

**FY 2024 NEW YORK STATE EXECUTIVE BUDGET**  
**TRANSPORTATION, ECONOMIC DEVELOPMENT AND**  
**ENVIRONMENTAL CONSERVATION**  
**ARTICLE VII LEGISLATION**

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CONSERVATION  
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Legislative Bill Drafting Commission  
12573-01-3

S. -----  
Senate  
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IN SENATE--Introduced by Sen

--read twice and ordered printed,  
and when printed to be committed  
to the Committee on

----- A.  
Assembly  
-----

IN ASSEMBLY--Introduced by M. of A.

with M. of A. as co-sponsors

--read once and referred to the  
Committee on

**\*BUDGBI\***

(Enacts into law major components of  
legislation necessary to implement  
the state transportation, economic  
development and environmental  
conservation budget for the  
2023-2024 state fiscal year)

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BUDGBI. TED Governor

AN ACT

to amend the vehicle and traffic  
law, in relation to owner liability  
for failure of operator to comply  
with bus operation-related local law  
or regulation traffic restrictions  
and to the adjudication of certain  
parking infractions; to amend part  
II of chapter 59 of the laws of  
2010, amending the vehicle and traf-  
fic law and the public officers law

IN SENATE

Senate introducer's signature

The senators whose names are circled below wish to join me in the sponsorship  
of this proposal:

s15 Addabbo	s34 Fernandez	s28 Krueger	s01 Palumbo	s42 Skoufis
s43 Ashby	s60 Gallivan	s24 Lanza	s21 Parker	s11 Stavisky
s36 Bailey	s12 Gianaris	s16 Liu	s19 Persaud	s45 Stec
s57 Borrello	s59 Gonzalez	s50 Mannion	s13 Ramos	s35 Stewart-
s46 Breslin	s26 Gounardes	s04 Martinez	s05 Rhoads	Cousins
s25 Brisport	s53 Griffo	s07 Martins	s33 Rivera	s44 Tedisco
s55 Brouk	s40 Harckham	s02 Mattera	s39 Rolison	s06 Thomas
s09 Canzoneri-	s54 Helming	s48 May	s61 Ryan	s49 Walczyk
Fitzpatrick	s41 Hinchey	s37 Mayer	s18 Salazar	s52 Webb
s17 Chu	s47 Hoylman-	s03 Murray	s10 Sanders	s38 Weber
s30 Cleare	Sigal	s20 Myrie	s23 Scarcella-	s08 Weik
s14 Comrie	s31 Jackson	s51 Oberacker	Spanton	
s56 Cooney	s27 Kavanagh	s58 O'Mara	s32 Sepulveda	
s22 Felder	s63 Kennedy	s62 Ortt	s29 Serrano	

IN ASSEMBLY

Assembly introducer's signature

The Members of the Assembly whose names are circled below wish to join me in the  
multi-sponsorship of this proposal:

a078 Alvarez	a140 Conrad	a150 Goodell	a017 Mikulin	a016 Sillitti
a031 Anderson	a032 Cook	a116 Gray	a122 Miller	a052 Simon
a121 Angelino	a039 Cruz	a100 Gunther	a051 Mitaynes	a075 Simone
a037 Ardila	a043 Cunningham	a139 Hawley	a145 Morinello	a114 Simpson
a035 Aubry	a021 Curran	a083 Heastie	a144 Norris	a094 Slater
a120 Barclay	a018 Darling	a028 Hevesi	a045 Novakhov	a005 Smith
a106 Barrett	a053 Davila	a128 Hunter	a069 O'Donnell	a118 Smullen
a105 Beephan	a072 De Los Santos	a029 Hyndman	a091 Otis	a022 Solages
a107 Bendett	a003 DeStefano	a079 Jackson	a132 Palmesano	a110 Steck
a082 Benedetto	a070 Dickens	a104 Jacobson	a088 Paulin	a010 Stern
a042 Bichotte	a054 Dilan	a011 Jean-Pierre	a141 Peoples-	a127 Stirpe
Hermelyn	a081 Dinowitz	a134 Jensen	Stokes	a102 Tague
a117 Blankenbush	a147 DiPietro	a115 Jones	a023 Pheffer	a064 Tannousis
a015 Blumencranz	a009 Durso	a077 Joyner	Amato	a086 Tapia
a073 Bores	a099 Eachus	a125 Kelles	a063 Pirozzolo	a071 Taylor
a098 Brabenc	a048 Eichenstein	a040 Kim	a089 Pretlow	a001 Thiele
a026 Braunstein	a074 Epstein	a013 Lavine	a019 Ra	a033 Vanel
a138 Bronson	a109 Fahy	a065 Lee	a030 Raga	a055 Walker
a046 Brook-Krasny	a061 Fall	a126 Lemondes	a038 Rajkumar	a143 Wallace
a020 Brown, E.	a008 Fitzpatrick	a095 Levenberg	a006 Ramos	a112 Walsh
a012 Brown, K.	a004 Flood	a060 Lucas	a062 Reilly	a041 Weinstein
a093 Burdick	a057 Forrest	a135 Lunsford	a087 Reyes	a024 Weprin
a085 Burgos	a124 Friend	a123 Lupardo	a149 Rivera	a059 Williams
a142 Burke	a050 Gallagher	a129 Magnarelli	a027 Rosenthal, D.	a113 Woerner
a119 Buttenschon	a131 Gallahan	a101 Maher	a067 Rosenthal, L.	a080 Zaccaro
a133 Byrnes	a007 Gandolfo	a036 Mamdani	a025 Rozic	a096 Zebrowski
a044 Carroll	a068 Gibbs	a130 Manktelow	a111 Santabarbara	a056 Zinerman
a058 Chandler-	a002 Giglio, J.A.	a108 McDonald	a090 Sayegh	
Waterman	a148 Giglio, J.M.	a014 McDonough	a076 Seawright	
a049 Chang	a066 Glick	a097 McGowan	a084 Septimo	
a136 Clark	a034 Gonzalez-	a146 McMahan	a092 Shimsky	
a047 Colton	Rojas	a137 Meeks	a103 Shrestha	

1) Single House Bill (introduced and printed separately in either or  
both houses). Uni-Bill (introduced simultaneously in both houses and printed  
as one bill. Senate and Assembly introducer sign the same copy of the bill).

2) Circle names of co-sponsors and return to introduction clerk with 2  
signed copies of bill and: in Assembly 2 copies of memorandum in support, in  
Senate 4 copies of memorandum in support (single house); or 4 signed copies  
of bill and 6 copies of memorandum in support (uni-bill).

relating to establishing a bus rapid transit demonstration program to restrict the use of bus lanes by means of bus lane photo devices, in relation to the effectiveness thereof; and providing for the repeal of certain provisions upon expiration thereof (Part A); to amend the vehicle and traffic law, in relation to establishing a Triborough bridge and tunnel authority photo speed violation monitoring system demonstration program; and providing for the repeal of such provisions upon expiration thereof (Part B); to amend part PP of chapter 54 of the laws of 2016, amending the public authorities law relating to the New York transit authority and the metropolitan transportation authority, in relation to making permanent certain tax increment financing provisions; to amend the public authorities law, in relation to contracts entered into by the metropolitan commuter transportation district; to amend part OO of chapter 54 of the laws of 2016, amending the public authorities law relating to procurements by the New York City transit authority and the metropolitan transportation authority, in relation to extending certain metropolitan transportation authority procurement provisions; to amend the public authorities law, in relation to making conforming changes; and to repeal subdivisions 1, 2, 3, 4 and 6 of section 1209 of the public authorities law, relating to contracts for public work and purchasing contracts (Part C); to amend the public authorities law and the state finance law, in relation to alignment of transit fare costs; to amend the state finance law, in relation to establishing the Metropolitan transportation authority schoolfare assistance fund; and to amend part UUU of chapter 58 of the laws of 2020 amending the state finance law relating to providing funding for the Metropolitan Transportation Authority 2020-2024 capital program and paratransit operating expenses, in relation to the

effectiveness thereof (Part D); to amend the insurance law, in relation to extending owner controlled insurance programs in certain instances (Part E); to amend the vehicle and traffic law, in relation to increasing the penalties for purposefully obstructed license plates (Part F); to amend chapter 929 of the laws of 1986 amending the tax law and other laws relating to the metropolitan transportation authority, in relation to extending certain provisions thereof applicable to the resolution of labor disputes (Part G); to amend the penal law and the vehicle and traffic law, in relation to assaults upon certain employees of a transit agency or authority, highway workers, motor vehicle inspectors, motor carrier investigators, and certain classes of public employees (Part H); to amend the penal law, in relation to transit crimes and prohibition orders relating to such crimes (Part I); to amend part FF of chapter 55 of the laws of 2017 relating to motor vehicles equipped with autonomous vehicle technology, in relation to the effectiveness thereof (Part J); to amend the vehicle and traffic law, in relation to establishing speed limits in cities with populations in excess of one million people (Part K); to amend the vehicle and traffic law, in relation to certain convictions which shall preclude relicensing of drivers (Part L); to amend the vehicle and traffic law, in relation to county clerk retention of fees (Part M); to amend the vehicle and traffic law, in relation to the increasing fees for violations, to notices of violations and dismissal of violations, and to appeals of final determinations of a hearing examiner (Part N); to amend the transportation law, in relation to allowing for the immediate suspension, seizure, and impoundment of certain passenger carrying vehicles regulated by the department of transportation (Part O); to amend the vehicle and traffic law, in relation to requiring the driver of



a vehicle involved in an accident involving no personal injury or death, to move the vehicle to a safe location in the vicinity of the incident (Part P); to amend the tax law, in relation to the metropolitan commuter transportation mobility tax rate; and providing for the repeal of certain provisions upon the expiration thereof (Part Q); to amend the racing, pari-mutuel wagering and breeding law, the state finance law and the public authorities law, in relation to the disposition of money from certain gaming activity; and providing for the repeal of such provisions upon expiration thereof (Part R); to amend the banking law, in relation to authorizing the department of financial services to promulgate regulations relating to the payment of debit and credit transactions and imposition of related fees by banking organizations (Part S); to amend the real property law, in relation to condominium declarations; and to repeal certain provisions of such law relating thereto (Part T); to amend chapter 495 of the laws of 2004, amending the insurance law and the public health law relating to the New York state health insurance continuation assistance demonstration project, in relation to the effectiveness thereof (Part U); to amend the general business law, the not-for-profit corporation law and the public health law, in relation to creating a natural organic reduction process (Part V); to amend the insurance law, in relation to inspections of automobiles; and providing for the repeal of such provisions upon expiration thereof (Part W); to amend the public officers law, in relation to providing virtual meeting flexibility for public bodies serving individuals with disabilities (Part X); to amend the general business law, in relation to reducing barriers to occupational licensing for cosmetologists (Part Y); to amend the New York state medical care facilities finance agency act, in relation to

the ability to issue certain bonds and notes (Part Z); to amend the public authorities law, in relation to authorizing the dormitory authority to provide its services to recipients of grants and loans from the downtown revitalization program and NY forward program (Part AA); to amend chapter 97 of the laws of 2019 amending the public authorities law relating to the award of contracts to small businesses, minority-owned business enterprises and women-owned business enterprises, in relation to extending the effectiveness thereof (Part BB); to amend the economic development law, the education law, the real property tax law, the tax law, the labor law and the administrative code of the city of New York, in relation to creating the EPIC program (Part CC); to amend the urban development corporation act, in relation to the small business innovation research and small business technology transfer grant programs (Part DD); to amend the public authorities law, in relation to the Battery Park city authority (Part EE); to amend the state finance law, in relation to the excelsior linked deposit program (Part FF); to amend chapter 393 of the laws of 1994, amending the New York state urban development corporation act relating to the powers of the New York state urban development corporation to make loans, in relation to extending loan powers (Part GG); to amend the executive law, in relation to reciprocal minority and women-owned business enterprise certification; to amend the state finance law, in relation to discretionary purchases to certified minority and women-owned business enterprises; to amend the New York city charter, in relation to procurements of goods, services and construction; and to repeal certain provisions of the executive law relating thereto (Part HH); to amend the New York city public works investment act, in relation to authorizing the use of certain alternative project delivery methods

(Part II); to amend the New York state urban development corporation act, in relation to extending the authority of the New York state urban development corporation to administer the empire state economic development fund (Part JJ); to amend the insurance law, in relation to exempting certain public construction projects from certain restrictions (Part KK); to amend part BB of chapter 58 of the laws of 2012, amending the public authorities law, relating to authorizing the dormitory authority to enter into certain design and construction management agreements, in relation to the effectiveness thereof (Part LL); to amend the vehicle and traffic law and the parks, recreation and historic preservation law, in relation to fees for the registration of snowmobiles and fees collected for the snowmobile trail and maintenance fund (Part MM); to amend the navigation law, in relation to equipment to be carried on vessels (Part NN); to amend the general municipal law, in relation to purchase contracts for New York State grown, harvested, or produced food and food products (Part OO); to amend the environmental conservation law, in relation to enacting the "waste reduction and recycling infrastructure act"; and to amend the state finance law, in relation to creating the waste reduction, reuse, and recycling fund (Part PP); to amend the environmental conservation law, in relation to environmental restoration projects; and to repeal certain provisions of law relating thereto (Part QQ); to amend the environmental conservation law and chapter 55 of the laws of 2021 amending the environmental conservation law relating to establishing a deer hunting pilot program, in relation to making the youth deer hunting program permanent (Part RR); to amend the environmental conservation law, in relation to pesticide registration timetables and fees and to amend chapter 67 of the laws of 1992, amending the environmental

conservation law relating to pesticide product registration timetables and fees, in relation to the effectiveness thereof (Part SS); to amend the county law, in relation to enacting the "Suffolk County water quality restoration act", authorizing the county of Suffolk to establish a water quality restoration fund, and authorizing the county of Suffolk to form a county-wide sewer and wastewater management district; and to amend the local finance law, in relation to the period of probable usefulness of septic systems funded by programs established by the county of Suffolk (Part TT); to amend the local finance law, in relation to providing a period of probable usefulness for lead service line replacement programs as a capital asset (Part UU); to authorize utility and cable television assessments that provide funds to the department of health from cable television assessment revenues and to the department of agriculture and markets, department of environmental conservation, department of state, and the office of parks, recreation and historic preservation from utility assessment revenues (Part VV); to amend the energy law and the executive law, in relation to zero on-site greenhouse gas emissions building codes for new construction, phasing out heating and hot water equipment in existing buildings, and establishing building energy grades (Part WW); to amend the public authorities law and the public service law, in relation to advancing renewable energy development; establishing the renewable energy access and community help program; and providing funding to help prepare workers for employment in the renewable energy field (Part XX); to amend part LL of chapter 58 of the laws of 2019 amending the public authorities law relating to the provision of renewable power and energy by the Power Authority of the State of New York, in relation to extending the effectiveness thereof (Part YY); in relation to authoriz-

ing the New York state energy research and development authority to finance a portion of its research, development and demonstration, policy and planning, and Fuel NY program, as well as climate change related expenses of the department of environmental conservation from an assessment on gas and electric corporations (Part ZZ); and to amend the environmental conservation law, the public authorities law and the state finance law, in relation to the creation of the New York cap and invest program and climate action fund (Part AAA)

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

1 Section 1. This act enacts into law major components of legislation  
2 necessary to implement the state transportation, economic development  
3 and environmental conservation budget for the 2023-2024 state fiscal  
4 year. Each component is wholly contained within a Part identified as  
5 Parts A through AAA. The effective date for each particular provision  
6 contained within such Part is set forth in the last section of such  
7 Part. Any provision in any section contained within a Part, including  
8 the effective date of the Part, which makes a reference to a section "of  
9 this act", when used in connection with that particular component, shall  
10 be deemed to mean and refer to the corresponding section of the Part in  
11 which it is found. Section three of this act sets forth the general  
12 effective date of this act.

13 PART A

14 Section 1. The vehicle and traffic law is amended by adding a new  
15 section 1111-c-1 to read as follows:

16 § 1111-c-1. Owner liability for failure of operator to comply with bus  
17 operation-related traffic regulations. (a) Notwithstanding any other  
18 provision of law, in accordance with the provisions of this section, the  
19 city of New York is hereby authorized and empowered to establish a  
20 demonstration program imposing monetary liability on the owner of a  
21 vehicle for failure of an operator thereof to comply with bus opera-  
22 tion-related traffic regulations, as defined in subdivision (f) of this  
23 section. The department of transportation of the city of New York and/or  
24 an applicable mass transit agency, shall operate photo devices that may  
25 be stationary or mobile and shall be activated at locations determined

1 by such department of transportation and/or on buses selected by the  
2 applicable mass transit agency.

3 (b) Any image or images captured by photo devices shall be inadmissi-  
4 ble in any disciplinary proceeding convened by the applicable mass tran-  
5 sit agency or any subsidiary thereof and any proceeding initiated by the  
6 department involving licensure privileges of bus operators. Any mobile  
7 bus photo device mounted on a bus shall be directed outwardly from such  
8 bus to capture images of vehicles operated in violation of bus opera-  
9 tion-related traffic regulations, and images produced by such device  
10 shall not be used for any other purpose in the absence of a court order  
11 requiring such images to be produced.

12 (c) The city of New York shall adopt and enforce measures to protect  
13 the privacy of drivers, passengers, pedestrians and cyclists whose iden-  
14 tity and identifying information may be captured by a photo device  
15 pursuant to this section. Such measures shall include:

16 1. utilization of necessary technologies to ensure, to the extent  
17 practicable, that images produced by such photo devices shall not  
18 include images that identify the driver, the passengers, or the contents  
19 of a vehicle, provided, however, that no notice of liability issued  
20 pursuant to this section shall be dismissed solely because an image  
21 allows for the identification of the driver, the passengers or other  
22 contents of a vehicle;

23 2. a prohibition on the use or dissemination of vehicles' license  
24 plate information and other information and images captured by photo  
25 devices except:

26 (i) as required to establish liability under this section or collect  
27 payment of penalties;

28 (ii) as required by court order;

1 (iii) as required pursuant to a search warrant issued in accordance  
2 with the criminal procedure law or a subpoena; or

3 (iv) as otherwise required by law.

4 3. the installation of signage that is clearly visible to drivers at  
5 regular intervals along and adjacent to bus lanes stating that mobile  
6 and stationary photo devices are used to enforce restrictions relating  
7 to bus operation traffic restrictions including stopping, standing,  
8 parking and turning movements, in conformance with standards established  
9 in the MUTCD; and

10 4. oversight procedures to ensure compliance with the privacy  
11 protection measures under this subdivision.

12 (d) Warning notices of violation shall be issued during the first  
13 sixty days that photo devices pursuant to this section are active and in  
14 operation.

15 (e) The owner of a vehicle shall be liable for a penalty imposed  
16 pursuant to this section if such vehicle was used or operated with the  
17 permission of the owner, express or implied, in violation of any bus  
18 operation-related traffic regulations and such violation is evidenced by  
19 information obtained from a photo device; provided however that no owner  
20 of a vehicle shall be liable for a penalty imposed pursuant to this  
21 section where the operator of such vehicle has been convicted of the  
22 underlying violation of such bus operation-related traffic regulation.

23 (f) For purposes of this section the following terms shall have the  
24 following meanings:

25 1. "owner" shall have the meaning provided in article two-B of this  
26 chapter.

27 2. "photo device" shall mean a mobile or stationary device that is  
28 capable of operating independently of an enforcement officer and produc-



1 es one or more images of each vehicle at the time it is in violation of  
2 a bus operation-related traffic regulation.

3 3. "bus operation-related traffic regulations" shall mean the follow-  
4 ing restrictions set forth in chapter four of title thirty-four of the  
5 rules of the city of New York: 4-08(c)(3), violation of posted no  
6 standing rules prohibited-bus stop; 4-08(e)(9), general no stopping  
7 zones-bicycle lanes; 4-08(f)(1), general no standing zones-double park-  
8 ing; and 4-08(f)(4), general no standing zones-bus lanes.

9 4. "lessor" means any person, corporation, firm, partnership, agency,  
10 association or organization engaged in the business of renting or leas-  
11 ing vehicles to any lessee or bailee under a rental agreement, lease or  
12 otherwise, wherein the said lessee or bailee has the exclusive use of  
13 said vehicle for any period of time.

14 5. "lessee" means any person, corporation, firm, partnership, agency,  
15 association or organization that rents, bails, leases or contracts for  
16 the use of one or more vehicles and has the exclusive use thereof for  
17 any period of time.

18 6. "manual on uniform traffic control devices" or "MUTCD" means the  
19 manual and specifications for a uniform system of traffic control  
20 devices maintained by the commissioner of transportation pursuant to  
21 section sixteen hundred eighty of this chapter.

22 (g) A certificate, sworn to or affirmed by a technician employed by  
23 the city of New York in which the charged violation occurred, or a  
24 facsimile thereof, based upon inspection of photographs, microphoto-  
25 graphs, videotape or other recorded images produced by a photo device,  
26 shall be prima facie evidence of the facts contained therein. Any  
27 photographs, microphotographs, videotape or other recorded images  
28 evidencing such a violation shall be available for inspection in any

1 proceeding to adjudicate the liability for such violation pursuant to  
2 this section.

3 (h) An owner liable for a violation under this section shall be liable  
4 for monetary penalties in accordance with a schedule of fines and penal-  
5 ties promulgated by the parking violations bureau of the city of New  
6 York; provided, however, that the monetary penalty for violating a bus  
7 operation-related traffic regulation pursuant to this section shall not  
8 exceed fifty dollars for a first offense, one hundred dollars for a  
9 second offense within a twelve-month period, one hundred fifty dollars  
10 for a third offense within a twelve-month period, two hundred dollars  
11 for a fourth offense within a twelve-month period, and two hundred fifty  
12 dollars for each subsequent offense within a twelve-month period; and  
13 provided, further, that an owner shall be liable for an additional  
14 penalty not to exceed twenty-five dollars for each violation for the  
15 failure to respond to a notice of liability within the prescribed time  
16 period.

17 (i) An imposition of liability pursuant to this section shall not be  
18 deemed a conviction of an operator and shall not be made part of the  
19 operating record of the person upon whom such liability is imposed, nor  
20 shall it be used for insurance purposes in the provision of motor vehi-  
21 cle insurance coverage.

22 (j) 1. A notice of liability pursuant to this section shall be sent by  
23 first class mail to each person alleged to be liable as an owner for a  
24 violation under this section. Personal delivery to the owner shall not  
25 be required. A manual or automatic record of mailing prepared in the  
26 ordinary course of business shall be prima facie evidence of the facts  
27 contained in such record of mailing.

1 2. A notice of liability pursuant to this section shall contain the  
2 name and address of the person alleged to be liable as an owner for a  
3 violation, the registration number of the vehicle involved in such  
4 violation, the location where such violation took place including the  
5 street address or cross streets, one or more images identifying the  
6 violation, the date and time of such violation, the identification  
7 number of the photo device which recorded the violation or other docu-  
8 ment locator number, and whether the device was stationary or mobile. If  
9 the photo device was mobile, an identity of the vehicle containing such  
10 photo device shall be included in the notice.

11 3. A notice of liability pursuant to this section shall contain infor-  
12 mation advising the person charged of the manner and the time in which  
13 he or she may contest the liability alleged in the notice. Such notice  
14 of liability shall also contain a warning to advise the persons charged  
15 that failure to contest in the manner and time provided shall be deemed  
16 an admission of liability and that a default judgment may be entered  
17 thereon.

18 4. A notice of liability pursuant to this section shall be prepared  
19 and mailed by the agency or agencies designated by the city of New York,  
20 or any other entity authorized by such city to prepare and mail such  
21 notification of violation.

22 (k) Adjudication of the liability imposed upon owners by this section  
23 shall be conducted by the New York city parking violations bureau.

24 (l) If an owner of a vehicle receives a notice of liability pursuant  
25 to this section for any time period during which such vehicle was  
26 reported to the police department as having been stolen, it shall be a  
27 valid defense to an allegation of liability that the vehicle had been  
28 reported to the police as stolen prior to the time the violation

1 occurred and had not been recovered by such time. For purposes of  
2 asserting the defense under this subdivision, it shall be sufficient  
3 that a certified copy of the police report on the stolen vehicle be sent  
4 by first class mail to the parking violations bureau of the city of New  
5 York.

6 (m) 1. An owner who is a lessor of a vehicle to which a notice of  
7 liability was issued pursuant to this section shall not be liable for  
8 the violation of a bus operation-related traffic regulation, provided  
9 that:

10 (i) prior to such violation, the lessor has filed with the parking  
11 violations bureau of the city of New York in accordance with the  
12 provisions of section two hundred thirty-nine of this chapter; and

13 (ii) within thirty-seven days after receiving notice from the parking  
14 violations bureau of the city of New York of the date and time of a  
15 liability, together with the other information contained in the original  
16 notice of liability, the lessor submits to such bureau the correct name  
17 and address of the lessee of the vehicle identified in the notice of  
18 liability at the time of such violation, together with such other addi-  
19 tional information contained in the rental, lease or other contract  
20 document, as may be reasonably required by such bureau pursuant to regu-  
21 lations that may be promulgated for such purpose. Failure to timely  
22 submit such information shall render the lessor liable for the penalty  
23 prescribed in this section.

24 2. Where the lessor complies with the provisions of subparagraph (i)  
25 of paragraph one of this subdivision, the lessee of such vehicle on the  
26 date of such violation shall be deemed to be the owner of such vehicle  
27 for purposes of this section, shall be subject to liability for such

1 violation pursuant to this section and shall be sent a notice of liabil-  
2 ity pursuant to subdivision (j) of this section.

3 (n) If the owner liable for a violation under this section was not the  
4 operator of the vehicle at the time of such violation, such owner may  
5 maintain an action for indemnification against the operator of the vehi-  
6 cle at the time of such violation.

7 (o) Nothing in this section shall be construed to limit the liability  
8 of an operator of a vehicle for any violation of a bus operation-related  
9 traffic regulation.

10 (p) The city of New York and the applicable mass transit agency shall  
11 submit a report on the results of the use of photo devices pursuant to  
12 this section to the governor, the temporary president of the senate, and  
13 the speaker of the assembly by April first, within twelve months of  
14 operation of such photo devices and every two years thereafter. Such  
15 report shall include, but not be limited to:

16 1. a description of the locations and/or buses where photo devices  
17 were used under this section;

18 2. the total number of violations under this section recorded on a  
19 monthly and annual basis;

20 3. the total number of notices of liability issued under this section;

21 4. the number of fines and total amount of fines paid after the first  
22 notice of liability under this section;

23 5. the number of violations under this section adjudicated and results  
24 of such adjudications including breakdowns of dispositions made;

25 6. the total amount of revenue realized by the city of New York and  
26 any participating mass transit agency under this section;

27 7. the quality of the adjudication process under this section and its  
28 results;

1 8. the total number of cameras by type of camera used under this  
2 section;

3 9. the total cost to the city of New York and the total cost to any  
4 participating mass transit agency under this section; and

5 10. a detailed report on the bus speeds, reliability, and ridership  
6 before and after implementation of the demonstration program for each  
7 bus route, including current statistics.

8 (q) Any revenue from fines and penalties collected pursuant to this  
9 section from mobile bus photo devices shall be remitted by the city of  
10 New York to the applicable mass transit agency on a quarterly basis to  
11 be deposited in the general transportation account of the New York city  
12 transportation assistance fund established pursuant to section twelve  
13 hundred seventy-i of the public authorities law.

14 § 2. The opening paragraph of section 14 of part II of chapter 59 of  
15 the laws of 2010, amending the vehicle and traffic law and the public  
16 officers law relating to establishing a bus rapid transit demonstration  
17 program to restrict the use of bus lanes by means of bus lane photo  
18 devices, as amended by section 2 of part D of chapter 39 of the laws of  
19 2019, is amended to read as follows:

20 This act shall take effect on the ninetieth day after it shall have  
21 become a law [and shall expire 15 years after such effective date when  
22 upon such date the provisions of this act shall be deemed repealed]; and  
23 provided that any rules and regulations related to this act shall be  
24 promulgated on or before such effective date, provided that:

25 § 3. Subdivision 1 of section 235 of the vehicle and traffic law, as  
26 separately added by chapters 421, 460, and 773 of the laws of 2021, and  
27 paragraph (h) as relettered by chapter 258 of the laws of 2022, is  
28 amended to read as follows:

1 1. Notwithstanding any inconsistent provision of any general, special  
2 or local law or administrative code to the contrary, in any city which  
3 heretofore or hereafter is authorized to establish an administrative  
4 tribunal: (a) to hear and determine complaints of traffic infractions  
5 constituting parking, standing or stopping violations, or (b) to adjudi-  
6 cate the liability of owners for violations of subdivision (d) of  
7 section eleven hundred eleven of this chapter imposed pursuant to a  
8 local law or ordinance imposing monetary liability on the owner of a  
9 vehicle for failure of an operator thereof to comply with traffic-con-  
10 trol indications through the installation and operation of traffic-con-  
11 trol signal photo violation-monitoring systems, in accordance with arti-  
12 cle twenty-four of this chapter, or (c) to adjudicate the liability of  
13 owners for violations of subdivision (b), (c), (d), (f) or (g) of  
14 section eleven hundred eighty of this chapter imposed pursuant to a  
15 demonstration program imposing monetary liability on the owner of a  
16 vehicle for failure of an operator thereof to comply with such posted  
17 maximum speed limits through the installation and operation of photo  
18 speed violation monitoring systems, in accordance with article thirty of  
19 this chapter, or (d) to adjudicate the liability of owners for  
20 violations of bus lane restrictions as defined by article twenty-four of  
21 this chapter imposed pursuant to a bus rapid transit program imposing  
22 monetary liability on the owner of a vehicle for failure of an operator  
23 thereof to comply with such bus lane restrictions through the installa-  
24 tion and operation of bus lane photo devices, in accordance with article  
25 twenty-four of this chapter, or (e) to adjudicate the liability of  
26 owners for violations of toll collection regulations imposed by certain  
27 public authorities pursuant to the law authorizing such public authori-  
28 ties to impose monetary liability on the owner of a vehicle for failure

1 of an operator thereof to comply with toll collection regulations of  
2 such public authorities through the installation and operation of  
3 photo-monitoring systems, in accordance with the provisions of section  
4 two thousand nine hundred eighty-five of the public authorities law and  
5 sections sixteen-a, sixteen-b and sixteen-c of chapter seven hundred  
6 seventy-four of the laws of nineteen hundred fifty, or (f) to adjudicate  
7 the liability of owners for violations of section eleven hundred seven-  
8 ty-four of this chapter when meeting a school bus marked and equipped as  
9 provided in subdivisions twenty and twenty-one-c of section three  
10 hundred seventy-five of this chapter imposed pursuant to a local law or  
11 ordinance imposing monetary liability on the owner of a vehicle for  
12 failure of an operator thereof to comply with school bus red visual  
13 signals through the installation and operation of school bus photo  
14 violation monitoring systems, in accordance with article twenty-nine of  
15 this chapter, or (g) to adjudicate the liability of owners for  
16 violations of section three hundred eighty-five of this chapter and the  
17 rules of the department of transportation of the city of New York in  
18 relation to gross vehicle weight and/or axle weight violations imposed  
19 pursuant to a weigh in motion demonstration program imposing monetary  
20 liability on the owner of a vehicle for failure of an operator thereof  
21 to comply with such gross vehicle weight and/or axle weight restrictions  
22 through the installation and operation of weigh in motion violation  
23 monitoring systems, in accordance with article ten of this chapter, or  
24 (h) to adjudicate the liability of owners for violations of subdivision  
25 (b), (d), (f) or (g) of section eleven hundred eighty of this chapter  
26 imposed pursuant to a demonstration program imposing monetary liability  
27 on the owner of a vehicle for failure of an operator thereof to comply  
28 with such posted maximum speed limits within a highway construction or



1 maintenance work area through the installation and operation of photo  
2 speed violation monitoring systems, in accordance with article thirty of  
3 this chapter, such tribunal and the rules and regulations pertaining  
4 thereto shall be constituted in substantial conformance with the follow-  
5 ing sections, or (i) to adjudicate the liability of owners for any other  
6 violation of a bus operation-related traffic restriction regulation, in  
7 accordance with article twenty-four of this chapter.

8 § 4. This act shall take effect immediately; provided that section one  
9 of this act shall expire and be deemed repealed five years after it  
10 shall have become a law.

11 PART B

12 Section 1. The vehicle and traffic law is amended by adding a new  
13 section 1180-f to read as follows:

14 § 1180-f. Owner liability for failure of operator to comply with  
15 certain posted maximum speed limits. (a) 1. Notwithstanding any other  
16 provision of law, in accordance with the provisions of this subdivision,  
17 the Triborough bridge and tunnel authority is hereby authorized to  
18 establish a demonstration program pursuant to which the city of New York  
19 shall impose monetary liability on the owner of a vehicle for failure of  
20 an operator thereof to comply with posted maximum speed limits in TBTA  
21 bridge and tunnel zones as provided in subdivision (b), (d), (f) or (g)  
22 of section eleven hundred eighty of this article. The Triborough bridge  
23 and tunnel authority may install photo speed violation monitoring  
24 systems as appropriate, provided, however, in selecting where to install  
25 and operate a photo speed violation monitoring system, the Triborough  
26 bridge and tunnel authority shall consider criteria including, but not

1 limited to, the speed data, crash history, and the roadway geometry  
2 applicable to such bridges and tunnels. The Triborough bridge and tunnel  
3 authority shall prioritize the placement of photo speed violation moni-  
4 toring systems in bridges and tunnels based upon speed data or the crash  
5 history of a bridge and tunnel. A photo speed violation monitoring  
6 system shall not be installed or operated on a controlled-access highway  
7 exit ramp or within three hundred feet along a highway that continues  
8 from the end of a controlled-access highway exit ramp.

9 2. No photo speed violation monitoring system shall be used in a  
10 bridge or tunnel unless (i) on the day it is to be used it has success-  
11 fully passed a self-test of its functions; and (ii) it has undergone an  
12 annual calibration check performed pursuant to paragraph four of this  
13 subdivision. The Triborough bridge and tunnel authority shall install  
14 signs bearing the words "photo enforced" below speed limit signs giving  
15 written notice to approaching motor vehicle operators that a photo speed  
16 violation monitoring system is in use, in conformance with standards  
17 established in the MUTCD.

18 3. Operators of photo speed violation monitoring systems shall have  
19 completed training in the procedures for setting up, testing, and oper-  
20 ating such systems. Each such operator shall complete and sign a daily  
21 set-up log for each such system that he or she operates that (i) states  
22 the date and time when, and the location where, the system was set up  
23 that day, and (ii) states that such operator successfully performed, and  
24 the system passed, the self-tests of such system before producing a  
25 recorded image that day. The city of New York shall retain each such  
26 daily log until the later of the date on which the photo speed violation  
27 monitoring system to which it applies has been permanently removed from  
28 use or the final resolution of all cases involving notices of liability

1 issued based on photographs, microphotographs, video or other recorded  
2 images produced by such system.

3 4. Each photo speed violation monitoring system shall undergo an annu-  
4 al calibration check performed by an independent calibration laboratory  
5 which shall issue a signed certificate of calibration. The city of New  
6 York shall keep each such annual certificate of calibration on file  
7 until the final resolution of all cases involving a notice of liability  
8 issued during such year which were based on photographs, microphoto-  
9 graphs, videotape or other recorded images produced by such photo speed  
10 violation monitoring system.

11 5. (i) Such demonstration program shall utilize necessary technologies  
12 to ensure, to the extent practicable, that photographs, microphoto-  
13 graphs, videotape or other recorded images produced by such photo speed  
14 violation monitoring systems shall not include images that identify the  
15 driver, the passengers, or the contents of the vehicle. Provided, howev-  
16 er, that no notice of liability issued pursuant to this section shall be  
17 dismissed solely because such a photograph, microphotograph, videotape  
18 or other recorded image allows for the identification of the driver, the  
19 passengers, or the contents of vehicles where the city of New York shows  
20 that it made reasonable efforts to comply with the provisions of this  
21 paragraph in such case.

22 (ii) Photographs, microphotographs, videotape or any other recorded  
23 image from a photo speed violation monitoring system shall be for the  
24 exclusive use of the city of New York for the purpose of the adjudi-  
25 cation of liability imposed pursuant to this section and of the owner  
26 receiving a notice of liability pursuant to this section, and shall be  
27 destroyed by the city of New York upon the final resolution of the  
28 notice of liability to which such photographs, microphotographs, vide-

1 otape or other recorded images relate, or one year following the date of  
2 issuance of such notice of liability, whichever is later. Notwithstand-  
3 ing the provisions of any other law, rule or regulation to the contrary,  
4 photographs, microphotographs, videotape or any other recorded image  
5 from a photo speed violation monitoring system shall not be open to the  
6 public, nor subject to civil or criminal process or discovery, nor used  
7 by any court or administrative or adjudicatory body in any action or  
8 proceeding therein except that which is necessary for the adjudication  
9 of a notice of liability issued pursuant to this section, and no public  
10 entity or employee, officer or agent thereof shall disclose such infor-  
11 mation, except that such photographs, microphotographs, videotape or any  
12 other recorded images from such systems:

13 (A) shall be available for inspection and copying and use by the motor  
14 vehicle owner and operator for so long as such photographs, microphoto-  
15 graphs, videotape or other recorded images are required to be maintained  
16 or are maintained by such public entity, employee, officer or agent; and

17 (B) (1) shall be furnished when described in a search warrant issued  
18 by a court authorized to issue such a search warrant pursuant to article  
19 six hundred ninety of the criminal procedure law or a federal court  
20 authorized to issue such a search warrant under federal law, where such  
21 search warrant states that there is reasonable cause to believe such  
22 information constitutes evidence of, or tends to demonstrate that, a  
23 misdemeanor or felony offense was committed in this state or another  
24 state, or that a particular person participated in the commission of a  
25 misdemeanor or felony offense in this state or another state, provided,  
26 however, that if such offense was against the laws of another state, the  
27 court shall only issue a warrant if the conduct comprising such offense

1 would, if occurring in this state, constitute a misdemeanor or felony  
2 against the laws of this state; and

3 (2) shall be furnished in response to a subpoena duces tecum signed by  
4 a judge of competent jurisdiction and issued pursuant to article six  
5 hundred ten of the criminal procedure law or a judge or magistrate of a  
6 federal court authorized to issue such a subpoena duces tecum under  
7 federal law, where the judge finds and the subpoena states that there is  
8 reasonable cause to believe such information is relevant and material to  
9 the prosecution, or the defense, or the investigation by an authorized  
10 law enforcement official, of the alleged commission of a misdemeanor or  
11 felony in this state or another state, provided, however, that if such  
12 offense was against the laws of another state, such judge or magistrate  
13 shall only issue such subpoena if the conduct comprising such offense  
14 would, if occurring in this state, constitute a misdemeanor or felony in  
15 this state; and

16 (3) may, if lawfully obtained pursuant to this clause and clause (A)  
17 of this subparagraph and otherwise admissible, be used in such criminal  
18 action or proceeding.

19 (b) If the Triborough bridge and tunnel authority establishes a demon-  
20 stration program pursuant to subdivision (a) of this section, the owner  
21 of a vehicle shall be liable for a penalty imposed pursuant to this  
22 section if such vehicle was used or operated with the permission of the  
23 owner, express or implied, within a TBTA bridge and tunnel zone in  
24 violation of subdivision (b), (g) or paragraph one of subdivision (d) of  
25 section eleven hundred eighty of this article, such vehicle was travel-  
26 ing at a speed of more than ten miles per hour above the posted speed  
27 limit in effect within such TBTA bridge and tunnel zone, and such  
28 violation is evidenced by information obtained from a photo speed

1 violation monitoring system; provided however that no owner of a vehicle  
2 shall be liable for a penalty imposed pursuant to this section where the  
3 operator of such vehicle has been convicted of the underlying violation  
4 of subdivision (b), (d), (f) or (g) of section eleven hundred eighty of  
5 this article.

6 (c) For purposes of this section, the following terms shall have the  
7 following meanings:

8 1. "manual on uniform traffic control devices" or "MUTCD" shall mean  
9 the manual and specifications for a uniform system of traffic control  
10 devices maintained by the commissioner of transportation pursuant to  
11 section sixteen hundred eighty of this chapter;

12 2. "owner" shall have the meaning provided in article two-B of this  
13 chapter.

14 3. "photo speed violation monitoring system" shall mean a vehicle  
15 sensor installed to work in conjunction with a speed measuring device  
16 which automatically produces two or more photographs, two or more micro-  
17 photographs, a videotape or other recorded images of each vehicle at the  
18 time it is used or operated in a school speed zone in violation of  
19 subdivision (b), (c), (d), (f) or (g) of section eleven hundred eighty  
20 of this article in accordance with the provisions of this section; and

21 4. "TBTA bridge and tunnel zones" shall mean those bridges and tunnels  
22 maintained and operated by the Triborough bridge and tunnel authority,  
23 and any approach, entrance, or exit thereto.

