation of any other person shall each serve for 10 a term ending June thirtieth, nineteen hundred eighty-two, two shall each serve for a term ending June thirtieth, nineteen hundred eighty and 11 12 shall serve for a term ending June thirtieth, nineteen hundred 13 eighty-five. Thirty days after the effective date of the chapter of the 14 laws of two thousand twenty-four which amended this subparagraph, the 15 terms of the members appointed on recommendation of the mayor of the city of New York shall expire, provided, that such members may continue 16 17 to discharge the duties of their office until the positions are filled by appointment on recommendation of the mayor of the city of New York 18 and the term of three of such new members shall terminate June thirti-19 eth, two thousand twenty-six, and the term of two of such new members 20 21 shall terminate June thirtieth, two thousand twenty-nine. The two non-22 voting and four alternate non-voting members shall serve until January 23 first, two thousand one. The members from the counties of Dutchess, Orange, Putnam and Rockland shall cast one collective vote. 24

§ 1-a. Subparagraph 1 of paragraph (a) of subdivision 1 of section 1263 of the public authorities law, as amended by chapter 68 of the laws of 2024, is amended to read as follows:

27 28 There is hereby created the "metropolitan transportation authori-29 ty." The authority shall be a body corporate and politic constituting a 30 public benefit corporation. The authority shall consist of a chair-31 person, [sixteen] seventeen other voting members, and two non-voting and 32 four alternate non-voting members, as described in subparagraph two of 33 this paragraph appointed by the governor by and with the advice and 34 consent of the senate. Any member appointed to a term commencing on or 35 after June thirtieth, two thousand nine shall have experience in one or 36 of the following areas: transportation, public administration, 37 business management, finance, accounting, law, engineering, land use, urban and regional planning, management of large capital projects, labor 39 relations, or have experience in some other area of activity central to the mission of the authority. Four of the [sixteen] seventeen voting members, one member from each of New York city's five boroughs, as 40 41 42 defined in section 2-202 of the administrative code of the city of New 43 York, other than the chairperson shall be appointed on the written recommendation of the mayor of the city of New York; and each of seven 45 other voting members other than the chairperson shall be appointed after 46 selection from a written list of three recommendations from the chief 47 executive officer of the county in which the particular member is 48 required to reside pursuant to the provisions of this subdivision. Of the members appointed on recommendation of the chief executive officer 49 a county, one such member shall be, at the time of appointment, a 50 51 resident of the county of Nassau, one a resident of the county of 52 Suffolk, one a resident of the county of Westchester, one a resident of 53 the county of Dutchess, one a resident of the county of Orange, resident of the county of Putnam and one a resident of the county of Rockland, provided that the term of any member who is a resident of a 55 county that has withdrawn from the metropolitan commuter transportation

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district pursuant to section twelve hundred seventy-nine-b of this title shall terminate upon the effective date of such county's withdrawal from such district. Of the five voting members, other than the chairperson, appointed by the governor without recommendation from any other person, 5 three shall be, at the time of appointment, residents of the city of New York and two shall be, at the time of appointment, residents of such city or of any of the aforementioned counties in the metropolitan commu-7 ter transportation district. Provided however, notwithstanding the fore-9 going residency requirement, one of the five voting members appointed by 10 the governor without recommendation from any other person, other than 11 the chairperson, may be the director of the New York state division of 12 the budget, and provided further that, in the event of such appointment, the budget director's membership in the authority shall be deemed ex-of-13 14 Provided further, one of the twelve voting members, other than 15 the chairperson, appointed by the governor without recommendation by any 16 other person, or on the recommendation of the mayor of the city of New 17 York, or of the chief executive officer of the counties of Westchester, Nassau, or Suffolk shall be a transit dependent individual. A "transit 18 dependent individual shall mean an individual who is limited to public 19 20 transit as their primary mode of transportation because the individual 21 has a permanent disability, provided that any local or statewide transit 22 advocacy organization may recommend one or more transit dependent indi-23 viduals to be considered for appointment pursuant to this section. The 24 chairperson and each of the members shall be appointed for a term of six years, provided however, that the chairperson first appointed shall 25 26 serve for a term ending June thirtieth, nineteen hundred eighty-one, 27 provided that thirty days after the effective date of the chapter of the 28 laws of two thousand nine which amended this subparagraph, the term of 29 the chairperson shall expire; provided, further, that such chairperson may continue to discharge the duties of [his or her] their office until 30 31 the position of chairperson is filled by appointment by the governor 32 upon the advice and consent of the senate and the term of such new 33 chairperson shall terminate June thirtieth, two thousand fifteen. The 34 [sixteen] seventeen other members first appointed shall serve for the 35 following terms: The members from the counties of Nassau and Westchester 36 shall each serve for a term ending June thirtieth, nineteen hundred 37 eighty-five; the members from the county of Suffolk and from the coun-38 ties of Dutchess, Orange, Putnam and Rockland shall each serve for a 39 term ending June thirtieth, nineteen hundred ninety-two; two of the 40 members appointed on recommendation of the mayor of the city of New York shall each serve for a term ending June thirtieth, nineteen hundred 41 eighty-four and, two shall each serve for a term ending June thirtieth, 42 43 nineteen hundred eighty-one; two of the members appointed by the gover-44 nor without the recommendation of any other person shall each serve for a term ending June thirtieth, nineteen hundred eighty-two, two shall 45 46 each serve for a term ending June thirtieth, nineteen hundred eighty and 47 shall serve for a term ending June thirtieth, nineteen hundred 48 eighty-five. Thirty days after the effective date of the chapter of the laws of two thousand twenty-four which amended this subparagraph, the 49 terms of the members appointed on recommendation of the mayor of the 50 city of New York shall expire, provided, that such members may continue 51 52 to discharge the duties of their office until the positions are filled 53 by appointment on recommendation of the mayor of the city of New York 54 and the term of three of such new members shall terminate June thirtieth, two thousand twenty-six, and the term of two of such new members 55 56 shall terminate June thirtieth, two thousand twenty-nine. The two nonA. 9877 6