24 (d) A certificate, sworn to or affirmed by a technician employed by  
25 the Triborough bridge and tunnel authority, or a facsimile thereof,  
26 based upon inspection of photographs, microphotographs, videotape or  
27 other recorded images produced by a photo speed violation monitoring  
28 system, shall be prima facie evidence of the facts contained therein.

1 Any photographs, microphotographs, videotape or other recorded images  
2 evidencing such a violation shall include at least two date and time  
3 stamped images of the rear of the motor vehicle that include the same  
4 stationary object near the motor vehicle and shall be available for  
5 inspection reasonably in advance of and at any proceeding to adjudicate  
6 the liability for such violation pursuant to this section.

7 (e) An owner liable for a violation of subdivision (b), (d), (f) or  
8 (g) of section eleven hundred eighty of this article pursuant to a  
9 demonstration program established pursuant to this section shall be  
10 liable for monetary penalties not to exceed fifty dollars for a first  
11 violation, seventy-five dollars for a second violation both of which  
12 were committed within a period of eighteen months, and one hundred  
13 dollars for a third or subsequent violation all of which were committed  
14 within a period of eighteen months; provided, however, that an addi-  
15 tional penalty not in excess of twenty-five dollars for each violation  
16 may be imposed for the failure to respond to a notice of liability with-  
17 in the prescribed time period.

18 (f) An imposition of liability under the demonstration program estab-  
19 lished pursuant to this section shall not be deemed a conviction as an  
20 operator and shall not be made part of the operating record of the  
21 person upon whom such liability is imposed nor shall it be used for  
22 insurance purposes in the provision of motor vehicle insurance coverage.

23 (g) 1. A notice of liability shall be sent by first class mail to each  
24 person alleged to be liable as an owner for a violation of subdivision  
25 (b), (d), (f) or (g) of section eleven hundred eighty of this article  
26 pursuant to this section, within fourteen business days if such owner is  
27 a resident of this state and within forty-five business days if such  
28 owner is a non-resident. Personal delivery on the owner shall not be

1 required. A manual or automatic record of mailing prepared in the ordi-  
2 nary course of business shall be prima facie evidence of the facts  
3 contained therein.

4 2. A notice of liability shall contain the name and address of the  
5 person alleged to be liable as an owner for a violation of subdivision  
6 (b), (d), (f) or (g) of section eleven hundred eighty of this article  
7 pursuant to this section, the registration number of the vehicle  
8 involved in such violation, the location where such violation took  
9 place, the date and time of such violation, the identification number of  
10 the camera which recorded the violation or other document locator  
11 number, at least two date and time stamped images of the rear of the  
12 motor vehicle that include the same stationary object near the motor  
13 vehicle, and the certificate charging the liability.

14 3. The notice of liability shall contain information advising the  
15 person charged of the manner and the time in which he or she may contest  
16 the liability alleged in the notice. Such notice of liability shall also  
17 contain a prominent warning to advise the person charged that failure to  
18 contest in the manner and time provided shall be deemed an admission of  
19 liability and that a default judgment may be entered thereon.

20 4. The notice of liability shall be prepared and mailed by the Tribor-  
21 ough bridge and tunnel authority, or by any other entity authorized by  
22 the Triborough bridge and tunnel authority to prepare and mail such  
23 notice of liability.

24 (h) Adjudication of the liability imposed upon owners of this section  
25 shall be by a traffic violations bureau established pursuant to section  
26 three hundred seventy of the general municipal law where the violation  
27 occurred or, if there be none, by the court having jurisdiction over  
28 traffic infractions where the violation occurred, except that if a city



1 has established an administrative tribunal to hear and determine  
2 complaints of traffic infractions constituting parking, standing or  
3 stopping violations such city may, by local law, authorize such adjudi-  
4 cation by such tribunal.

5 (i) If an owner receives a notice of liability pursuant to this  
6 section for any time period during which the vehicle or the number plate  
7 or plates of such vehicle was reported to the police department as  
8 having been stolen, it shall be a valid defense to an allegation of  
9 liability for a violation of subdivision (b), (d), (f) or (g) of section  
10 eleven hundred eighty of this article pursuant to this section that the  
11 vehicle or the number plate or plates of such vehicle had been reported  
12 to the police as stolen prior to the time the violation occurred and had  
13 not been recovered by such time. For purposes of asserting the defense  
14 provided by this subdivision, it shall be sufficient that a certified  
15 copy of the police report on the stolen vehicle or number plate or  
16 plates of such vehicle be sent by first class mail to the traffic  
17 violations bureau, court having jurisdiction or parking violations  
18 bureau.

19 (j) 1. Where the adjudication of liability imposed upon owners pursu-  
20 ant to this section is by a traffic violations bureau or a court having  
21 jurisdiction, an owner who is a lessor of a vehicle to which a notice of  
22 liability was issued pursuant to subdivision (g) of this section shall  
23 not be liable for the violation of subdivision (b), (d), (f) or (g) of  
24 section eleven hundred eighty of this article pursuant to this section,  
25 provided that he or she sends to the traffic violations bureau or court  
26 having jurisdiction a copy of the rental, lease or other such contract  
27 document covering such vehicle on the date of the violation, with the  
28 name and address of the lessee clearly legible, within thirty-seven days

1 after receiving notice from the bureau or court of the date and time of  
2 such violation, together with the other information contained in the  
3 original notice of liability. Failure to send such information within  
4 such thirty-seven day time period shall render the owner liable for the  
5 penalty prescribed by this section. Where the lessor complies with the  
6 provisions of this paragraph, the lessee of such vehicle on the date of  
7 such violation shall be deemed to be the owner of such vehicle for  
8 purposes of this section, shall be subject to liability for the  
9 violation of subdivision (b), (d), (f) or (g) of section eleven hundred  
10 eighty of this article pursuant to this section and shall be sent a  
11 notice of liability pursuant to subdivision (g) of this section.

12 2. (i) In a city which, by local law, has authorized the adjudication  
13 of liability imposed upon owners by this section by a parking violations  
14 bureau, an owner who is a lessor of a vehicle to which a notice of  
15 liability was issued pursuant to subdivision (g) of this section shall  
16 not be liable for the violation of subdivision (b), (d), (f) or (g) of  
17 section eleven hundred eighty of this article, provided that:

18 (A) prior to the violation, the lessor has filed with the bureau in  
19 accordance with the provisions of section two hundred thirty-nine of  
20 this chapter; and

21 (B) within thirty-seven days after receiving notice from the bureau of  
22 the date and time of a liability, together with the other information  
23 contained in the original notice of liability, the lessor submits to the  
24 bureau the correct name and address of the lessee of the vehicle identi-  
25 fied in the notice of liability at the time of such violation, together  
26 with such other additional information contained in the rental, lease or  
27 other contract document, as may be reasonably required by the bureau  
28 pursuant to regulations that may be promulgated for such purpose.

1 (ii) Failure to comply with clause (B) of subparagraph (i) of this  
2 paragraph shall render the owner liable for the penalty prescribed in  
3 this section.

4 (iii) Where the lessor complies with the provisions of this paragraph,  
5 the lessee of such vehicle on the date of such violation shall be deemed  
6 to be the owner of such vehicle for purposes of this section, shall be  
7 subject to liability for such violation pursuant to this section and  
8 shall be sent a notice of liability pursuant to subdivision (g) of this  
9 section.

10 (k) 1. If the owner liable for a violation of subdivision (b), (d),  
11 (f) or (g) of section eleven hundred eighty of this article pursuant to  
12 this section was not the operator of the vehicle at the time of the  
13 violation, the owner may maintain an action for indemnification against  
14 the operator.

15 2. Notwithstanding any other provision of this section, no owner of a  
16 vehicle shall be subject to a monetary fine imposed pursuant to this  
17 section if the operator of such vehicle was operating such vehicle with-  
18 out the consent of the owner at the time such operator operated such  
19 vehicle in violation of subdivision (b), (d), (f) or (g) of section  
20 eleven hundred eighty of this article. For purposes of this subdivision  
21 there shall be a presumption that the operator of such vehicle was oper-  
22 ating such vehicle with the consent of the owner at the time such opera-  
23 tor operated such vehicle in violation of subdivision (b), (d), (f) or  
24 (g) of section eleven hundred eighty of this article.

25 (l) Nothing in this section shall be construed to limit the liability  
26 of an operator of a vehicle for any violation of subdivision (b), (d),  
27 (f) or (g) of section eleven hundred eighty of this article.

1 (m) If the Triborough bridge and tunnel authority adopts a demon-  
2 stration program pursuant to subdivision (a) of this section, the  
3 Triborough bridge and tunnel authority shall conduct a study and submit  
4 a report on or before May first, two thousand twenty-six and a report on  
5 or before May first, two thousand twenty-eight on the results of the use  
6 of photo devices to the governor, the temporary president of the senate  
7 and the speaker of the assembly. The Triborough bridge and tunnel  
8 authority shall also make such reports available on their public-facing  
9 websites, provided that they may provide aggregate data from paragraph  
10 one of this subdivision if the Triborough bridge and tunnel authority  
11 finds that publishing specific location data would jeopardize public  
12 safety. Such report shall include:

13 1. the locations where and dates when photo speed violation monitoring  
14 systems were used;

15 2. the aggregate number, type and severity of crashes, fatalities,  
16 injuries and property damage reported within TBTA bridge and tunnel  
17 zones, to the extent the information is maintained by the Triborough  
18 bridge and tunnel authority;

19 3. the aggregate number, type and severity of crashes, fatalities,  
20 injuries and property damage reported within TBTA bridge and tunnel  
21 zones where photo speed violation monitoring systems were used, to the  
22 extent the information is maintained by the Triborough bridge and tunnel  
23 authority;

24 4. the number of violations recorded within TBTA bridge and tunnel  
25 zones, in the aggregate on a daily, weekly and monthly basis to the  
26 extent the information is maintained by the Triborough bridge and tunnel  
27 authority;

1 5. the number of violations recorded within each TBTA bridge and  
2 tunnel zone where a photo speed violation monitoring system is used, in  
3 the aggregate on a daily, weekly and monthly basis;

4 6. to the extent the information is maintained by the Triborough  
5 bridge and tunnel authority, the number of violations recorded within  
6 all TBTA bridge and tunnel zones that were:

7 (i) more than ten but not more than twenty miles per hour over the  
8 posted speed limit;

9 (ii) more than twenty but not more than thirty miles per hour over the  
10 posted speed limit;

11 (iii) more than thirty but not more than forty miles per hour over the  
12 posted speed limit; and

13 (iv) more than forty miles per hour over the posted speed limit;

14 7. the number of violations recorded within each highway construction  
15 or maintenance work area where a photo speed violation monitoring system  
16 is used that were:

17 (i) more than ten but not more than twenty miles per hour over the  
18 posted speed limit;

19 (ii) more than twenty but not more than thirty miles per hour over the  
20 posted speed limit;

21 (iii) more than thirty but not more than forty miles per hour over the  
22 posted speed limit; and

23 (iv) more than forty miles per hour over the posted speed limit;

24 8. the total number of notices of liability issued for violations  
25 recorded by such systems;

26 9. the number of fines and total amount of fines paid after the first  
27 notice of liability issued for violations recorded by such systems, to

1 the extent the information is maintained by the Triborough bridge and  
2 tunnel authority;

3 10. the number of violations adjudicated and the results of such adju-  
4 dications including breakdowns of dispositions made for violations  
5 recorded by such systems, to the extent the information is maintained by  
6 the Triborough bridge and tunnel authority;

7 11. the total amount of revenue realized by the Triborough bridge and  
8 tunnel authority in connection with the program;

9 12. the expenses incurred by the Triborough bridge and tunnel authori-  
10 ty and the city of New York in connection with the program;

11 13. an itemized list of expenditures made by the Triborough bridge and  
12 tunnel authority on work zone safety projects undertaken in accordance  
13 with this section; and

14 14. the quality of the adjudication process and its results, to the  
15 extent the information is maintained by the Triborough bridge and tunnel  
16 authority.

17 (n) It shall be a defense to any prosecution for a violation of subdi-  
18 vision (b), (d), (f) or (g) of section eleven hundred eighty of this  
19 article pursuant to this section that such photo speed violation moni-  
20 toring system was malfunctioning at the time of the alleged violation.

21 § 2. Section 1803 of the vehicle and traffic law is amended by adding  
22 a new subdivision 13 to read as follows:

23 13. Except as otherwise provided in paragraph e of subdivision one of  
24 this section, where the Triborough bridge and tunnel authority has  
25 established a demonstration program imposing monetary liability on the  
26 owner of a vehicle for failure of an operator thereof to comply with  
27 subdivision (b), (d), (f) or (g) of section eleven hundred eighty of  
28 this chapter in accordance with section eleven hundred eighty-f of this

1 chapter, any fine or penalty collected by a court, judge, magistrate or  
2 other officer for an imposition of liability which occurs pursuant to  
3 such program shall be paid to the state comptroller within the first ten  
4 days of the month following collection. Every such payment shall be  
5 accompanied by a statement in such form and detail as the comptroller  
6 shall provide. The comptroller shall pay such fine or penalty imposed  
7 for such liability to the Triborough bridge and tunnel authority.

8 § 3. For the purpose of informing and educating owners of motor vehi-  
9 cles in this state, an agency or authority authorized to issue notices  
10 of liability pursuant to the provisions of this act shall, during the  
11 first thirty-day period in which the photo speed violation monitoring  
12 systems are in operation pursuant to the provisions of this act, issue a  
13 written warning in lieu of a notice of liability to all owners of motor  
14 vehicles who would be held liable for failure of operators thereof to  
15 comply with subdivision (b), (d), (f) or (g) of section eleven hundred  
16 eighty of the vehicle and traffic law in accordance with section eleven  
17 hundred eighty-e of the vehicle and traffic law.

18 § 4. This act shall take effect one year after it shall have become a  
19 law; provided, however, that sections one and two of this act shall  
20 expire and be deemed repealed 5 years after such effective date when  
21 upon such date the provisions of such sections shall be deemed repealed.  
22 Effective immediately, the addition, amendment and/or repeal of any rule  
23 or regulation necessary for the implementation of this act on its effec-  
24 tive date are authorized to be made and completed on or before such  
25 effective date.

1 Section 1. Section 3 of part PP of chapter 54 of the laws of 2016,  
2 amending the public authorities law relating to the New York transit  
3 authority and the metropolitan transportation authority, as amended by  
4 section 1 of part J of chapter 58 of the laws of 2022, is amended to  
5 read as follows:

6 § 3. This act shall take effect immediately[; provided that the amend-  
7 ments to subdivision 1 of section 119-r of the general municipal law  
8 made by section two of this act shall expire and be deemed repealed  
9 April 1, 2023, and provided further that such repeal shall not affect  
10 the validity or duration of any contract entered into before that date  
11 pursuant to paragraph f of such subdivision].

12 § 2. Subdivisions 1, 2, 3, 4 and 6 of section 1209 of the public  
13 authorities law are REPEALED and subdivisions 5, 7, 8, 9, 10, 11, 12,  
14 13, 14 and 15 are renumbered subdivisions 1, 2, 3, 4, 5, 6, 7, 8, 9 and  
15 10.

16 § 3. Subdivision 1 of section 1265-a of the public authorities law,  
17 as amended by section 1-a of subpart C of part ZZZ of chapter 59 of the  
18 laws of 2019, is amended to read as follows:

19 1. The provisions of this section shall [only] apply to procurements  
20 by the authority [commenced during the period from April first, nineteen  
21 hundred eighty-seven until December thirty-first, nineteen hundred nine-  
22 ty-one, and during the period from December sixteenth, nineteen hundred  
23 ninety-three until June thirtieth, two thousand twenty-three; provided,  
24 however, that the provisions of this section shall not apply to (i) the  
25 award of any contract of the authority if the bid documents for such  
26 contract so provide and such bid documents are issued within sixty days  
27 of the effective date of this section or within sixty days of December  
28 sixteenth, nineteen hundred ninety-three, or (ii) for a period of one



1 hundred eighty days after the effective date of this section or for a  
2 period of one hundred eighty days after December sixteenth, nineteen  
3 hundred ninety-three, the award of any contract for which an invitation  
4 to bid, solicitation, request for proposal, or any similar document has  
5 been issued by the authority prior to the effective date of this section  
6 or during the period from January first, nineteen hundred ninety-two  
7 until December sixteenth, nineteen hundred ninety-three], including  
8 those made on behalf of its subsidiaries and affiliates.

9 § 4. Section 15 of part 00 of chapter 54 of the laws of 2016, amending  
10 the public authorities law relating to procurements by the New York City  
11 transit authority and the metropolitan transportation authority,  
12 as amended by section 1 of part YY of chapter 55 of the laws of 2021, is  
13 amended to read as follows:

14 § 15. This act shall take effect immediately[, and shall expire and be  
15 deemed repealed April 1, 2024]; provided, however, sections three, nine,  
16 and twelve of this chapter shall expire and be deemed repealed April 1,  
17 2024.

18 § 5. Subdivision 1 of section 1207-a of the public authorities law,  
19 as added by chapter 655 of the laws of 1962, is amended to read as  
20 follows:

21 1. Notwithstanding the provisions of sections twelve hundred through  
22 twelve hundred twenty-one, inclusive, of this title or of any other  
23 provisions of law to the contrary, but subject to the provisions of  
24 section twelve hundred seven-j of this title, the authority shall have  
25 power to purchase no more than seven hundred twenty-four cars for the  
26 rapid transit lines under the jurisdiction of the authority and to  
27 finance the purchase price thereof by the issuance of bonds and notes of  
28 the authority in accordance with the provisions of section twelve

1 hundred seven-b of this title. Any purchase contract for the purchase of  
2 such cars shall be made by the authority [only upon public letting  
3 founded on sealed bids] in accordance with the requirements of [subdivi-  
4 sion two of] section twelve hundred nine of this title.

5 § 6. This act shall take effect immediately.

6 PART D

7 Section 1. Section 1205 of the public authorities law is amended by  
8 adding a new subdivision 9 to read as follows:

9 9. (a) Notwithstanding any provision of law, regulation, or agreement  
10 to the contrary in effect as of the effective date of this subdivision,  
11 beginning on July first, two thousand twenty-three, the city of New York  
12 shall fund one hundred percent of the net paratransit operating expenses  
13 of the metropolitan transportation authority, provided that such  
14 contribution shall not exceed the maximum paratransit funding contrib-  
15 ution for the applicable year.

16 (i) Net paratransit operating expenses shall consist of the total  
17 operating expenses of the paratransit program minus the six percent of  
18 the urban tax dedicated to paratransit services as of the date of this  
19 act and minus any money collected as passenger fares from paratransit  
20 operations.

21 (ii) The maximum paratransit funding contribution shall be six hundred  
22 two million dollars for two thousand twenty-four and shall increase by  
23 ten percent each year through two thousand twenty-eight. During the  
24 five-year period beginning two thousand twenty-nine and during each  
25 subsequent five-year period, the maximum paratransit funding contrib-  
26 ution for the first year shall be one hundred ten percent of the actual

1 amount of the paratransit funding contribution for the immediately  
2 preceding year, and shall increase by ten percent each year for the  
3 subsequent four years.

4 (b) Notwithstanding any provision of law, regulation, or agreement to  
5 the contrary in effect as of the effective date of this subdivision,  
6 beginning on July first, two thousand twenty-three, the city of New York  
7 shall fund one hundred percent of the metropolitan transportation  
8 authority's net fare revenue differential resulting from reduced student  
9 fare programs for students in grades kindergarten through twelve for  
10 travel within the city. Net fare revenue differential shall consist  
11 of the total operating expenses of the schoolfare program minus any  
12 contribution from the state of New York. The city shall also fund one  
13 hundred percent of the metropolitan transportation authority's total  
14 administrative expenses for such programs.

15 (c) Notwithstanding any provision of law, regulation, or agreement to  
16 the contrary in effect as of the effective date of this subdivision,  
17 beginning on July first, two thousand twenty-three, the city of New York  
18 shall fund annually, in the manner provided by paragraph (f) of this  
19 subdivision, an amount equal to forty-seven percent of the funds appro-  
20 priated by the state for the purpose of funding the foregone revenues of  
21 the metropolitan transportation authority resulting from employers  
22 exempted from payment of the metropolitan commuter transportation mobil-  
23 ity tax of section eight hundred one of the tax law, by section eight  
24 hundred of the tax law.

25 (d) The city of New York shall pay to the metropolitan transportation  
26 authority the funding amounts specified in paragraph (a) of this subdi-  
27 vision on a monthly basis in the amounts calculated by the metropolitan  
28 transportation authority. There shall be an annual reconciliation proc-

1 ess to adjust for any overpayment or underpayment. The city shall  
2 provide certification of such payments to the state comptroller and the  
3 New York state director of the budget no later than seven days after  
4 making each payment. The city certification shall specify the date upon  
5 which such payment was made, and the amounts paid pursuant to paragraph  
6 (a) of this subdivision.

7 (e) The city of New York shall pay to the metropolitan transportation  
8 authority the funding amounts specified in paragraph (b) of this  
9 subdivision on a monthly basis in the amounts calculated by the  
10 metropolitan transportation authority. There shall be an annual recon-  
11 ciliation process to adjust for any overpayment or underpayment. The  
12 city shall provide certification of such payments to the state comp-  
13 troller and the New York state director of the budget no later than  
14 seven days after making each payment. The city certification shall spec-  
15 ify the date upon which such payment was made, and the amounts paid  
16 pursuant to paragraph (b) of this subdivision.

17 (f) The city of New York shall pay to the metropolitan transportation  
18 authority the funding amounts specified in paragraph (c) of this subdi-  
19 vision on a monthly basis in the amounts calculated by the metropolitan  
20 transportation authority. There shall be an annual reconciliation proc-  
21 ess to adjust for any overpayment or underpayment. The city shall  
22 provide certification of such payments to the state comptroller and the  
23 New York state director of the budget no later than seven days after  
24 making each payment. The city certification shall specify the date upon  
25 which such payment was made, and the amounts paid pursuant to paragraph  
26 (c) of this subdivision.

1 § 2. Section 92-jj of the state finance law, as added by section 8 of  
2 part UUU of chapter 58 of the laws of 2020, is amended to read as  
3 follows:

4 § 92-jj. Metropolitan transportation authority paratransit assistance  
5 fund. 1. There is hereby established in the custody of the comptroller a  
6 special fund to be known as the metropolitan transportation authority  
7 paratransit assistance fund.

8 2. Such fund shall consist of any monies directed thereto pursuant to  
9 the provisions of [section seven of the part of the chapter of the laws  
10 of two thousand twenty which added] subdivision four of this section.

11 3. All monies deposited into the fund pursuant to [the part of the  
12 chapter of the laws of two thousand twenty which added] subdivision four  
13 of this section shall be paid to the metropolitan transportation author-  
14 ity by the comptroller, without appropriation, for use in the same  
15 manner as the payments required by [section six of such part] paragraph  
16 (d) of subdivision nine of section twelve hundred five of the public  
17 authorities law, as soon as practicable but not more than five days from  
18 the date the comptroller determines that the full amount of the unpaid  
19 balance of any payment required by [section seven of such part] subdivi-  
20 sion four of this section has been deposited into the fund.

21 4. (a) Notwithstanding any provision of law to the contrary, in the  
22 event the city of New York fails to certify to the state comptroller and  
23 the New York state director of the budget that the city has paid in full  
24 any payment for net paratransit operating expenses of the metropolitan  
25 transportation authority as required by paragraph (d) of subdivision  
26 nine of section twelve hundred five of the public authorities law, the  
27 New York state director of the budget shall direct the state comptroller  
28 to transfer, collect, or deposit funds in accordance with paragraph (b)

1 of this subdivision in an amount equal to the unpaid balance of any such  
2 payment required by paragraph (d) of subdivision nine of section twelve  
3 hundred five of the public authorities law, and any such deposits shall  
4 be counted against the city's funding obligation for net paratransit  
5 operating expenses of the metropolitan transportation authority pursuant  
6 to paragraph (a) of subdivision nine of section twelve hundred five of  
7 the public authorities law. Such direction shall be pursuant to a writ-  
8 ten plan or plans filed with the state comptroller, the chairperson of  
9 the senate finance committee and the chairperson of the assembly ways  
10 and means committee.

11 (b) Notwithstanding any provision of law to the contrary and as set  
12 forth in a plan or plans submitted by the New York state director of the  
13 budget pursuant to paragraph (a) of this subdivision, the state comp-  
14 troller is hereby directed and authorized to: (i) transfer funds author-  
15 ized by any undisbursed general fund aid to localities appropriations or  
16 state special revenue fund aid to localities appropriations, excluding  
17 debt service, fiduciary, and federal fund appropriations, to the city to  
18 the metropolitan transportation authority paratransit assistance fund  
19 established by this section in accordance with such plan; and/or (ii)  
20 collect and deposit into the metropolitan transportation authority para-  
21 transit assistance fund established by this section funds from any other  
22 revenue source of the city, including the sales and use tax, in accord-  
23 ance with such plan. The state comptroller is hereby authorized and  
24 directed to make such transfers, collections and deposits as soon as  
25 practicable but not more than three days following the transmittal of  
26 such plan to the comptroller in accordance with paragraph (a) of this  
27 subdivision.

1 (c) Notwithstanding any provision of law to the contrary, the state's  
2 obligation and/or liability to fund any program included in general fund  
3 aid to localities appropriations or state special revenue fund aid to  
4 localities appropriations from which funds are transferred pursuant to  
5 paragraph (b) of this subdivision shall be reduced in an amount equal to  
6 such transfer or transfers.

7 § 3. The state finance law is amended by adding a new section 92-kk to  
8 read as follows:

9 § 92-kk. Metropolitan transportation authority schoolfare assistance  
10 fund. 1. There is hereby established in the custody of the comptroller a  
11 special fund to be known as the metropolitan transportation authority  
12 schoolfare assistance fund.

13 2. Such fund shall consist of any monies directed thereto pursuant to  
14 the provisions of subdivision four of this section.

15 3. All monies deposited into the fund pursuant to subdivision four  
16 of this section shall be paid to the metropolitan transportation author-  
17 ity by the comptroller, without appropriation, for use in the same  
18 manner as the payments required by paragraph (e) of subdivision nine of  
19 section twelve hundred five of the public authorities law, as soon  
20 as practicable but not more than five days from the date the comp-  
21 troller determines that the full amount of the unpaid balance of any  
22 payment required by subdivision four of this section has been deposited  
23 into the fund.

24 4. (a) Notwithstanding any provision of law to the contrary, in the  
25 event the city of New York fails to certify to the state comptroller and  
26 the New York state director of the budget that the city has paid in full  
27 any payment for student fare expenses of the metropolitan transporta-  
28 tion authority as required by paragraph (e) of subdivision nine of

1 section twelve hundred five of the public authorities law, the New York  
2 state director of the budget shall direct the state comptroller to  
3 transfer, collect, or deposit funds in accordance with paragraph (b) of  
4 this subdivision in an amount equal to the unpaid balance of any such  
5 payment required by paragraph (e) of subdivision nine of section twelve  
6 hundred five of the public authorities law, and any such deposits shall  
7 be counted against the city's funding obligation for student fare  
8 expenses of the metropolitan transportation authority pursuant to para-  
9 graph (b) of subdivision nine of section twelve hundred five of the  
10 public authorities law. Such direction shall be pursuant to a written  
11 plan or plans filed with the state comptroller, the chairperson of the  
12 senate finance committee and the chairperson of the assembly ways and  
13 means committee.

14 (b) Notwithstanding any provision of law to the contrary and as set  
15 forth in a plan or plans submitted by the New York state director of the  
16 budget pursuant to paragraph (a) of this subdivision, the state comp-  
17 troller is hereby directed and authorized to: (i) transfer funds author-  
18 ized by any undisbursed general fund aid to localities appropriations or  
19 state special revenue fund aid to localities appropriations, excluding  
20 debt service, fiduciary, and federal fund appropriations, to the city to  
21 the metropolitan transportation authority schoolfare assistance fund  
22 established by this section in accordance with such plan; and/or (ii)  
23 collect and deposit into the metropolitan transportation authority  
24 schoolfare assistance fund established by this section funds from any  
25 other revenue source of the city, including the sales and use tax, in  
26 accordance with such plan. The state comptroller is hereby authorized  
27 and directed to make such transfers, collections and deposits as  
28 soon as practicable but not more than three days following the trans-



1 mittal of such plan to the comptroller in accordance with paragraph  
2 (a) of this subdivision.

3 (c) Notwithstanding any provision of law to the contrary, the state's  
4 obligation and/or liability to fund any program included in general fund  
5 aid to localities appropriations or state special revenue fund aid to  
6 localities appropriations from which funds are transferred pursuant to  
7 paragraph (b) of this subdivision shall be reduced in an amount equal to  
8 such transfer or transfers.

9 § 4. The state finance law is amended by adding a new section 92-11 to  
10 read as follows:

11 § 92-11. Metropolitan transportation authority assistance fund. 1.  
12 There is hereby established in the custody of the comptroller a special  
13 fund to be known as the metropolitan transportation authority assistance  
14 fund.

15 2. Such fund shall consist of any monies directed thereto pursuant to  
16 the provisions of subdivision four of this section.

17 3. All monies deposited into the fund pursuant to subdivision four of  
18 this section shall be paid to the metropolitan transportation authority  
19 by the comptroller, without appropriation, for use in the same manner as  
20 the payments required by paragraph (f) of subdivision nine of section  
21 twelve hundred five of the public authorities law, as soon as practica-  
22 ble but not more than five days from the date the comptroller determines  
23 that the full amount of the unpaid balance of any payment required by  
24 subdivision four of this section has been deposited into the fund.

25 4. (a) Notwithstanding any provision of law to the contrary, in the  
26 event the city of New York fails to certify to the state comptroller and  
27 the New York state director of the budget that the city has paid in full  
28 any payment to the metropolitan transportation authority as required by

1 paragraph (f) of subdivision nine of section twelve hundred five of the  
2 public authorities law, the New York state director of the budget shall  
3 direct the state comptroller to transfer, collect, or deposit funds in  
4 accordance with paragraph (b) of this subdivision in an amount equal to  
5 the unpaid balance of any such payment required by paragraph (f) of  
6 subdivision nine of section twelve hundred five of the public authori-  
7 ties law, and any such deposits shall be counted against the city's  
8 funding obligation to the metropolitan transportation authority pursuant  
9 to paragraph (c) of subdivision nine of section twelve hundred five of  
10 the public authorities law. Such direction shall be pursuant to a writ-  
11 ten plan or plans filed with the state comptroller, the chairperson of  
12 the senate finance committee and the chairperson of the assembly ways  
13 and means committee.

14 (b) Notwithstanding any provision of law to the contrary and as set  
15 forth in a plan or plans submitted by the New York state director of the  
16 budget pursuant to paragraph (a) of this subdivision, the state comp-  
17 troller is hereby directed and authorized to: (i) transfer funds author-  
18 ized by any undisbursed general fund aid to localities appropriations or  
19 state special revenue fund aid to localities appropriations, excluding  
20 debt service, fiduciary, and federal fund appropriations, to the city to  
21 the metropolitan transportation authority assistance fund established by  
22 this section in accordance with such plan; and/or (ii) collect and  
23 deposit into the metropolitan transportation authority assistance fund  
24 established by this section funds from any other revenue source of the  
25 city, including the sales and use tax, in accordance with such plan. The  
26 state comptroller is hereby authorized and directed to make such trans-  
27 fers, collections and deposits as soon as practicable but not more than

1 three days following the transmittal of such plan to the comptroller in  
2 accordance with paragraph (a) of this subdivision.

3 (c) Notwithstanding any provision of law to the contrary, the state's  
4 obligation and/or liability to fund any program included in general fund  
5 aid to localities appropriations or state special revenue fund aid to  
6 localities appropriations from which funds are transferred pursuant to  
7 paragraph (b) of this subdivision shall be reduced in an amount equal to  
8 such transfer or transfers.

9 § 5. Section 9 of part UUU of chapter 58 of the laws of 2020, amending  
10 the state finance law relating to providing funding for the Metropolitan  
11 Transportation Authority 2020-2024 capital program and paratransit oper-  
12 ating expenses, is amended to read as follows:

13 § 9. This act shall take effect immediately; provided that sections  
14 five through seven of this act shall expire and be deemed repealed June  
15 30, [2024] 2023; and provided further that such repeal shall not affect  
16 or otherwise reduce amounts owed to the metropolitan transportation  
17 authority paratransit assistance fund to meet the city's share of the  
18 net paratransit operating expenses of the MTA for services provided  
19 prior to June 30, [2024] 2023.

20 § 6. This act shall take effect July 1, 2023.

21 PART E

22 Section 1. Subparagraph (B) of paragraph 2 of subsection (a) of  
23 section 2504 of the insurance law is amended to read as follows:

24 (B) the city of New York, a public corporation or public authority, in  
25 connection with the construction of electrical generating and trans-  
26 mission facilities or construction, reconstruction, extensions [and] or

1 additions of light rail or heavy rail rapid transit [and], commuter  
2 railroads, bus facilities, bridges, tunnels, and facilities related to  
3 or ancillary to any of the foregoing. For the purposes of this section,  
4 "bus" is defined in section one hundred four of the vehicle and traffic  
5 law; "facilities related to or ancillary to" light rail or heavy rail  
6 rapid transit, commuter railroads, bus facilities, bridges, and tunnels  
7 shall mean any capital construction funded by the metropolitan transpor-  
8 tation authority's capital program, as defined by section twelve hundred  
9 sixty-nine-b of the public authorities law.

10 § 2. This act shall take effect immediately.

11 PART F

12 Section 1. Subdivision 5-a of section 401 of the vehicle and traffic  
13 law is amended by adding a new paragraph d to read as follows:

14 d. It shall be unlawful for any person to register, reregister, renew,  
15 replace or transfer the registration, change the name, address or other  
16 information of the registered owner, or change the registration classi-  
17 fication of any vehicle whose vehicle identification number is associ-  
18 ated with a vehicle whose registration has been suspended, or is subject  
19 to a pending request from a tolling authority to suspend the registra-  
20 tion, under paragraph d of subdivision three of section five hundred ten  
21 of this chapter and 15 NYCRR 127.14. The commissioner or the commission-  
22 er's agent shall impose a vehicle identification number block and deny  
23 the registration, reregistration, renewal, replacement or transfer of  
24 the registration for such vehicle and vehicle identification number  
25 until the tolling authority advises, in such form and manner as the  
26 commissioner shall prescribe, that notices of violation have been

1 responded to and any unpaid tolls, fees or other charges associated with  
2 the vehicle and the vehicle identification number have been paid to the  
3 tolling authority. Where an application is denied pursuant to this para-  
4 graph, the commissioner may, in the commissioner's discretion, deny a  
5 registration, reregistration, renewal, replacement or transfer of the  
6 registration for any other motor vehicle registered in the name of the  
7 applicant where the commissioner has determined that such registrant's  
8 intent has been to evade the purposes of this paragraph and where the  
9 commissioner has reasonable grounds to believe that such registration,  
10 reregistration, renewal, replacement or transfer of registration will  
11 have the effect of defeating the purposes of this paragraph. Such vehi-  
12 cle identification number block and denial shall only remain in effect  
13 until the tolling authority advises, in such form and manner as the  
14 commissioner shall prescribe, that notices of violation have been  
15 responded to and any unpaid tolls, fees or other charges associated with  
16 the vehicle and the vehicle identification number have been paid to the  
17 tolling authority.

18 § 2. Paragraph (b) of subdivision 1 of section 402 of the vehicle and  
19 traffic law, as amended by chapter 451 of the laws of 2021, is amended  
20 and a new paragraph (c) is added to read as follows:

21 (b) (i) Number plates shall be kept clean and in a condition so as to  
22 be easily readable and shall not be covered by glass or any plastic  
23 material.

24 (ii) Number plates shall not be knowingly covered or coated with any  
25 artificial or synthetic material or substance that conceals or obscures  
26 such number plates or that distorts a recorded or photographic image of  
27 such number plates.

1 (iii) The view of such number plates shall not be obstructed by any  
2 part of the vehicle or by anything carried thereon[, except for a  
3 receiver-transmitter issued by a publicly owned tolling facility in  
4 connection with electronic toll collection when such receiver-transmit-  
5 ter is affixed to the exterior of a vehicle in accordance with mounting  
6 instructions provided by the tolling facility].

7 (c) Notwithstanding any other provision of this subdivision, it shall  
8 be unlawful for any person to operate, drive or park a motor vehicle on  
9 a toll highway, bridge and/or tunnel facility or enter or remain in the  
10 tolled central business district described in section seventeen hundred  
11 four of this chapter, under the jurisdiction of the tolling authority,  
12 if such number plate is covered by glass or any plastic material, or  
13 covered or coated with any artificial or synthetic material or substance  
14 that conceals or obscures such number plates or that distorts a recorded  
15 or photographic image of such number plates. The view of such number  
16 plates shall not be obstructed by any part of the vehicle or by anything  
17 carried thereon, except for a receiver-transmitter issued by a publicly  
18 owned tolling authority in connection with electronic toll collection  
19 when such receiver-transmitter is affixed to the exterior of a vehicle  
20 in accordance with mounting instructions provided by the tolling author-  
21 ity. For purposes of this paragraph, "tolling authority" shall mean  
22 every public authority which operates a toll highway, bridge and/or  
23 tunnel or a central business district tolling program, as well as the  
24 port authority of New York and New Jersey, a bi-state agency created by  
25 compact set forth in chapter one hundred fifty-four of the laws of nine-  
26 teen hundred twenty-one, as amended.

1 § 3. Subdivision 8 of section 402 of the vehicle and traffic law, as  
2 amended by chapter 451 of the laws of 2021, is amended to read as  
3 follows:

4 8. A violation of this section shall be punishable by a fine of not  
5 less than twenty-five nor more than two hundred dollars, except that:  
6 (a) a violation of subparagraph (ii) or subparagraph (iii) of paragraph  
7 (b) of subdivision one of this section shall be punishable by a fine of  
8 not less than fifty nor more than three hundred dollars; and (b) a  
9 violation of paragraph (c) of subdivision one of this section shall be  
10 punishable by a fine of not less than one hundred nor more than five  
11 hundred dollars. A police officer as defined in section one hundred  
12 thirty-two of this chapter acting pursuant to this section shall be  
13 authorized to seize and confiscate any covering affixed over the number  
14 plates which obscures the ability to easily read such number plates,  
15 except that in the event of such seizure and confiscation a violation of  
16 paragraph (b) or (c) of subdivision one of this section shall be punish-  
17 able by a fine of not less than two hundred fifty dollars and the owner  
18 of the vehicle to whom such number plates were issued shall have one  
19 week from the date such violation is issued to remove, if not done by a  
20 police officer pursuant to this section, any artificial or synthetic  
21 material or substance that conceals or obscures such number plates or to  
22 purchase new number plates.

23 § 4. Section 510 of the vehicle and traffic law is amended by adding a  
24 new subdivision 4-h to read as follows:

25 4-h. Suspension of registration for failure to comply with removing  
26 any artificial or synthetic material or substance that conceals or  
27 obscures number plates or the purchase of new number plates. Upon the  
28 receipt of a notification from a court or an administrative tribunal

1 that an owner of a motor vehicle failed to comply with subdivision eight  
2 of section four hundred two of this chapter, the commissioner or his or  
3 her agent shall suspend the registration of the vehicle involved in the  
4 violation and such suspension shall remain in effect until such time as  
5 the commissioner is advised that the owner of such vehicle has satisfied  
6 the requirements of such subdivision.

7 § 5. This act shall take effect one year after it shall have become a  
8 law. Effective immediately, the addition, amendment and/or repeal of any  
9 rule or regulation necessary for the implementation of this act on its  
10 effective date are authorized to be made on or before such date.

11 PART G

12 Section 1. Section 45 of chapter 929 of the laws of 1986 amending the  
13 tax law and other laws relating to the metropolitan transportation  
14 authority, as amended by chapter 120 of the laws of 2021, is amended to  
15 read as follows:

16 § 45. This act shall take effect immediately; except that: (a) para-  
17 graph (d) of subdivision 3 of section 1263 of the public authorities  
18 law, as added by section twenty-six of this act, shall be deemed to have  
19 been in full force and effect on and after August 5, 1986; (b) sections  
20 thirty-three and thirty-four of this act shall not apply to a certified  
21 or recognized public employee organization which represents any public  
22 employees described in subdivision 16 of section 1204 of the public  
23 authorities law and such sections shall expire on July 1, [2023] 2025  
24 and nothing contained within these sections shall be construed to divest  
25 the public employment relations board or any court of competent juris-  
26 diction of the full power or authority to enforce any order made by the



1 board or such court prior to the effective date of this act; (c) the  
2 provisions of section thirty-five of this act shall expire on March 31,  
3 1987; and (d) provided, however, the commissioner of taxation and  
4 finance shall have the power to enforce the provisions of sections two  
5 through nine of this act beyond December 31, 1990 to enable such commis-  
6 sioner to collect any liabilities incurred prior to January 1, 1991.

7 § 2. This act shall take effect immediately.

8 PART H

9 Section 1. Subdivision 11 of section 120.05 of the penal law, as  
10 amended by chapter 233 of the laws of 2022, is amended to read as  
11 follows:

12 11. With intent to cause physical injury to a train operator, ticket  
13 inspector, conductor, signalperson, bus operator, station agent, station  
14 cleaner, terminal cleaner, station customer assistant, traffic checker;  
15 person whose official duties include the sale or collection of tickets,  
16 passes, vouchers, or other revenue payment media for use on a train or  
17 bus or the collection or handling of revenues therefrom; a person whose  
18 official duties include the maintenance, repair, inspection, trouble-  
19 shooting, testing or cleaning of buses, a transit signal system,  
20 elevated or underground subway tracks, transit station structure,  
21 including fare equipment, escalators, elevators and other equipment  
22 necessary to passenger service, commuter rail tracks or stations, train  
23 yard, revenue train in passenger service, or a train or bus station or  
24 terminal; or a supervisor of such personnel, employed by any transit or  
25 commuter rail agency, authority or company, public or private, whose  
26 operation is authorized by New York state or any of its political subdi-

1 visions, a city marshal, a school crossing guard appointed pursuant to  
2 section two hundred eight-a of the general municipal law, a traffic  
3 enforcement officer, traffic enforcement agent, motor vehicle license  
4 examiner, motor vehicle representative, highway worker as defined in  
5 section one hundred eighteen-a of the vehicle and traffic law, motor  
6 carrier investigator as defined in section one hundred twenty-four of  
7 the vehicle and traffic law, motor vehicle inspector as defined in  
8 section one hundred twenty-four-a of the vehicle and traffic law, prose-  
9 cutor as defined in subdivision thirty-one of section 1.20 of the crimi-  
10 nal procedure law, sanitation enforcement agent, New York city sanita-  
11 tion worker, public health sanitarian, New York city public health  
12 sanitarian, registered nurse, licensed practical nurse, emergency  
13 medical service paramedic, or emergency medical service technician, he  
14 or she causes physical injury to such train operator, ticket inspector,  
15 conductor, signalperson, bus operator, station agent, station cleaner,  
16 terminal cleaner, station customer assistant, traffic checker; person  
17 whose official duties include the sale or collection of tickets, passes,  
18 vouchers or other revenue payment media for use on a train or bus or the  
19 collection or handling of revenues therefrom; a person whose official  
20 duties include the maintenance, repair, inspection, troubleshooting,  
21 testing or cleaning of buses, a transit signal system, elevated or  
22 underground subway tracks, transit station structure, including fare  
23 equipment, escalators, elevators and other equipment necessary to  
24 passenger service, commuter rail tracks or stations, train yard, revenue  
25 train in passenger service, or a train or bus station or terminal; or a  
26 supervisor of such personnel, city marshal, school crossing guard  
27 appointed pursuant to section two hundred eight-a of the general munici-  
28 pal law, traffic enforcement officer, traffic enforcement agent, motor

1 vehicle license examiner, motor vehicle representative, highway worker  
2 as defined in section one hundred eighteen-a of the vehicle and traffic  
3 law, motor carrier investigator as defined in section one hundred twen-  
4 ty-four of the vehicle and traffic law, motor vehicle inspector as  
5 defined in section one hundred twenty-four-a of the vehicle and traffic  
6 law, prosecutor as defined in subdivision thirty-one of section 1.20 of  
7 the criminal procedure law, registered nurse, licensed practical nurse,  
8 public health sanitarian, New York city public health sanitarian, sani-  
9 tation enforcement agent, New York city sanitation worker, emergency  
10 medical service paramedic, or emergency medical service technician,  
11 while such employee is performing an assigned duty on, or directly  
12 related to, the operation of a train or bus, cleaning of a train or bus  
13 station or terminal, assisting customers, checking traffic, the sale or  
14 collection of tickets, passes, vouchers, or other revenue media for use  
15 on a train or bus, or maintenance or cleaning of a train, a bus, or bus  
16 station or terminal, signal system, elevated or underground subway  
17 tracks, transit station structure, including fare equipment, escalators,  
18 elevators and other equipment necessary to passenger service, commuter  
19 rail tracks or stations, train yard or revenue train in passenger  
20 service, or such city marshal, school crossing guard, traffic enforce-  
21 ment officer, traffic enforcement agent, motor vehicle license examiner,  
22 motor vehicle representative, highway worker as defined in section one  
23 hundred eighteen-a of the vehicle and traffic law, motor carrier inves-  
24 tigator as defined in section one hundred twenty-four of the vehicle and  
25 traffic law, motor vehicle inspector as defined in section one hundred  
26 twenty-four-a of the vehicle and traffic law, prosecutor as defined in  
27 subdivision thirty-one of section 1.20 of the criminal procedure law,  
28 registered nurse, licensed practical nurse, public health sanitarian,

1 New York city public health sanitarian, sanitation enforcement agent,  
2 New York city sanitation worker, emergency medical service paramedic, or  
3 emergency medical service technician is performing an assigned duty; or

4 § 2. The vehicle and traffic law is amended by adding three new  
5 sections 118-a, 124 and 124-a to read as follows:

6 § 118-a. Highway worker. Any person employed by or on behalf of the  
7 state, a county, city, town, village, a public authority, local authori-  
8 ty, public utility company, or an agent or contractor of any such enti-  
9 ty, or a flagperson as defined in section one hundred fifteen-b of this  
10 article, who has been assigned to perform work on a highway, public  
11 highway, roadway, access highway, or qualifying highway, or within the  
12 state highway right of way, as defined in section fifty-two of the high-  
13 way law. Such work may include, but shall not be limited to:  
14 construction, reconstruction, maintenance, improvement, flagging, utili-  
15 ty installation, or the operation of equipment.

16 § 124. Motor carrier investigator. Any person employed by the depart-  
17 ment of transportation who has been assigned to perform investigations  
18 of any motor carriers regulated by the commissioner of transportation.

19 § 124-a. Motor vehicle inspector. Any person employed by the depart-  
20 ment of transportation who has been assigned to perform inspections of  
21 any motor vehicles regulated by the commissioner of transportation.

22 § 3. This act shall take effect on the ninetieth day after it shall  
23 have become a law.

1 Section 1. Paragraph (k-2) of subdivision 2 of section 65.10 of the  
2 penal law, as added by section 1 of part VV of chapter 56 of the laws of  
3 2020, is amended to read as follows:

4 (k-2) (i) Refrain, upon sentencing for a crime involving unlawful  
5 sexual conduct or assault committed against either a metropolitan trans-  
6 portation authority system passenger[, ] or customer, or an employee [or  
7 a crime involving assault against a metropolitan transportation authori-  
8 ty employee,] of the metropolitan transportation authority system or any  
9 contractor then performing work for any entity of the system, if the  
10 offense was committed in or [on] adjacent to any facility or conveyance  
11 of the [metropolitan transportation authority or a subsidiary thereof or  
12 the New York city transit authority or a subsidiary thereof] authority's  
13 transportation system, from using or entering any of [such] the authori-  
14 ty's subways, trains, buses, or other conveyances or facilities as spec-  
15 ified by the court for a period of up to three years, or a specified  
16 period of such probation or conditional discharge, whichever is less.  
17 For purposes of this section, a crime involving assault shall mean an  
18 offense described in article one hundred twenty of this chapter which  
19 has as an element the causing of physical injury or serious physical  
20 injury to another as well as the attempt thereof. If the sentence  
21 imposed by the court includes a period of incarceration followed by a  
22 period of probation or conditional discharge, then the court may impose  
23 conditions under this paragraph to be operative only during the period  
24 of probation or conditional discharge. Orders under this paragraph may  
25 extend to any part of the metropolitan transportation authority system  
26 in the court's discretion, including parts of the system outside the  
27 county where the sentencing judge sits.

1 (ii) The court may, in its discretion, suspend, modify or cancel a  
2 condition imposed under this paragraph in the interest of justice at any  
3 time. If the person depends on the authority's subways, trains, buses,  
4 or other conveyances or facilities for trips of necessity, including,  
5 but not limited to, travel to or from medical or legal appointments,  
6 school or training classes or places of employment, obtaining food,  
7 clothing or necessary household items, or rendering care to family  
8 members, the court may modify such condition to allow for a trip or  
9 trips as in its discretion are necessary.

10 (iii) A person at liberty and subject to a condition under this para-  
11 graph who applies, within thirty days after the date such condition  
12 becomes effective, for a refund of any prepaid fare amounts rendered  
13 unusable in whole or in part by such condition including, but not limit-  
14 ed to, a monthly pass, shall be issued a refund of the amounts so  
15 prepaid.

16 (iv) Any order issued pursuant to this section, whether imposing a ban  
17 or modifying one, shall be served on the metropolitan transportation  
18 authority as directed by the court.

19 § 2. This act shall take effect immediately.

20 PART J

21 Section 1. Section 3 of part FF of chapter 55 of the laws of 2017,  
22 relating to motor vehicles equipped with autonomous vehicle technology,  
23 as amended by section 1 of part GG of chapter 58 of the laws of 2021, is  
24 amended to read as follows:

1 § 3. This act shall take effect April 1, 2017; provided, however, that  
2 section one of this act shall expire and be deemed repealed April 1,  
3 [2023] 2024.

4 § 2. This act shall take effect immediately.

5 PART K

6 Section 1. Paragraphs 26 and 27 of subdivision (a) of section 1642 of  
7 the vehicle and traffic law, paragraph 26 as added and paragraph 27 as  
8 amended by chapter 248 of the laws of 2014, are amended to read as  
9 follows:

10 26. (a) With respect to highways (which term for the purposes of this  
11 paragraph shall include private roads open to public motor vehicle traf-  
12 fic) in such city, other than state highways maintained by the state on  
13 which the department of transportation shall have established higher or  
14 lower speed limits than the statutory fifty-five miles per hour speed  
15 limit as provided in section sixteen hundred twenty of this title, or on  
16 which the department of transportation shall have designated that such  
17 city shall not establish any maximum speed limit as provided in section  
18 sixteen hundred twenty-four of this title, subject to the limitations  
19 imposed by section sixteen hundred eighty-four of this title, establish-  
20 ment of maximum speed limits at which vehicles may proceed within such  
21 city or within designated areas of such city higher or lower than the  
22 fifty-five miles per hour maximum statutory limit. No such speed limit  
23 applicable throughout such city or within designated areas of such city  
24 shall be established at less than [twenty-five] twenty miles per hour,  
25 except that school speed limits may be established at no less than

1 [fifteen] ten miles per hour [pursuant to] notwithstanding the  
2 provisions of section sixteen hundred forty-three of this article.

3 (b) A city shall not lower or raise a speed limit by more than five  
4 miles per hour pursuant to this paragraph unless such city provides  
5 written notice and an opportunity to comment to the community board or  
6 community boards established pursuant to section twenty-eight hundred of  
7 the New York city charter with jurisdiction over the area in which the  
8 lower or higher speed limit shall apply. Such notice may be provided by  
9 electronic mail and shall be provided sixty days prior to the establish-  
10 ment of such lower or higher speed limit.

11 27. (a) Establishment of maximum speed limits below [twenty-five]  
12 twenty miles per hour at which motor vehicles may proceed on or along  
13 designated highways within such city for the explicit purpose of imple-  
14 menting traffic calming measures as such term is defined herein;  
15 provided, however, that no speed limit shall be set below [fifteen] ten  
16 miles per hour nor shall such speed limit be established where the traf-  
17 fic calming measure to be implemented consists solely of a traffic  
18 control sign. Establishment of such a speed limit shall, where applica-  
19 ble, be in compliance with the provisions of sections sixteen hundred  
20 twenty-four and sixteen hundred eighty-four of this [chapter] title.  
21 Nothing contained herein shall be deemed to alter or affect the estab-  
22 lishment of school speed limits pursuant to the provisions of section  
23 sixteen hundred forty-three of this article, provided that the school  
24 speed limit set forth in paragraph twenty-six of this subdivision shall  
25 apply in any city to which this section is applicable. For the purposes  
26 of this paragraph, "traffic calming measures" shall mean any physical  
27 engineering measure or measures that reduce the negative effects of



1 motor vehicle use, alter driver behavior and improve conditions for  
2 non-motorized street users such as pedestrians and bicyclists.

3 (b) Any city establishing maximum speed limits below [twenty-five]  
4 twenty miles per hour pursuant to clause (i) of this subparagraph shall  
5 submit a report to the governor, the temporary president of the senate  
6 and the speaker of the assembly on or before March first, two thousand  
7 fifteen and biannually thereafter on the results of using traffic calm-  
8 ing measures and speed limits lower than [twenty-five] twenty miles per  
9 hour as authorized by this paragraph. This report shall also be made  
10 available to the public by such city on its website. Such report shall  
11 include, but not be limited to the following:

12 (i) a description of the designated highways where traffic calming  
13 measures and a lower speed limit were established [and];

14 (ii) a description of the specific traffic calming measures used and  
15 the maximum speed limit established; and

16 (iii) a comparison of the aggregate type, number, and severity of  
17 accidents reported on streets on which street calming measures and lower  
18 speed limits were implemented in the year preceding the implementation  
19 of such measures and policies and the year following the implementation  
20 of such measures and policies, to the extent this information is main-  
21 tained by any agency of the state or the city.

22 § 2. This act shall take effect immediately.

23 PART L

24 Section 1. Subparagraph 3 of paragraph (c) of subdivision 2 of  
25 section 1193 of the vehicle and traffic law, as amended by chapter 732  
26 of the laws of 2006, is amended to read as follows:

1 (3) In no event shall a new license be issued where a person has been  
2 twice convicted of a violation of [subdivision] any combination of,  
3 subdivision two, two-a, three, four or four-a of section eleven hundred  
4 ninety-two of this article [or of driving while intoxicated or of driv-  
5 ing while ability is impaired by the use of a drug or of driving while  
6 ability is impaired by the combined influence of drugs or of alcohol and  
7 any drug or drugs], or of sections 120.03, 120.04, 120.04-a, 125.12,  
8 125.13, or 125.14 of the penal law, where physical injury, as defined in  
9 section 10.00 of the penal law, has resulted from such offense in each  
10 instance.

11 § 2. This act shall take effect immediately.

12 PART M

13 Section 1. Subdivisions 3 and 3-a of section 205 of the vehicle and  
14 traffic law, subdivision 3 as amended by section 3 of part G of chapter  
15 59 of the laws of 2008, and subdivision 3-a as added by section 1 of  
16 part F of chapter 58 of the laws of 2012, are amended to read as  
17 follows:

18 3. Each such county clerk shall retain from fees collected for any  
19 motor vehicle related service described in subdivision one of this  
20 section processed by such county clerk an amount based on a percentage  
21 of gross receipts collected. For purposes of this section, the term  
22 "gross receipts" shall include all fines, fees and penalties collected  
23 pursuant to this chapter by a county clerk acting as agent of the  
24 commissioner, but shall not include any state or local sales or compen-  
25 sating use taxes imposed under or pursuant to the authority of articles  
26 twenty-eight and twenty-nine of the tax law and collected by such clerk

1 on behalf of the commissioner of taxation and finance. The retention  
2 percentage shall be [12.7] 10.75 percent [and shall take effect April  
3 first, nineteen hundred ninety-nine; provided, however, the retention  
4 percentage shall be thirty percent of the thirty dollar fee established  
5 in paragraph (e) of subdivision two of section four hundred ninety-one  
6 and paragraph f-one of subdivision two of section five hundred three of  
7 this chapter].

8 3-a. In addition to the fees retained pursuant to subdivision three of  
9 this section, each county clerk acting as the agent of the commissioner  
10 pursuant to subdivision one of this section shall retain [four percent]  
11 a percentage of "enhanced internet and electronic partner revenue"  
12 collected by the commissioner. For the purposes of this subdivision,  
13 "enhanced internet and electronic partner revenue" shall mean the amount  
14 of gross receipts attributable to all transactions conducted on the  
15 internet by residents of such county and by designated partners of the  
16 department on behalf of such residents for the current calendar year  
17 [that exceeds the amount of such revenue collected by the commissioner  
18 during calendar year two thousand eleven]. The commissioner shall certi-  
19 fy the amounts to be retained by each county clerk pursuant to this  
20 subdivision. [Provided, however, that if the aggregate amount of fees  
21 retained by county clerks pursuant to this subdivision in calendar years  
22 two thousand twelve and two thousand thirteen combined exceeds eighty-  
23 eight million five hundred thousand dollars, then the percentage of fees  
24 to be retained thereafter shall be reduced to a percentage that, if  
25 applied to the fees collected during calendar years two thousand twelve  
26 and two thousand thirteen combined, would have resulted in an aggregate  
27 retention of eighty-eight million five hundred thousand dollars or 2.5  
28 percent of enhanced internet and electronic partner revenue, whichever

1 is higher. If the aggregate amount of fees retained by county clerks  
2 pursuant to this subdivision in calendar years two thousand twelve and  
3 two thousand thirteen combined is less than eighty-eight million five  
4 hundred thousand dollars, then the percentage of fees to be retained  
5 thereafter shall be increased to a percentage that, if applied to the  
6 fees collected during calendar years two thousand twelve and two thou-  
7 sand thirteen combined, would have resulted in an aggregate retention of  
8 eighty-eight million five hundred thousand dollars, or six percent of  
9 enhanced internet and electronic partner revenue, whichever is less. On  
10 and after April first, two thousand sixteen, the percent of enhanced  
11 internet and electronic partner revenue to be retained by county clerks  
12 shall be the average of the annual percentages that were in effect  
13 between April first, two thousand twelve and March thirty-first, two  
14 thousand sixteen.] The retention percentage shall be 10.75 percent.

15 § 2. This act shall take effect January 1, 2024.

16 PART N

17 Section 1. Subdivision 2 of section 237 of the vehicle and traffic  
18 law, as amended by chapter 458 of the laws of 2010, is amended to read  
19 as follows:

20 2. To provide for penalties other than imprisonment for (a) parking  
21 violations in accordance with a schedule of monetary fines and penal-  
22 ties, provided however, that monetary penalties shall not exceed fifty  
23 dollars for each parking violation other than (i) in a city with a popu-  
24 lation of one million or more, violations committed in spaces where  
25 stopping or standing is prohibited for which monetary penalties shall  
26 not exceed one hundred dollars and, (ii) handicapped parking violations

1 for which monetary penalties shall not exceed one hundred fifty dollars;  
2 and (b) abandoned vehicle violations, except in a city with a population  
3 of one million or more, provided however, that monetary penalties shall  
4 not be less than two hundred fifty dollars nor more than one thousand  
5 dollars for each abandoned vehicle violation; and (c) a city with a  
6 population of one million or more may impose a monetary penalty of up to  
7 [two] four hundred [fifty] dollars for a first offense and up to five  
8 hundred twenty-five dollars for subsequent offenses within a six month  
9 period for tractor-trailer combinations, tractors, truck trailers and  
10 semi-trailers parked overnight on streets in residential neighborhoods;

11 § 2. Subdivision 2 of section 238 of the vehicle and traffic law, as  
12 amended by chapter 224 of the laws of 1995, is amended to read as  
13 follows:

14 2. A notice of violation shall be served personally upon the operator  
15 of a motor vehicle who is present at the time of service, and his name,  
16 together with the plate designation and the plate type as shown by the  
17 registration plates of said vehicle and the expiration date, provided  
18 that the vehicle identification number may be inserted in such notice in  
19 place of or in addition to the plate designation and plate type; the  
20 make or model, and, provided that a body type is indicated on the regis-  
21 tration sticker of said vehicle, the body type of said vehicle; a  
22 description of the charged violation, including but not limited to a  
23 reference to the applicable traffic rule or provision of this chapter;  
24 information as to the days and hours the applicable rule or provision of  
25 this chapter is in effect, unless always in effect pursuant to rule or  
26 this chapter and where appropriate the word ALL when the days and/or  
27 hours in effect are everyday and/or twenty-four hours a day; the meter  
28 number for a meter violation, where appropriate; and the date, time and

1 particular place of occurrence of the charged violation, shall be  
2 inserted therein. A mere listing of a meter number in cases of charged  
3 meter violations shall not be deemed to constitute a sufficient  
4 description of a particular place of occurrence for purposes of this  
5 subdivision. The notice of violation shall be served upon the owner of  
6 the motor vehicle if the operator is not present, by affixing such  
7 notice to said vehicle in a conspicuous place. Whenever such notice is  
8 so affixed, in lieu of inserting the name of the person charged with the  
9 violation in the space provided for the identification of said person,  
10 the words "owner of the vehicle bearing license" may be inserted to be  
11 followed by the plate designation and plate type as shown by the regis-  
12 tration plates of said vehicle together with the expiration date,  
13 provided that the vehicle identification number may be inserted in such  
14 notice in place of or in addition to the plate designation and plate  
15 type; the make or model, and, provided that a body type is indicated on  
16 the registration sticker of said vehicle, the body type of said vehicle;  
17 a description of the charged violation, including but not limited to a  
18 reference to the applicable traffic rule or provision of this chapter;  
19 information as to the days and hours the applicable rule or provision of  
20 this chapter is in effect unless always in effect pursuant to rule or  
21 this chapter and where appropriate the word ALL when the days and/or  
22 hours in effect are every day and/or twenty-four hours a day; the meter  
23 number for a meter violation where appropriate; and the date, time and  
24 particular place of occurrence of the charged violation. Service of the  
25 notice of violation, or a duplicate thereof by affixation as herein  
26 provided shall have the same force and effect and shall be subject to  
27 the same penalties for disregard thereof as though the same was

1 personally served with the name of the person charged with the violation  
2 inserted therein.

3 § 3. Paragraph (a) of subdivision 2-a of section 238 of the vehicle  
4 and traffic law, as added by chapter 224 of the laws of 1995, is amended  
5 to read as follows:

6 (a) Notwithstanding any inconsistent provision of subdivision two of  
7 this section, where the plate type or the expiration date are not shown  
8 on either the registration plates or sticker of a vehicle or where the  
9 registration sticker is covered, faded, defaced or mutilated so that it  
10 is unreadable, or cannot be located on such vehicle, the plate type or  
11 the expiration date may be omitted from the notice of violation;  
12 provided, however, [such] that the condition of such plates or sticker  
13 must be so described and inserted on the notice of violation.

14 § 4. Subparagraph (ii) of paragraph (c) of subdivision 2-a of section  
15 238 of the vehicle and traffic law, as added by chapter 409 of the laws  
16 of 2001, is amended to read as follows:

17 (ii) Notice shall be served on the owner by mail to the last known  
18 registered address within six years of the dismissal or within two years  
19 of the time that the enforcing authority discovers, or could with  
20 reasonable diligence have discovered, that the dismissal was procured  
21 due to the knowing fraud, false testimony, misrepresentation, or other  
22 misconduct, or the knowing alteration of a notice of parking violation,  
23 by the person so charged or his or her agent, employee, or represen-  
24 tative. Such notice shall fix a time when and place where a hearing  
25 shall be held before a hearing examiner to determine whether or not  
26 dismissal of a charged parking violation shall be set aside. Such notice  
27 shall set forth the basis for setting aside the dismissal and advise the  
28 owner that failure to appear at the date and time indicated in such

1 notice shall be deemed an admission of liability and shall result in the  
2 setting aside of the dismissal and entry of a determination on the  
3 charged parking violation. Such notice shall also contain a warning  
4 that civil penalties may be imposed for the violation pursuant to this  
5 paragraph and that a default judgment may be entered thereon.

6 § 5. Section 242 of the vehicle and traffic law is amended by adding a  
7 new subdivision 3-a to read as follows:

8 3-a. Notwithstanding any provision of this section to the contrary, an  
9 appeal shall be conducted only when an appellant has either:

10 (a) posted a bond in the amount of the determination appealed from; or

11 (b) paid to the parking violations bureau the following penalties and  
12 surcharges, as applicable:

13 (i) any penalty imposed pursuant to a notice of liability issued  
14 pursuant to a program authorized by section three hundred eighty-five-a,  
15 eleven hundred eleven-a, eleven hundred eleven-c, or eleven hundred  
16 eighty-b of this chapter, other than any additional penalty imposed for  
17 failure to respond to a notice of liability within the prescribed time  
18 period; and

19 (ii) any surcharge levied pursuant to a notice of violation issued in  
20 accordance with sections eighteen hundred nine-a and eighteen hundred  
21 nine-b of this chapter.

22 § 6. Subdivision 6 of section 242 of the vehicle and traffic law, as  
23 added by chapter 515 of the laws of 2004, is amended to read as follows:

24 6. When charges have been overturned by [a court or] any [other]  
25 administrative body or officer, the party in whose favor the appeal is  
26 decided shall be entitled to have returned an amount equal to any fine  
27 or penalty imposed and collected from the parking violations bureau  
28 within thirty days of the entry of the judgement; provided, however,



1 that such [court,] administrative body or officer shall have the author-  
2 ity to lessen from such amount any debt owed by such party and shall  
3 apply this amount to any outstanding fines and penalties owed by the  
4 same individual. If payment is not made within thirty days, a penalty  
5 shall accrue at the same rate as that imposed for failure to make timely  
6 payment of a fine and shall be paid by the parking violations bureau.

7 § 7. This act shall take effect immediately, provided that section  
8 four of this act shall apply with respect to any determination made on  
9 or after the first day of the first month succeeding the sixtieth day  
10 after this act shall have become a law.

11 PART O

12 Section 1. Paragraph b of subdivision 9 of section 140 of the trans-  
13 portation law, as amended by chapter 9 of the laws of 2020, is amended  
14 to read as follows:

15 b. (i) Whenever [an altered motor vehicle commonly referred to as a  
16 "stretch limousine"] a passenger carrying motor vehicle subject to the  
17 jurisdiction of the commissioner in accordance with this section and  
18 section eighty of this chapter has failed an inspection and been placed  
19 out-of-service, the commissioner may direct a police officer or his or  
20 her agent to immediately secure possession of the number plates of such  
21 vehicle and return the same to the commissioner of motor vehicles. The  
22 commissioner shall notify the commissioner of motor vehicles to that  
23 effect, and the commissioner of motor vehicles shall thereupon suspend  
24 the registration of such vehicle until such time as the commissioner  
25 gives notice that the out-of-service defect has been satisfactorily  
26 adjusted. Provided, however, that the commissioner shall give notice and

1 an opportunity to be heard within not more than thirty days of the  
2 suspension. Failure of the holder or of any person possessing such  
3 plates to deliver to the commissioner or his or her agent who requests  
4 the same pursuant to this paragraph shall be a misdemeanor. The commis-  
5 sioner of motor vehicles shall have the authority to deny a registration  
6 or renewal application to any other person for the same vehicle where it  
7 has been determined that such registrant's intent has been to evade the  
8 purposes of this paragraph and where the commissioner of motor vehicles  
9 has reasonable grounds to believe that such registration or renewal will  
10 have the effect of defeating the purposes of this paragraph. The proce-  
11 dure on any such suspension shall be the same as in the case of a  
12 suspension under the vehicle and traffic law. Operation of such motor  
13 vehicle while under suspension as provided in this subdivision shall  
14 constitute a class A misdemeanor.

15 (ii) (a) Upon the seizure of number plates pursuant to subparagraph  
16 (i) of this paragraph, if the out-of-service defect is of a type where  
17 pursuant to the commissioner's regulations no inspection certificate  
18 will be issued until the defect is repaired and a re-inspection is  
19 conducted, or is related to its horn, and the commissioner determines  
20 that allowing the [altered] motor vehicle to leave the inspection area  
21 would be contrary to public safety, the commissioner may: (A) remove or  
22 arrange for the removal of, or may direct any police officer to remove  
23 or arrange for the removal of, the [altered] motor vehicle to a non-  
24 public garage or other place of safety where it shall remain impounded,  
25 subject to the provisions of this section; or (B) immobilize or arrange  
26 for the immobilization of the [altered] motor vehicle on premises owned  
27 or under the control of the owner of such [altered] motor vehicle,  
28 subject to the provisions of this section. The [altered] motor vehicle

1 shall be entered into the New York statewide police information network  
2 as an impounded or immobilized vehicle and the commissioner shall  
3 promptly notify the owner that the [altered] motor vehicle has been  
4 impounded or immobilized and the reason or reasons for such impoundment  
5 or immobilization, and give such owner an opportunity to be heard within  
6 not more than thirty days of the suspension imposed pursuant to subpara-  
7 graph (i) of this paragraph.

8 (b) A motor vehicle so impounded or immobilized shall be in the custo-  
9 dy of the commissioner and shall not be released unless the commissioner  
10 is satisfied that repairs have been scheduled or been made to satisfac-  
11 torily adjust such vehicle's out-of-service defect or defects and such  
12 vehicle has been re-inspected.

13 (c) The commissioner shall provide written notice to the owner or  
14 operator of the service repair shop or impoundment lot informing them  
15 that such impounded vehicle shall not be released without the written  
16 approval of the commissioner. Release of such impounded vehicle without  
17 approval by the commissioner shall be punishable by a fine of up to ten  
18 thousand dollars[;].

19 § 2. This act shall take effect immediately.

20 PART P

21 Section 1. Section 600 of the vehicle and traffic law is amended by  
22 adding a new subdivision 4 to read as follows:

23 4. Removal of a vehicle. Operation of a motor vehicle in a manner  
24 consistent with subdivision (e) of section twelve hundred of this chap-  
25 ter shall not be deemed a violation of this section.

1 § 2. Section 1200 of the vehicle and traffic law is amended by adding  
2 a new subdivision (e) to read as follows:

3 (e) When a vehicle is involved in an incident involving no personal  
4 injury or death, and the operator of such vehicle knows or has cause to  
5 know that such incident resulted in damage to the real or personal prop-  
6 erty of another, the operator of such vehicle, and the operator of any  
7 other vehicle involved, shall immediately move or cause to be removed  
8 such vehicle or vehicles from the travel lane to a location off the  
9 highway that remains in the immediate vicinity of the incident, provided  
10 that the vehicle is operable, that the operator may lawfully move the  
11 vehicle in accordance with all laws including those prohibiting impaired  
12 driving, and that the movement of such vehicle can be done safely. Vehi-  
13 cle operation in accordance with the provisions of this subdivision  
14 shall not be construed to imply that no injury has occurred, nor shall  
15 the driver be considered liable or at fault regarding the cause of the  
16 incident solely by moving or causing the removal of the vehicle. Moving  
17 a vehicle consistent with this subdivision shall not relieve an investi-  
18 gating police officer from the obligation to file a report that is  
19 otherwise required. Nothing in this subdivision shall be construed to  
20 authorize otherwise unqualified persons to clear or remove hazardous  
21 materials from the highway or to move vehicles which are transporting  
22 hazardous materials in a manner inconsistent with applicable law.

23 § 3. This act shall take effect immediately.

1 Section 1. Paragraph 1 of subsection (a) of section 801 of the tax  
2 law, as amended by section 1 of part N of chapter 59 of the laws of  
3 2012, is amended to read as follows:

4 (1) For employers who engage in business within the MCTD, the tax is  
5 imposed at a rate of (A) eleven hundredths (.11) percent of the payroll  
6 expense for employers with payroll expense no greater than three hundred  
7 seventy-five thousand dollars in any calendar quarter, (B) twenty-three  
8 hundredths (.23) percent of the payroll expense for employers with  
9 payroll expense greater than three hundred seventy-five thousand dollars  
10 and no greater than four hundred thirty-seven thousand five hundred  
11 dollars in any calendar quarter, and (C) [~~thirty-four~~] fifty hundredths  
12 [~~(.34)]~~ (.50) percent of the payroll expense for employers with payroll  
13 expense in excess of four hundred thirty-seven thousand five hundred  
14 dollars in any calendar quarter. If the employer is a professional  
15 employer organization, as defined in section nine hundred sixteen of the  
16 labor law, the employer's tax shall be calculated by determining the  
17 payroll expense attributable to each client who has entered into a  
18 professional employer agreement with such organization and the payroll  
19 expense attributable to such organization itself, multiplying each of  
20 those payroll expense amounts by the applicable rate set forth in this  
21 paragraph and adding those products together.

22 § 2. Paragraph 2 of subsection (a) of section 801 of the tax law, as  
23 amended by section 1 of part N of chapter 59 of the laws of 2012, is  
24 amended to read as follows:

25 (2) For individuals, the tax is imposed at a rate of [~~thirty-four~~]  
26 forty-two hundredths [~~(.34)]~~ (.42) percent of the net earnings from  
27 self-employment of individuals that are attributable to the MCTD if such

1 earnings attributable to the MCTD exceed fifty thousand dollars for the  
2 tax year.

3 § 3. Paragraph 2 of subsection (a) of section 801 of the tax law, as  
4 amended by section two of this act, is amended to read as follows:

5 (2) For individuals, the tax is imposed at a rate of [forty-two] fifty  
6 hundredths [(.42)] (.50) percent of the net earnings from self-employ-  
7 ment of individuals that are attributable to the MCTD if such earnings  
8 attributable to the MCTD exceed fifty thousand dollars for the tax year.

9 § 4. This act shall take effect immediately; provided, however, that:

10 (a) (i) section one of this act shall apply to tax quarters beginning  
11 on or after July 1, 2023;

12 (ii) section two of this act shall apply to taxable years beginning on  
13 or after January 1, 2023 and before January 1, 2024; and

14 (iii) section three of this act shall apply to taxable years beginning  
15 on or after January 1, 2024; and

16 (b) section two of this act shall expire and be deemed repealed Janu-  
17 ary 1, 2024, when upon such date the provisions of section three shall  
18 take effect.

19 PART R

20 Section 1. Subdivision 1 of section 1352 of the racing, pari-mutuel  
21 wagering and breeding law, as added by chapter 174 of the laws of 2013,  
22 is amended to read as follows:

23 1. (a) The commission shall pay into an account, to be known as the  
24 commercial gaming revenue fund as established pursuant to section nine-  
25 ty-seven-nnnn of the state finance law, under the joint custody of the  
26 comptroller and the commissioner of taxation and finance, all taxes and

1 fees imposed by this article paid by a gaming facility licensed under  
2 title two of this article; any interest and penalties imposed by the  
3 commission relating to those taxes; the appropriate percentage of the  
4 value of expired gaming related obligations; all penalties levied and  
5 collected by the commission; and the appropriate funds, cash or prizes  
6 forfeited from gambling activity.

7 (b) For any gaming facility licensed under title two-A of this arti-  
8 cle, the commission shall pay, without appropriation, into the metropol-  
9 itan transportation authority finance fund established under section one  
10 thousand two hundred seventy-h of the public authorities law the follow-  
11 ing:

12 (i) for any gaming facility not located within the city of New York,  
13 eighty percent of the taxes and licensing fees imposed by this article,  
14 and any interest and penalties imposed by the commission relating to  
15 those taxes.

16 (ii) for any gaming facility located within the city of New York, one  
17 hundred percent of the taxes and licensing fees imposed by this article,  
18 and any interest and penalties imposed by the commission relating to  
19 those taxes.

20 (iii) (1) notwithstanding subparagraph (i) of this paragraph, if a  
21 gaming facility licensed under title two-A of this article was previous-  
22 ly authorized to operate video lottery gaming pursuant to section one  
23 thousand six hundred seventeen-a of the tax law, an amount equal to the  
24 amount determined in clause two of this subparagraph shall be deposited  
25 into the state lottery fund. Any remaining funds shall be transferred in  
26 accordance with this subdivision.

27 (2) The amount to be deducted shall be equal to the greater of (A) the  
28 revenue received from the facility for education aid deposits into the

1 state lottery fund for the twelve months immediately preceding the date  
2 on which such facility began operations as a commercial casino pursuant  
3 to title two-A of this article, or (B) the revenue received from the  
4 facility for education aid deposits into the state lottery fund for  
5 state fiscal year two thousand twenty-two.

6 (c) For any gaming facility licensed under title two-A of this arti-  
7 cle, the commission shall pay into the commercial gaming revenue fund  
8 established under section ninety-seven-nnnn of the state finance law the  
9 following:

10 (i) for any gaming facility not located within the city of New York,  
11 ten percent of the taxes and licensing fees imposed by this article, and  
12 any interest and penalties imposed by the commission relating to those  
13 taxes. Such funds shall be allocated in accordance with the provisions  
14 of paragraph b of subdivision three of section ninety-seven-nnnn of the  
15 state finance law.

16 (ii) for any gaming facility not located within the city of New York,  
17 ten percent of the taxes and licensing fees imposed by this article, and  
18 any interest and penalties imposed by the commission relating to those  
19 taxes among counties within the region, as defined by section one thou-  
20 sand three hundred ten of this article, hosting said facility for the  
21 purpose of real property tax relief and for education assistance. Such  
22 distribution shall be made among the counties on a per capita basis,  
23 subtracting the population of host municipality and county. Such funds  
24 shall be allocated in accordance with the provisions of paragraph c of  
25 subdivision three of section ninety-seven-nnnn of the state finance law.

26 § 2. Subdivision 2 of section 97-nnnn of the state finance law, as  
27 added by chapter 174 of the laws of 2013, is amended to read as follows:



1 2. Such account shall consist of all revenues [from all taxes and fees  
2 imposed by article thirteen of the racing, pari-mutuel wagering and  
3 breeding law; any interest and penalties imposed by the New York state]  
4 received from the gaming commission [relating to those taxes; the  
5 percentage of the value of expired gaming related obligations; and all  
6 penalties levied and collected by the commission. Additionally, the  
7 state gaming commission shall pay into the account any appropriate  
8 funds, cash or prizes forfeited from gambling activity] pursuant to  
9 paragraphs (a) and (c) of subdivision one of section thirteen hundred  
10 fifty-two of the racing, pari-mutuel wagering and breeding law.

11 § 3. Subdivision 2 of section 1270-h of the public authorities law, as  
12 amended by section 13 of part UU of chapter 59 of the laws of 2018, is  
13 amended to read as follows:

14 2. The comptroller shall deposit into the metropolitan transportation  
15 authority finance fund (a) monthly, pursuant to appropriation, the  
16 moneys deposited in the mobility tax trust account of the metropolitan  
17 transportation authority financial assistance fund pursuant to any  
18 provision of law directing or permitting the deposit of moneys in such  
19 fund, [and] (b) without appropriation, the revenue including taxes,  
20 interest and penalties collected in accordance with article twenty-three  
21 of the tax law, and (c) without appropriation, the revenue including  
22 taxes and licensing fees collected in accordance with the relevant  
23 provisions of paragraph (b) of subdivision one of section thirteen  
24 hundred fifty-two of the racing, pari-mutuel wagering and breeding law.

25 § 4. This act shall take effect immediately and shall expire and be  
26 deemed repealed 10 years after such date.

1 Section 1. Section 9-y of the banking law, as added by chapter 398 of  
2 the laws of 2021, is amended to read as follows:

3 § 9-y. [Banking institutions to pay checks drawn therein in order of  
4 presentation] Order of payment of checks and other debits, insufficient  
5 funds charges and return deposit item charges. 1. Order of paying  
6 checks. (a) Notwithstanding any law, rule or regulation to the contrary,  
7 every banking [institution] organization that provides checking services  
8 to consumer [checking] accounts shall either pay checks in the order  
9 wherein they are received or pay checks from smallest to largest dollar  
10 amount for each business day's transactions.

11 [2.] (b) If a check is dishonored for insufficient funds and thereaft-  
12 er smaller checks which could be paid are received, the smaller checks  
13 shall be honored within amounts on deposit in the subject account.

14 [3.] (c) The banking [institution] organization shall disclose to  
15 consumers in writing the order in which checks are drawn. The written  
16 disclosure shall be provided to the consumer at the time the account is  
17 opened and prior to any change in such policy.

18 (d) The superintendent shall promulgate rules and regulations neces-  
19 sary for the implementation of this section.

20 [4.] 2. Regulation of other consumer account transactions and associ-  
21 ated fees. (a) The superintendent shall have the power to prescribe by  
22 regulation:

23 i. the manner in which banking organizations process debit and credit  
24 transactions, other than those specified in subdivision one of this  
25 section, for consumer accounts maintained at such organization;

26 ii. the charges that may be imposed in connection with a check drawn  
27 or other written order upon, or electronic transfer sought to be effec-  
28 tuated against, insufficient funds or uncollected balances in a consumer

1 account, whether or not the banking organization pays such check, writ-  
2 ten order, or electronic transfer;

3 iii. the charges that may be imposed in connection with a check or  
4 other written order received by a banking organization for deposit or  
5 collection drawn against a consumer account and subsequently dishonored  
6 and returned for any reason by the drawee;

7 iv. disclosures provided to consumers regarding the processing of  
8 transactions in a consumer account and the associated fees; and

9 v. alerts, notices, and other disclosures relating to the imposition  
10 or possible imposition of a charge as provided in subparagraphs ii and  
11 iii of this paragraph.

12 (b) In prescribing regulations regarding the manner in which banking  
13 organizations process debit or credit transactions, or the charges that  
14 may be imposed pursuant to subparagraphs ii or iii of paragraph (a) of  
15 this subdivision, the superintendent shall consider, at a minimum, the  
16 following factors:

17 i. the cost incurred by the banking organization, in providing any  
18 services associated with such charges;

19 ii. the competitive position of the banking organization; and

20 iii. the maintenance of a safe and sound banking organization that  
21 protects the public interest.