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1 voting and four alternate non-voting members shall serve until January 2 first, two thousand one. The members from the counties of Dutchess, 3 Orange, Putnam and Rockland shall cast one collective vote.

- § 2. Paragraph (a) of subdivision 1 of section 1263 of the public authorities law, as amended by section 2 of part E of chapter 39 of the laws of 2019, is amended to read as follows:
- 7 (a) There is hereby created the "metropolitan transportation authori-8 ty." The authority shall be a body corporate and politic constituting a 9 public benefit corporation. The authority shall consist of a [chairman] 10 chairperson and [sixteen] seventeen other members appointed by the 11 governor by and with the advice and consent of the senate. Any member appointed to a term commencing on or after June thirtieth, two thousand nine shall have experience in one or more of the following areas of 13 14 expertise: transportation, public administration, business management, 15 finance, accounting, law, engineering, land use, urban and regional 16 planning, management of large capital projects, labor relations, or have 17 experience in some other area of activity central to the mission of the 18 authority. [Four] Five of the [sixteen] seventeen members, one member from each of New York city's five boroughs, as defined in section 2-202 19 of the administrative code of the city of New York, other than the 20 21 [chairman] chairperson shall be appointed on the written recommendation 22 the mayor of the city of New York; and each of seven other members 23 other than the [chairman] chairperson shall be appointed after selection from a written list of three recommendations from the chief executive 24 25 officer of the county in which the particular member is required to 26 reside pursuant to the provisions of this subdivision. Of the members 27 appointed on recommendation of the chief executive officer of a county, 28 one such member shall be, at the time of appointment, a resident of the 29 county of Nassau; one a resident of the county of Suffolk; one a resi-30 dent of the county of Westchester; and one a resident of the county of 31 Dutchess, one a resident of the county of Orange, one a resident of the 32 county of Putnam and one a resident of the county of Rockland, provided 33 that the term of any member who is a resident of a county that has with-34 drawn from the metropolitan commuter transportation district pursuant to 35 section twelve hundred seventy-nine-b of this title shall terminate upon 36 the effective date of such county's withdrawal from such district. Of 37 the five members, other than the [chairman] chairperson, appointed by the governor without recommendation from any other person, three shall 39 be, at the time of appointment, residents of the city of New York and two shall be, at the time of appointment, residents of such city or of 40 any of the aforementioned counties in the metropolitan commuter trans-41 42 portation district. Provided however, notwithstanding the foregoing 43 residency requirement, one of the five voting members appointed by the governor without recommendation from any other person, other than the 45 [chairman] chairperson, may be the director of the New York state divi-46 sion of the budget, and provided further that, in the event of such 47 appointment, the budget director's membership in the authority shall be 48 deemed ex-officio. The [chairman] chairperson and each of the members 49 shall be appointed for a term of six years, provided however, that the [chairman] chairperson first appointed shall serve for a term ending 50 June thirtieth, nineteen hundred eighty-one, provided that thirty days 51 52 after the effective date of the chapter of the laws of two thousand nine 53 which amended this paragraph, the term of the [chairman] chairperson shall expire; provided, further, that such [chairman] chairperson may continue to discharge the duties of [his] their office until the position of [chairman] chairperson is filled by appointment by the governor