22 3. Definition. As used in this section, "consumer [checking] accounts"  
23 means accounts at banking organizations established by natural persons  
24 primarily for personal, family or household purposes.

25 § 2. This act shall take effect immediately.

1 Section 1. Subdivision 7 of section 339-n of the real property law is  
2 REPEALED.

3 § 2. Subdivisions 8 and 9 of section 339-n of the real property law  
4 are renumbered subdivisions 7 and 8.

5 § 3. Subdivision 2 of section 339-s of the real property law, as added  
6 by chapter 346 of the laws of 1997, is amended to read as follows:

7 2. [Each such declaration, and any amendment or amendments thereof  
8 shall be filed with the department of state] (a) The board of managers  
9 for each condominium subject to this article, shall file with the secre-  
10 tary of state a certificate of designation, in writing, signed, desig-  
11 nating the secretary of state as agent of the board of managers upon  
12 whom process against it may be served, providing the post office address  
13 within or without this state to which the secretary of state shall mail  
14 a copy of process against it served upon the secretary of state by  
15 personal delivery, and may include an email address to which the secre-  
16 tary of state shall email a notice of the fact that process against the  
17 board of managers has been served electronically upon the secretary of  
18 state; provided, however, that a designation filed with the secretary of  
19 state pursuant to section four hundred two of the business corporation  
20 law or section four hundred two of the not-for-profit corporation law  
21 shall also serve as such designation. A certificate of designation shall  
22 be accompanied by a fee of sixty dollars.

23 (b) Any board of managers may, from time to time, change the post  
24 office address to which the secretary of state is directed to mail  
25 copies of process against the board of managers served on the secretary  
26 of state by personal delivery, and/or specify, change or delete the  
27 email address to which the secretary of state shall email a notice of  
28 the fact that process against the board of managers has been served

1 electronically upon the secretary of state, by filing a signed certif-  
2 icate of amendment of the certificate of designation with the department  
3 of state. Such certificate shall be accompanied by a fee of sixty  
4 dollars.

5 (c) Service of process on the secretary of state as agent of a board  
6 of managers shall be made in the manner provided by subparagraph (i) or  
7 (ii) of this paragraph:

8 (i) Personally delivering to and leaving with the secretary of state  
9 by personally delivering to and leaving with the secretary of state or  
10 his or her deputy, or with any person authorized by the secretary of  
11 state to receive such service, at the office of the department of state  
12 in the city of Albany, duplicate copies of such process together with  
13 the statutory fee, which fee shall be a taxable disbursement. Service of  
14 process on such board of managers shall be complete when the secretary  
15 of state is so served. The secretary of state shall promptly send one of  
16 such copies by certified mail, return receipt requested, to such board  
17 of managers, at the post office address on file in the department of  
18 state specified for such purpose.

19 (ii) Electronically submitting a copy of the process to the department  
20 of state together with the statutory fee, which fee shall be a taxable  
21 disbursement, through an electronic system operated by the department of  
22 state, provided the board of managers has an email address on file in  
23 the department of state to which the secretary of state shall email a  
24 notice of the fact that process against the board of managers has been  
25 served electronically upon the secretary of state. Service of process on  
26 such board of managers shall be complete when the secretary of state has  
27 reviewed and accepted service of such process. The secretary of state  
28 shall promptly send notice of the fact that process has been served

1 electronically on the secretary of state to such board of managers at  
2 the email address on file in the department of state, specified for such  
3 purpose and shall make a copy of the process available to such board of  
4 managers.

5 (d) As used in this article, "process" shall mean judicial process and  
6 all orders, demands, notices or other papers required or permitted by  
7 law to be personally served on a board of managers, for the purpose of  
8 acquiring jurisdiction of such board of managers in any action or  
9 proceeding, civil or criminal, whether judicial, administrative, arbi-  
10 trative or otherwise, in this state or in the federal courts sitting in  
11 or for this state.

12 (e) Nothing in this subdivision shall affect the right to serve proc-  
13 ess in any other manner permitted by law.

14 (f) The department of state shall keep a record of each process served  
15 under this subdivision, including the date of service. It shall, upon  
16 request, made within ten years of such service, issue a certificate  
17 under its seal certifying as to the receipt of process by an authorized  
18 person, the date and place of such service and the receipt of the statu-  
19 tory fee. Process served on the secretary of state under this section  
20 shall be destroyed by him or her after a period of ten years from such  
21 service.

22 (g) A designation of the secretary of state as agent of a board of  
23 managers upon whom process against the board of managers may be served,  
24 the post office address to which the secretary of state shall mail a  
25 copy of any process served upon him or her by personal delivery, and the  
26 email address, if any, to which the secretary of state shall email a  
27 notice of the fact that process against the board of managers has been  
28 electronically served upon the secretary of state, included in a decla-

1 ration, or amendment thereof, and filed with the department of state  
2 under this subdivision, shall continue until a certificate of desig-  
3 nation is filed with the secretary of state under this subdivision.

4 § 4. This act shall take effect on the ninetieth day after it shall  
5 have become a law.

6 PART U

7 Section 1. Section 4 of chapter 495 of the laws of 2004, amending the  
8 insurance law and the public health law relating to the New York state  
9 health insurance continuation assistance demonstration project, as  
10 amended by section 4 of part T of chapter 58 of the laws of 2022, is  
11 amended to read as follows:

12 § 4. This act shall take effect on the sixtieth day after it shall  
13 have become a law; provided, however, that this act shall remain in  
14 effect until July 1, [2023] 2024 when upon such date the provisions of  
15 this act shall expire and be deemed repealed; provided, further, that a  
16 displaced worker shall be eligible for continuation assistance retroac-  
17 tive to July 1, 2004.

18 § 2. This act shall take effect immediately.

19 PART V

20 Section 1. The general business law is amended by adding a new article  
21 42 to read as follows:

22 ARTICLE 42

23 NATURAL ORGANIC REDUCTION FACILITIES

1 Section 1100. Definitions.

2 1101. Authorized entities.

3 1102. Powers of the department of state.

4 1103. Rules and regulations.

5 1104. Natural organic reduction facility operation.

6 1105. Fees.

7 1106. Revocation and suspension of authorization to operate;

8     fines.

9 1107. Hearing on charges; decision.

10 1108. Judicial review.

11 1109. Criminal penalties.

12 1110. Official acts used as evidence.

13 1111. Separability clause.

14 § 1100. Definitions. As used in this article:

15 1. "Authorizing agent" means the person in control of whether the  
16 human remains are naturally organically reduced pursuant to section  
17 forty-two hundred one of the public health law.

18 2. "Cemetery corporation" has the same meaning as paragraph (a) of  
19 section fifteen hundred two of the not-for-profit corporation law.

20 3. "Funeral firm" has the same meaning as subdivision (j) of section  
21 thirty-four hundred of the public health law.

22 4. "Registered resident" has the same meaning as subdivision (k) of  
23 section thirty-four hundred of the public health law.

24 5. "Natural organic reduction" means the contained, accelerated  
25 conversion of human remains to soil.

26 6. "Natural organic reduction authorization" means a form signed by  
27 the authorizing agent and containing such information as required by the  
28 department of state.



1 7. "Natural organic reduction facility" means a structure, room, or  
2 other space in a building or real property where natural organic  
3 reduction of a human body occurs.

4 8. "Natural organic reduction permit" means the burial and removal  
5 permit required pursuant to section forty-one hundred forty-five of the  
6 public health law that is annotated for disposition of the remains of a  
7 deceased human being by natural organic reduction.

8 9. "Person" means an individual, corporation, company, partnership,  
9 funeral firm or not-for-profit corporation.

10 § 1101. Authorized entities. 1. No person other than a cemetery corpo-  
11 ration, operating pursuant to the approval of the cemetery board under  
12 article fifteen of the not-for-profit corporation law, shall engage in  
13 the operation of a natural organic reduction facility or hold themselves  
14 out as able to do so unless they are authorized in accordance with this  
15 article. Any person other than a cemetery corporation intending to oper-  
16 ate a natural organic reduction facility shall submit an application to  
17 the department of state, in a form and manner authorized by the depart-  
18 ment of state. Such application shall include:

19 (a) The name and address of the applicant: if any individual, the name  
20 under which the individual intends to conduct business; if a partner-  
21 ship, the name and business address of each member thereof, and the name  
22 under which business is to be conducted; if a corporation, the name of  
23 the corporation and the name and business address of each stockholder of  
24 the corporation holding stock interests of more than ten percent;

25 (b) A certified survey of the site and location within the county it  
26 will be situated;

27 (c) A business plan for the operation of the natural organic reduction  
28 facility to include, but not be limited to, number of expected natural

1 organic reductions per year, number of natural organic reduction units,  
2 manufacture, capital costs, financing, anticipated number of employees,  
3 types of services provided, pricing thereof;

4 (d) A description of the impact of the proposed natural organic  
5 reduction facility on other natural organic reduction facilities, if  
6 any, within the county or impact on the surrounding community;

7 (e) Plans, designs, and costs of any structures to be erected or  
8 retrofitted for the natural organic reduction facility use; and

9 (f) A description of any approval or permits required by state or  
10 local law. No natural organic reduction facility shall be approved until  
11 such other approvals or permits have been obtained.

12 2. Within thirty-five days following receipt of the information  
13 required by subdivision one of this section, the department of state may  
14 request any additional information or documentation and technical  
15 assistance deemed necessary to review such information. Such information  
16 shall not be deemed complete until the requested additional information  
17 has been received. If no such request is made, the submission shall be  
18 deemed complete on the thirty-fifth day after its receipt by the depart-  
19 ment of state.

20 3. The department of state shall approve or deny the proposed natural  
21 organic reduction facility within ninety days of the completed  
22 submission.

23 4. The department of state shall provide written notice of its deter-  
24 mination to the person. If a negative determination is made, such notice  
25 shall state the reasons therefor. Notice shall be made by registered or  
26 certified mail addressed to the person at the address listed in the  
27 application.

1 5. Any person who has had their application denied by the department  
2 of state may appeal such determination pursuant to section eleven  
3 hundred seven of this article.

4 § 1102. Powers of the department of state. The department of state  
5 shall periodically inspect all natural organic reduction facilities  
6 operated in accordance with this article. In addition to the powers and  
7 duties elsewhere prescribed in this article the department of state  
8 shall have power to:

9 1. Appoint an adequate number of assistants, inspectors and other  
10 employees as may be necessary to carry out the provisions of this arti-  
11 cle, to prescribe their duties, and to fix their compensation within the  
12 amount appropriated therefor;

13 2. Investigate natural organic reduction facilities under this arti-  
14 cle;

15 3. Conduct physical inspections of all grounds and buildings of any  
16 natural organic reduction facility;

17 4. Conduct a financial audit of all business records, authorizations,  
18 documents, funds, accounts and contracts of any natural organic  
19 reduction facility;

20 5. Issue subpoenas for persons or records deemed appropriate to an  
21 investigation or any other action taken pursuant to this article;

22 6. Provide information and records to the department of health  
23 concerning any funeral firm that has violated the provisions of this  
24 article or rules and regulations implemented in this article, as may be  
25 required by the department of health to carry out its responsibilities  
26 under the public health law or any rules or regulations implemented  
27 thereunder; and

1 7. Require information and records from the department of health  
2 concerning any funeral firm operating or intending to operate a natural  
3 organic reduction facility.

4 § 1103. Rules and regulations. The department of state shall have the  
5 power to adopt such rules and regulations not inconsistent with the  
6 provisions of this article, in consultation with the departments of  
7 health and environmental conservation, as may be necessary with respect  
8 to applications to operate, the investigation of natural organic  
9 reduction facilities, the form and content of natural organic reduction  
10 authorizations, the operation of natural organic reduction facilities,  
11 the safety standards for naturally organically reduced remains, consumer  
12 protections and disclosures, and the other matters incidental or appro-  
13 priate for the proper administration and enforcement of the provisions  
14 of this article, and to amend or repeal any such rules or regulations.

15 § 1104. Natural organic reduction facility operation. Natural organic  
16 reduction facility operators shall have the following duties and obli-  
17 gations:

18 1. (a) A natural organic reduction facility shall be maintained in a  
19 clean, orderly, and sanitary manner, with adequate ventilation and shall  
20 have a temporary storage area available to store the remains of deceased  
21 human beings pending disposition by natural organic reduction, the inte-  
22 rior of which shall not be accessible to the general public.

23 (b) Entrances and windows of the facility shall be maintained at all  
24 times to secure privacy, including, but not limited to: (i) doors shall  
25 be tightly closed and rigid; (ii) windows shall be covered; and (iii)  
26 entrances shall be locked and secured when not actively attended by  
27 authorized facility personnel.

1     2. (a) The natural organic reduction process shall be conducted in  
2 privacy. No person except authorized persons shall be admitted into the  
3 reduction area, holding facility, or the temporary storage facility  
4 while the remains of deceased human beings are being naturally organ-  
5 ically reduced. Authorized persons, on admittance, shall comply with all  
6 rules of the natural organic reduction facility and not infringe upon  
7 the privacy of the remains of deceased human beings.

8     (b) The following are authorized persons: (i) employees and officers  
9 of the natural organic reduction facility; (ii) licensed, registered  
10 funeral directors, registered residents, and enrolled students of mortu-  
11 ary science; (iii) officers and trustees of cemetery corporations; (iv)  
12 authorized employees or their authorized agents of cemetery corpo-  
13 rations; (v) public officers acting in the discharge of their duties;  
14 (vi) authorized instructors of funeral directing or natural organic  
15 reduction; (vii) licensed physicians or nurses; and (viii) members of  
16 the immediate family of the deceased and their authorized agents and  
17 designated representatives.

18     (c) Every natural organic reduction facility shall use its best  
19 efforts to commence natural organic reduction within twenty-four hours  
20 of accepting delivery of such remains. Good cause, such as the need to  
21 confirm the identity of the deceased human being, must be demonstrated  
22 if natural organic reduction of remains commences more than forty-eight  
23 hours after delivery is accepted.

24     3. (a) No natural organic reduction facility shall naturally organ-  
25 ically reduce the remains of any deceased human being without the accom-  
26 panying natural organic reduction permit, required pursuant to section  
27 forty-one hundred forty-five of the public health law which permit shall  
28 constitute presumptive evidence of the identity of said remains. In

1 addition, all natural organic reduction facilities situated outside the  
2 city of New York, must comply with paragraph (b) of subdivision two of  
3 section forty-one hundred forty-five of the public health law pertaining  
4 to the receipt of the deceased human being. From the time of such deliv-  
5 ery to the natural organic reduction facility, until the time the  
6 natural organic reduction facility distributes the remains as directed,  
7 the facility shall be responsible for the remains of the deceased human  
8 being. Further, a natural organic reduction authorization form shall  
9 accompany the permit required in section forty-one hundred forty-five of  
10 the public health law. This form, provided or approved by the facility,  
11 shall be signed by the authorized agent attesting to the permission for  
12 the natural organic reduction of the deceased, and disclosing to the  
13 natural organic reduction facility that such body does not contain a  
14 battery, battery pack, power cell, radioactive implant, or radiological  
15 device, if any, and that these materials were removed prior to the  
16 natural organic reduction process.

17 (b) Upon good cause being shown rebutting the presumption of the iden-  
18 tity of such remains, the natural organic reduction shall not commence  
19 until reasonable confirmation of the identity of the deceased human  
20 being is made. This proof may be in the form of, but not limited to, a  
21 signed affidavit from a licensed physician, a member of the family of  
22 the deceased human being, the authorizing agent or a court order from  
23 the state supreme court within the county of the natural organic  
24 reduction facility. Such proof shall be provided by the authorizing  
25 agent.

26 (c) The facility shall have a written plan to assure that the iden-  
27 tification established by the natural organic reduction permit accompa-  
28 nies the remains of the deceased human being through the natural organic

1 reduction process and until the identity of the deceased is accurately  
2 and legibly inscribed on the container in which the remains are placed.

3 4. (a) The remains of a deceased human being shall be delivered to  
4 the natural organic reduction facility in a container or in external  
5 wrappings sufficient to contain the remains and also designed to fully  
6 decompose in the natural reduction process. Such container or external  
7 wrappings holding the remains of the deceased human being shall not be  
8 opened after delivery to the natural organic reduction facility unless  
9 there exists good cause to confirm the identity of the deceased, or to  
10 assure that no material is enclosed which might cause injury to employ-  
11 ees or damage to natural organic reduction facility property, or upon  
12 reasonable demand by members of the immediate family or the authorizing  
13 agent.

14 (b) In such instances in which the container or wrappings are opened  
15 after delivery to the natural organic reduction facility, such action  
16 shall only be conducted by the licensed funeral director or registered  
17 resident delivering the remains of the deceased human being and a record  
18 shall be made, which shall include the reason for such action, the  
19 signature of the person authorizing the opening thereof, and the names  
20 of the person opening the container or wrappings and the witness there-  
21 to, which shall be retained in the permanent file of the natural organic  
22 reduction facility.

23 The opening of the container or wrapping shall be conducted in the  
24 presence of the witness and shall comply with all rules and regulations  
25 intended to protect the health and safety of natural organic reduction  
26 facility personnel.

27 5. In those instances in which the remains of deceased human beings  
28 are to be delivered to a natural organic reduction facility in a casket

1 or other container that is not to be naturally organically reduced with  
2 the deceased, timely disclosure thereof must be made by the person  
3 making the funeral arrangements to the natural organic reduction facili-  
4 ty that prior to natural organic reduction the remains of the deceased  
5 human being shall be transferred to a container or external wrappings  
6 sufficient to contain the remains and also designed to fully decompose  
7 in the natural reduction process. Such signed acknowledgement of the  
8 authorizing person, that the timely disclosure has been made, shall be  
9 retained by the natural organic reduction facility in its permanent  
10 records.

11 6. (a) The remains of a deceased human being shall not be removed from  
12 the casket, container, or external wrappings in which it is delivered to  
13 the natural organic reduction facility unless explicit, signed authori-  
14 zation is provided by the person making funeral arrangements or by a  
15 public officer discharging a statutory duty, which signed authorization  
16 shall be retained by the natural organic reduction facility in its  
17 permanent records.

18 (b) When the remains of a deceased human being are to be transferred  
19 to a container, the transfer shall be conducted in privacy with dignity  
20 and respect and by a licensed funeral director or registered resident.  
21 The transferring operation shall comply with all rules and regulations  
22 intended to protect the health and safety of facility personnel.

23 7. The natural organic reduction of remains of more than one deceased  
24 human being in a reduction container at any one time is unlawful, except  
25 upon the explicit, signed authorization provided by the persons making  
26 funeral arrangements and the signed approval of the natural organic  
27 reduction facility, which shall be retained by the natural organic  
28 reduction facility in its permanent records.



1 8. (a) Upon the completion of the natural organic reduction of the  
2 remains of a deceased human being, the interior of the natural organic  
3 reduction container shall be thoroughly swept or otherwise cleaned so as  
4 to render the natural organic reduction container reasonably free of all  
5 matter. The contents thereof shall be placed into an individual contain-  
6 er and not commingled with other remains. The natural organic reduction  
7 permit shall be attached to the individual container preparatory to  
8 final processing. A magnet and sieve, or other appropriate method of  
9 separation, may be used to divide the remains from unrecognizable, inci-  
10 dental or foreign material.

11 (b) The incidental and foreign material of the natural organic  
12 reduction process shall be disposed of in a safe manner in compliance  
13 with all sanitary rules and regulations as by-products.

14 (c) The remains shall be pulverized until no single fragment is recog-  
15 nizable as skeletal tissue.

16 (d) The pulverized remains shall be transferred to a container or to  
17 multiple containers, if so requested in writing by the authorizing  
18 agent. Such container or containers shall have inside dimensions of  
19 suitable size to contain the remains of the person who was naturally  
20 organically reduced.

21 (e) The prescribed container or containers shall be accurately and  
22 legibly labeled with the identification of the human being whose remains  
23 are contained therein, in a manner acceptable to the department of  
24 state.

25 9. The authorizing agent shall be responsible for the final disposi-  
26 tion of the remains. Remains resulting from the natural organic  
27 reduction process are not recoverable once scattered or interred.  
28 Remains shall be disposed of by scattering or spreading them in a desig-

1 nated scattering garden or area in a cemetery, or by prior authorization  
2 by the cemetery corporation, by interment in a grave, crypt, or niche.  
3 Upon completion of the natural organic reduction process, the natural  
4 organic reduction facility shall notify the authorizing agent and funer-  
5 al firm making such arrangements that the natural organic reduction  
6 process has been completed and that the remains are prepared to be  
7 disposed of in accordance with this paragraph. Upon receipt of the  
8 remains, the individual receiving them may transport them in any manner  
9 in the state without a permit, and may dispose of them in accordance  
10 with this section. After disposition, the natural organic reduction  
11 facility shall be discharged from any legal obligation or liability to  
12 deliver the remains to the authorizing agent or any other person enumer-  
13 ated under paragraph (a) of subdivision 2 of section forty-two hundred  
14 one of the public health law concerning the remains. If, after a period  
15 of one hundred twenty days from the date of the natural organic  
16 reduction, the authorizing agent has not arranged for the final disposi-  
17 tion of the remains or claimed the remains, the natural organic  
18 reduction facility may dispose of the remains in any manner permitted by  
19 this section. The natural organic reduction facility, however, shall  
20 keep a permanent record identifying the site of final disposition. The  
21 authorizing agent shall be responsible for reimbursing the natural  
22 organic reduction facility for all reasonable expenses incurred in  
23 disposing of the remains. Except with the express written permission of  
24 the authorizing agent, no person shall place remains of more than one  
25 person in the same temporary container or urn.

26 10. Any employee of a natural organic reduction facility whose func-  
27 tion is to conduct the daily operations of the natural organic reduction  
28 process shall be certified by an organization approved by the department

1 of state. Proof of such certification shall be posted in the natural  
2 organic reduction facility and available for inspection at any time. Any  
3 new employees of a natural organic reduction facility required to be  
4 certified under this section and retained prior to the effective date of  
5 this paragraph shall be certified within one year of such effective  
6 date. Renewal of such certification shall be completed every five years  
7 from the date of certification.

8 § 1105. Fees. Fees payable to the department of state under this arti-  
9 cle are to defray the costs of examination and administration under this  
10 article. Each natural organic reduction facility, not later than March  
11 thirtieth in each calendar year, shall pay the sum of three dollars for  
12 each natural organic reduction performed in the preceding calendar year.

13 § 1106. Revocation and suspension of authorization to operate; fines.

14 1. The authorization to operate a natural organic reduction facility  
15 may be suspended or revoked, and a fine not exceeding ten thousand  
16 dollars per each instance may be imposed, by the department of state for  
17 the following reasons:

18 (a) Fraud or bribery in the operation of the natural organic reduction  
19 facility;

20 (b) The making of any false statement as to a material matter in any  
21 registration, statement or certificate required by or pursuant to this  
22 article;

23 (c) Incompetency in the operation of the natural organic reduction  
24 facility;

25 (d) Failure to properly identify and track remains throughout the  
26 natural organic reduction process;

27 (e) Violation of any provision of this article or any rule or regu-  
28 lation adopted hereunder; and

1 (f) Conviction of a crime involving fraud, theft, perjury, bribery,  
2 mishandling of human remains, or violations of article forty-two of the  
3 public health law.

4 2. Whenever the authorization to operate a natural organic reduction  
5 facility is revoked such authorization shall not be reinstated or reis-  
6 sued until after the expiration of a period of five years from the date  
7 of such revocation.

8 § 1107. Hearing on charges; decision. 1. No authorization to operate a  
9 natural organic reduction facility shall be suspended or revoked nor  
10 shall any fine or reprimand imposed, nor any certification of a natural  
11 organic reduction operator be suspended or revoked, until after a hear-  
12 ing held before an officer or employee of the department of state desig-  
13 nated for such purpose, upon notice to the natural organic reduction  
14 facility of at least ten days. The notice shall be served either  
15 personally or by certified mail at the address of the natural organic  
16 reduction facility or natural organic reduction facility operator and  
17 shall state the date and place of hearing and set forth the charges  
18 against the natural organic reduction facility or operator. The natural  
19 organic reduction facility or operator shall have the opportunity to be  
20 heard in their defense either in person or by counsel and may produce  
21 witnesses to testify on their behalf. A stenographic record of the hear-  
22 ing shall be taken and preserved. Within ten days after a hearing the  
23 natural organic reduction facility shall receive a stenographic record  
24 of the hearing upon payment of fifty percent of the cost of preparation  
25 of such record. The hearing may be adjourned upon a showing of good  
26 cause at least five days before the hearing, in writing, to a hearing  
27 officer. The person conducting the hearing shall make a written report  
28 of their findings and the recommendation to the department of state. The

1 department of state shall review such findings and the recommendation  
2 and, after due deliberation, shall issue an order accepting, modifying,  
3 or rejecting such recommendation and dismissing the charges or suspend-  
4 ing or revoking the authorization to operate a natural organic reduction  
5 facility or imposing a fine, or both, upon the natural organic reduction  
6 facility or suspend or revoke the certification of the natural organic  
7 reduction operator.

8 2. Any person who has had their application to operate a natural  
9 organic reduction facility rejected shall be entitled to a hearing  
10 before an officer or employee of the department of state designated for  
11 such purpose, upon notice to such person of at least ten days. Notice  
12 shall be served either personally or by certified mail to the address  
13 contained in the application and shall state the time and place of hear-  
14 ing and set forth the ground or grounds constituting rejection of such  
15 application. The applicant shall have the opportunity to be heard in  
16 their defense either in person or by counsel and may produce witnesses  
17 and testify on their own behalf. A stenographic record of the hearing  
18 shall be taken and preserved. Within ten days after a hearing the  
19 natural organic reduction facility shall receive a stenographic record  
20 of the hearing upon payment of fifty percent of the cost of preparation  
21 of such record. The hearing may be adjourned upon a showing of good  
22 cause at least five days before the hearing, in writing, to a hearing  
23 officer. The person conducting the hearing shall make a written report  
24 of their findings and a recommendation to the department of state for  
25 decision. The department of state shall review such findings and recom-  
26 mendation and, after due deliberation, shall issue an order accepting,  
27 modifying or rejecting such recommendation and either grant an authori-  
28 zation or reject the application.

1 3. For the purposes of this article, the secretary of state or any  
2 officer or employee of the department of state designated by the secre-  
3 tary of state may administer oaths, take testimony, subpoena witnesses  
4 and compel the production of books, papers, records and documents deemed  
5 pertinent to the subject of investigation.

6 4. Strict rules of evidence do not apply to hearings held pursuant to  
7 this article.

8 § 1108. Judicial review. The action of the department of state in  
9 suspending or revoking an authorization to operate a natural organic  
10 reduction facility, or imposing a fine or reprimand on a natural organic  
11 reduction facility or suspending or revoking the certification of a  
12 natural organic reduction operator may be reviewed by a proceeding  
13 brought under and pursuant to article seventy-eight of the civil prac-  
14 tice law and rules.

15 § 1109. Criminal penalties. 1. Any person shall for the first offense  
16 of paragraph (a), (b), (c), or (d) of this subdivision, be guilty of a  
17 misdemeanor and, upon conviction thereof, shall be punished by a fine of  
18 not more than one thousand dollars or by imprisonment for a term of not  
19 more than one year, or by both such fine and imprisonment. The following  
20 offenses shall constitute a first offense:

21 (a) any person not authorized pursuant to this article or article  
22 fifteen of the not-for-profit corporation law who engages in the busi-  
23 ness of operating a natural organic reduction facility or holds them-  
24 selves out to the public as being able to do so;

25 (b) any person who shall violate any of the provisions of this arti-  
26 cle;

1 (c) any person who, having their approval to engage in the business of  
2 operating a natural organic reduction facility suspended or revoked,  
3 continues to do so; or

4 (d) any person who directly or indirectly employs, permits or author-  
5 izes an unapproved person to operate a natural organic reduction facili-  
6 ty.

7 2. If the conviction is for an offense committed after the first  
8 conviction of such person under this article, such person shall be guil-  
9 ty of a class E felony. Each violation of this article shall be deemed a  
10 separate offense.

11 § 1110. Official acts used as evidence. The official acts of the  
12 department of state shall be prima facie evidence of the facts therein  
13 and shall be entitled to be received in evidence in all actions at law  
14 or other legal proceedings in any court or before any board, body or  
15 officer.

16 § 1111. Separability clause. If any part or provision of this article  
17 or the application thereof to any person or circumstance be adjudged  
18 invalid by any court of competent jurisdiction, such judgment shall be  
19 confined in its operation to the part, provision or application directly  
20 involved in the controversy in which such judgment shall have been  
21 rendered and shall not affect or impair the validity of the remainder of  
22 this article or the application thereof to other persons or circum-  
23 stances and the legislature hereby declares that it would have enacted  
24 this article or the remainder thereof had the invalidity of such  
25 provision or application thereof been apparent.

26 § 2. Section 1503 of the not-for-profit corporation law is amended by  
27 adding a new paragraph (c) as follows:

1 (c) This article shall not apply to natural organic reduction facili-  
2 ties operated by a person pursuant to article forty-two of the general  
3 business law.

4 § 3. Subparagraph 4 of paragraph (c) of section 1504 of the not-for-  
5 profit corporation law, as added by chapter 557 of the laws of 1985, is  
6 amended to read as follows:

7 (4) To impose a civil penalty upon a cemetery corporation not exceed-  
8 ing [one] ten thousand dollars, after conducting an adjudicatory hearing  
9 pursuant to the provisions of the state administrative procedure act,  
10 for a violation of or a failure to comply with any provisions contained  
11 in this article or any regulation, directive or order of the board, and  
12 without the need to maintain a civil action pursuant to [subdivision]  
13 subparagraph five of this paragraph.

14 § 4. Paragraph (c) of section 1504 of the not-for-profit corporation  
15 law is amended by adding a new subparagraph 6 to read as follows:

16 (6) To suspend or revoke the approval for a cemetery corporation to  
17 operate a natural organic reduction facility, or suspend or revoke the  
18 certification of a natural organic reduction facility operator, after  
19 conducting an adjudicatory hearing pursuant to the provisions of the  
20 state administrative procedure act, for a violation of or a failure to  
21 comply with any provisions contained in this article or any regulation,  
22 directive or order of the board, and without the need to maintain a  
23 civil action pursuant to subparagraph five of this paragraph.

24 § 5. Paragraph (b) of section 1518 of the not-for-profit corporation  
25 law, as added by chapter 817 of the laws of 2022, is amended by adding a  
26 new subparagraph 3 to read as follows:

27 (3) Every natural organic reduction facility shall use its best  
28 efforts to commence natural organic reduction within twenty-four hours



1 of accepting delivery of such remains. Good cause, such as the need to  
2 confirm the identity of the deceased human being, must be demonstrated  
3 if natural organic reduction of remains commences more than forty-eight  
4 hours after delivery is accepted.

5 § 6. Subdivision (i) of section 1518 of the not-for-profit corporation  
6 law, as added by chapter 817 of the laws of 2022, is amended to read as  
7 follows:

8 (i) Disposition of remains. The authorizing agent shall be responsible  
9 for the final disposition of the remains. Disposition of remains result-  
10 ing from the natural organic reduction process are not recoverable once  
11 scattered or interred. Remains shall be disposed of by scattering them  
12 in a designated scattering garden or area in a cemetery, or by prior  
13 authorization by the cemetery corporation, by placing them in a grave,  
14 crypt, or niche[, or retrieval of the remains pursuant to prior authori-  
15 zation by the authorizing agent or a person specifically designated by  
16 the authorizing agent]. Upon completion of the natural organic reduction  
17 process, the cemetery corporation shall notify the authorizing agent and  
18 funeral firm making such arrangements that the natural organic reduction  
19 process has been completed and that the remains are prepared to be  
20 disposed of in accordance with this paragraph. Upon receipt of the  
21 remains, the individual receiving them may transport them in any manner  
22 in the state without a permit, and may dispose of them in accordance  
23 with this section. After disposition, the cemetery corporation shall  
24 be discharged from any legal obligation or liability to deliver the  
25 remains to the authorizing agent or any other person enumerated under  
26 paragraph (a) of subdivision two of section forty-two hundred one of the  
27 public health law concerning the remains. If, after a period of one  
28 hundred twenty days from the date of the natural organic reduction, the

1 authorizing agent has not instructed the cemetery corporation to arrange  
2 for the final disposition of the remains or claimed the remains, the  
3 cemetery corporation may dispose of the remains in any manner permitted  
4 by this section. The cemetery corporation, however, shall keep a perma-  
5 nent record identifying the site of final disposition. The authorizing  
6 agent shall be responsible for reimbursing the cemetery corporation for  
7 all reasonable expenses incurred in disposing of the remains. Upon  
8 disposing of the remains, the cemetery corporation shall be discharged  
9 from any legal obligation or liability to deliver the remains to the  
10 authorizing agent or any other person enumerated under paragraph (a) of  
11 subdivision two of section forty-two hundred one of the public health  
12 law concerning the remains. Except with the express written permission  
13 of the authorizing agent, no person shall place remains of more than one  
14 person in the same temporary container or urn.

15 § 7. Subdivisions (d) and (e) of section 3400 of the public health law  
16 are amended and two new subdivisions (m) and (n) are added to read as  
17 follows:

18 (d) "Funeral directing" means the care and disposal of the body of a  
19 deceased person and/or the preserving, disinfecting and preparing by  
20 embalming or otherwise, the body of a deceased person for funeral  
21 services, transportation, burial, natural organic reduction, or crema-  
22 tion; and/or funeral directing or embalming as presently known whether  
23 under these titles or designations or otherwise.

24 (e) "Undertaking" means the care, disposal, transportation, burial,  
25 natural organic reduction, or cremation by any means other than embalm-  
26 ing of the body of a deceased person.

27 (m) "Natural organic reduction" has the same meaning as subdivision  
28 five of section eleven hundred of the general business law.

1 (n) "Natural organic reduction facility" has the same meaning as  
2 subdivision seven of section eleven hundred of the general business law.

3 § 8. Section 3421 of the public health law is amended by adding a new  
4 subdivision 5 to read as follows:

5 5. No licensed funeral director shall have the authority to practice  
6 natural organic reduction without authorization from the department of  
7 state pursuant to article forty-two of the general business law.

8 § 9. Paragraph (a) of subdivision 1 of section 3443 of the public  
9 health law is amended to read as follows:

10 (a) shown or displayed upon or in any funeral establishment or natural  
11 organic reduction facility operated by a funeral firm; or

12 § 10. Paragraphs (a), (c), (d), (e), (f), (o) and (p) of subdivision 1  
13 of section 3450 of the public health law, as amended by chapter 534 of  
14 the laws of 1983, paragraph (o) as amended and paragraph (p) as added by  
15 chapter 529 of the laws of 1993 are amended and two new paragraphs (q)  
16 and (r) are added to read as follows:

17 (a) has violated any of the provisions of this article, the sanitary  
18 code, the rules and regulations of the commissioner or of any statute,  
19 code, rule or regulation relating to the practice of funeral directing,  
20 embalming, or vital statistics, including article forty-two of the  
21 general business law;

22 (c) has practiced fraud, deceit or misrepresentation in securing or  
23 procuring a license or admission to practice funeral directing, under-  
24 taking, or embalming, or an authorization to operate a natural organic  
25 reduction facility;

26 (d) is incompetent to engage in the business or practice of funeral  
27 directing, undertaking, or embalming, including the operation of a  
28 natural organic reduction facility, except that this provision shall not

1 apply to an officer, director or stockholder of, or other person inter-  
2 ested in, a corporation owning a funeral firm unless he shall be the  
3 licensed and registered manager thereof;

4 (e) has practiced fraud, deceit, or misrepresentation in his business  
5 or practice or in the business of such funeral firm, including in the  
6 operation of a natural organic reduction facility;

7 (f) has committed acts of misconduct in the conduct of the business or  
8 practice of funeral directing, undertaking, or embalming or in the busi-  
9 ness of such funeral firm, including in the operation of a natural  
10 organic reduction facility;

11 (o) has impersonated another licensee or another funeral firm of a  
12 like or different name; [or]

13 (p) has failed to comply with requirements set forth in section four  
14 hundred fifty-three of the general business law, relating to moneys paid  
15 in connection with agreements for funeral merchandise in advance of need  
16 to be kept on deposit pending use or repayment except, that revocation  
17 and suspension shall apply only in the case where a funeral director or  
18 funeral firm has committed repeated violations of these provisions or  
19 has committed a violation of the provisions of section four hundred  
20 fifty-three of the general business law relating to failure to deposit  
21 or hold moneys on deposit; failure to return such moneys and interest  
22 thereon upon demand or upon the termination, cessation of operation or  
23 discontinuance of any funeral firm, or a successor in interest; or fail-  
24 ure to comply with the requirements of paragraph (b) of subdivision five  
25 of section four hundred fifty-three of the general business law regard-  
26 ing compliance by transferors who receive such moneys[.]; or

1 (q) has failed, in the operation of a natural organic reduction facil-  
2 ity, to properly identify and track remains throughout the natural  
3 organic reduction process; or

4 (r) has failed to comply with requirements set forth in section eleven  
5 hundred six of the general business law.

6 § 11. Subdivision 1 of section 4202 of the public health law, as added  
7 by chapter 903 of the laws of 1981, is amended to read as follows:

8 1. Every body delivered to a cemetery for cremation or natural organic  
9 reduction or to a natural organic reduction facility shall be accompa-  
10 nied by a statement from a physician, coroner, or medical examiner  
11 certifying that such body does not contain a battery [or], power cell,  
12 radiological implant or radiological device and is not infected with  
13 ebola, tuberculosis or transmissible spongiform encephalopathies. The  
14 person in charge of a cemetery or natural organic reduction facility may  
15 refuse to cremate or naturally organically reduce a body unless accompa-  
16 nied by such statement.

17 § 12. This act shall take effect on the one hundred eightieth day  
18 after it shall have become a law; provided, however, that the amendments  
19 to section 1503 of the not-for-profit corporation law made by section  
20 two of this act and section 1518 of the not-for-profit corporation law  
21 made by sections five and six of this act shall take effect on the same  
22 date and in the same manner as chapter 817 of the laws of 2022, takes  
23 effect.

24 PART W

25 Section 1. The section heading and subsections (d), (g) and (m) of  
26 section 3411 of the insurance law are amended to read as follows:

1 Automobile physical damage insurance covering private passenger auto-  
2 mobiles; standard provisions; [required] inspections; duties of insurers  
3 and insureds.

4 (d) A newly issued policy shall not provide coverage for automobile  
5 physical damage perils prior to an inspection of the automobile by the  
6 insurer, unless the insurer has waived the right to such inspection  
7 pursuant to a statement of operation filed with the superintendent. In  
8 its statement of operation, an insurer may waive the right to inspect  
9 some or all automobiles. Every statement of operation shall take effect  
10 upon its filing with the superintendent and may cover some or all auto-  
11 mobiles.

12 (g) If an automobile subject to the provisions of this section is  
13 acquired by the insured as a replacement for or an addition to an auto-  
14 mobile insured for physical damage coverage, and the insured requests  
15 physical damage coverage for the replacement or additional automobile,  
16 such coverage for physical damage shall not be effective before such  
17 inspection is made, unless the insurer has waived the right to such an  
18 inspection pursuant to a statement of operation filed with the super-  
19 intendent. If, at the time of the request for such coverage, the automo-  
20 bile is unavailable for inspection because of conditions of purchase or  
21 other circumstances and is thereafter made available for inspection, the  
22 insurer shall promptly inspect the automobile, and physical damage  
23 coverage shall not become effective before the inspection has been made.

24 (m) (1) The superintendent, in regulations implementing the provisions  
25 of this section, shall also require that insurers take appropriate  
26 action to ensure that there is wide public dissemination of the  
27 provisions of this section relating to the rights and obligations of  
28 insureds and insurers.

1 (2) The inspections provided for in this section may be dispensed with  
2 or deferred by an insurer under circumstances specified in their state-  
3 ment of operation filed with the superintendent or in regulations of the  
4 superintendent. Such circumstances may include but are not limited to,  
5 the insuring of a new automobile, the insuring of an automobile whose  
6 inspection would constitute a serious hardship to the insurer, the  
7 insured or an applicant for insurance, and the insuring of an automobile  
8 for a limited specified period of time.

9 (3) Inspections made pursuant to this section shall be made at  
10 locations and times reasonably convenient to the insured. The results of  
11 any inspection may be considered in determining the value of the automo-  
12 bile.

13 § 2. This act shall take effect on the one hundred eightieth day after  
14 it shall have become a law and shall expire and be deemed repealed Octo-  
15 ber 1, 2027. Effective immediately, the addition, amendment and/or  
16 repeal of any rule or regulation necessary for the implementation of  
17 this act on its effective date are authorized to be made and completed  
18 on or before such effective date.

19 PART X

20 Section 1. Subdivision 3 of section 103-a of the public officers law,  
21 as added by section 2 of part WW of chapter 56 of the laws of 2022, is  
22 amended to read as follows:

23 3. The in person participation requirements of paragraph (c) of subdi-  
24 vision two of this section shall not apply to (a) public bodies organ-  
25 ized for the express purpose of performing a governmental function  
26 related to issues specific to individuals with disabilities, or (b)

1 during a state disaster emergency declared by the governor pursuant to  
2 section twenty-eight of the executive law if the public body determines  
3 that the circumstances necessitating the emergency declaration would  
4 affect or impair the ability of the public body to hold an in person  
5 meeting, or (c) during a local state of emergency proclaimed by the  
6 chief executive of a county, city, village or town pursuant to section  
7 twenty-four of the executive law, if the public body determines that the  
8 circumstances necessitating the emergency declaration would affect or  
9 impair the ability of the public body to hold an in person meeting,  
10 provided that for meetings conducted pursuant to paragraph (a), (b), or  
11 (c) of this subdivision, the public shall have the ability to view or  
12 listen to such proceeding and that such meetings are recorded and later  
13 transcribed.

14 § 2. This act shall take effect immediately; provided, however, that  
15 the amendments to subdivision 3 of section 103-a of the public officers  
16 law made by section one of this act shall not affect the repeal of such  
17 section and shall be deemed repealed therewith.

18 PART Y

19 Section 1. Subdivision 11 of section 400 of the general business law,  
20 as added by chapter 80 of the laws of 2015, is amended to read as  
21 follows:

22 11. "Trainee" means a person pursuing in good faith a course of study  
23 in the practice of nail specialty or cosmetology under the tutelage,  
24 supervision and direction of a licensed [nail] practitioner of the same  
25 license type, as herein defined. Such trainee shall be employed by a  
26 licensed appearance enhancement business.



1 § 2. Paragraph f of subdivision 1 of section 406 of the general busi-  
2 ness law is REPEALED.

3 § 3. Paragraph b of subdivision 2 of section 406 of the general busi-  
4 ness law, as amended by chapter 341 of the laws of 1998, is amended to  
5 read as follows:

6 b. Each such application shall also be accompanied by satisfactory  
7 evidence of having taken and passed the appropriate examination or exam-  
8 inations offered by the secretary pursuant to this article for the  
9 license sought and either: (i) evidence of the successful completion of  
10 an approved course of study in nail specialty, waxing, natural hair  
11 styling, esthetics or cosmetology in a school duly licensed pursuant to  
12 the education law; (ii) in the case of a nail specialty trainee, satis-  
13 factory evidence to the secretary that such trainee has either been  
14 actively engaged in a traineeship for a period of one year and has  
15 completed a course of study set forth by the secretary or has been  
16 actively engaged in a traineeship for a period of two years; or (iii) in  
17 the case of a cosmetology trainee, satisfactory evidence to the secre-  
18 tary that such trainee has been actively engaged in a traineeship for a  
19 period of two years.

20 § 4. Subdivisions 2 and 3 of section 408-a of the general business  
21 law, as added by chapter 80 of the laws of 2015, are amended to read as  
22 follows:

23 2. A certificate of registration as a trainee shall be for a period of  
24 [one year] four years, renewable for [a second year] an additional peri-  
25 od of four years, and may be renewed for additional terms within the  
26 discretion of the secretary.

27 3. Each certificate of registration issued as provided in this section  
28 shall be posted in a conspicuous place in the appearance enhancement

1 business in which the trainee is actually engaged [in the practice of  
2 nail specialty] as a trainee.

3 § 5. Subdivision 1 of section 437 of the general business law, as  
4 amended by chapter 243 of the laws of 1999, is amended to read as  
5 follows:

6 1. Each applicant for a certificate of registration as an apprentice  
7 shall make an application which shall include the physician's certif-  
8 icate required by paragraph (c) [and the certificate of completion  
9 required by paragraph (e-1) of subdivision one] of section four hundred  
10 thirty-four, two recent photographs, and which certificate shall contain  
11 such other information required by such section and in such form as the  
12 secretary of state may prescribe.

13 § 6. This act shall take effect on the one hundred eightieth day after  
14 it shall have become a law. Effective immediately, the addition, amend-  
15 ment and/or repeal of any rule or regulation by the secretary of state  
16 necessary for the implementation of this act on its effective date are  
17 authorized to be made and completed on or before such effective date.

18 PART Z

19 Section 1. Paragraph (b) of subdivision 1 of section 7 of section 1 of  
20 chapter 392 of the laws of 1973, constituting the New York state medical  
21 care facilities finance agency act, as amended by chapter 166 of the  
22 laws of 2021, is amended to read as follows:

23 (b) The agency shall not issue hospital and nursing home project bonds  
24 and hospital and nursing home project notes in an aggregate principal  
25 amount exceeding [seventeen] eighteen billion [four] two hundred million  
26 dollars, excluding hospital and nursing home project bonds and hospital

1 and nursing home project notes issued to refund outstanding hospital and  
2 nursing home projects bonds and hospital and nursing home project notes;  
3 provided, however, that upon any such refunding or repayment the total  
4 aggregate principal amount of outstanding bonds, notes or other obli-  
5 gations may be greater than [seventeen] eighteen billion [four] two  
6 hundred million dollars only if the present value of the aggregate debt  
7 service of the refunding or repayment bonds, notes or other obligations  
8 to be issued shall not exceed the present value of the aggregate debt  
9 service of the bonds, notes or other obligations so to be refunded or  
10 repaid. For purposes hereof, the present values of the aggregate debt  
11 service of the refunding or repayment bonds, notes or other obligations  
12 and of the aggregate debt service of the bonds, notes or other obli-  
13 gations so refunded or repaid, shall be calculated by utilizing the  
14 effective interest rate of the refunding or repayment bonds, notes or  
15 other obligations, which shall be that rate arrived at by doubling the  
16 semi-annual interest rate (compounded semi-annually) necessary to  
17 discount the debt service payments on the refunding or repayment bonds,  
18 notes or other obligations from the payment dates thereof to the date of  
19 issue of the refunding or repayment bonds, notes or other obligations  
20 and to the price bid including estimated accrued interest or proceeds  
21 received by the agency including estimated accrued interest from the  
22 sale thereof. The agency shall not issue hospital and nursing home  
23 project bonds at any time secured by the hospital and nursing home capi-  
24 tal reserve fund if upon issuance, the amount in the hospital and nurs-  
25 ing home capital reserve fund will be less than the hospital and nursing  
26 home capital reserve fund requirement, unless the agency, at the time of  
27 issuance of such bonds, shall deposit in such reserve fund from the  
28 proceeds of the bonds so to be issued, or otherwise, an amount which

1 together with the amount then in such reserve fund, will be not less  
2 than the hospital and nursing home capital reserve fund requirement.

3 § 2. This act shall take effect immediately.

4 PART AA

5 Section 1. Paragraph (b) of subdivision 2 of section 1676 of the  
6 public authorities law is amended by adding a new undesignated paragraph  
7 to read as follows:

8 Any municipal corporation, subdivision, department or agency thereof,  
9 fire district, special district, local agency, industrial development  
10 agency, or local development corporation, receiving loans or grants  
11 awarded pursuant to: (i) the downtown revitalization program designed  
12 and executed by the department of state and the division of housing and  
13 community renewal for transformative housing, economic development,  
14 transportation, and community projects, for the planning, design,  
15 construction, reconstruction, improvement, renovation, development,  
16 expansion, furnishing, and equipping of such transformative housing,  
17 economic development, transportation and community projects for which  
18 the recipient received such loans or grants; and (ii) the NY Forward  
19 grant program designed and executed by the department of state related  
20 to economic development, transportation and community projects, for the  
21 planning, design, construction, reconstruction, improvement, renovation,  
22 development, expansion, furnishing, and equipping of such economic  
23 development, transportation and community projects for which the recipi-  
24 ent was awarded such grant.

25 § 2. Subdivision 1 of section 1680 of the public authorities law is  
26 amended by adding a new undesignated paragraph to read as follows:

1 Any municipal corporation, subdivision, department or agency thereof,  
2 fire district, special district, local agency, industrial development  
3 agency, or local development corporation, receiving loans or grants  
4 awarded pursuant to: (i) the downtown revitalization program designed  
5 and executed by the department of state and the division of housing and  
6 community renewal for transformative housing, economic development,  
7 transportation, and community projects, for the planning, design,  
8 construction, reconstruction, improvement, renovation, development,  
9 expansion, furnishing, and equipping of such transformative housing,  
10 economic development, transportation and community projects for which  
11 the recipient received such loans or grants; and (ii) the NY Forward  
12 grant program designed and executed by the department of state related  
13 to economic development, transportation and community projects, for the  
14 planning, design, construction, reconstruction, improvement, renovation,  
15 development, expansion, furnishing, and equipping of such economic  
16 development, transportation and community projects for which the recipi-  
17 ent was awarded such grant.

18 § 3. This act shall take effect immediately.

19 PART BB

20 Section 1. Section 2 of chapter 97 of the laws of 2019 amending the  
21 public authorities law, is amended to read as follows:

22 § 2. This act shall take effect immediately and shall expire July 1,  
23 [2023] 2027 when upon such date the provisions of this act shall be  
24 deemed repealed.

25 § 2. This act shall take effect immediately.

1 PART CC

2 Section 1. The article heading of article 21 of the economic develop-  
3 ment law, as added by section 1 of part A of chapter 68 of the laws of  
4 2013, is amended to read as follows:

5 [START-UP NY] EPIC PROGRAM

6 § 2. Section 430 of the economic development law, as added by section  
7 1 of part A of chapter 68 of the laws of 2013, is amended to read as  
8 follows:

9 § 430. Short title. This article shall be known and may be cited as  
10 the "[SUNY Tax-free Areas to Revitalize and Transform UPstate New York]  
11 Extended Prosperity and Innovation Campus program," or the "[START-UP  
12 NY] EPIC program".

13 § 3. Subdivisions 5, 6, 7, 10, 12, 13 and 15 of section 431 of the  
14 economic development law, as added by section 1 of part A of chapter 68  
15 of the laws of 2013, paragraph (c) of subdivision 6 as amended by  
16 section 3 of part S of chapter 59 of the laws of 2014 and subdivision 15  
17 as added by section 1 of part B of chapter 60 of the laws of 2015, are  
18 amended to read as follows:

19 5. "Net new job" means a job created in [a tax-free NY area] an EPIC  
20 zone that satisfies all of the following criteria:

21 (a) is new to the state;

22 (b) has not been transferred from employment with another business  
23 located in this state, through an acquisition, merger, consolidation or  
24 other reorganization of businesses or the acquisition of assets of  
25 another business, or except as provided in paragraph (d) of subdivision  
26 six of this section has not been transferred from employment with a  
27 related person in this state;

1 (c) is not filled by an individual employed within the state within  
2 the immediately preceding sixty months by a related person;

3 (d) is either a full-time wage-paying job or equivalent to a full-time  
4 wage-paying job requiring at least thirty-five hours per week; and

5 (e) is filled for more than six months.

6 6. "New business" means a business that satisfies all of the following  
7 tests:

8 (a) the business must not be operating or located within the state at  
9 the time it submits its application to participate in the [START-UP NY]  
10 EPIC program;

11 (b) the business must not be moving existing jobs into the [tax-free  
12 NY area] EPIC zone from another area in the state;

13 (c) the business is not substantially similar in operation and in  
14 ownership to a business entity (or entities) taxable, or previously  
15 taxable within the last five taxable years, under section one hundred  
16 eighty-three or one hundred eighty-four, former section one hundred  
17 eighty-five or former section one hundred eighty-six of the tax law,  
18 article nine-A, thirty-two or thirty-three of the tax law, article twen-  
19 ty-three of the tax law or which would have been subject to tax under  
20 such article twenty-three (as such article was in effect on January  
21 first, nineteen hundred eighty), or the income (or losses) of which is  
22 (or was) includable under article twenty-two of the tax law; and

23 (d) the business must not have caused individuals to transfer from  
24 existing employment with a related person located in the state to simi-  
25 lar employment with the business, unless such business has received  
26 approval for such transfers from the commissioner after demonstrating  
27 that the related person has not eliminated those existing positions.

1 7. "[Tax-free NY area] Extended prosperity and innovation campus zone"  
2 or "EPIC zone" means the land or vacant space of a university or college  
3 that meets the eligibility criteria specified in section four hundred  
4 thirty-two of this article and that has been approved as [a tax-free NY  
5 area] an EPIC zone pursuant to the provisions in section four hundred  
6 thirty-five of this article. It also means a strategic state asset that  
7 has been approved by the [START-UP NY] EPIC approval board pursuant to  
8 the provisions of subdivision four of section four hundred thirty-five  
9 of this article.

10 10. "[START-UP NY] EPIC approval board" or "board" means a board  
11 consisting of three members, one each appointed by the governor, the  
12 speaker of the assembly and the temporary president of the senate. Each  
13 member of the [START-UP NY] EPIC approval board must have significant  
14 expertise and experience in academic based economic development and may  
15 not have a personal interest in any project that comes before the board.

16 12. "Eligible land" means land eligible pursuant to section four  
17 hundred thirty-two of this article for approval as [a tax-free NY area]  
18 an EPIC zone.

19 13. "Sponsoring campus, university or college" means a university or  
20 college that has received approval to sponsor [a tax-free NY area] an  
21 EPIC zone pursuant to section four hundred thirty-five of this article.

22 15. "[START-UP NY] EPIC airport facility" means vacant land or space  
23 owned by the state of New York on the premises of Stewart Airport or  
24 Republic Airport.

25 § 4. Subparagraph (iii) of paragraph (a), paragraph (b) and subpara-  
26 graph (ii) of paragraph (c) of subdivision 1, subparagraph (iii) of  
27 paragraph (a), paragraph (b) and the opening paragraph of paragraph (c)  
28 of subdivision 2 and subdivision 3 of section 432 of the economic devel-



1 opment law, as added by section 1 of part A of chapter 68 of the laws of  
2 2013, are amended to read as follows:

3 (iii) for a state university campus or community college, a total of  
4 two hundred thousand square feet of vacant land or vacant building space  
5 that, except as provided under paragraph (b) of this subdivision, is  
6 located within one mile of a campus of the state university campus or  
7 community college; [provided that this subparagraph shall not apply to a  
8 state university campus or community college located in Nassau county,  
9 Suffolk county or Westchester county;] and

10 (b) A state university campus or community college which qualifies  
11 under subparagraph (iii) of paragraph (a) of this subdivision may apply  
12 to the commissioner for a determination that identified vacant land or  
13 identified vacant space in a building that is located more than one mile  
14 from its campus, [and is not located in Nassau county, Suffolk county,  
15 Westchester county or New York city,] is eligible land for purposes of  
16 this program. The commissioner shall give consideration to factors  
17 including rural, suburban and urban geographic considerations and may  
18 qualify the identified land or space in a building as eligible land if  
19 the commissioner, in consultation with the chancellor or his or her  
20 designee, determines that the state university campus or community  
21 college has shown that the use of the land or space will be consistent  
22 with the requirements of this program and the plan submitted by the  
23 state university campus or community college pursuant to section four  
24 hundred thirty-five of this article. In addition, two hundred thousand  
25 square feet of vacant land or vacant building space affiliated with or  
26 in partnership with Maritime College shall be eligible under this para-  
27 graph. The aggregate amount of qualified land or space under this para-  
28 graph and subparagraph (iii) of paragraph (a) of this subdivision may

1 not exceed two hundred thousand square feet for a state university  
2 campus or community college.

3 (ii) a community college[, except that for a community college whose  
4 main campus is in New York city, paragraphs (a) and (b) of this subdivi-  
5 sion shall not apply to property of such community college in Nassau  
6 county, Suffolk county, Westchester county or New York city].

7 (iii) any vacant land or vacant space in a building [which is not]  
8 located in [Nassau county, Suffolk county, Westchester county or] New  
9 York [city] state; and

10 (b) Subject to the limitations in paragraph (c) of this subdivision,  
11 three million square feet is the maximum aggregate amount of [tax-free  
12 NY areas] EPIC zones of private universities and colleges that may be  
13 utilized for this program, which shall be designated in a manner that  
14 ensures regional balance and balance among eligible rural, urban and  
15 suburban areas in the state. The commissioner shall maintain an account-  
16 ing of the vacant land and space of private universities and colleges  
17 that have been approved as [tax-free NY areas] EPIC zones and shall stop  
18 accepting applications for approval of [tax-free NY areas] EPIC zones  
19 when that maximum amount has been reached.

20 Of the maximum aggregate amount in paragraph (b) of this subdivision,  
21 an initial amount of seventy-five thousand square feet shall be desig-  
22 nated as [tax-free NY areas] EPIC zones in each of the following:  
23 Nassau county, Suffolk county, Westchester county and the boroughs of  
24 Brooklyn, Bronx, Manhattan, Queens and Staten Island. The board may  
25 approve the designation of up to an additional seventy-five thousand  
26 square feet for any county or borough that reaches the initial seventy-  
27 five thousand square foot limit, provided that such additional seventy-  
28 five thousand square feet shall not count against the square footage

1 limitations in paragraph (b) of this subdivision. Vacant land and vacant  
2 space in a building on the campus of the following shall be eligible for  
3 designation under this paragraph:

4 3. Prohibition. A state university campus, community college or city  
5 university campus is prohibited from relocating or eliminating any  
6 academic programs, any administrative programs, offices, housing facili-  
7 ties, dining facilities, athletic facilities, or any other facility,  
8 space or program that actively serves students, faculty or staff in  
9 order to create vacant land or space to be utilized for the program  
10 authorized by this article. In addition, nothing in this article shall  
11 be deemed to waive or impair any rights or benefits of employees of the  
12 state university of New York, a community college or the city university  
13 of New York that otherwise would be available to them pursuant to the  
14 terms of agreements between the certified representatives of such  
15 employees and their employers pursuant to article fourteen of the civil  
16 service law. No services or work currently performed by public employees  
17 of the state university of New York, a community college, or the city  
18 university of New York or future work that is similar in scope and  
19 nature to the work being currently performed by public employees shall  
20 be contracted out or privatized by the state university of New York, a  
21 community college or the city university of New York or by an affiliated  
22 entity or associated entity of the state university of New York, a  
23 community college or the city university of New York. For the purpose of  
24 this section, an affiliated entity or associated entity shall not  
25 include a business that is participating in the [START-UP NY] EPIC  
26 program.

27 § 5. Section 433 of the economic development law, as added by section  
28 1 of part A of chapter 68 of the laws of 2013 and subdivision 1 as

1 amended by section 3 of part UUU of chapter 59 of the laws of 2017, is  
2 amended to read as follows:

3 § 433. Eligibility criteria for businesses. 1. In order to participate  
4 in the [START-UP NY] EPIC program, a business must satisfy all of the  
5 following criteria.

6 (a) The mission and activities of the business must align with or  
7 further the academic mission of the campus, college or university spon-  
8 soring the [tax-free NY area] EPIC zone in which it seeks to locate, and  
9 the business's participation in the [START-UP NY] EPIC program must have  
10 positive community and economic benefits.

11 (b) The business must demonstrate that it will, in its first year of  
12 operation, create net new jobs. After its first year of operation, the  
13 business must maintain net new jobs. In addition, the average number of  
14 employees of the business and its related persons in the state during  
15 the year must equal or exceed the sum of: (i) the average number of  
16 employees of the business and its related persons in the state during  
17 the year immediately preceding the year in which the business submits  
18 its application to locate in a [tax-free NY area] EPIC zone; and (ii)  
19 net new jobs of the business in the [tax-free NY area] EPIC zone during  
20 the year. The average number of employees of the business and its  
21 related persons in the state shall be determined by adding together the  
22 total number of employees of the business and its related persons in the  
23 state on March thirty-first, June thirtieth, September thirtieth and  
24 December thirty-first and dividing the total by the number of such dates  
25 occurring within such year.

26 (c) Except as provided in paragraphs (f) and (g) of this subdivision,  
27 at the time it submits its application for the [START-UP NY] EPIC zone  
28 program, the business must be a new business to the state.

1 (d) The business may be organized as a corporation, a partnership,  
2 limited liability company or a sole proprietorship.

3 (e) Except as provided in paragraphs (f) and (g) of this subdivision,  
4 the business must not be engaged in a line of business that is currently  
5 or was previously conducted by the business or a related person in the  
6 last five years in New York state.

7 (f) If a business does not satisfy the eligibility standard set forth  
8 in paragraph (c) or (e) of this subdivision, because at one point in  
9 time it operated in New York state but moved its operations out of New  
10 York state on or before June first, two thousand thirteen, the commis-  
11 sioner shall grant that business permission to apply to participate in  
12 the [START-UP NY] EPIC zone program if the commissioner determines that  
13 the business has demonstrated that it will substantially restore the  
14 jobs in New York state that it previously had moved out of state.

15 (g) If a business seeks to expand its current operations in New York  
16 state into [a tax-free NY area] an EPIC zone but the business does not  
17 qualify as a new business because it does not satisfy the criteria in  
18 paragraph (c) of subdivision six of section four hundred thirty-one of  
19 this article or the business does not satisfy the eligibility standard  
20 set forth in paragraph (e) of this subdivision, the commissioner shall  
21 grant the business permission to apply to participate in the [START-UP  
22 NY] EPIC program if the commissioner determines that the business has  
23 demonstrated that it will create net new jobs in the [tax-free NY area]  
24 EPIC zone and that it or any related person has not eliminated any jobs  
25 in the state in connection with this expansion.

26 2. The following types of businesses are prohibited from participating  
27 in the [START-UP NY] EPIC program.

28 (a) retail and wholesale businesses;

1 (b) restaurants;

2 (c) real estate brokers;

3 (d) law firms;

4 (e) medical or dental practices;

5 (f) real estate management companies;

6 (g) hospitality;

7 (h) finance and financial services;

8 (i) businesses providing personal services;

9 (j) businesses providing business administrative or support services,

10 unless such business has received permission from the commissioner to

11 apply to participate in the [START-UP NY] EPIC program upon demon-

12 stration that the business would create no fewer than one hundred net

13 new jobs in the [tax-free NY area] EPIC zone;

14 (k) accounting firms;

15 (l) businesses providing utilities; and

16 (m) businesses engaged in the generation or distribution of electric-

17 ity, the distribution of natural gas, or the production of steam associ-

18 ated with the generation of electricity.

19 [2-a. Additional eligibility requirements in Nassau county, Suffolk

20 county, Westchester county and New York city. In order to be eligible to

21 participate in the START-UP NY program in Nassau county, Suffolk county,

22 Westchester county or New York city, a business must be:

23 (a) in the formative stage of development; or

24 (b) engaged in the design, development, and introduction of new

25 biotechnology, information technology, remanufacturing, advanced materi-

26 als, processing, engineering or electronic technology products and/or

27 innovative manufacturing processes, and meet such other requirements for

28 a high-tech business as the commissioner shall develop.]

1 3. A business must be in compliance with all worker protection and  
2 environmental laws and regulations. In addition, a business may not owe  
3 past due federal or state taxes or local property taxes.

4 4. Any business that has successfully completed residency in a New  
5 York state incubator pursuant to section sixteen-v of section one of  
6 chapter one hundred seventy-four of the laws of nineteen hundred sixty-  
7 eight constituting the urban development corporation act, subject to  
8 approval of the commissioner, may apply to participate in the [START-UP  
9 NY] EPIC program provided that such business locates in [a tax-free NY  
10 area] an EPIC zone, notwithstanding the fact that the business may not  
11 constitute a new business.

12 § 6. Section 434 of the economic development law, as added by section  
13 1 of part A of chapter 68 of the laws of 2013, is amended to read as  
14 follows:

15 § 434. Tax benefits. 1. A business that is accepted into the [START-UP  
16 NY] EPIC program and locates in [a tax-free NY area] an EPIC zone or the  
17 owner of a business that is accepted into the [START-UP NY] EPIC program  
18 and locates in [a tax-free NY area] an EPIC zone is eligible for the tax  
19 benefits specified in section thirty-nine of the tax law. Subject to the  
20 limitations of subdivision two of this section, employees of such busi-  
21 ness satisfying the eligibility requirements specified in section thir-  
22 ty-nine of the tax law shall be eligible for the personal income tax  
23 benefits described in such section in a manner to be determined by the  
24 department of taxation and finance.

25 2. The aggregate number of net new jobs approved for personal income  
26 tax benefits under this article shall not exceed ten thousand jobs per  
27 year during the period in which applications are accepted pursuant to  
28 section four hundred thirty-six of this article. The commissioner shall

1 allocate to each business accepted to locate in [a tax-free NY area] an  
2 EPIC zone a maximum number of net new jobs that shall be eligible for  
3 the personal income tax benefits described in subdivision (e) of section  
4 thirty-nine of the tax law based on the schedule of job creation  
5 included in the application of such business. At such time as the total  
6 number of net new jobs under such approved applications reaches the  
7 applicable allowable total of aggregate net new jobs for tax benefits  
8 for the year in which the application is accepted, the commissioner  
9 shall stop granting eligibility for personal income tax benefits for net  
10 new jobs until the next year. Any business not granted such personal  
11 income tax benefits for net new jobs for such reason shall be granted  
12 such benefits in the next year prior to the consideration of new appli-  
13 cants. In addition, if the total number of net new jobs approved for tax  
14 benefits in any given year is less than the maximum allowed under this  
15 subdivision, the difference shall be carried over to the next year. A  
16 business may amend its schedule of job creation in the same manner that  
17 it applied for participation in the [START-UP NY] EPIC program, and any  
18 increase in eligibility for personal income tax benefits on behalf of  
19 additional net new jobs shall be subject to the limitations of this  
20 subdivision. If the business accepted to locate in [a tax-free NY area]  
21 an EPIC zone creates more net new jobs than for which it is allocated  
22 personal income tax benefits, the personal income tax benefits it is  
23 allocated shall be provided to those individuals employed in those net  
24 new jobs based on the employees' dates of hiring.

25 § 7. Section 435 of the economic development law, as added by section  
26 1 of part A of chapter 68 of the laws of 2013 and subdivision 4 as  
27 amended by section 2 of part B of chapter 60 of the laws of 2015, is  
28 amended to read as follows:



1 § 435. Approval of [tax-free NY areas] EPIC zones. 1. The president  
2 or chief executive officer of any state university campus, community  
3 college or city university campus seeking to sponsor [a tax-free NY  
4 area] an EPIC zone and have some of its eligible land specified under  
5 subdivision one of section four hundred thirty-two of this article be  
6 designated as [a tax-free NY area must] an EPIC zone shall submit a plan  
7 to the commissioner that specifies the land or space the campus or  
8 college wants to include, describes the type of business or businesses  
9 that may locate on that land or in that space, explains how those types  
10 of businesses align with or further the academic mission of the campus  
11 or college and how participation by those types of businesses in the  
12 [START-UP NY] EPIC program would have positive community and economic  
13 benefits, and describes the process the campus or college will follow to  
14 select participating businesses. At least thirty days prior to submit-  
15 ting such plan, the campus or college must provide the municipality or  
16 municipalities in which the proposed [tax-free NY area] EPIC zone is  
17 located, local economic development entities, the applicable campus or  
18 college faculty senate, union representatives and the campus student  
19 government with a copy of the plan. In addition, if the plan of the  
20 campus or college includes land or space located outside of the campus  
21 boundaries, the campus or college must consult with the municipality or  
22 municipalities in which such land or space is located prior to including  
23 such space or land in its proposed [tax-free NY area] EPIC zone and  
24 shall give preference to underutilized properties. Before approving or  
25 rejecting the plan submitted by a state university campus, community  
26 college or city university campus, the commissioner shall consult with  
27 the chancellor of the applicable university system or his or her desig-  
28 nee.

1 2. The president or chief executive officer of any private college or  
2 university or of any state university campus, community college or city  
3 university campus seeking to sponsor [a tax-free NY area] an EPIC zone  
4 and have some of its eligible land specified under subdivision two of  
5 section four hundred thirty-two of this article be designated as [a  
6 tax-free NY area must] an EPIC zone shall submit a plan to the commis-  
7 sioner that specifies the land or space the college or university wants  
8 to include, describes the type of business or businesses that may locate  
9 on that land or in that space, explains how those types of businesses  
10 align with or further the academic mission of the college or university  
11 and how participation by those types of businesses in the [START-UP NY]  
12 EPIC program would have positive community and economic benefits, and  
13 describes the process the campus or college will follow to select  
14 participating businesses. In addition, if the plan of the campus or  
15 college includes land or space located outside of the campus boundaries,  
16 the campus or college must consult with the municipality or municipi-  
17 palities in which such land or space is located prior to including such  
18 space or land in its proposed [tax-free NY area] EPIC zone and shall  
19 notify local economic development entities. The commissioner shall  
20 forward the plan submitted under this subdivision to the [START-UP NY]  
21 EPIC approval board. In evaluating such plans, the board shall examine  
22 the merits of each proposal, including but not limited to, compliance  
23 with the provisions of this article, reasonableness of the economic and  
24 fiscal assumptions contained in the application and in any supporting  
25 documentation and potential of the proposed project to create new jobs,  
26 and, except for proposals for designation of eligible land under para-  
27 graph (c) of subdivision two of section four hundred thirty-two of this  
28 article, shall prioritize for acceptance and inclusion into the [START-

1 UP NY] EPIC program plans for [tax-free NY areas] EPIC zones in counties  
2 that contain a city with a population of one hundred thousand or more  
3 without a university center as defined in subdivision seven of section  
4 three hundred fifty of the education law on the effective date of this  
5 article. No preference shall be given based on the time of submission of  
6 the plan, provided that any submission deadlines established by the  
7 board are met. In addition, the board shall give preference to private  
8 colleges or universities that include underutilized properties within  
9 their proposed [tax-free NY areas] EPIC zones. The board by a majority  
10 vote shall approve or reject each plan forwarded to it by the commis-  
11 sioner.

12 3. A campus, university or college may amend its approved plan,  
13 provided that the campus, university or college may not violate the  
14 terms of any lease with a business located in the approved [tax-free NY  
15 area] EPIC zone. In addition, if a business located in [a tax-free NY  
16 area] an EPIC zone does not have a lease with a campus, university or  
17 college, and such business is terminated from the [START-UP NY] EPIC  
18 program pursuant to paragraph (b) of subdivision four of section four  
19 hundred thirty-six of this article, and subsequently does not relocate  
20 outside of the [tax-free NY area] EPIC zone, a campus, university or  
21 college may amend its approved plan to allocate an amount of vacant land  
22 or space equal to the amount of space occupied by the business that is  
23 terminated. The amendment must be approved pursuant to the procedures  
24 and requirements set forth in subdivision one or two of this section,  
25 whichever is applicable.

26 4. The [START-UP NY] EPIC approval board, by majority vote, shall  
27 designate correctional facilities described in subdivision fourteen of  
28 section four hundred thirty-one of this article, [START-UP NY] EPIC

1 airport facilities described in subdivision fifteen of section four  
2 hundred thirty-one of this article and up to twenty strategic state  
3 assets as [tax-free NY areas] EPIC zones. Each shall be affiliated with  
4 a state university campus, city university campus, community college, or  
5 private college or university and such designation shall require the  
6 support of the affiliated campus, college or university. Each strategic  
7 state asset and [START-UP NY] EPIC airport facility, other than a  
8 correctional facility, may not exceed a maximum of two hundred thousand  
9 square feet of vacant land or vacant building space designated as [a  
10 tax-free NY area] an EPIC zone. Designation of strategic state assets,  
11 correctional facilities described in subdivision fourteen of section  
12 four hundred thirty-one of this article, and [START-UP NY] EPIC airport  
13 facilities described in subdivision fifteen of section four hundred  
14 thirty-one of this article as [tax-free NY areas] EPIC zones shall not  
15 count against any square footage limitations in section four hundred  
16 thirty-two of this article.

17 5. The commissioner shall promulgate regulations to effectuate the  
18 purposes of this section, including, but not limited to, establishing  
19 the process for the plan submissions and approvals of [tax-free NY  
20 areas] EPIC zones and the eligibility criteria that will be applied in  
21 evaluating those plans.

22 § 8. Section 436 of the economic development law, as added by section  
23 1 of part A of chapter 68 of the laws of 2013 and subdivision 1 as  
24 amended by section 1 of part KKK of chapter 58 of the laws of 2020, is  
25 amended to read as follows:

26 § 436. Businesses locating in [tax-free NY areas] EPIC zones. 1. A  
27 campus, university or college that has sponsored [a tax-free NY area] an  
28 EPIC zone (including any strategic state asset affiliated with the

1 campus, university or college) shall solicit and accept applications  
2 from businesses to locate in such area that are consistent with the plan  
3 of such campus, university or college or strategic state asset that has  
4 been approved pursuant to section four hundred thirty-five of this arti-  
5 cle. Any business that wants to locate in [a tax-free NY area must] an  
6 EPIC zone shall submit an application to the campus, university or  
7 college which is sponsoring the [tax-free NY area] EPIC zone by December  
8 thirty-first, two thousand [twenty-five] thirty. Prior to such date, the  
9 commissioner shall prepare an evaluation on the effectiveness of the  
10 [START-UP NY] EPIC program and deliver it to the governor and the legis-  
11 lature to determine continued eligibility for application submissions.

12 2. (a) The sponsoring campus, university or college shall provide the  
13 application and all supporting documentation of any business it decides  
14 to accept into its [tax-free NY area] EPIC zone to the commissioner for  
15 review. Such application shall be in a form prescribed by the commis-  
16 sioner and shall contain all information the commissioner determines is  
17 necessary to properly evaluate the business's application, including,  
18 but not limited to, the name, address, and employer identification  
19 number of the business; a description of the land or space the business  
20 will use, the terms of the lease agreement, if applicable, between the  
21 sponsoring campus, university or college and the business, and whether  
22 or not the land or space being used by the business is being transferred  
23 or sublet to the business from some other business. The application must  
24 include a certification by the business that it meets the eligibility  
25 criteria specified in section four hundred thirty-three of this article  
26 and will align with or further the academic mission of the sponsoring  
27 campus, college or university, and that the business's participation in  
28 the [START-UP NY] EPIC program will have positive community and economic

1 benefits. The application must also describe whether or not the busi-  
2 ness competes with other businesses in the same community but outside  
3 the [tax-free NY area] EPIC zone. In addition, the application must  
4 include a description of how the business plans to recruit employees  
5 from the local workforce.

6 (b) The commissioner shall review such application and documentation  
7 within sixty days and may reject such application upon a determination  
8 that the business does not meet the eligibility criteria in section four  
9 hundred thirty-three of this article, has submitted an incomplete appli-  
10 cation, has failed to comply with subdivision three of this section, or  
11 has failed to demonstrate that the business's participation in the  
12 [START-UP NY] EPIC program will have positive community and economic  
13 benefits, which shall be evaluated based on factors including but not  
14 limited to whether or not the business competes with other businesses in  
15 the same community but outside the [tax-free NY area] EPIC zone as  
16 prohibited by section four hundred forty of this article. If the commis-  
17 sioner rejects such application, it shall provide notice of such  
18 rejection to the sponsoring campus, university or college and business.  
19 If the commissioner does not reject such application within sixty days,  
20 such business is accepted to locate in such [tax-free NY area] EPIC  
21 zone, and the application of such business shall constitute a contract  
22 between such business and the sponsoring campus, university or college.  
23 The sponsoring campus, university or college must provide accepted busi-  
24 nesses with documentation of their acceptances in such form as  
25 prescribed by the commissioner of taxation and finance which will be  
26 used to demonstrate such business's eligibility for the tax benefits  
27 specified in section thirty-nine of the tax law.

1 (c) If a state university campus proposes to enter into a lease with a  
2 business for eligible land in [a tax-free NY area] an EPIC zone with a  
3 term greater than forty years, including any options to renew, or for  
4 eligible land in [a tax-free NY area] an EPIC zone of one million or  
5 more square feet, the state university campus, at the same time as the  
6 application is provided to the commissioner, also must submit the lease  
7 for review to the [START-UP NY] EPIC approval board. If the board does  
8 not disapprove of the lease terms within thirty days, the lease is  
9 deemed approved. If the board disapproves the lease terms, the state  
10 university campus must submit modified lease terms to the commissioner  
11 for review. The commissioner's sixty day review period is suspended  
12 while the board is reviewing the lease and during the time it takes for  
13 the state university campus to modify the lease terms.

14 (d) Except as otherwise provided in this article, proprietary informa-  
15 tion or supporting documentation submitted by a business to a sponsoring  
16 campus, university or college shall only be utilized for the purpose of  
17 evaluating such business's application or compliance with the provisions  
18 of this article and shall not be otherwise disclosed. Any person who  
19 willfully discloses such information to a third party for any other  
20 purpose whatsoever shall be guilty of a misdemeanor.

21 3. The business submitting the application, as part of the applica-  
22 tion, must:

23 (a) agree to allow the department of taxation and finance to share its  
24 tax information with the department and the sponsoring campus, universi-  
25 ty or college;

26 (b) agree to allow the department of labor to share its tax and  
27 employer information with the department and the sponsoring campus,  
28 university or college;

1 (c) allow the department and its agents and the sponsoring campus,  
2 university or college access to any and all books and records the  
3 department or sponsoring campus, university or college may require to  
4 monitor compliance;

5 (d) include performance benchmarks, including the number of net new  
6 jobs that must be created, the schedule for creating those jobs, and  
7 details on job titles and expected salaries. The application must speci-  
8 fy the consequences for failure to meet such benchmarks, as determined  
9 by the business and the sponsoring campus, university or college: (i)  
10 suspension of such business's participation in the [START-UP NY] EPIC  
11 program for one or more tax years as specified in such application; (ii)  
12 termination of such business's participation in the [START-UP NY] EPIC  
13 program; and/or (iii) proportional recovery of tax benefits awarded  
14 under the [START-UP NY] EPIC program as specified in section thirty-nine  
15 of the tax law;

16 (e) provide the following information to the department and sponsoring  
17 campus, university or college upon request:

18 (i) the prior three years of federal and state income or franchise tax  
19 returns, unemployment insurance quarterly returns, real property tax  
20 bills and audited financial statements;

21 (ii) the employer identification or social security numbers for all  
22 related persons to the business, including those of any members of a  
23 limited liability company or partners in a partnership;

24 (f) provide a clear and detailed presentation of all related persons  
25 to the business to assure the department that jobs are not being shifted  
26 within the state; and

27 (g) certify, under penalty of perjury, that it is in substantial  
28 compliance with all environmental, worker protection, and local, state,



1 and federal tax laws, and that it satisfies all the eligibility require-  
2 ments to participate in the [START-UP NY] EPIC program.

3 4. (a) At the conclusion of the lease term of a lease by the sponsor-  
4 ing campus, university or college to a business of land or space in [a  
5 tax-free NY area] an EPIC zone owned by the sponsoring campus, universi-  
6 ty or college, the leased land or space and any improvements thereon  
7 shall revert to the sponsoring campus, university or college, unless the  
8 lease is renewed.

9 (b) If, at any time, the sponsoring campus, university or college or  
10 the commissioner determines that a business no longer satisfies any of  
11 the eligibility criteria specified in section four hundred thirty-three  
12 of this article, the sponsoring campus, university or college shall  
13 recommend to the commissioner that the commissioner terminate or the  
14 commissioner on his or her own initiative shall immediately terminate  
15 such business's participation in the [START-UP NY] EPIC zone program.  
16 Such business shall be notified of such termination by a method which  
17 allows for verification of receipt of such termination notice. A copy of  
18 such termination notice shall be sent to the commissioner of taxation  
19 and finance. Upon such termination, such business shall not be eligible  
20 for the tax benefits specified in section thirty-nine of the tax law for  
21 that or any future taxable year, calendar quarter or sales tax quarter,  
22 although employees of such business may continue to claim the tax bene-  
23 fit for their wages during the remainder of that taxable year. Further,  
24 such lease or contract between the sponsoring campus, university or  
25 college and such business shall be rescinded, effective on the thirtieth  
26 day after the commissioner mailed such termination notice to such busi-  
27 ness and the land or space and any improvements thereon shall revert to  
28 the sponsoring campus, university or college.

1 5. The commissioner shall promulgate regulations to effectuate the  
2 purposes of this section, including, but not limited to, establishing  
3 the process for the evaluation and possible rejection of applications,  
4 the eligibility criteria that will be applied in evaluating those appli-  
5 cations, and the process for terminations from the [START-UP NY] EPIC  
6 program and administrative appeals of such terminations.

7 § 9. The economic development law is amended by adding a new section  
8 436-a to read as follows:

9 § 436-a. Commissioner authority to act in lieu of EPIC approval board.  
10 With respect to its duties under this article, if the EPIC approval  
11 board's membership is not complete, the department shall notify the  
12 legislature of the need for appointments to such board and the legisla-  
13 ture shall have thirty calendar days to make such appointments. If after  
14 thirty calendar days such appointments have not been made, and the board  
15 is not fully constituted nor able to undertake its duties under this  
16 article, any and all items requiring board approval can be decided upon  
17 by the commissioner and such decisions shall be binding as if having  
18 been rendered by the EPIC approval board.

19 § 10. Section 437 of the economic development law, as added by section  
20 1 of part A of chapter 68 of the laws of 2013, is amended to read as  
21 follows:

22 § 437. MWBE and prevailing wage requirements. 1. For prevailing wage  
23 and minority and women-owned business enterprises requirements applica-  
24 ble to [tax-free NY areas] EPIC zones on state university campuses, city  
25 university campuses and community colleges, see section three hundred  
26 sixty-one of the education law.