upon the advice and consent of the senate and the term of such new [chairman] chairperson shall terminate June thirtieth, two thousand fifteen. The sixteen other members first appointed shall serve for the following terms: The members from the counties of Nassau and Westchester shall each serve for a term ending June thirtieth, nineteen hundred 5 eighty-five; the members from the county of Suffolk and from the coun-7 ties of Dutchess, Orange, Putnam and Rockland shall each serve for a term ending June thirtieth, nineteen hundred ninety-two; two of the 9 members appointed on recommendation of the mayor of the city of New York 10 shall each serve for a term ending June thirtieth, nineteen hundred 11 eighty-four and, two shall each serve for a term ending June thirtieth, 12 nineteen hundred eighty-one; two of the members appointed by the governor without the recommendation of any other person shall each serve for 13 14 a term ending June thirtieth, nineteen hundred eighty-two, two shall 15 each serve for a term ending June thirtieth, nineteen hundred eighty and one shall serve for a term ending June thirtieth, nineteen hundred 16 17 eighty-five. Thirty days after the effective date of the chapter of the laws of two thousand twenty-four which amended this paragraph, the terms 18 of the members appointed on recommendation of the mayor of the city of 19 New York shall expire, provided, that such members may continue to 20 21 discharge the duties of their office until the positions are filled by 22 appointment on recommendation of the mayor of the city of New York and the term of three of such new members shall terminate June thirtieth, 23 two thousand twenty-six, and the term of two of such new members shall 24 25 terminate June thirtieth, two thousand twenty-nine. The members from the counties of Dutchess, Orange, Putnam and Rockland shall cast one collec-26 27 28

§ 3. This act shall take effect immediately; provided, however, that 29 if chapter 68 of the laws of 2024 shall not have taken effect on or 30 before such date then section one-a of this act shall take effect on the 31 same date and in the same manner as such chapter of the laws of 2024 32 takes effect; provided further, however, the amendments to subparagraph 33 (1) of paragraph (a) of subdivision 1 of section 1263 of the public 34 authorities law made by sections one and one-a of this act shall be 35 subject to the expiration and reversion of such paragraph pursuant to 36 section 3 of chapter 549 of the laws of 1994, as amended, when upon such 37 date the provisions of section two of this act shall take effect.

38 PART C

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39 Section 1. The public authorities law is amended by adding a new 40 section 1265-c to read as follows:

§ 1265-c. Independent forensic audit. 1. Notwithstanding any other provision of law, the authority shall, within sixty days of the effective date of this section and at its own expense, contract with a certified public accounting firm for the provision of an independent, comprehensive, forensic audit of the authority. Such audit shall be performed in accordance with generally accepted government auditing standards. Such audit shall be independent of and in addition to the independent audit of the authority conducted pursuant to section twenty-eight hundred two of this chapter.

2. The certified independent public accounting firm providing the authority's independent, comprehensive, forensic audit shall be prohibited from providing audit services if the lead or coordinating audit partner having primary responsibility for the audit, or the audit partner responsible for reviewing the audit, has performed audit services

1 for the authority within any of the ten previous fiscal years of the 2 authority.

- 3. The certified independent accounting firm performing the audit pursuant to this section shall be prohibited from performing any non-audit services for the authority contemporaneously with such audit.
- 4. It shall be prohibited for the certified independent public accounting firm to perform for the authority any audit service if the chief executive officer, comptroller, chief financial officer, chief accounting officer or any other person serving in an equivalent position in the authority was an employee, consultant or independent contractor of such certified independent public accounting firm and participated in any capacity in the audit of the authority at any time in the past.
- 5. The certified independent public accounting firm contracted to perform the independent, comprehensive, forensic audit of the authority pursuant to this section shall, on or before January first, two thousand twenty-six, report its findings, conclusions and recommendations to the governor, the state comptroller, the temporary president of the senate, the speaker of the assembly, the chair and ranking minority member of the assembly ways and means committee, the chairs and ranking minority members of the senate and the assembly corporations, authorities and commissions committees, and the chairs and ranking minority members of the senate and the assembly transportation committees.
- § 2. This act shall take effect immediately and shall expire and be deemed repealed upon the delivery of the report required pursuant to subdivision 5 of section 1265-c of the public authorities law as added by section one of this act; provided that the state comptroller shall notify the legislative bill drafting commission upon receipt of such report in order that the commission may maintain an accurate and timely effective data base of the official text of the laws of the state of New York in furtherance of effectuating the provisions of section 44 of the legislative law and section 70-b of the public officers law.
- § 2. Severability clause. If any clause, sentence, paragraph, subdivision, section or part of this act shall be adjudged by any court of competent jurisdiction to be invalid, such judgment shall not affect, impair, or invalidate the remainder thereof, but shall be confined in its operation to the clause, sentence, paragraph, subdivision, section or part thereof directly involved in the controversy in which such judgment shall have been rendered. It is hereby declared to be the intent of the legislature that this act would have been enacted even if such invalid provisions had not been included herein.
- § 3. This act shall take effect immediately; provided, however, that the applicable effective date of Parts A through C of this act shall be as specifically set forth in the last section of such Parts.