27 2. Any contract to which a business on a strategic state asset in [a  
28 tax-free NY area] an EPIC zone is a party, and any contract entered into

1 by a third party acting in place of, on behalf of and for the benefit of  
2 the business pursuant to any lease, permit or other agreement between  
3 such third party and the business, for the construction, reconstruction,  
4 demolition, excavation, rehabilitation, repair, renovation, alteration,  
5 or improvement, of a project, shall be subject to all of the provisions  
6 of article eight of the labor law, including the enforcement of prevail-  
7 ing wage requirements by the fiscal officer as defined in paragraph e of  
8 subdivision five of section two hundred twenty of the labor law to the  
9 same extent as a contract of the state, and shall be deemed a public  
10 work for purposes of such article.

11 3. Any individual, public corporation or authority, private corpo-  
12 ration, limited liability company or partnership or other entity enter-  
13 ing into a contract, subcontract, lease, grant, bond, covenant or other  
14 agreement for a project undertaken on a strategic state asset in [a  
15 tax-free NY area] an EPIC zone shall be deemed a state agency as that  
16 term is defined in article fifteen-A of the executive law and such  
17 contracts shall be deemed state contracts within the meaning of that  
18 term as set forth in such article.

19 4. A business on a strategic state asset in [a tax-free NY area] an  
20 EPIC zone may require a contractor awarded a contract, subcontract,  
21 lease, grant, bond, covenant or other agreement for a project to enter  
22 into a project labor agreement pursuant to section two hundred twenty-  
23 two of the labor law during and for the work involved with such project  
24 when such requirement is part of the business's request for proposals  
25 for the project and when the business determines that the record  
26 supporting the decision to enter into such an agreement establishes that  
27 the interests underlying the competitive bidding laws are best met by  
28 requiring a project labor agreement including: obtaining the best work

1 at the lowest possible price; preventing favoritism, fraud and  
2 corruption; the impact of delay; the possibility of cost savings; and  
3 any local history of labor unrest.

4 5. For the purposes of this section "project" shall mean capital  
5 improvement work on a strategic state asset to be subject to any lease,  
6 transfer or conveyance, other than conveyance of title. Such capital  
7 improvement work shall include the design, construction, reconstruction,  
8 demolition, excavation, rehabilitation, repair, renovation, alteration  
9 or improvement of a strategic state asset.

10 § 11. Section 439 of the economic development law, as added by section  
11 1 of part A of chapter 68 of the laws of 2013, is amended to read as  
12 follows:

13 § 439. Conflict of interest guidelines. 1. Each campus, university or  
14 college participating in the [START-UP NY] EPIC program shall adopt a  
15 conflict of interest policy. Such conflict of interest policy shall  
16 provide, as it relates to the [START-UP NY] EPIC program: (a) as a  
17 general principle, that service as an official of the campus, university  
18 or college shall not be used as a means for private benefit or inurement  
19 for the official, a relative thereof, or any entity in which the offi-  
20 cial, or relative thereof, has a business interest; (b) no official who  
21 is a vendor or employee of a vendor of goods or services to the campus,  
22 university or college, or who has a business interest in such vendor, or  
23 whose relative has a business interest in such vendor, shall vote on, or  
24 participate in the administration by the campus, university or college,  
25 as the case may be, of any transaction with such vendor; and (c) upon  
26 becoming aware of an actual or potential conflict of interest, an offi-  
27 cial shall advise the president or chief executive officer of the  
28 campus, university or college, as the case may be, of his or her or a

1 relative's business interest in any such existing or proposed vendor  
2 with the campus, university or college. Each campus, university or  
3 college shall maintain a written record of all disclosures of actual or  
4 potential conflicts of interest made pursuant to paragraph (c) of this  
5 subdivision, and shall report such disclosures, on a calendar year  
6 basis, by January thirty-first of each year, to the auditor for such  
7 campus, university or college. The auditor shall forward such reports to  
8 the commissioner, who shall make public such reports.

9 2. For purposes of such conflict of interest policies: (a) an official  
10 of a campus, university or college has a "business interest" in an enti-  
11 ty if the individual: (i) owns or controls ten percent or more of the  
12 stock of the entity (or one percent in the case of an entity the stock  
13 of which is regularly traded on an established securities exchange); or  
14 (ii) serves as an officer, director or partner of the entity; (b) a  
15 "relative" of an official of a campus, university or college shall mean  
16 any person living in the same household as the individual and any person  
17 who is a direct descendant of that individual's grandparents or the  
18 spouse of such descendant; and (c) an "official" of a campus, university  
19 or college shall mean an employee at the level of dean and above as well  
20 as any other employee with decision-making authority over the [START-UP  
21 NY] EPIC program.

22 § 12. Section 440 of the economic development law, as added by section  
23 1 of part A of chapter 68 of the laws of 2013, is amended to read as  
24 follows:

25 § 440. Prohibition of anti-competitive behavior. A sponsoring campus,  
26 university or college shall not accept any application to locate in [a  
27 tax-free NY area] an EPIC zone under subdivision one of section four  
28 hundred thirty-six of this article from a business that would compete

1 with other businesses in the same community but outside the [tax-free NY  
2 area] EPIC zone, and the commissioner shall reject any application under  
3 subdivision two of section four hundred thirty-six of this article upon  
4 determining that the business would compete with other businesses in the  
5 same community but outside the [tax-free NY area] EPIC zone. The  
6 commissioner shall issue and promulgate such rules and regulations as  
7 are necessary to implement this section.

8 § 13. Section 215-d of the education law, as added by section 1 of  
9 part Z of chapter 56 of the laws of 2014, is amended to read as follows:

10 § 215-d. State university of New York report on economic development  
11 activities. The chancellor of the state university of New York shall  
12 report to the governor and to the legislature, on or before January  
13 first, two thousand fifteen, on economic development activities under-  
14 taken by the state university of New York. Such report shall include,  
15 but not be limited to, expenditures of capital funds for economic devel-  
16 opment activities received from the empire state development corpo-  
17 ration, SUNY 2020 challenge grant projects, capital expenditures from  
18 other sources, and activities for the purpose of securing [START-UP NY]  
19 EPIC approval.

20 § 14. Paragraphs a, s and z of subdivision 2 of section 355 of the  
21 education law, paragraph a as amended by section 18, paragraph s as  
22 amended by section 19 and paragraph z as added by section 20, of part A  
23 of chapter 68 of the laws of 2013, are amended to read as follows:

24 a. To take, hold and administer on behalf of the state university or  
25 any institution therein, real and personal property or any interest  
26 therein and the income thereof either absolutely or in trust for any  
27 educational or other purpose within the jurisdiction and corporate  
28 purposes of the state university. The trustees may acquire property for

1 such purposes by purchase, appropriation or lease and by the acceptance  
2 of gifts, grants, bequests and devises, and, within appropriations made  
3 therefor, may equip and furnish buildings and otherwise improve property  
4 owned, used or occupied by the state university or any institution ther-  
5 ein. The trustees may acquire property by the acceptance of conditional  
6 gifts, grants, devises or bequests, the provisions of section eleven of  
7 the state finance law notwithstanding. Where real property is to be  
8 acquired by purchase or appropriation, such acquisition shall be in  
9 accordance with the provisions of section three hundred seven of this  
10 chapter except that the powers and duties in said section mentioned to  
11 be performed by the commissioner shall be performed by the state univer-  
12 sity trustees. The provisions of section three of the public lands law  
13 notwithstanding, the trustees may provide for the lease of state-owned  
14 real property under the jurisdiction of the state university that is  
15 part of [a tax-free NY area] an EPIC zone approved pursuant to article  
16 twenty-one of the economic development law, in such manner and upon such  
17 terms as the trustees shall determine, provided such lease is consistent  
18 with the approved plan for such [tax-free NY area] EPIC zone.

19 s. To lease or make available to the state university construction  
20 fund, the dormitory authority or other public benefit corporation, the  
21 New York state teachers' retirement system, the New York state employ-  
22 ees' retirement system, or a business that intends to locate in [a tax-  
23 free NY area] an EPIC zone approved pursuant to article twenty-one of  
24 the economic development law, a portion of the grounds or real property  
25 occupied by a state-operated institution or statutory or contract  
26 college for the construction, acquisition, reconstruction, rehabili-  
27 tation or improvement of academic buildings, dormitories or other facil-  
28 ities thereon pursuant to article eight-A of this chapter and for the

1 purpose of facilitating such construction, acquisition, reconstruction,  
2 rehabilitation or improvement, to enter into leases and agreements for  
3 the use of any such academic building, dormitory or other facility in  
4 accordance with the provisions of section three hundred seventy-eight of  
5 this [chapter] title; provided, however, that nothing herein contained  
6 shall affect the provisions of any lease or agreement heretofore  
7 executed by the state university with the dormitory authority. The state  
8 university trustees may also enter into agreements with the state  
9 university construction fund, the dormitory authority or other public  
10 benefit corporation, the New York state teachers' retirement system, the  
11 New York state employees' retirement system or any business that intends  
12 to locate in [a tax-free NY area] an EPIC zone approved pursuant to  
13 article twenty-one of the economic development law, to furnish heat from  
14 a central heating plant to any academic building, dormitory or other  
15 facility erected by them or with moneys supplied by them. Any such  
16 academic building, dormitory or other facility shall not be subject to  
17 taxation for any purpose.

18 z. In connection with business/university partnerships in support of  
19 the corporate purposes of the state university, to participate in joint  
20 and cooperative arrangements with businesses that have located in [a  
21 tax-free NY area] an EPIC zone approved pursuant to article twenty-one  
22 of the economic development law provided such arrangements are consist-  
23 ent with the approved plan for such [tax-free NY area] EPIC zone.

24 § 15. The section heading and the opening paragraph of subdivision 1  
25 of section 361 of the education law, as added by section 21 of part A of  
26 chapter 68 of the laws of 2013, is amended to read as follows:

27 [START-UP NY] EPIC program leases. Any lease or contract between a  
28 state university campus, city university campus or community college as



1 defined in section four hundred thirty-one of the economic development  
2 law and a business for the use of vacant land or vacant space owned or  
3 leased by such state university campus, community college or city  
4 university campus in [a tax-free NY area] an EPIC zone approved pursuant  
5 to article twenty-one of the economic development law shall provide:

6 § 16. Subdivision 2 of section 420-a of the real property tax law, as  
7 amended by section 17 of part A of chapter 68 of the laws of 2013, is  
8 amended to read as follows:

9 2. If any portion of such real property is not so used exclusively to  
10 carry out thereupon one or more of such purposes but is leased or other-  
11 wise used for other purposes, such portion shall be subject to taxation  
12 and the remaining portion only shall be exempt; provided, however, that  
13 such real property shall be fully exempt from taxation although it or a  
14 portion thereof is used (a) for purposes which are exempt pursuant to  
15 this section or sections four hundred twenty-b, four hundred twenty-two,  
16 four hundred twenty-four, four hundred twenty-six, four hundred twenty-  
17 eight, four hundred thirty or four hundred fifty of this chapter by  
18 another corporation which owns real property exempt from taxation pursu-  
19 ant to such sections or whose real property if it owned any would be  
20 exempt from taxation pursuant to such sections, (b) for purposes which  
21 are exempt pursuant to section four hundred six or section four hundred  
22 eight of this chapter by a corporation which owns real property exempt  
23 from taxation pursuant to such section or if it owned any would be  
24 exempt from taxation pursuant to such section, (c) for purposes which  
25 are exempt pursuant to section four hundred sixteen of this chapter by  
26 an organization which owns real property exempt from taxation pursuant  
27 to such section or whose real property if it owned any would be exempt  
28 from taxation pursuant to such section, (d) for purposes relating to

1 civil defense pursuant to the New York state defense emergency act,  
2 including but not limited to activities in preparation for anticipated  
3 attack, during attack, or following attack or false warning thereof, or  
4 in connection with drill or test ordered or directed by civil defense  
5 authorities, or (e) for purposes of [a tax-free NY area] an EPIC zone  
6 that has been approved pursuant to article twenty-one of the economic  
7 development law, subject to the conditions that the real property must  
8 have been owned by the corporation or association organized exclusively  
9 for educational purposes and exempt pursuant to this section on June  
10 first, two thousand thirteen, and that the exemption shall apply only to  
11 the portion of such real property that is used for purposes of the  
12 [START-UP NY] EPIC program; and provided further that such real property  
13 shall be exempt from taxation only so long as it or a portion thereof,  
14 as the case may be, is devoted to such exempt purposes and so long as  
15 any moneys paid for such use do not exceed the amount of the carrying,  
16 maintenance and depreciation charges of the property or portion thereof,  
17 as the case may be.

18 § 17. Section 39 of the tax law, as added by section 2 of part A of  
19 chapter 68 of the laws of 2013, subdivision (c-1) as added by section 1  
20 and paragraph 6 of subdivision (k) as amended by section 2-a of part T,  
21 and paragraph 4 of subdivision (k) as amended by section 53 of part A of  
22 chapter 59 of the laws of 2014, is amended to read as follows:

23 § 39. Tax benefits for businesses located in [tax-free NY areas] EPIC  
24 zones and employees of such businesses. (a) (1) Any business or owner of  
25 a business in the case of a business taxed as a sole proprietorship,  
26 partnership or New York S corporation, that is located in [a tax-free NY  
27 area] an EPIC zone approved pursuant to article twenty-one of the  
28 economic development law is eligible for the tax benefits described in

1 this section. Unless otherwise specified, such business or owner of such  
2 business shall be eligible for these tax benefits for a period of ten  
3 consecutive taxable years, commencing with the taxable year during which  
4 it locates in the [tax-free NY area] EPIC zone.

5 (2) In order to be eligible for these tax benefits during any taxable  
6 year, calendar quarter or sales tax quarter, such business must be  
7 approved to participate in the [START-UP NY] EPIC program, must operate  
8 at the approved location in the [tax-free NY area] EPIC zone, and must  
9 satisfy the eligibility criteria specified in paragraph (b) of subdivi-  
10 sion one of section four hundred thirty-three of the economic develop-  
11 ment law.

12 (b) [Tax-free NY area] EPIC zone elimination credit. Such business or  
13 the owner of such business shall be eligible for the [tax-free NY area]  
14 EPIC zone tax elimination credit described in section forty of this  
15 article.

16 (c-1) Excise tax on telecommunication services. Such business or owner  
17 of a business shall be eligible for a credit of the excise tax on tele-  
18 communication services imposed by section one hundred eighty-six-e of  
19 this chapter that is passed through to such business, pursuant to the  
20 provisions referenced in subdivision (k) of this section.

21 (d) Metropolitan commuter transportation district mobility tax. If the  
22 [tax-free NY area] EPIC zone at which such business is located is within  
23 the metropolitan commuter transportation district (MCTD), and such busi-  
24 ness is an employer engaged in business within the MCTD, the payroll  
25 expense of such business at such location within the [tax-free NY area]  
26 EPIC zone shall be exempt from the metropolitan commuter transportation  
27 district mobility tax imposed under article twenty-three of this chapter  
28 for forty consecutive calendar quarters, commencing with the calendar

1 quarter during which the employer locates in the [tax-free NY area] EPIC  
2 zone within the MCTD. If the [tax-free NY area] EPIC zone at which such  
3 business is located is within the MCTD and the owner of such business is  
4 an individual who has net earnings from self-employment at such  
5 location, such net earnings shall be exempt from the metropolitan commu-  
6 ter transportation district mobility tax imposed under article twenty-  
7 three of this chapter for ten consecutive taxable years commencing with  
8 the taxable year during which the business locates in the [tax-free NY  
9 area] EPIC zone.

10 (e) To the extent specified, the wages of an individual who is an  
11 employee of such business located within [a tax-free NY area] EPIC zone  
12 received from such business for employment in such [tax-free NY area] an  
13 EPIC zone shall be eligible for the benefits as provided in article  
14 twenty-two of this chapter, the New York city personal income tax as  
15 provided in article thirty of this chapter, the Yonkers city income tax  
16 as provided in article thirty-A of this chapter, and the Yonkers earn-  
17 ings tax on non-residents during the ten taxable year period for such  
18 business specified in subdivision (a) of this section, provided the  
19 requirements of this subdivision are satisfied.

20 (i) The individual when employed by such business must be engaged in  
21 work performed exclusively at the location within the [tax-free NY area]  
22 EPIC zone during the taxable year.

23 (ii) The individual when employed by such business must be engaged in  
24 work at the location of such business within the [tax-free NY area] EPIC  
25 zone for at least one-half of the taxable year.

26 (iii) Such business must be in compliance with the requirements set  
27 forth in subdivision (a) of this section.

1 (iv) The individual must be employed by such business in a net new job  
2 created by such business in the [tax-free NY area] EPIC zone.

3 (f) Sales and use tax. Such business shall be eligible for a credit or  
4 refund for sales and use taxes imposed on the retail sale of tangible  
5 personal property or services under subdivisions (a), (b), and (c) of  
6 section eleven hundred five and section eleven hundred ten of this chap-  
7 ter and similar taxes imposed pursuant to the authority of article twen-  
8 ty-nine of this chapter. The credit or refund shall be allowed for one  
9 hundred twenty consecutive months beginning with the month during which  
10 such business locates in the [tax-free NY area] EPIC zone.

11 (g) Real estate transfer taxes. Any lease of property to such business  
12 shall be exempt from any state or local real estate transfer tax or real  
13 property transfer tax.

14 (h) (A) Notwithstanding any provision of this chapter to the contrary,  
15 the commissioner, to the extent practicable, may disclose publicly the  
16 names and addresses of the businesses receiving any of the tax benefits  
17 specified in this section. In addition, the commissioner may disclose  
18 publicly the amounts of such benefits allowed to each such business, and  
19 whether or not a business created or maintained net new jobs during the  
20 taxable year. With regard to the income tax exemption specified in  
21 subdivision (e) of this section, the commissioner may publicly disclose  
22 the aggregate amounts of such tax exemption allowed to employees. In  
23 addition, the commissioner may publicly disclose the number of net new  
24 jobs such business reports on its tax return or report or any other  
25 information necessary for the commissioner of economic development or  
26 the campus, college or university sponsoring the [tax-free NY area] EPIC  
27 zone approved pursuant to article twenty-one of the economic development

1 law to monitor and enforce compliance with the law, rules and regu-  
2 lations governing the [START-UP NY] EPIC program.

3 (B) Notwithstanding any provision of this chapter to the contrary, the  
4 commissioner, in determining whether a business or any of its owners is  
5 entitled to the tax benefits described in this section, may utilize and  
6 if necessary, disclose to the commissioner of economic development,  
7 information derived from the tax returns of such business or related  
8 persons of such business and wage reporting information relating to any  
9 employees of such business or its related persons.

10 (i) Such business shall not be allowed to claim any other tax credit  
11 allowed under this chapter with respect to its activities or employees  
12 in such [tax-free NY area] EPIC zone.

13 (j) If the application of a business for participation in the [START-  
14 UP NY] EPIC program specifies that failure to meet the performance  
15 benchmarks specified in such application shall result in proportional  
16 recovery of tax benefits awarded under the [START-UP NY] EPIC program,  
17 the business shall be required to reduce the total amount of tax bene-  
18 fits described in this section that the business or its owners claimed  
19 or received during the taxable year by the percentage reduction in net  
20 new jobs promised by the performance benchmarks, and if the tax benefits  
21 are reduced to an amount less than zero, those negative amounts shall be  
22 added back as tax. The amount required to be added back shall be  
23 reported on such business's corporate franchise tax report if such busi-  
24 ness is taxed as a corporation or on the corporate franchise tax reports  
25 or personal income tax returns of the owners of such business if such  
26 business is taxed as a sole proprietorship, partnership or New York S  
27 corporation.

1 (k) Cross-references. For application of the tax benefits provided for  
2 in this section, see the following provisions of this chapter:

3 (1) Section 40.

4 (4) Article 9-A: section 210-B, subdivision 41 and subdivision 44.

5 (5) Article 22: section 606, subsection (i), paragraph (1), subpara-  
6 graph (B), clause (xxxvi).

7 (6) Article 22: section 606, subsection (ww) and subsection (yy).

8 (7) Article 22: section 612, subsection (c), paragraph (40).

9 (8) Article 23: section 803.

10 (9) Article 28: section 1119, subdivision (d).

11 (10) Article 31: section 1405, subdivision (b), paragraph 11.

12 § 18. The section heading and the opening paragraph of section 39-a of  
13 the tax law, as added by section 3 of part A of chapter 68 of the laws  
14 of 2013, is amended to read as follows:

15 Penalties for fraud in the [START-UP NY] EPIC program. If the commis-  
16 sioner of economic development on his or her own initiative or on the  
17 recommendation of a sponsoring campus, university or college finally  
18 determines that any such business participating in the [START-UP NY]EPIC  
19 program authorized under article twenty-one of the economic development  
20 law has acted fraudulently in connection with its participation in such  
21 program, such business:

22 § 19. Section 40 of the tax law, as added by section 4 of part A of  
23 chapter 68 of the laws of 2013, paragraph 1 of subdivision (c) as  
24 amended by section 34, clause (ii) of subparagraph (B) of paragraph 2 of  
25 subdivision (d) as amended by section 35, subparagraph (C) of paragraph  
26 2 of subdivision (d) as amended by section 36, subparagraph (B) of para-  
27 graph 3 of subdivision (d) as amended by section 37 and paragraph 1 of

1 subdivision (e) as amended by section 38 of part T of chapter 59 of the  
2 laws of 2015, is amended to read as follows:

3 § 40. The [tax-free NY area] EPIC zone tax elimination credit. (a)  
4 Allowance of credit. A taxpayer that is a business or owner of a busi-  
5 ness in the case of a business taxed as a sole proprietorship, partner-  
6 ship or New York S corporation, that is located in [a tax-free NY area]  
7 an EPIC zone approved pursuant to article twenty-one of the economic  
8 development law and is subject to tax under article nine-A, or twenty-  
9 two of this chapter, shall be allowed a credit against such tax, pursu-  
10 ant to the provisions referenced in subdivision (e) of this section, to  
11 be computed as hereinafter provided.

12 (b) Amount of credit. The amount of the credit shall be the product  
13 of: (1) the [tax-free area] EPIC zone allocation factor; and (2) the  
14 tax factor.

15 (c) [Tax-free area] EPIC zone allocation factor. The [tax-free area]  
16 EPIC zone allocation factor shall be the percentage representing the  
17 business's economic presence in the [tax-free NY area] EPIC zone in  
18 which the business was approved to locate pursuant to article twenty-one  
19 of the economic development law. This percentage shall be computed by:

20 (1) ascertaining the percentage that the average value of the busi-  
21 ness's real and tangible personal property, whether owned or rented to  
22 it, in the [tax-free NY area] EPIC zone in which the business was  
23 located during the period covered by the taxpayer's report or return  
24 bears to the average value of the business's real and tangible personal  
25 property, whether owned or rented to it, within the state during such  
26 period; provided that the term "value of the business's real and tangi-  
27 ble personal property" shall have the same meaning as such term has in



1 paragraph (a) of subdivision two of section two hundred nine-B of this  
2 chapter; and

3 (2) ascertaining the percentage that the total wages, salaries and  
4 other personal service compensation, similarly computed, during such  
5 period of employees, except general executive officers, employed at the  
6 business's location in the [tax-free NY area] EPIC zone, bears to the  
7 total wages, salaries and other personal service compensation, similarly  
8 computed, during such period, of all the business's employees within the  
9 state, except general executive officers; and

10 (3) adding together the percentages so determined and dividing the  
11 result by two.

12 For purposes of article twenty-two of this chapter, references in this  
13 subdivision to property, wages, salaries and other personal service  
14 compensation shall be deemed to be references to such items connected  
15 with the conduct of a business.

16 (d) Tax factor. (1) General. The tax factor shall be, in the case of  
17 article nine-A of this chapter, the largest of the amounts of tax deter-  
18 mined for the taxable year under paragraphs (a) through (d) of subdivi-  
19 sion one of section two hundred ten of such article after the deduction  
20 of any other credits allowable under such article. The tax factor shall  
21 be, in the case of article twenty-two of this chapter, the tax deter-  
22 mined for the taxable year under subsections (a) through (d) of section  
23 six hundred one of such article after the deduction of any other credits  
24 allowable under such article.

25 (2) Sole proprietors, partners and S corporation shareholders. (A)  
26 Where the taxpayer is a sole proprietor of a business located in [a  
27 tax-free NY area] an EPIC zone, the taxpayer's tax factor shall be that  
28 portion of the amount determined in paragraph one of this subdivision

1 that is attributable to the income of the business at its location in  
2 the [tax-free NY area] EPIC zone. Such attribution shall be made in  
3 accordance with the ratio of the taxpayer's income from such business  
4 allocated within the state, entering into New York adjusted gross  
5 income, to the taxpayer's New York adjusted gross income, or in accord-  
6 ance with such other methods as the commissioner may prescribe as  
7 providing an apportionment that reasonably reflects the portion of the  
8 taxpayer's tax attributable to the income of such business. In no event  
9 may the ratio so determined exceed 1.0. The income from such business  
10 allocated within the state shall be determined as if the sole proprietor  
11 was a non-resident.

12 (B) (i) Where the taxpayer is a member of a partnership that is a busi-  
13 ness located in [a tax-free NY area] an EPIC zone, the taxpayer's tax  
14 factor shall be that portion of the amount determined in paragraph one  
15 of this subdivision that is attributable to the income of the partner-  
16 ship. Such attribution shall be made in accordance with the ratio of the  
17 partner's income from the partnership allocated within the state to the  
18 partner's entire income, or in accordance with such other methods as the  
19 commissioner may prescribe as providing an apportionment that reasonably  
20 reflects the portion of the partner's tax attributable to the income of  
21 the partnership. In no event may the ratio so determined exceed 1.0. The  
22 income from the partnership allocated within the state shall be deter-  
23 mined as if any of the partners was a non-resident.

24 (ii) For purposes of article nine-A of this chapter, the term "part-  
25 ner's income from the partnership" means partnership items of income,  
26 gain, loss and deduction, and New York modifications thereto, entering  
27 into business income and the term "partner's entire income" means busi-  
28 ness income, allocated within the state. For purposes of article twen-

1 ty-two of this chapter, the term "partner's income from the partnership"  
2 means partnership items of income, gain, loss and deduction, and New  
3 York modifications thereto, entering into New York adjusted gross  
4 income, and the term "partner's entire income" means New York adjusted  
5 gross income.

6 (C) (i) Where the taxpayer is a shareholder of a New York S corpo-  
7 ration that is a business located in [a tax-free NY area] an EPIC zone,  
8 the shareholder's tax factor shall be that portion of the amount deter-  
9 mined in paragraph one of this subdivision that is attributable to the  
10 income of the S corporation. Such attribution shall be made in accord-  
11 ance with the ratio of the shareholder's income from the S corporation  
12 allocated within the state, entering into New York adjusted gross  
13 income, to the shareholder's New York adjusted gross income, or in  
14 accordance with such other methods as the commissioner may prescribe as  
15 providing an apportionment that reasonably reflects the portion of the  
16 shareholder's tax attributable to the income of such business. The  
17 income of the S corporation allocated within the state shall be deter-  
18 mined by multiplying the income of the S corporation by a business allo-  
19 cation factor that shall be determined in clause (ii) of this subpara-  
20 graph. In no event may the ratio so determined exceed 1.0.

21 (ii) The business allocation factor for purposes of this subparagraph  
22 shall be computed by adding together the property factor specified in  
23 subclause (I) of this clause, the wage factor specified in subclause  
24 (II) of this clause and the apportionment factor determined under  
25 section two hundred ten-A of this chapter and dividing by three.

26 (I) The property factor shall be determined by ascertaining the  
27 percentage that the average value of the business's real and tangible  
28 personal property, whether owned or rented to it, within the state

1 during the period covered by the taxpayer's report or return bears to  
2 the average value of the business's real and tangible personal property,  
3 whether owned or rented to it, within and without the state during such  
4 period; provided that the term "value of the business's real and tangi-  
5 ble personal property" shall have the same meaning as such term has in  
6 paragraph (a) of subdivision two of section two hundred nine-B of this  
7 chapter.

8 (II) The wage factor shall be determined by ascertaining the percent-  
9 age that the total wages, salaries and other personal service compen-  
10 sation, similarly computed, during such period of employees, except  
11 general executive officers, employed at the business's location or  
12 locations within the state, bears to the total wages, salaries and other  
13 personal service compensation, similarly computed, during such period,  
14 of all the business's employees within and without the state, except  
15 general executive officers.

16 (3) Combined returns or reports. (A) Where the taxpayer is a business  
17 located in [a tax-free NY area] an EPIC zone and is required or permit-  
18 ted to make a return or report on a combined basis under article nine-A  
19 of this chapter, the taxpayer's tax factor shall be the amount deter-  
20 mined in paragraph one of this subdivision that is attributable to the  
21 income of such business. Such attribution shall be made in accordance  
22 with the ratio of the business's income allocated within the state to  
23 the combined group's income, or in accordance with such other methods as  
24 the commissioner may prescribe as providing an apportionment that  
25 reasonably reflects the portion of the combined group's tax attributable  
26 to the income of such business. In no event may the ratio so determined  
27 exceed 1.0.

1 (B) The term "income of the business located in [a tax-free NY area]  
2 an EPIC zone" means business income calculated as if the taxpayer was  
3 filing separately and the term "combined group's income" means business  
4 income as shown on the combined report, allocated within the state.

5 (4) If a business is generating or receiving income from a line of  
6 business or intangible property that was previously conducted, created  
7 or developed by the business or a related person, as that term is  
8 defined in section four hundred thirty-one of the economic development  
9 law, the tax factor specified in this subdivision shall be adjusted to  
10 disregard such income.

11 (e) Cross-references. For application of the credit provided for in  
12 this section, see the following provisions of this chapter:

13 (1) Article 9-A: section 210-B, subdivision 41.

14 (2) Article 22: section 606, subsection (i), paragraph (1), subpara-  
15 graph (B), clause (xxxvi).

16 (3) Article 22: section 606, subsection (ww).

17 § 20. Clauses (xxxvi) and (xxxviii) of subparagraph (B) of paragraph 1  
18 of subsection (i) and subsections (ww) and (yy) of section 606 of the  
19 tax law, clauses (xxxvi) and (xxxviii) of subparagraph (B) of paragraph  
20 1 of subsection (i) as amended by section 68 of part A of chapter 59 of  
21 the laws of 2014, subsection (ww) as added by section 9 of part A of  
22 chapter 68 of the laws of 2013, and subsection (yy) as amended by  
23 section 9 of part I of chapter 59 of the laws of 2015, are amended to  
24 read as follows:

25 (xxxvi) [Tax-free NY area] EPIC zone Amount of  
26 tax elimination credit credit under

1 subdivision forty-one  
2 of section two hundred ten-B

3 (xxxviii) [Tax-free NY area] EPIC Amount  
4 zone of credit under  
5 excise tax on subdivision  
6 telecommunications services forty-four of section  
7 credit under subsection (yy) two hundred ten-B

8 (ww) [Tax-free NY area] EPIC zone tax elimination credit. (1) Allowance  
9 of credit. A taxpayer shall be allowed a credit, to be computed as  
10 provided under section forty of this chapter, against the tax imposed by  
11 this article.

12 (2) Application of credit. If the amount of the credit allowed under  
13 this subsection for any taxable year exceeds the taxpayer's tax for such  
14 year, the excess will be treated as an overpayment to be credited or  
15 refunded in accordance with the provisions of section six hundred eight-  
16 y-six of this article, provided, however, that no interest will be paid  
17 thereon.

18 (yy) The [tax-free NY area] EPIC zone excise tax on telecommunication  
19 services credit. A taxpayer that is a business or owner of a business  
20 that is located in [a tax-free NY area] an EPIC zone approved pursuant  
21 to article twenty-one of the economic development law shall be allowed a  
22 credit equal to the excise tax on telecommunication services imposed by  
23 section one hundred eighty-six-e of this chapter and passed through to  
24 such business during the taxable year to the extent not otherwise  
25 deducted in computing New York adjusted gross income. This credit may be  
26 claimed only where any tax imposed by such section one hundred eighty-

1 six-e has been separately stated on a bill from the provider of telecom-  
2 munication services and paid by such taxpayer with respect to such  
3 services rendered within [a tax-free NY area] an EPIC zone during the  
4 taxable year. If the amount of the credit allowed under this subsection  
5 for any taxable year exceeds the taxpayer's tax for such year, the  
6 excess will be treated as an overpayment to be credited or refunded in  
7 accordance with the provisions of section six hundred eighty-six of this  
8 article, provided, however, that no interest will be paid thereon.

9 § 21. Paragraph 39-a of subsection (b) and paragraph 40 of subsection  
10 (c) of section 612 of the tax law, paragraph 39-a of subsection (b) as  
11 added by section 5-a of part T of chapter 59 of the laws of 2014 and  
12 paragraph 40 of subsection (c) as added by section 10 of part A of chap-  
13 ter 68 of the laws of 2013, are amended to read as follows:

14 (39-a) The amount of any federal deduction for the excise tax on tele-  
15 communication services to the extent such taxes are used as the basis of  
16 the calculation of [tax-free NY area] EPIC zone excise tax on telecommu-  
17 nication services credit allowed under subsection (yy) of section six  
18 hundred six of this article.

19 (40) Any wages received by an individual as an employee of a business  
20 located within [a tax-free NY area] an EPIC zone during the first five  
21 years of such business's ten year taxable period specified in subdivi-  
22 sion (a) of section thirty-nine of this chapter, to the extent included  
23 in federal adjusted gross income and allowed under section thirty-nine  
24 of this chapter. During the second five years of such business's ten  
25 year taxable period, the first two hundred thousand dollars of such  
26 wages in the case of a taxpayer filing as a single individual, the first  
27 two hundred fifty thousand dollars of such wages in the case of a  
28 taxpayer filing as a head of household, and three hundred thousand

1 dollars of such wages in the case of a taxpayer filing a joint return,  
2 to the extent included in federal adjusted gross income and allowed  
3 under section thirty-nine of this chapter.

4 § 22. Subparagraph 20-a of paragraph (b) of subdivision 9 of section  
5 208 of the tax law, as amended by section 4 of part A of chapter 59 of  
6 the laws of 2014, is amended to read as follows:

7 (20-a) The amount of any federal deduction for the excise tax on tele-  
8 communication services to the extent such taxes are used as the basis of  
9 the calculation of the [tax-free NY area] EPIC zone excise tax on tele-  
10 communication services credit allowed under subdivision forty-four of  
11 section two hundred ten-B of this article.

12 § 23. Subdivision (b) of section 803 of the tax law, as added by  
13 section 11 of part A of chapter 68 of the laws of 2013, is amended to  
14 read as follows:

15 (b) If [a tax-free NY area] an EPIC zone approved pursuant to the  
16 provisions of article twenty-one of the economic development law is  
17 located within the MCTD, the payroll expense in such [tax-free NY area]  
18 EPIC zone of any employer that is located in such area and accepted into  
19 the [START-UP NY] EPIC program shall be exempt from the tax imposed  
20 under this article. In addition, the net earnings from self-employment  
21 of an individual from a business in such [tax-free NY area] EPIC zone  
22 that is accepted into the [START-UP NY] EPIC program shall be exempt  
23 from the tax imposed under this article.

24 § 24. Subdivisions 41 and 44 of section 210-B of the tax law, subdivi-  
25 sion 41 as amended by section 40, and subdivision 44 as amended by  
26 section 41 of part T of chapter 59 of the laws of 2015, are amended to  
27 read as follows:



1 41. The [tax-free NY area] EPIC zone tax elimination credit. A taxpay-  
2 er shall be allowed a credit to be computed as provided in section forty  
3 of this chapter, against the tax imposed by this article. Unless the  
4 taxpayer has [a tax-free NY area] an EPIC zone allocation factor of one  
5 hundred percent, the credit allowed under this subdivision for any taxa-  
6 ble year shall not reduce the tax due for such year to less than the  
7 amount prescribed in paragraph (d) of subdivision one of section two  
8 hundred ten of this article. However, if the amount of the credit allow-  
9 able under this subdivision for any taxable year reduces the tax to such  
10 amount or if the taxpayer otherwise pays tax based on the fixed dollar  
11 minimum amount, any amount of credit not deductible in such taxable year  
12 shall be treated as an overpayment of tax to be credited or refunded in  
13 accordance with the provisions of section one thousand eighty-six of  
14 this chapter. Provided, however, the provisions of subsection (c) of  
15 section one thousand eighty-eight of this chapter notwithstanding, no  
16 interest shall be paid thereon.

17 44. The [tax-free NY area] EPIC zone excise tax on telecommunication  
18 services credit. A taxpayer that is a business or owner of a business  
19 that is located in [a tax-free NY area] an EPIC zone approved pursuant  
20 to article twenty-one of the economic development law shall be allowed a  
21 credit equal to the excise tax on telecommunication services imposed by  
22 section one hundred eighty-six-e of this chapter and passed through to  
23 such business during the taxable year to the extent not otherwise  
24 deducted in computing entire net income under this article. However,  
25 except as otherwise provided for in this subdivision, if the amount of  
26 the credit allowable under this subdivision for any taxable year reduces  
27 the tax to the amount prescribed in paragraph (d) of subdivision one of  
28 section two hundred ten of this chapter or if the taxpayer otherwise

1 pays tax based on the fixed dollar minimum amount, any amount of credit  
2 not deductible in such taxable year shall be treated as an overpayment  
3 of tax to be credited or refunded in accordance with the provisions of  
4 section one thousand eighty-six of this chapter. This credit may be  
5 claimed only where any tax imposed by such section one hundred eighty-  
6 six-e has been separately stated on a bill from the provider of telecom-  
7 munication services and paid by such business with respect to such  
8 services rendered within [a tax-free NY area] an EPIC zone during the  
9 taxable year. Unless the taxpayer has [a tax-free NY area] an EPIC zone  
10 allocation factor of one hundred percent, the credit allowed under this  
11 subdivision for any taxable year shall not reduce the tax due for such  
12 year to less than the amount prescribed in paragraph (d) of subdivision  
13 one of section two hundred ten of this chapter. Provided, however, the  
14 provisions of subsection (c) of section one thousand eighty-eight of  
15 this chapter notwithstanding, no interest shall be paid thereon.

16 § 25. Paragraphs 1 and 2 of subdivision (d) of section 1119 of the tax  
17 law, as amended by section 12 of part A of chapter 68 of the laws of  
18 2013, are amended to read as follows:

19 (1) Subject to the conditions and limitations provided for in this  
20 section, a refund or credit will be allowed for taxes imposed on the  
21 retail sale of tangible personal property described in subdivision (a)  
22 of section eleven hundred five of this article, and on every sale of  
23 services described in subdivisions (b) and (c) of such section, and  
24 consideration given or contracted to be given for, or for the use of,  
25 such tangible personal property or services, where such tangible  
26 personal property or services are sold to a qualified empire zone enter-  
27 prise or to a qualified entity that is also a tenant in or part of a New  
28 York state innovation hot spot as provided in section thirty-eight of

1 this chapter or to a business located in [a tax-free NY area] an EPIC  
2 zone approved pursuant to article twenty-one of the economic development  
3 law, provided that (A) such tangible personal property or tangible  
4 personal property upon which such a service has been performed or such  
5 service (other than a service described in subdivision (b) of section  
6 eleven hundred five of this article) is directly and predominantly, or  
7 such a service described in clause (A) or (D) of paragraph one of such  
8 subdivision (b) of section eleven hundred five of this article is  
9 directly and exclusively, used or consumed by (i) such qualified empire  
10 zone enterprise in an area designated as an empire zone pursuant to  
11 article eighteen-B of the general municipal law with respect to which  
12 such enterprise is certified pursuant to such article eighteen-B, or  
13 (ii) such qualified entity at its location in or as part of a New York  
14 state innovation hot spot, or (iii) such business at its location in  
15 such [tax-free NY area] EPIC zone, or (B) such a service described in  
16 clause (B) or (C) of paragraph one of subdivision (b) of section eleven  
17 hundred five of this article is delivered and billed to (i) such enter-  
18 prise at an address in such empire zone or (ii) such qualified entity at  
19 its location in or as part of the New York state innovation hot spot, or  
20 (iii) such business at its location in such [tax-free NY area] EPIC  
21 zone, or (C) the enterprise's place of primary use of the service  
22 described in paragraph two of such subdivision (b) of section eleven  
23 hundred five is at an address in such empire zone or at its location in  
24 or as part of a New York state innovation hot spot, or at its location  
25 in such [tax-free NY area] EPIC zone; provided, further, that, in order  
26 for a motor vehicle, as defined in subdivision (c) of section eleven  
27 hundred seventeen of this article, or tangible personal property related  
28 to such a motor vehicle to be found to be used predominantly in such a

1 zone, at least fifty percent of such motor vehicle's use shall be exclu-  
2 sively within such zone or at least fifty percent of such motor vehi-  
3 cle's use shall be in activities originating or terminating in such  
4 zone, or both; and either or both such usages shall be computed either  
5 on the basis of mileage or hours of use, at the discretion of such  
6 enterprise. For purposes of this subdivision, tangible personal property  
7 related to such a motor vehicle shall include a battery, diesel motor  
8 fuel, an engine, engine components, motor fuel, a muffler, tires and  
9 similar tangible personal property used in or on such a motor vehicle.

10 (2) Subject to the conditions and limitations provided for in this  
11 section, a refund or credit will be allowed for taxes imposed on the  
12 retail sale of, and consideration given or contracted to be given for,  
13 or for the use of, tangible personal property sold to a contractor,  
14 subcontractor or repairman for use in (A) erecting a structure or build-  
15 ing of a qualified empire zone enterprise or a business located in [a  
16 tax-free NY area] an EPIC zone approved pursuant to article twenty-one  
17 of the economic development law, (B) adding to, altering or improving  
18 real property, property or land of such an enterprise or such business,  
19 or (C) maintaining, servicing or repairing real property, property or  
20 land of such an enterprise or of such business, as the terms real prop-  
21 erty, property or land are defined in the real property tax law;  
22 provided, however, no credit or refund will be allowed under this para-  
23 graph unless such tangible personal property is to become an integral  
24 component part of such structure, building, real property, property or  
25 land located in an area designated as an empire zone pursuant to article  
26 eighteen-B of the general municipal law in, and with respect to which  
27 such enterprise is certified pursuant to such article eighteen-B, or in  
28 an area approved as [a tax-free NY area] an EPIC zone pursuant to arti-

1 cle twenty-one of the economic development law where such business is  
2 located.

3 § 26. Subsection (d) of section 1340 of the tax law, as added by  
4 section 16 of part A of chapter 68 of the laws of 2013, is amended to  
5 read as follows:

6 (d) Any wages received by an individual as an employee of a business  
7 located in [a tax-free NY area] an EPIC zone within the city during the  
8 first five years of such business's ten year taxable period specified in  
9 subdivision (a) of section thirty-nine of this chapter and earned at  
10 such location shall be exempt from the tax authorized to be imposed by  
11 this article to the extent included in federal adjusted gross income and  
12 allowed under section thirty-nine of this chapter. During the second  
13 five years of such business's ten year taxable period, the first two  
14 hundred thousand dollars of such wages in the case of a taxpayer filing  
15 as a single individual, the first two hundred fifty thousand dollars of  
16 such wages in the case of a taxpayer filing as a head of household, and  
17 three hundred thousand dollars of such wages in the case of a taxpayer  
18 filing a joint return, to the extent included in federal adjusted gross  
19 income and allowed under section thirty-nine of this chapter.

20 § 27. Paragraph 11 of subdivision (b) of section 1405 of the tax law,  
21 as added by section 13 of part A of chapter 68 of the laws of 2013, is  
22 amended to read as follows:

23 11. Conveyances of real property located in [tax-free NY areas] EPIC  
24 zones approved pursuant to article twenty-one of the economic develop-  
25 ment law to businesses located in such areas that are participating in  
26 the [START-UP NY] EPIC program pursuant to such article twenty-one.

1 § 28. Paragraph (c) of subdivision 2 of section 770 of the labor law,  
2 as added by section 1 of subpart R of part XX of chapter 55 of the laws  
3 of 2020, is amended to read as follows:

4 (c) The term "tax credit" means any of the following tax credits  
5 allowed under the tax law: recovery tax credit, [tax-free New York area]  
6 EPIC zone tax elimination credit, minimum wage reimbursement credit,  
7 empire state jobs retention program credit, economic transformation and  
8 facility redevelopment program tax credit, excelsior jobs program cred-  
9 it, employee training incentive program tax credit, empire state appren-  
10 ticeship program tax credit, and employment incentive tax credit.

11 § 29. Paragraph 36 of subdivision (c) of section 11-1712 of the admin-  
12 istrative code of the city of New York, as added by section 15 of part A  
13 of chapter 68 of the laws of 2013, is amended to read as follows:

14 (36) Any wages received by an individual as an employee of a business  
15 located within [a tax-free NY area] an EPIC zone during the first five  
16 years of such business's ten year taxable period specified in subdivi-  
17 sion (a) of section thirty-nine of the tax law to the extent included in  
18 federal adjusted gross income and allowed under section thirty-nine of  
19 the tax law. During the second five years of such business's ten year  
20 taxable period, the first two hundred thousand dollars of such wages in  
21 the case of a taxpayer filing as a single individual, the first two  
22 hundred fifty thousand dollars of such wages in the case of a taxpayer  
23 filing as a head of household, and three hundred thousand dollars of  
24 such wages in the case of a taxpayer filing a joint return, to the  
25 extent included in federal adjusted gross income and allowed under  
26 section thirty-nine of the tax law.

27 § 30. This act shall take effect on the thirtieth day after it shall  
28 have become a law; provided, however, that the amendments to paragraph a

1 of subdivision 2 of section 355 of the education law made by section  
2 fourteen of this act shall not affect the expiration and reversion of  
3 such paragraph and shall be deemed to expire therewith.

4 PART DD

5 Section 1. Section 1 of chapter 174 of the laws of 1968, constituting  
6 the New York state urban development corporation act, is amended by  
7 adding a new section 52-a to read as follows:

8 § 52-a. Small business innovation research and small business technol-  
9 ogy transfer grant program. 1. The corporation, in consultation with the  
10 division for small business, shall establish a matching grant program to  
11 provide contingent matching fund commitments and funds to small busi-  
12 nesses who have been awarded phase one or phase two grants under the  
13 federal small business innovation research program or the federal small  
14 business technology transfer program. Such grants shall be awarded based  
15 on a company's potential for commercialization and job growth. Companies  
16 applying to the federal programs named herein shall have an opportunity  
17 to apply to the corporation for a commitment letter that may be included  
18 in their application to the small business innovation research program  
19 or the small business technology transfer program, demonstrating contin-  
20 gent state support, and therefore increasing their likelihood of receiv-  
21 ing federal funding. State matching grants shall be provided to small  
22 businesses that are selected for award through these federal programs.  
23 As used in this section, "small business" shall have the same meaning as  
24 provided for in section one hundred thirty-one of the economic develop-  
25 ment law.

1     2. Such funds awarded pursuant to this section shall be used to expe-  
2 dite commercialization, including but not necessarily limited to patents  
3 and marketing studies in sales efforts. A small business may apply for  
4 multiple matching fund grants, but shall only receive one award through  
5 this program each calendar year.

6     3. The corporation, in consultation with the division for small busi-  
7 ness, shall establish the form and manner in which applications for  
8 grant awards shall be submitted and shall establish guidelines for the  
9 grant program. The corporation shall review each application for compli-  
10 ance with the eligibility criteria and other requirements set forth in  
11 the program guidelines established by the corporation. The corporation  
12 may approve or reject each application or may return an application for  
13 modifications, if necessary.

14     4. The corporation, beginning on June first, two thousand twenty-four,  
15 and annually thereafter, provided program funds remain, shall submit a  
16 report to the governor, the temporary president of the senate, and the  
17 speaker of the assembly. Such annual report shall include, but need not  
18 be limited to: the number of applicants by stage; the number of appli-  
19 cants approved to receive grants; the total amount of grants awarded and  
20 the average amount of such grants awarded; and such other information as  
21 the department of economic development determines necessary and appro-  
22 priate. Such report shall be included on the department of economic  
23 development's website and any other publicly accessible state databases  
24 that list economic development programs, as determined by the corpo-  
25 ration.

26     § 2. This act shall take effect immediately.



1 Section 1. Paragraph (a) of subdivision 1 of section 1977-a of the  
2 public authorities law, as amended by chapter 241 of the laws of 1995,  
3 is amended to read as follows:

4 (a) For the purpose of financing project costs for the project for the  
5 Battery Park project area other than the financing of loans, advances  
6 and mortgage loans to housing companies organized to provide housing  
7 within the Battery Park project area, the authority may issue bonds and  
8 notes in an aggregate principal amount at any one time outstanding not  
9 exceeding [three] five hundred million dollars, excluding bonds and  
10 notes issued to refund outstanding bonds and notes.

11 § 2. Paragraph (f) of subdivision 1 of section 1977-a of the public  
12 authorities law, as added by chapter 628 of the laws of 2019, is amended  
13 to read as follows:

14 (f) Additional authorizations. For the purpose of financing capital  
15 costs in connection with a program of infrastructure construction,  
16 improvements and other capital expenditures for the project area, the  
17 authority may, in addition to the authorizations contained elsewhere in  
18 this title, borrow money by issuing bonds and notes in an aggregate  
19 principal amount not exceeding one billion five hundred million dollars,  
20 plus a principal amount of bonds or notes issued (i) to fund any related  
21 debt service reserve fund, (ii) to provide capitalized interest, and  
22 (iii) to provide for fees and other charges and expenses including any  
23 underwriters' discounts, related to the issuance of such bonds or notes,  
24 all as determined by the authority, excluding bonds and notes issued to  
25 refund outstanding bonds and notes issued pursuant to this section.

26 § 3. This act shall take effect immediately.

1 Section 1. Section 217 of the state finance law, as amended by section  
2 1 of part H of chapter 60 of the laws of 2011, is amended to read as  
3 follows:

4 § 217. Linked loans. Linked loans shall be made by lenders pursuant to  
5 the program only to eligible businesses in connection with eligible  
6 projects. A linked loan shall be limited to a maximum amount of [two]  
7 six million dollars. An eligible business may receive more than one  
8 linked loan. During the life of the linked loan program, the total  
9 amount of money that a business can borrow from the linked program is  
10 [two] six million dollars. The credit decision for making a linked loan  
11 shall be made solely by the lender. Notwithstanding the length of the  
12 term of a linked loan, the linked deposit relating to the linked loan  
13 shall be for a period of not more than four years.

14 § 2. The act shall take effect immediately.

15 PART GG

16 Section 1. Section 2 of chapter 393 of the laws of 1994, amending the  
17 New York state urban development corporation act, relating to the powers  
18 of the New York state urban development corporation to make loans, as  
19 amended by section 1 of part Y of chapter 58 of the laws of 2022, is  
20 amended to read as follows:

21 § 2. This act shall take effect immediately provided, however, that  
22 section one of this act shall expire on July 1, [2023] 2028, at which  
23 time the provisions of subdivision 26 of section 5 of the New York state  
24 urban development corporation act shall be deemed repealed; provided,  
25 however, that neither the expiration nor the repeal of such subdivision  
26 as provided for herein shall be deemed to affect or impair in any manner

1 any loan made pursuant to the authority of such subdivision prior to  
2 such expiration and repeal.

3 § 2. This act shall take effect immediately.

4 PART HH

5 Section 1. The opening paragraph of paragraph (a) and paragraph (b)  
6 of subdivision 2-a of section 314 of the executive law, as amended by  
7 chapter 96 of the laws of 2019, is amended to read as follows:

8 The director shall establish a procedure [enabling] requiring the  
9 office to accept New York municipal corporation certification verifica-  
10 tion for minority and women-owned business enterprise applicants in lieu  
11 of requiring the applicant to complete the state certification process.  
12 [The] In order to implement such procedure, the office and all New York  
13 municipal corporations that have a municipal minority and women-owned  
14 business enterprise program shall enter into a memorandum of understand-  
15 ing regarding such acceptance of certification verification and the  
16 director shall promulgate rules and regulations to set forth criteria  
17 for the acceptance of municipal corporation certification. [All eligible  
18 municipal corporation certifications shall require business enterprises  
19 seeking certification to meet the following standards:] Notwithstanding  
20 the foregoing, an applicant certified pursuant to this section must meet  
21 the definition of a minority-owned business enterprise or women-owned  
22 business enterprise set forth in section three hundred ten of this arti-  
23 cle.

24 (b) [The director shall work with all] All New York municipal corpo-  
25 rations that have a municipal minority and women-owned business enter-  
26 prise program [to] shall develop [standards] rules and regulations in

1 order to accept state certification [to meet the municipal corporation  
2 minority and women-owned business enterprise certification standards].

3 § 2. Clauses (i), (ii), (iii), (iv), (v), (vi) and (vii) of paragraph  
4 (a) of subdivision 2-a of section 314 of the executive law are REPEALED.

5 § 3. Subdivision 6 of section 163 of the state finance law, as sepa-  
6 rately amended by section 28 of part PP of chapter 56 and chapter 572 of  
7 the laws of 2022, is amended to read as follows:

8 6. Discretionary buying thresholds. Pursuant to guidelines established  
9 by the state procurement council: the commissioner may purchase services  
10 and commodities for the office of general services or its customer agen-  
11 cies serviced by the office of general services business services center  
12 in an amount not exceeding eighty-five thousand dollars without a formal  
13 competitive process; state agencies may purchase services and commod-  
14 ities in an amount not exceeding fifty thousand dollars without a formal  
15 competitive process; and state agencies may purchase commodities or  
16 services from small business concerns [or those certified pursuant to  
17 article fifteen-A of the executive law and article three of the veter-  
18 ans' services law], or commodities or technology that are recycled or  
19 remanufactured in an amount not exceeding five hundred thousand dollars  
20 without a formal competitive process and state agencies may purchase  
21 commodities or services from those certified pursuant to article  
22 fifteen-A of the executive law and article three of the veterans'  
23 services law in an amount not exceeding one million five hundred thou-  
24 sand dollars without a formal competitive process and for commodities  
25 that are food, including milk and milk products, or animal or plant  
26 fiber products, grown, produced, harvested, or processed in New York  
27 state or textile products manufactured from animal or plant fiber grown

1 or produced predominantly in New York state in an amount not to exceed  
2 two hundred thousand dollars, without a formal competitive process.

3 § 4. Paragraph 1 of subdivision i of section 311 of the New York city  
4 charter, as amended by chapter 569 of the laws of 2022, is amended to  
5 read as follows:

6 1. agencies may make procurements of goods, services and construction  
7 for amounts not exceeding one million five hundred thousand dollars from  
8 businesses certified as minority or women-owned business enterprises  
9 pursuant to section thirteen hundred four of the charter without a  
10 formal competitive process.

11 § 5. This act shall take effect immediately; provided however that  
12 sections one and two of this act shall take effect on the three hundred  
13 sixty-fifth day after it shall have become a law; provided, further,  
14 that if section 28 of part PP of chapter 56 of the laws of 2022 shall  
15 not have taken effect on or before such date then section three of this  
16 act shall take effect on the same date and in the same manner as such  
17 chapter of the laws of 2022 takes effect; provided, further, that the  
18 amendments to subdivision 2-a of section 314 of the executive law made  
19 by sections one and two of this act shall not affect the repeal of such  
20 section and shall be deemed repealed therewith; provided, further, that  
21 the amendments to section 163 of the state finance law made by section  
22 three of this act shall not affect the repeal of such section and shall  
23 be deemed repealed therewith.

1 Section 1. Subdivision (a) of section 2 of chapter 749 of the laws of  
2 2019, constituting the New York city public works investment act, is  
3 relettered (a-1) and a new subdivision (a) is added to read as follows:

4 (a) "Alternative project delivery contract" shall mean any project  
5 delivery method authorized by this act, including construction manager  
6 build, construction manager at risk, and design-build, pursuant to which  
7 one or more contracts for the provision of design or construction  
8 management and construction services are awarded pursuant to an open and  
9 competitive method of procurement.

10 § 2. Paragraph 14 of subdivision (b) of section 2 of chapter 749 of  
11 the laws of 2019, constituting the New York city public works investment  
12 act, is amended to read as follows:

13 (14) A quantitative factor to be used in evaluation of bids or offers  
14 for awarding of contracts for bidders or offerers that are certified as  
15 minority- or women-owned business enterprises pursuant to article 15-A  
16 of the executive law, and certified pursuant to local law as minority-  
17 or women-owned business enterprises, or for bidders or offerers that are  
18 joint ventures that include at least one such certified firm. Where an  
19 agency identifies a quantitative factor pursuant to this paragraph, the  
20 agency must specify that businesses certified as minority- or women-  
21 owned business enterprises pursuant to article 15-A of the executive law  
22 as well as those certified as minority- or women-owned business enter-  
23 prises or pursuant to section 1304 of the New York city charter, or  
24 joint ventures including at least one such certified firm, are eligible  
25 to qualify for such factor. Nothing in this paragraph shall be construed  
26 as a requirement that such businesses be concurrently certified as  
27 minority- or women-owned business enterprises under both article 15-A of  
28 the executive law and section 1304 of the New York city charter to qual-

1 ify for such quantitative factors. In addition, where the New York city  
2 school construction authority acts as the authorized entity, businesses  
3 certified as minority- or women-owned business enterprises pursuant to  
4 section 1743 of the public authorities law shall be eligible to qualify  
5 for such factor.

6 § 3. Section 2 of chapter 749 of the laws of 2019, constituting the  
7 New York city public works investment act, is amended by adding two new  
8 subdivisions (b-1) and (b-2) to read as follows:

9 (b-1) "Construction manager at risk" shall mean a project delivery  
10 method whereby a construction manager:

11 (1) serves as part of a team in conjunction with the owner in the  
12 design phase of the project;

13 (2) during the construction phase, acts as general contractor for  
14 agreed upon compensation as set forth in the construction manager at  
15 risk agreement; and

16 (3) assumes the risk of construction costs exceeding an amount speci-  
17 fied in the construction manager at risk agreement.

18 (b-2) "Construction manager build" shall mean a project delivery meth-  
19 od whereby a construction manager:

20 (1) serves as part of a team in conjunction with the owner in the  
21 design phase of the project;

22 (2) under the oversight of the owner, acts as the single source of  
23 responsibility to bid, select and hold construction contracts on behalf  
24 of the owner during the construction phase; and

25 (3) manages the construction project on behalf of the owner.

26 § 4. Sections 3, 4, 5 and 6 of chapter 749 of the laws of 2019,  
27 constituting the New York city public works investment act, are amended  
28 to read as follows:

1 § 3. Any contract for a public work undertaken pursuant to a project  
2 labor agreement in accordance with section 222 of the labor law may be  
3 [a design-build] an alternative project delivery contract in accordance  
4 with this act.

5 § 4. Notwithstanding any general, special or local law, rule or regu-  
6 lation to the contrary, including but not limited to section 7210 of the  
7 education law, article 5-A of the general municipal law, article 8 of  
8 the public housing law, sections 1734 and 1735 of the public authori-  
9 ties law and section 8 of the New York city health and hospitals corpo-  
10 ration act, and in conformity with the requirements of this act, for any  
11 public work that has an estimated cost of not less than 10 million  
12 dollars and is undertaken pursuant to a project labor agreement in  
13 accordance with section 222 of the labor law, an authorized entity  
14 charged with awarding a contract for public work may use [the] an alter-  
15 native project delivery [method referred to as design-build contracts]  
16 contract. Provided, however, that any authorized entity charged with  
17 awarding a contract for public work in connection with property within  
18 the jurisdiction of the New York city department of parks and recreation  
19 or the New York city housing authority is authorized to use [the] an  
20 alternative project delivery [method referred to as design-build  
21 contracts] contract for any such public work that has an estimated cost  
22 of not less than one million two hundred thousand dollars if such public  
23 work is otherwise in conformity with the requirements of this act.  
24 Provided further that any authorized entity may use [the] an alternative  
25 project delivery [method referred to as design-build contracts] contract  
26 for any public work that has an estimated cost of not less than one  
27 million two hundred thousand dollars if such public work is otherwise in  
28 conformity with the requirements of this act and primarily consists of:



1 pedestrian ramps and similar infrastructure to improve access to side-  
2 walks in the city of New York for people with disabilities; renovation  
3 and construction of cultural institutions located on publicly owned real  
4 property and of public libraries in the city of New York; an energy  
5 efficiency, clean energy generation, or energy storage project; or secu-  
6 rity infrastructure, including bollards, planters and other physical  
7 structures, designed to protect life and property from acts of terror or  
8 mass violence.

9 (a) A contractor selected by such an authorized entity to enter into  
10 [a design-build] an alternative project delivery contract [shall] may be  
11 selected [through a two-step method,] as follows:

12 (1) Step one. Generation of a list of responding entities that have  
13 demonstrated the general capability to perform the [design-build] alter-  
14 native project delivery contract. Such list shall consist of a specified  
15 number of responding entities, as determined by an authorized entity,  
16 and shall be generated based upon the authorized entity's review of  
17 responses to a publicly advertised request for qualifications. The  
18 authorized entity's request for qualifications shall include a general  
19 description of the public work, the maximum number of responding enti-  
20 ties to be included on the list, the selection criteria to be used and  
21 the relative weight of each criteria in generating the list. Such  
22 selection criteria shall include the qualifications and experience of  
23 the [design and construction] entity or team of entities, organization,  
24 demonstrated responsibility, ability of the entity or team of entities  
25 or of a member or members of the entity or team of entities to comply  
26 with applicable requirements, including the provisions of articles 145,  
27 147 and 148 of the education law, past record of compliance with the  
28 labor law, and such other qualifications the authorized entity deems

1 appropriate, which may include but are not limited to project under-  
2 standing, financial capability and record of past performance. The  
3 authorized entity shall evaluate and rate all responding entities to the  
4 request for qualifications. Based upon such ratings, the authorized  
5 entity shall list the responding entities that shall receive a request  
6 for proposals in accordance with paragraph [two] 2 of this subdivision.  
7 To the extent consistent with applicable federal law, the authorized  
8 entity shall consider, when awarding any contract pursuant to this  
9 section, the participation of (i) responding entities that are certified  
10 as minority- or women-owned business enterprises pursuant to article  
11 15-A of the executive law, or certified pursuant to local law as minori-  
12 ty- or women-owned business enterprises, or, where the New York city  
13 school construction authority acts as the authorized entity, certified  
14 pursuant to section 1743 of the public authorities law; and (ii) small  
15 business concerns identified pursuant to subdivision (b) of section  
16 139-g of the state finance law. Notwithstanding any other provision of  
17 this paragraph, if an authorized entity determines in writing that it is  
18 in the best interest of the authorized entity to solicit proposals with-  
19 out generating a list pursuant to the process set forth in this para-  
20 graph, the authorized entity may instead release a public solicitation  
21 pursuant to the procedure set forth in paragraph 2 of this subdivision.  
22 In addition, nothing in this section shall be deemed to supersede any  
23 pre-qualification guidelines or requirements otherwise authorized by law  
24 for an authorized entity.

25 (2) Step two. [Selection] The second step shall be the selection of  
26 the proposal which is the best value to the authorized entity, provided  
27 that is a list has not been generated pursuant to paragraph 1 of this  
28 subdivision, the authorized entity shall not be required to consider

1 cost or price criteria in selecting the proposal. The authorized entity  
2 shall issue a request for proposals to the responding entities, which  
3 shall be the listed entities pursuant to paragraph [one] 1 of this  
4 subdivision if such a list has been generated pursuant to such  
5 paragraph. If such a responding entity consists of a team of separate  
6 entities, the entities that comprise such a team must remain unchanged  
7 from the responding entity as listed pursuant to paragraph [one] 1 of  
8 this subdivision, as applicable, unless otherwise approved by the  
9 authorized entity. The request for proposals shall set forth the public  
10 work's scope of work, and other requirements, as determined by the  
11 authorized entity, which may include separate goals for work under the  
12 contract to be performed by businesses certified as minority- or women-  
13 owned business enterprises pursuant to article 15-A of the executive law  
14 or section 1743 of the public authorities law, or certified pursuant to  
15 local law as minority- or women-owned business enterprises. The request  
16 for proposals shall also specify the criteria to be used to evaluate the  
17 responses and the relative weight of each of such criteria. Such crite-  
18 ria shall include [the proposal's cost,] the quality of the proposal's  
19 solution, the qualifications and experience of the proposer, if a list  
20 has been generated pursuant to paragraph 1 of this subdivision, the  
21 proposal's cost, which may include factors that may be considered indi-  
22 vidually or in the aggregate, such as the proposed cost of design phase  
23 work, the proposed cost of construction phase work, or cost factors  
24 relating to construction phase work, as applicable, and other factors  
25 deemed pertinent by the authorized entity, which may include, but shall  
26 not be limited to, the proposal's manner and schedule of project imple-  
27 mentation, the proposer's ability to complete the work in a timely and  
28 satisfactory manner, maintenance costs of the completed public work,

1 maintenance of traffic approach, and community impact. The authorized  
2 entity may engage in negotiations or other discussions with all quali-  
3 fied proposers that have expressed interest, provided that the author-  
4 ized entity maintains a written record of the conduct of negotiations or  
5 discussions and the basis for every determination to continue or suspend  
6 negotiations, and further provided that if the authorized entity deter-  
7 mines for a particular contract or for a particular type of contract  
8 that it is in the authorized entity's best interest to negotiate or  
9 enter into discussions with fewer proposers, it may make such a determi-  
10 nation in writing. If the authorized entity enters into such negoti-  
11 ations, the authorized entity shall allow all proposers to revise their  
12 proposals upon conclusion of negotiations, and the authorized entity  
13 shall evaluate the proposers' revised proposals using the criteria  
14 included in the request for proposals. Any contract awarded pursuant to  
15 this act shall be awarded to a responsive and responsible proposer,  
16 which, in consideration of these and other specified criteria deemed  
17 pertinent, offers the best value, as determined by the authorized  
18 entity, omitting the consideration of cost or price criteria where  
19 authorized by this subdivision. The request for proposals shall include  
20 a statement that proposers shall designate in writing those portions of  
21 the proposal that contain trade secrets or other proprietary information  
22 that are to remain confidential[;], so that the material designated as  
23 confidential shall be readily separable from the proposal. Nothing in  
24 this subdivision shall be construed to prohibit the authorized entity  
25 from negotiating final contract terms and conditions including cost. All  
26 proposals submitted shall be scored according to the criteria listed in  
27 the request for proposals and such final scores shall be published on  
28 the authorized entity's website after registration of such contract or

1 the date upon which such contract may be implemented, if registration  
2 requirements do not apply.

3 (b) An authorized entity awarding [a design-build] an alternative  
4 project delivery contract to a contractor [offering the best value] in  
5 accordance with this act may but shall not be required to use the  
6 following types of contracts:

7 (1) A cost-plus not to exceed guaranteed maximum price form of  
8 contract in which the authorized entity shall be entitled to monitor and  
9 audit all costs. In establishing the schedule and process for determin-  
10 ing a guaranteed maximum price, the contract between the authorized  
11 entity and the contractor shall[: (i) Describe] include terms specify-  
12 ing the price for the design phase of the work, the scope of the work  
13 and any applicable cost factors relating to construction phase work that  
14 were included in the contractor's proposal. A fair and reasonable guar-  
15 anteed maximum price for the construction phase of the work, or portions  
16 of the construction phase of the work, may be agreed to as one or more  
17 amendments to such contract based on developments in the design of the  
18 project that occur after such contract is executed. Each guaranteed  
19 maximum price amendment shall:

20 (i) Describe the scope of the portion of the construction phase work  
21 subject to the amendment, the cost of performing such work, and the  
22 maximum costs of any contingencies related to such work,

23 (ii) Include a detailed line item cost breakdown,

24 (iii) Include a list of all drawings, specifications and other infor-  
25 mation on which the guaranteed maximum price is based,

26 (iv) Include the dates of substantial and final completion on which  
27 the guaranteed maximum price is based, as applicable, and

28 (v) Include a schedule of unit prices[; or].

1 The authorized entity shall maintain a written record of each guaran-  
2 teed maximum price amendment, which shall include a summary of the nego-  
3 tiation process and a description of the relevant developments in the  
4 design of the project, independent cost estimates prepared by or on  
5 behalf of the authorized entity, as required pursuant to a policy estab-  
6 lished by the authorized entity, the contractor's actual cost schedules  
7 and unit prices, and any other factors that the authorized entity  
8 considered. If the authorized entity and the contractor cannot agree  
9 upon a guaranteed maximum price for one or more portions of construction  
10 phase work, the authorized entity may direct the contractor to assign  
11 all or a portion of the duties and rights under such alternative project  
12 delivery contract to another responsive and responsible proposer pursu-  
13 ant to paragraph 2 of subdivision (a) of this section that offered the  
14 best value of the remaining proposers and that will agree to accept such  
15 an assignment. This paragraph shall not be deemed to prohibit the use of  
16 any contract terms or procedures pursuant to any other provision of law,  
17 including but not limited to provisions included in this act;

18 (2) A lump sum contract in which the contractor agrees to accept a set  
19 dollar amount for a contract which comprises a single bid without  
20 providing a cost breakdown for all costs such as for equipment, labor,  
21 materials, as well as such contractor's profit for completing all items  
22 of work comprising the public work[.];

23 (3) Incentive payments identified in the text of the contract for  
24 performance objectives; or

25 (4) a combination of elements of the contract types listed herein.

26 § 5. [Any contract] All alternative project delivery contracts entered  
27 into pursuant to this act shall include a clause requiring that any  
28 professional services regulated by articles 145, 147 and 148 of the

1 education law shall be performed and stamped and sealed, where appropri-  
2 ate, by a professional licensed in accordance with the appropriate arti-  
3 cle.

4 § 6. Construction with respect to each contract entered into by an  
5 authorized entity pursuant to this act shall be deemed a "public work"  
6 to be performed in accordance with the provisions of article 8 of the  
7 labor law, as well as subject to sections 200, 240, 241 and 242 of such  
8 law and enforcement of prevailing wage requirements pursuant to applica-  
9 ble law or, for projects or public works receiving federal aid, applica-  
10 ble federal requirements for prevailing wage. Any contract entered into  
11 pursuant to this act shall include a clause requiring the selected  
12 [design builder] entity or team of entities to obligate every tier of  
13 contractor working on the public work to comply with the project labor  
14 agreement referenced in section three of this act, and shall include  
15 project labor agreement compliance monitoring and enforcement provisions  
16 consistent with the applicable project labor agreement.

17 § 5. Subdivisions (c) and (d) of section 9 of chapter 749 of the laws  
18 of 2019, constituting the New York city public works investment act, are  
19 amended to read as follows:

20 (c) Employees of authorized entities using [design-build] alternative  
21 project delivery contracts serving in positions in newly created titles  
22 shall be assigned to the appropriate bargaining unit. Nothing contained  
23 in this act shall be construed to affect (1) the existing rights of  
24 employees of such entities pursuant to an existing collective bargaining  
25 agreement, (2) the existing representational relationships among employ-  
26 ee organizations representing employees of such entities, or (3) the  
27 bargaining relationships between such entities and such employee organ-  
28 izations.

1 (d) Without limiting contractors' obligations under [design-build]  
2 alternative project delivery contracts to issue their own initial  
3 certifications of substantial completion and final completion, public  
4 employees of authorized entities shall review and determine whether the  
5 work performed by contractors is acceptable and has been performed in  
6 accordance with the applicable [design-build] alternative project deliv-  
7 ery contracts, and if such public employees so determine, such public  
8 employees shall accept contractors' substantial or final completion of  
9 the public works as applicable. Performance by authorized entities of  
10 any review described in this subdivision shall not be construed to modi-  
11 fy or limit contractors' obligations to perform the work in strict  
12 accordance with the applicable [design-build] alternative project deliv-  
13 ery contracts or the contractors' or any subcontractors' obligations or  
14 liabilities under any law.

15 § 6. Sections 10, 13 and 14 of chapter 749 of the laws of 2019,  
16 constituting the New York city public works investment act, section 14  
17 as amended by section 4 of part AA of chapter 58 of the laws of 2022,  
18 are amended to read as follows:

19 § 10. The submission of a proposal or responses or the execution of a  
20 [design-build] alternative project delivery contract pursuant to this  
21 act shall not be construed to be a violation of section 6512 of the  
22 education law.

23 § 13. A report shall be submitted no later than June 30, 2020 and  
24 annually thereafter, to the governor, the temporary president of the  
25 senate and the speaker of the assembly by the city of New York on behalf  
26 of its agencies, the New York city housing authority, the New York city  
27 school construction authority, and the New York city health and hospi-  
28 tals corporation containing information regarding each [design-build]



1 alternative project delivery contract procured pursuant to this act.  
2 Such report shall include a description of each such [design-build]  
3 alternative project delivery contract, information regarding the  
4 procurement process for each such [design-build] alternative project  
5 delivery contract including the list of responding entities that demon-  
6 strated the general capability to perform the [design-build] alternative  
7 project delivery contract pursuant to paragraph [(1)] 1 of subdivision  
8 (a) of section four of this act, if applicable, the total cost of each  
9 [design-build] alternative project delivery contract, an explanation of  
10 the estimated savings resulting from the [design-build] alternative  
11 project delivery method, and the participation rate of and total dollar  
12 value of monies paid to minority- and women-owned business enterprises  
13 under such [design-build] alternative project delivery contract.

14 § 14. This act shall take effect immediately and shall expire and be  
15 deemed repealed eight years after such date, provided that, public works  
16 with requests for qualifications or requests for proposals issued prior  
17 to such repeal shall be permitted to continue under this act notwith-  
18 standing such repeal.

19 § 7. This act shall take effect immediately, provided that this act  
20 shall not apply to any public work for which a request for proposals was  
21 issued prior to the date on which this act takes effect; and provided  
22 further, that the amendments to the New York city public works invest-  
23 ment act made by sections one, two, three, four, five and six of this  
24 act shall not affect the repeal of such chapter and shall be deemed  
25 repealed therewith.

1 Section 1. Subdivision 3 of section 16-m of section 1 of chapter 174  
2 of the laws of 1968 constituting the New York state urban development  
3 corporation act, as amended by section 1 of part Z of chapter 58 of the  
4 laws of 2022, is amended to read as follows:

5 3. The provisions of this section shall expire, notwithstanding any  
6 inconsistent provision of subdivision 4 of section 469 of chapter 309 of  
7 the laws of 1996 or of any other law, on July 1, [2023] 2028.

8 § 2. This act shall take effect immediately.

9 PART KK

10 Section 1. Subparagraphs (A) and (B) of paragraph 2 of subdivision (a)  
11 of section 2504 of the insurance law are amended, and a new subparagraph  
12 (C) is added to read as follows:

13 (A) a public corporation or public authority created pursuant to  
14 agreement or compact with another state, [or]

15 (B) [the city of New York,] a public corporation or public authority,  
16 in connection with the construction of electrical generating and trans-  
17 mission facilities or construction, extensions and additions of light  
18 rail or heavy rail rapid transit and commuter railroads[.], or

19 (C) the city of New York, the city school district of the city of New  
20 York, the New York city industrial development agency, the New York city  
21 health and hospitals corporation, or the New York city housing authori-  
22 ty.

23 § 2. This act shall take effect immediately.

24 PART LL

1 Section 1. Section 2 of part BB of chapter 58 of the laws of 2012  
2 amending the public authorities law, relating to authorizing the dormi-  
3 tory authority to enter into certain design and construction management  
4 agreements, as amended by section 1 of part II of chapter 58 of the laws  
5 of 2021, is amended to read as follows:

6 § 2. This act shall take effect immediately and shall expire and be  
7 deemed repealed April 1, [2023] 2028.

8 § 2. The dormitory authority of the state of New York shall provide a  
9 report providing information regarding any project undertaken pursuant  
10 to a design and construction management agreement, as authorized by part  
11 BB of chapter 58 of the laws of 2012, between the dormitory authority of  
12 the state of New York and the department of environmental conservation  
13 and/or the office of parks, recreation and historic preservation to the  
14 governor, the temporary president of the senate and speaker of the  
15 assembly. Such report shall include but not be limited to a description  
16 of each such project, the project identification number of each such  
17 project, if applicable, the projected date of completion, the status of  
18 the project, the total cost or projected cost of each such project, and  
19 the location, including the names of any county, town, village or city,  
20 where each such project is located or proposed. In addition, such a  
21 report shall be provided to the aforementioned parties by the first day  
22 of March of each year that the authority to enter into such agreements  
23 pursuant to part BB of chapter 58 of the laws of 2012 is in effect.

24 § 3. This act shall take effect immediately and shall be deemed to  
25 have been in full force and effect on and after April 1, 2023.

1 Section 1. Subdivision 4-a of section 2222 of the vehicle and traffic  
2 law, as amended by chapter 609 of the laws of 2005, is amended to read  
3 as follows:

4 4-a. Additional fee. In addition to the other fees provided for in  
5 paragraphs (a), (b) and (c) of subdivision four of this section the  
6 commissioner shall, upon application in such cases for the registration  
7 of a snowmobile or the renewal thereof, collect the annual [ninety] one  
8 hundred twenty-five dollar fee for residents and [ninety] one hundred  
9 twenty-five dollar fee for nonresidents [and] or a [thirty-five] fifty-  
10 five dollar fee for residents and [thirty-five] fifty-five dollar fee  
11 for nonresidents who provide proof, at the time of registration, that  
12 such individual is a member of an organized New York state snowmobile  
13 club that is a member of the New York state snowmobile association or is  
14 a member of an organized New York state snowmobile club that is a trail  
15 maintenance entity and a member of the New York state snowmobile associ-  
16 ation which are imposed by section 21.07 of the parks, recreation and  
17 historic preservation law. In the event that an individual seeking snow-  
18 mobile club membership is unable, for any reason, to secure such club  
19 membership, he or she may contact the New York state snowmobile associ-  
20 ation, who shall secure such membership for such person. This fee shall  
21 also be collected from dealers at the time of original registration and  
22 at the time of each renewal. The commissioner shall effectuate regu-  
23 lations regarding what is required as proof of membership in an organ-  
24 ized New York state snowmobile club that is a trail maintenance entity  
25 and a member of the New York state snowmobile association for the  
26 purposes of this subdivision.

1 § 2. Section 21.07 of the parks, recreation and historic preservation  
2 law, as amended by chapter 609 of the laws of 2005, is amended to read  
3 as follows:

4 § 21.07 Fee for snowmobile trail development and maintenance. 1. A fee  
5 of [ninety] one hundred twenty-five dollars is hereby imposed upon the  
6 resident, and [ninety] one hundred twenty-five dollars upon the nonresi-  
7 dent, owner of a snowmobile for the snowmobile trail development and  
8 maintenance fund to be paid to the commissioner of motor vehicles upon  
9 the registration thereof in addition to the registration fee required by  
10 the vehicle and traffic law, the payment of which fee hereby imposed  
11 shall be a condition precedent to such individual resident, individual  
12 nonresident or dealer registration.

13 2. Notwithstanding the fee as established in subdivision one of this  
14 section, an individual resident or nonresident registering a snowmobile  
15 who provides proof at the time of registration, that such individual is  
16 a member of an organized New York state snowmobile club that is a member  
17 of the New York state snowmobile association or is a member of an organ-  
18 ized New York state snowmobile club that is a trail maintenance entity  
19 and a member of the New York state snowmobile association, shall pay  
20 [thirty-five] fifty-five dollars for each snowmobile for the snowmobile  
21 trail development and maintenance fund in addition to the registration  
22 required by the vehicle and traffic law. In the event that an individual  
23 seeking snowmobile club membership is unable, for any reason, to secure  
24 such club membership, he or she may contact the New York state snowmo-  
25 bile association, who shall secure such membership for such person.

26 § 3. Subdivision 3 of section 27.17 of the parks, recreation and  
27 historic preservation law, as amended by section 2 of part G of chapter  
28 82 of the laws of 2002, is amended to read as follows:

1 3. Every county or, where applicable, any city, town or village within  
2 such county, shall be eligible for a grant for the development and main-  
3 tenance of a system of snowmobile trails and a program with relation  
4 thereto within its boundaries. Such grants shall be made by the commis-  
5 sioner and may constitute up to one hundred percent of the cost of such  
6 program including expenditures incurred for signs and markers of snowmo-  
7 bile trails. Any county or, where applicable, any city, town or village  
8 within such county, applying for such grant shall submit to the commis-  
9 sioner [by September first of each year an estimate of such expenditures  
10 for the current fiscal year, in such form and containing such] informa-  
11 tion as the commissioner may require. No city, town or village may apply  
12 for such grant where the county within which it is contained has submit-  
13 ted an application for the same fiscal year. For the purpose of this  
14 section, "fiscal year" shall mean the period from April first through  
15 March thirty-first. The commissioner shall review all such applications  
16 and shall determine the amount of state aid to be allocated to each  
17 county or, where applicable, any city, town or village within such coun-  
18 ty in accordance with the provisions of subdivision five of this  
19 section. Of the amount the commissioner determines each county or, where  
20 applicable, any city, town or village within such county is eligible to  
21 receive, seventy percent shall be made available for distribution by  
22 November first and thirty percent for distribution upon demonstration of  
23 completion, submitted by June first, of the program.

24 § 4. This act shall take effect immediately.

1 Section 1. Subdivision 2 of section 40 of the navigation law, as  
2 amended by chapter 208 of the laws of 2002, is amended to read as  
3 follows:

4 2. Whistle. Every [mechanically propelled] vessel and every rowboat,  
5 canoe and kayak shall be provided with an efficient whistle. The word  
6 "whistle" shall mean any sound producing mechanical appliance, except  
7 sirens, capable of producing a blast of two seconds or more in duration  
8 and of such strength as to be heard plainly for a distance of at least  
9 one-half mile in still weather. A siren whistle may only be attached to  
10 a vessel operated by a police department, fire department or public  
11 utility company, and used only on emergency calls. On vessels less than  
12 thirty-nine feet in length, a mouth whistle capable of producing a blast  
13 of two seconds or more in duration, which can be heard for at least  
14 one-half a mile, may be used.

15 § 2. Subdivision 6 of section 40 of the navigation law, as amended by  
16 chapter 186 of the laws of 1962, is amended to read as follows:

17 6. Fire extinguishers required. (a) Every mechanically propelled  
18 vessel as classified and defined by subdivision one of section forty-  
19 three of this article, except outboard motor boats less than twenty-six  
20 feet in length, of open construction, shall carry United States coast  
21 guard approved fire extinguishers in accordance with the following:

22 Class A motor boats shall carry one [B-1] 5-B fire extinguisher.

23 Class 1 motor boats shall carry one [B-1] 5-B fire extinguisher.

24 Class 2 motor boats shall carry two [B-1] 5-B fire extinguishers.

25 Class 3 motor boats shall carry three [B-1] 5-B fire extinguishers.

26 Class 4 motor boats shall carry fire extinguishers and other fire  
27 fighting equipment as required by the federal navigation law and rules

1 and regulations made by the United States coast guard for uninspected  
2 vessels.

3 (b) One class [B-2] 20-B fire extinguisher may be substituted for two  
4 class [B-1] 5-B fire extinguishers.

5 (c) When the engine compartment of the motor boat is equipped with a  
6 fixed fire extinguishing system of a United States coast guard approved  
7 type, one less class [B-1] 5-B fire extinguisher is required.

8 (d) No fire extinguishers of the toxic vaporizing liquid type, includ-  
9 ing those containing carbon tetrachloride and chlorobromomethane extin-  
10 guishing agents shall be approved by the commissioner.

11 (e) Disposable fire extinguishers are considered expired twelve years  
12 after their date of manufacture. Expired or previously used fire extin-  
13 guishers do not meet the requirements of paragraph (a) of this subdivi-  
14 sion.

15 § 3. Section 40 of the navigation law is amended by adding a new  
16 subdivision 13 to read as follows:

17 13. The operator of a vessel under twenty-six feet in length equipped  
18 with an engine cut-off switch shall use the engine cut-off switch when  
19 the vessel is operating on plane or above displacement speed. The use of  
20 an engine cut-off switch shall not be required when the operator is in a  
21 fully enclosed cabin.

22 § 4. This act shall take effect on January 1, 2024.

23 PART 00

24 Section 1. Subdivision 9 of section 103 of the general municipal law,  
25 as amended by chapter 90 of the laws of 2017, subparagraph (ii) of para-



1 graph (a) as amended by section 1 of part JJ of chapter 58 of the laws  
2 of 2020, is amended to read as follows:

3 9. (a) Notwithstanding the foregoing provisions of this section to the  
4 contrary, a board of education, on behalf of its school district, or a  
5 board of cooperative educational services, may separately purchase eggs,  
6 livestock, fish, dairy products (excluding milk), juice, grains, and  
7 species of fresh fruit and vegetables directly from New York State  
8 producers or growers, or associations of producers and growers[,  
9 provided that:

10 (a) (i) such association of producers or growers is comprised of ten  
11 or fewer owners of farms who also operate such farms and who have  
12 combined to fill the order of a school district or board of cooperative  
13 educational services as herein authorized, provided however, that a  
14 school district or board of cooperative educational services may apply  
15 to the commissioner of education for permission to purchase from an  
16 association of more than ten owners of such farms when no other produc-  
17 ers or growers have offered to sell to such school or board of cooper-  
18 ative educational services; or

19 (ii) such association of producers or growers is comprised of owners  
20 of farms who also operate such farms and have combined to fill the order  
21 of a school district or board of cooperative educational services, and  
22 where such order is for one hundred thousand dollars or less as herein  
23 authorized, provided however, that a school district or board of cooper-  
24 ative educational services may apply to the commissioner of education  
25 for permission to purchase orders of more than one hundred thousand  
26 dollars from an association of owners of such farms when no other  
27 producers or growers have offered to sell to such school;

1 (b) the amount that may be expended by a school district in any fiscal  
2 year for such purchases shall not exceed an amount equal to twenty cents  
3 multiplied by the total number of days in the school year multiplied by  
4 the total enrollment of such school district;

5 (b-1) the amount that may be expended by a board of cooperative educa-  
6 tional services in any fiscal year for such purchases shall not exceed  
7 an amount equal to twenty cents multiplied by the total number of days  
8 in the school year multiplied by the number of students receiving  
9 services by such board of cooperative educational services at facilities  
10 operated by a board of cooperative educational services;

11 (c) all] .

12 (b) All such purchases shall be administered pursuant to regulations  
13 promulgated by the commissioner of education. Such regulations shall: be  
14 developed in consultation with the commissioner of agriculture and  
15 markets to accommodate and promote the provisions of the farm-to-school  
16 program established pursuant to subdivision five-b of section sixteen of  
17 the agriculture and markets law and subdivision thirty-one of section  
18 three hundred five of the education law as added by chapter two of the  
19 laws of two thousand two; ensure that the prices paid by a district or  
20 board of cooperative educational services for any items so purchased do  
21 not exceed the prices of comparable local farm products that are avail-  
22 able to districts through their usual purchases of such items; ensure  
23 that all producers and growers who desire to sell to school districts or  
24 boards of cooperative educational services can readily access informa-  
25 tion in accordance with the farm-to-school law; include provisions for  
26 situations when more than one producer or grower seeks to sell the same  
27 product to a district or board of cooperative educational services to  
28 ensure that all such producers or growers have an equitable opportunity

1 to do so in a manner similar to the usual purchasing practices of such  
2 districts or boards of cooperative educational services; [develop guide-  
3 lines for approval of purchases of items from associations of more than  
4 ten growers and producers;] and, to the maximum extent practicable,  
5 minimize additional paperwork, recordkeeping and other similar require-  
6 ments on both growers and producers and school districts.

7 § 2. Subdivision 10 of section 103 of the general municipal law, as  
8 added by chapter 848 of the laws of 1983, is amended to read as follows:

9 10. Notwithstanding the foregoing provisions of this section to the  
10 contrary, a board of education may, on behalf of its school district,  
11 separately purchase milk produced in New York State, directly from  
12 licensed milk processors [employing less than forty people] pursuant to  
13 the provisions of this subdivision. [The amount that may be expended by  
14 a school district in any fiscal year pursuant to this section shall not  
15 exceed an amount equal to twenty-five cents multiplied by the total  
16 number of days in the school year multiplied by the total enrollment of  
17 such school district.] All purchases made pursuant to this subdivision  
18 shall be administered pursuant to regulations promulgated by the commis-  
19 sioner of education. The regulations promulgated by the commissioner of  
20 education shall ensure that the prices paid by a school district for  
21 items purchased pursuant to this subdivision do not exceed the market  
22 value of such items and that all licensed processors who desire to sell  
23 to a school district pursuant to this subdivision have equal opportu-  
24 nities to do so.

25 § 3. Section 103 of the general municipal law is amended by adding a  
26 new subdivision 10-a to read as follows:

27 10-a. Notwithstanding the foregoing provisions of this section or any  
28 other provision of the law to the contrary, any officer, board or agency

1 of a political subdivision or of any district therein, board of educa-  
2 tion, on behalf of a school district, or board of cooperative educa-  
3 tional services may purchase food, including milk and milk products and  
4 food products, grown, produced, or harvested, in New York State in an  
5 amount not exceeding two hundred fifty thousand dollars without a formal  
6 competitive process.

7 § 4. Section 103 of the general municipal law is amended by adding a  
8 new subdivision 10-b to read as follows:

9 10-b. Each board or agency of a political subdivision or any district  
10 therein, board of education, on behalf of a school district, or board of  
11 cooperative educational services shall report to the office of general  
12 services and department of agriculture and markets on an annual basis  
13 the total dollar value procured of food, including milk and milk  
14 products and food products, grown, produced, or harvested in New York no  
15 later than March thirty-first for the previous calendar year.

16 § 5. This act shall take effect immediately.

17 PART PP

18 Section 1. This act shall be known and may be cited as the "waste  
19 reduction and recycling infrastructure act".

20 § 2. Legislative intent. The legislature hereby finds and declares  
21 that the amount of waste generated in New York is a threat to the envi-  
22 ronment. The legislature further finds and declares that it is in the  
23 public interest of the state of New York for packaging and paper  
24 products producers to take responsibility for the development and imple-  
25 mentation of strategies to promote reduction, reuse, recovery, and recy-

1 cling of packaging and paper products through investments in the end-of-  
2 product-life management of products.

3 § 3. Article 27 of the environmental conservation law is amended by  
4 adding a new title 34 to read as follows:

5 TITLE 34

6 WASTE REDUCTION AND RECYCLING INFRASTRUCTURE ACT

7 Section 27-3401. Definitions.

8 27-3403. Needs assessment and establishment of a packaging and  
9 paper products program.

10 27-3405. Advisory committee.

11 27-3407. Post-consumer recycled content, recovery, recycling,  
12 and source reduction rates.

13 27-3409. Producer responsibility program plan.

14 27-3411. Reporting requirements and audits.

15 27-3413. Antitrust protections.

16 27-3415. Penalties.

17 27-3417. State preemption.

18 27-3419. Authority to promulgate rules and regulations.

19 27-3421. Severability.

20 § 27-3401. Definitions.

21 When used in this title:

22 1. "Brand" means a name, symbol, word, or mark that identifies a prod-  
23 uct, rather than its components, and attributes the product to the owner  
24 of the brand.

25 2. "Compostability" means the capability to undergo aerobic biological  
26 decomposition in a controlled composting system as demonstrated by meet-  
27 ing ASTM D6400 or ASTM D6868, or any successor standards and will produce  
28 a marketable product.

1     3. "Consumer" means any person located in the state, who owns or uses  
2 packaging and paper products, including, but not limited to, a person  
3 residing in a single or multi-family residential unit, a school, state  
4 or local agency, business, or institution.

5     4. "Department" means the New York state department of environmental  
6 conservation.

7     5. "Extended producer responsibility program" means a program financed  
8 and implemented by producers, either individually, or collectively  
9 through a producer responsibility organization, that provides for, but  
10 is not limited to, the collection, transportation, reuse, recycling,  
11 proper end-of-life management, or an appropriate combination thereof, of  
12 unwanted packaging and paper products.

13     6. "Packaging and paper products" covered by this title include, but  
14 are not limited to, the following:

15     (a) Packaging means any part of a package or container, regardless of  
16 recyclability or compostability, including, but not limited to, such  
17 material types as paper, plastic, glass, or metal, that is used:

18     (i) for the containment, protection, handling, delivery, serving, and  
19 presentation of goods that are sold, offered for sale, or distributed to  
20 consumers in the state, including through an internet transaction;

21     (ii) as secondary packaging intended for the consumer market;

22     (iii) as tertiary packaging used for transportation or distribution  
23 directly to a consumer or retailer; or

24     (iv) ordinarily disposed of after for a single or short-term use.

25     (b) Paper products means:

26     (i) paper and other cellulosic fibers, whether or not they are used as  
27 a medium for text or images, except bound books;

1 (ii) containers or packaging used to deliver printed matter directly  
2 to the ultimate consumer or recipient; or

3 (iii) paper of any description, including but not limited to: flyers;  
4 brochures; booklets; catalogs; telephone directories; paper fiber; card-  
5 board; and paper used for writing or any other purpose.

6 (c) For the purpose of this title, the packaging and paper products  
7 covered designation does not include the following:

8 (i) packaging or paper products that could become unsafe or unsanitary  
9 to recycle by virtue of their anticipated use, as determined by the  
10 department;

11 (ii) literary, text, and reference bound books;

12 (iii) newspapers, magazines, and periodicals;

13 (iv) beverage containers subject to title ten of this article;

14 (v) packaging that is used exclusively in industrial or manufacturing  
15 processes;

16 (vi) medical devices and packaging, or paper used to contain and which  
17 are included with products regulated as a drug, medical device or  
18 dietary supplement by the U.S. Food and Drug Administration under the  
19 Federal Food, Drug, and Cosmetic Act, 21 U.S.C. 321 et seq., sec. 3.2(e)  
20 of 21 U.S. Code of Federal Regulations or the Dietary Supplement Health  
21 and Education Act;

22 (vii) animal biologics, including vaccines, bacterins, antisera, diag-  
23 nostic kits, and other products of biological origin, and other covered  
24 materials regulated by the United States Department of Agriculture under  
25 the Virus, Serum, Toxin Act, 21 U.S.C. 151-159;

26 (viii) packaging products used to contain, and paper products which  
27 are included with, substances hazardous to the environment, regulated  
28 pursuant to section 37-0103 of this chapter, or packaging products regu-

1 lated by the federal insecticide, fungicide, and rodenticide act, 7  
2 U.S.C. sec. 136 et seq. or other applicable federal law, rule or regu-  
3 lation;

4 (ix) architectural paint containers collected and managed pursuant to  
5 title twenty of this article;

6 (x) a material, or a category of material, intended to be used for  
7 long-term storage or protection of a durable product that can be  
8 expected to be usable for that purpose for a period of at least five  
9 years as defined by the department pursuant to regulations; and

10 (xi) reusable packaging still functioning for its intended purpose.

11 7. "Municipality" means any county, city, town, village, local public  
12 authority or benefit corporation, or solid waste management district  
13 within the state of New York.

14 8. "Post-consumer recycled content" means the content of a product  
15 made from materials that have served their intended end use as consumer  
16 items and that have been separated or diverted from the waste stream for  
17 the purposes of collection and recycling as a secondary material feeds-  
18 tock. Such materials may also include returns of material from the  
19 distribution chain. Post-consumer recycled content does not include  
20 waste material generated by a manufacturer during or after the  
21 completion of a manufacturing process.

22 9. (a) "Producer" means an entity that shall be determined to be the  
23 producer, for the purposes of this title, based on the following hierar-  
24 chy:

25 (i) the person or company who uses the packaging or paper product  
26 under such person's own name or brand and who sells or offers for sale a  
27 product that uses the packaging or paper product in the state; or



1 (ii) the person who imports the packaging or paper product as the  
2 owner or licensee of a trademark or brand under which the packaging or  
3 paper products are sold or distributed in the state; or

4 (iii) the person or company that offers for sale, sells, or distrib-  
5 utes a product that uses the packaging or paper product in the state.

6 (b) For purposes of this title, a producer shall not include those  
7 that:

8 (i) in the most recent calendar year, have gross sales of less than  
9 one million dollars in the state;

10 (ii) in the most recent calendar year, generate less than one ton of  
11 packaging and paper products supplied to New York state consumers per  
12 year;

13 (iii) operate as a single point of retail sale;

14 (iv) a person or company who produces, harvests, and packages a raw  
15 agricultural commodity on the site where the agricultural commodity was  
16 grown or raised;

17 (v) are a municipality, local government planning unit, state govern-  
18 ment, or federal government; or

19 (vi) a registered 501(c)(3) charitable organization or 501(c)(4)  
20 social welfare organization.

21 (c) If more than one person is a producer of a brand of packaging or  
22 paper product, any such person may assume responsibility for obligations  
23 of a producer of that brand under this title. If none of those persons  
24 assume responsibility for the obligations of a producer under this  
25 title, any and all such persons jointly and severally may be considered  
26 the responsible producer of that brand for purposes of this title.

27 10. "Producer responsibility organization" means a not-for-profit  
28 organization designated by a group of producers to act as an agent on

1 behalf of each participating producer to develop and implement a produc-  
2 er responsibility program. To the extent applicable, a producer respon-  
3 sibility organization shall have a governing board that represents the  
4 diversity of producers and the covered materials and product types, and  
5 such board shall include non-voting members representing a diversity of  
6 material trade associations.

7 11. "Readily-recyclable" means a type of packaging or paper product  
8 included in the minimum recyclables list established pursuant to section  
9 27-3403 of this title.

10 12. "Recovery rate" means the amount of packaging or paper products  
11 collected and recovered for reuse or recycling over a program year by  
12 material type, divided by the amount of packaging or paper products sold  
13 into the state, by material type, expressed as percentages.

14 13. "Recycling" means to separate, dismantle or process the materials,  
15 components or commodities contained in discarded packaging and paper  
16 products for the purpose of preparing the materials, components, or  
17 commodities for use or reuse in new products or components. "Recycling"  
18 does not include: (a) energy recovery or energy generation by any means,  
19 including but not limited to, combustion, incineration, pyrolysis, gasi-  
20 fication, solvolysis, waste to fuel or any chemical conversion process;  
21 or (b) landfill disposal of discarded component materials.

22 14. "Recycling collection" means a recycling program that serves resi-  
23 dential units, schools, federal, state or local agencies, businesses, or  
24 institutions, where such schools, federal, state or local agencies,  
25 businesses, or institutions were eligible to be served under a contract  
26 with a municipality or by a municipality or by a private sector hauler  
27 as of the effective date of this title, and such recycling program is  
28 either operated by a municipality or pursuant to a contract with the

1 municipality, or by a private sector hauler, or other public agency or  
2 identified through approved local solid waste management plans.

3 15. "Recycling rate" means the amount of discarded packaging and paper  
4 products that is managed through recycling, as defined by this title,  
5 and is computed by dividing the amount of discarded packaging and paper  
6 products collected and recycled, by material type, by the total amount  
7 of discarded packaging and paper products collected over a program year,  
8 by material type, expressed as percentages.

9 16. "Reusable" means designed with the intent to be repeatedly  
10 refilled or reused for the same or similar purpose for which it was  
11 created for; compliant with any statutory or regulatory requirements for  
12 toxic substances; and safe for washing and sanitizing according to  
13 applicable state food safety laws.

14 17. "Source reduction" means any action which causes the elimination  
15 of or a net reduction in the generation of solid waste and includes, but  
16 is not limited to, reducing the use of nonrecyclable materials, replac-  
17 ing disposable materials and products with reusable or refillable mate-  
18 rials and products, reducing packaging, and increasing the efficiency of  
19 the use of materials. Source reduction does not include replacing a  
20 recyclable or compostable material with a nonrecyclable or noncomposta-  
21 ble material or a material that is less likely to be recycled or  
22 composted.

23 18. "Unit" means each discrete component of a package or container.  
24 § 27-3403. Needs assessment and establishment of a packaging and paper  
25 products program.

26 1. The department shall, subject to available appropriations, prepare  
27 or cause to be prepared one or more statewide needs assessments  
28 designed to determine the necessary steps and investment needed to

1 achieve the requirements of this title. An initial needs assessment  
2 shall be completed by the department, their contractors, or an independ-  
3 ent third party, prior to the approval of any producer responsibility  
4 program plan.

5 2. The needs assessment shall be updated every five years or as neces-  
6 sary, to reevaluate the program and identify any relevant service needs  
7 in the state that are not being met by the program. The department or  
8 the third-party contractor shall consult with the producer responsibil-  
9 ity organization and local jurisdictions when developing such updated  
10 needs assessments.

11 3. By January first, two thousand twenty-four, each producer of pack-  
12 aging and paper products as defined in section 27-3401 of this title  
13 shall submit a registration form with the department or their contrac-  
14 tors. The registration form, as developed by the department, shall  
15 include the following information:

16 (a) the producer's name, electronic and physical address, and tele-  
17 phone number;

18 (b) the name and title of an officer, director, or other individual  
19 designated as the producer's contact for purposes of this title;

20 (c) a list identifying the producer's packaging and paper product  
21 brands;

22 (d) estimated sales data; and

23 (e) other information as determined by the department.

24 4. Each producer registration form, shall be accompanied by an initial  
25 producer registration fee as follows:

26 (a) five hundred dollars for producers with gross sales of less than  
27 five million dollars in the state in the most recent calendar year;

1 (b) one thousand dollars for producers with gross sales of greater  
2 than five million dollars but less than twenty million dollars in the  
3 state in the most recent calendar year;

4 (c) ten thousand dollars for producers with gross sales of greater  
5 than twenty million dollars and less than fifty million dollars in the  
6 most recent calendar year; and

7 (d) twenty-five thousand dollars for producers with gross sales of  
8 greater than fifty million dollars in the most recent calendar year.

9 5. Each producer implementing an individual extended producer respon-  
10 sibility program or producer responsibility organization that files a  
11 plan with the department shall submit a registration form and plan  
12 implementation registration and administrative fee on behalf of all  
13 producers participating in the program. If a producer is not participat-  
14 ing in a producer responsibility organization program, they must file a  
15 registration form and pay a plan implementation and administrative fee  
16 independently. The department shall promulgate an individual producer  
17 and producer responsibility plan implementation and administrative fee  
18 schedule for costs associated with the implementation, administration,  
19 and enforcement of this title. The department shall periodically evalu-  
20 ate the amount of the plan implementation and administrative fees and  
21 make a determination if the fees should be adjusted based on actual  
22 department costs to administer the program.

23 6. All fees collected pursuant to this title shall be deposited into  
24 the waste reduction, reuse, and recycling fund established pursuant to  
25 section ninety-two-kk of the state finance law.

26 7. By June first, two thousand twenty-four, an advisory committee  
27 shall be established and begin performing its obligations pursuant to  
28 section 27-3405 of this title.

1 8. (a) By January first, two thousand twenty-six, each producer imple-  
2 menting an individual extended producer responsibility program or any  
3 producer responsibility organization, shall submit a producer responsi-  
4 bility program plan to the department for approval and begin program  
5 implementation within six months of plan approval.

6 (b) Any person that becomes a producer after January first, two thou-  
7 sand twenty-six, shall submit an individual extended producer responsi-  
8 bility program plan within six months and begin program implementation  
9 within six months of plan approval, or join a producer responsibility  
10 organization.

11 9. Beginning January first, two thousand twenty-seven, no producer  
12 shall sell, offer for sale, or distribute packaging or paper products  
13 for use in New York unless the producer, or its designated producer  
14 responsibility organization, has a producer responsibility program plan  
15 approved by the department. Producers may satisfy participation obli-  
16 gations individually or jointly with other producers through a producer  
17 responsibility organization.

18 10. To address program performance, producers shall be required to  
19 evaluate how they are meeting the minimum source reduction, minimum  
20 post-consumer recycled content rate, minimum recovery rate, and minimum  
21 recycling rate for packaging and paper material types as established in  
22 this title.

23 11. (a) A producer implementing an individual extended producer  
24 responsibility program or a producer responsibility organization shall  
25 adopt a minimum recyclables list, which lists the minimum types of  
26 recyclable paper products and packaging based on available collection  
27 and processing infrastructure and recycling markets for covered materi-  
28 als and products, as identified in the needs assessment and subsequent

1 reports. Such a list shall be approved by the department prior to its  
2 adoption. The producer implementing an individual extended producer  
3 responsibility program or producer responsibility organization shall  
4 evaluate the list on an annual basis, and update it as necessary in  
5 consultation with the advisory committee and as approved by the depart-  
6 ment, in response to collection and processing improvements and changes  
7 in recycling end markets. If there are multiple lists, the department  
8 shall compile the lists and shall publish a compiled list to the public.  
9 Such lists may vary by geographic region depending on regional markets  
10 and regional collection and processing infrastructure as determined by  
11 the department.

12 (b) All municipalities or private entities shall provide for the  
13 collection and recovery of all identified materials and products  
14 contained on the minimum recyclables list in a manner that allows for  
15 the marketability of the collected recyclables, based on geographic  
16 regions, as applicable, in order to be eligible for reimbursement;  
17 provided, however, nothing shall penalize a municipality or private  
18 recycling service for recovering and recycling materials that are gener-  
19 ated in the municipality or geographic region that are not included on  
20 the list of minimum types of recyclable covered materials or products so  
21 long as it can be demonstrated that such materials have a market as  
22 determined by the department in consultation with the producer imple-  
23 menting an individual extended producer responsibility program or  
24 producer responsibility organization. Reimbursement shall cover  
25 collection, recovery, and processing of all covered materials and  
26 products so long as the program includes at least the minimum recycla-  
27 bles list.

1 (c) The department may grant a waiver of the requirements in paragraph  
2 (b) of this subdivision upon a written showing by the municipality or  
3 private entity that compliance with such requirement is not practicable  
4 for a specific identified product or material. The waiver granted by the  
5 department shall not exceed twelve months.

6 12. No person may charge a consumer a direct point-of-sale or direct  
7 point-of-collection fee to recoup the costs associated with meeting the  
8 obligations under this title.

9 § 27-3405. Advisory committee.

10 1. The commissioner shall appoint members to the advisory committee,  
11 which shall be comprised of an odd number of members, such members shall  
12 include:

13 (a) an association representing municipalities and an additional  
14 municipal representative from a city with a population of one million or  
15 more residents;

16 (b) a municipal recycling program;

17 (c) two representatives from environmental organizations;

18 (d) an environmental justice community or organization;

19 (e) a statewide waste recycling and disposal association;

20 (f) a recyclables handling and recovery facility located within the  
21 state of New York;

22 (g) a recycling collection provider;

23 (h) a manufacturer of packaging materials utilizing post-consumer  
24 recycled content;

25 (i) a manufacturer of paper materials utilizing post-consumer recycled  
26 content;

27 (j) a representative of an agriculture organization;

28 (k) a representative from the composting industry;



1 (l) a consumer advocate; and

2 (m) a public health specialist.

3 Nonvoting members shall include a representative from each of the  
4 following: the retail sector; the grocery sector; and a producer of  
5 packaging products, a producer of paper products, and a producer respon-  
6 sibility organization established under this title.

7 2. The advisory committee shall select a chair from among the  
8 members. The chair will be responsible for selecting secretarial support  
9 for the advisory committee.

10 3. The advisory committee shall be consulted as needed, but at least  
11 once, during the development of the producer responsibility program  
12 plan, prior to any update to the producer responsibility program plan,  
13 and prior to the submission of an annual report.

14 4. Each producer responsibility plan prepared by a producer implement-  
15 ing an individual extended producer or producer responsibility organiza-  
16 tion pursuant to this title shall be submitted to the advisory committee  
17 for its review and comments on whether the plan meets the criteria and  
18 objectives of this title.

19 5. The advisory committee shall review the submitted annual reports  
20 and make such recommendations to the department and the producer respon-  
21 sibility organization for improving the plan within sixty days of  
22 submission.

23 6. The decisions of the advisory committee shall be by a vote of the  
24 majority of its membership.

25 7. Members of the advisory committee shall be reimbursed for any  
26 necessary travel expenses, related to participating on the advisory  
27 committee, by the producer implementing an individual extended producer  
28 responsibility program or producer responsibility organization. Members

1 of the advisory committee shall receive no salary from a producer imple-  
2 menting an individual extended producer responsibility program or  
3 producer responsibility organization. The costs for secretarial support  
4 to the advisory committee shall be paid for by the producer implementing  
5 an individual extended producer responsibility program or producer  
6 responsibility organization.

7 § 27-3407. Post-consumer recycled content, recovery, recycling, and  
8 source reduction rates.

9 1. Within five years of the effective date of this title, a producer  
10 of packaging products shall meet the following minimum post-consumer  
11 recycled content rates, as applicable, for the material types stated  
12 below:

13 (a) All glass packaging sold or offered for sale in the state by a  
14 producer shall contain, on average, at least thirty-five percent post-  
15 consumer recycled content. Every three years thereafter, the amount of  
16 post-consumer recycled content shall increase by five percent, until  
17 reaching fifty percent.

18 (b) All metal packaging sold or offered for sale in the state by a  
19 producer shall contain, on average, at least fifty percent post-consumer  
20 recycled content. Every three years thereafter, the amount of post-con-  
21 sumer recycled content shall increase by ten percent, until reaching  
22 ninety percent.

23 (c) All rigid plastic packaging sold or offered for sale in the state  
24 by a producer shall contain, on average, at least twenty percent post-  
25 consumer recycled content. Every three years thereafter, the amount of  
26 post-consumer recycled content shall increase by ten percent, until  
27 reaching fifty percent.

1 (d) All non-rigid plastic packaging sold or offered for sale in the  
2 state by a producer shall contain, on average, at least ten percent  
3 post-consumer recycled content. Every three years thereafter, the amount  
4 of post-consumer recycled content shall increase by five percent, until  
5 reaching forty percent.

6 (e) All corrugated cardboard packaging sold or offered for sale in the  
7 state by a producer shall contain, on average, at least fifty percent  
8 post-consumer recycled content. Every three years thereafter, the amount  
9 of post-consumer recycled content shall increase by five percent, until  
10 reaching seventy-five percent.

11 (f) All paper packaging, other than corrugated cardboard packaging,  
12 sold or offered for sale in the state by a producer shall contain, on  
13 average, at least thirty percent post-consumer recycled content. Every  
14 three years thereafter, the amount of post-consumer recycled content  
15 shall increase by ten percent, until reaching seventy percent.

16 2. Within five years of the effective date of this title, paper  
17 products sold or offered for sale in the state by a producer shall  
18 contain, on average, at least thirty percent post-consumer recycled  
19 content. Every three years thereafter, the amount of post-consumer recy-  
20 clad content shall increase by ten percent, until reaching seventy  
21 percent.

22 3. Any food-grade packaging or paper products are exempt from the  
23 post-consumer recycled content requirements of this section for a period  
24 of at least ten years from the effective date of this title.

25 4. A producer shall achieve compliance with the post-consumer recycled  
26 content requirements of this section based on the average amount of  
27 post-consumer recycled content, by weight, contained in its packaging  
28 and paper products, by material type. A producer shall calculate the

1 average amount of post-consumer recycled content contained in its pack-  
2 aging and paper products using data specific to packaging and products  
3 sold or offered for sale in the state, or if such data is unavailable, a  
4 producer may use national data. The calculation of averages shall be  
5 based on a producer's entire product offering of packaging and paper  
6 products, separated by material type.

7 5. A producer or producer responsibility program on behalf of its  
8 producers, shall submit to the department at the time of annual report-  
9 ing, a certification, in writing, that the packaging and paper products,  
10 as applicable, sold or offered for sale in the state, comply with the  
11 post-consumer recycled content requirements or have been granted a waiv-  
12 er from the requirements of this section.

13 6. The department may require that a producer implementing an individ-  
14 ual extended producer responsibility program or producer responsibility  
15 organization, submit a third-party verification of a compliance certif-  
16 ication made pursuant to this section.

17 7. Within five years of the effective date of this title, a producer  
18 implementing an individual extended producer responsibility program or  
19 producer responsibility organization shall meet a minimum recovery rate  
20 of thirty-five percent, and a minimum recycling rate of twenty-five  
21 percent. Every five years thereafter, the recovery rate shall increase  
22 by ten percent until reaching eighty-five percent, and the recycling  
23 rate shall increase by ten percent until reaching seventy-five percent.

24 8. Within ten years of the effective date of this title, a producer or  
25 producer responsibility organization shall ensure that by weight or by  
26 unit, packaging products meet a source reduction rate of fifteen  
27 percent. Source reduction can be achieved by eliminating single-use  
28 packaging, including secondary or tertiary packaging, transitioning from

1 single use to reusable or refillable packaging, or by reducing the  
2 amount of source material used in a package, provided however the  
3 producer may not change from a material or format that is readily-re-  
4 cyclable to a material or format that is not readily-recyclable. The  
5 calculation of source reduction may be based on a producer's entire  
6 product offering of packaging and paper products, separated into product  
7 sublines, or through an aggregate form of a producer responsibility  
8 organization.

9 9. The department may review and adjust the minimum source reduction,  
10 recycling, and recovery rates established in this title by regulation if  
11 the department finds and determines the rates are infeasible. In making  
12 a determination of infeasibility, the department shall consider, at a  
13 minimum:

14 (a) the findings of the needs assessment;

15 (b) information gathered from the producer and producer responsibility  
16 organization annual reports; and

17 (c) any other factors deemed appropriate by the department.

18 10. The department may review and adjust any of the post-consumer  
19 recycled content rates established in this section by regulation. In  
20 making an adjustment pursuant to this subdivision, the department shall  
21 consider, at a minimum:

22 (a) changes in market conditions, including supply and demand for  
23 post-consumer recycled materials, both domestically and globally;

24 (b) the availability of recycled materials suitable to meet the mini-  
25 mum post-consumer recycled content requirements:

26 (c) post-consumer recycled content requirements, including the avail-  
27 ability of high-quality recycled materials, and food-grade recycled  
28 materials;

- 1 (d) the capacity of recycling or processing infrastructure;  
2 (e) utilization rates of the materials;  
3 (f) the progress made by producers in meeting the post-consumer recy-  
4 clcd targets by material type; and  
5 (g) any other factors deemed appropriate as determined by the depart-  
6 ment, in regulation.

7 11. Any adjustment to the minimum rates, shall only be for such condi-  
8 tions and for a duration as established by the department in regulation.

9 12. A producer or producer responsibility organization may submit a  
10 request to the department for a waiver from the post-consumer recycled  
11 content requirements established pursuant to this section.

12 (a) The department may grant a waiver only if a producer or producer  
13 responsibility organization demonstrates, and the department finds, that  
14 such producer or producers cannot meet the post-consumer recycled  
15 content requirements of this section because:

16 (i) it is not technologically or economically feasible to achieve the  
17 post-consumer recycled content requirements;

18 (ii) there is inadequate availability of recycled material or a  
19 substantial disruption in the supply of recycled material; or

20 (iii) the producer cannot achieve the post consumer recycled content  
21 requirements and remain in compliance with applicable rules and regu-  
22 lations adopted by the United States Food and Drug Administration, or  
23 any other state or federal law, rule, or regulation.

24 (b) The waiver request shall also include, at a minimum:

25 (i) proposed post-consumer recycled content rates the producer or  
26 producer responsibility organization deems are achievable, with suffi-  
27 cient justification for the determination of such rates;

1 (ii) supporting documentation from a federal or state agency or certi-  
2 fied third party expert, as appropriate, demonstrating that the producer  
3 or producers cannot comply with the post-consumer recycled content  
4 requirements of this section for one of the reasons set forth in this  
5 section; and

6 (iii) any other information required by the department as determined  
7 in regulation.

8 13. The department shall post on its website, on an annual basis, any  
9 determination to grant a waiver from the post-consumer recycled content  
10 requirements.

11 § 27-3409. Producer responsibility program plan.

12 1. By January first, two thousand twenty-six, any producer implement-  
13 ing an individual extended producer responsibility program or any  
14 producer responsibility organization, shall submit to the department a  
15 producer responsibility program plan, detailing its proposed collection  
16 and recycling program for packaging and paper products.

17 2. The approved producer responsibility program plan shall be valid  
18 for five years and shall be reviewed and updated every five years  
19 following the implementation date of the original plan. The department  
20 shall have the discretion to require the plan to be reviewed or revised  
21 prior to the five-year period if the department has cause to believe the  
22 minimum post-consumer recycled content rates, minimum recovery rates,  
23 minimum recycling rates, as established in this title, or other obli-  
24 gations of the plan as set forth in this section are not being met or  
25 followed by the producer or producer responsibility organization, or if  
26 there has been a change in circumstances that warrants revision of the  
27 plan.

28 3. The submitted plan shall, at a minimum, address the following:

1 (a) Contact information. Contact information, including the name,  
2 electronic and physical address, and telephone number of the authorized  
3 representative of the producer implementing an individual extended  
4 producer responsibility program or producer responsibility organization.

5 (b) Participating producer or producers. Identify the producer or  
6 producers participating in the submitted producer responsibility program  
7 plan.

8 (c) Consultation. A description of how the producer implementing an  
9 individual extended producer responsibility program or a producer  
10 responsibility organization consulted with the advisory committee,  
11 stakeholders, and the public in the development of the plan, and to what  
12 extent the producers or the producer responsibility organization specif-  
13 ically incorporated their input into the plan. Producers or producer  
14 responsibility organizations shall also provide the advisory committee  
15 sixty days to review and comment upon the draft plan prior to its  
16 submission to the department. Producers implementing an individual  
17 extended producer responsibility program or producer responsibility  
18 organizations shall assess comments received and provide a summary and  
19 analysis of the issues raised by the advisory committee, a statement of  
20 the reasons why any significant changes were not incorporated into the  
21 plan, and a description of the changes that were made to the plan as a  
22 result of those comments.

23 (d) Types and brands of packaging and paper products. A list of the  
24 types and brands of packaging and paper products for which the producer  
25 or producer responsibility organization is responsible for.

26 (e) Funding mechanism. A description of the proposed funding mechanism  
27 that is necessary to meet the requirements of this title and is suffi-  
28 cient to cover the cost of plan development and revisions, program oper-



1 ation, municipal and private entity reimbursement, administration of the  
2 producer responsibility organization, actual department costs to admin-  
3 ister and enforce this title, eligible advisory committee expenses, and  
4 maintaining a financial reserve sufficient to operate the program in a  
5 fiscally prudent and responsible manner. The following objective fund-  
6 ing and reimbursement details shall be provided in the producer respon-  
7 sibility plan:

8 (i) Proposed program charges paid by producers shall be set on a  
9 material-specific cost of the recycling program. Charges shall vary  
10 based on, at a minimum:

11 (A) costs to provide collection or other forms of consumer recycling  
12 service that is, at minimum, as convenient as the previous waste  
13 collection schema in the particular jurisdiction for all consumers;

14 (B) costs to process a producer's collected packaging and paper  
15 products for sale in secondary material markets; and

16 (C) the commodity value of packaging and paper products.

17 (ii) A producer responsibility organization shall also structure  
18 program charges paid by producers to provide financial incentives that  
19 reward waste and source reduction, reward recycling compatibility inno-  
20 vations and practices, and reward producers of packaging and paper  
21 products that can be easily recycled, reused or refilled, or composted.  
22 The producer responsibility organization shall create a mechanism to  
23 allow producers to receive a credit for achieving source reduction  
24 beyond what producers of similar covered material are achieving. The  
25 revenue for that credit shall be paid for by charging producers not  
26 achieving source reduction for similar products a fee as financial  
27 penalty. The program charges shall also disincentivize designs or prac-

1 tices that increase the costs of recycling packaging and paper products.

2 The following shall be considered in setting the program charges:

3 (A) whether the percentage of post-consumer recycled content exceeds  
4 minimum post-consumer recycled content rates and that the content does  
5 not disrupt the potential for future recycling;

6 (B) whether the packaging or paper product exceeds the minimum source  
7 reduction rate;

8 (C) whether the packaging or paper product is compostable;

9 (D) whether the packaging or paper product would typically be readi-  
10 ly-recyclable except that the product has the effect of disrupting recy-  
11 cling processes or the product includes labels, inks, or adhesives  
12 containing heavy metals that would contaminate the recycling process;

13 (E) whether the packaging and paper product is nonfood contact packag-  
14 ing that is specifically designed to be reusable or refillable and has a  
15 high reuse or refill rate, as determined by the department in regu-  
16 lations, and if so, such product shall be excluded from any fees; and

17 (F) other factors as determined by the department, including, but not  
18 limited to, recommendations from the advisory committee which promote  
19 favorable environmental outcomes such as lower life-cycle contributions  
20 of packaging to paper products to greenhouse gas emissions.

21 (iii) In addition to the regular funding mechanism, the producer  
22 responsibility organization may include a special assessment charge on  
23 specific categories of packaging and paper products if the nature of the  
24 packaging and paper product imposes unusual costs in recycling  
25 collection or processing in municipal recycling facilities.

26 (f) Determination of reasonable costs. A producer implementing an  
27 individual extended producer responsibility program or producer respon-  
28 sibility organization is responsible for calculating and dispersing

1 funding to municipalities and private entities (such as solid waste  
2 collection, transportation, sorting, and processing companies, and other  
3 participating service providers) operating under the producer or produc-  
4 er responsibility organization's program plan for reasonable costs  
5 incurred by the municipality or private entity. A schedule of such  
6 reasonable costs, determined in consultation with the advisory commit-  
7 tee, shall be included in the program plan.

8 (i) To calculate reasonable costs, the producer implementing an indi-  
9 vidual extended producer responsibility program or producer responsibil-  
10 ity organization shall, at a minimum, take the following factors into  
11 consideration:

12 (A) population density of the particular jurisdiction to be serviced;

13 (B) the amount received from the sale of source separated materials;  
14 and

15 (C) transportation costs to processing facilities, processing costs  
16 for each recyclable material, cost of managing non-recyclable material,  
17 disposal of processing residuals, and marketing costs of material.

18 (ii) To facilitate the producer implementing an individual extended  
19 producer responsibility program or producer responsibility organiza-  
20 tion's determination of reasonable costs, participating municipalities  
21 and private entities must submit documentation related to their specific  
22 costs and the value of materials to the producer implementing an indi-  
23 vidual extended producer responsibility program or producer responsibil-  
24 ity organization.

25 (iii) The municipality or private entity may not pass on to its resi-  
26 dents or customers the costs for which it has been reimbursed by the  
27 producer or producer responsibility organization.

1 (iv) Any funds directly collected pursuant to this title shall not be  
2 used to carry out lobbying activities, bring a lawsuit against the  
3 state, defend litigation involving claims of a producer or producer  
4 responsibility organization's failure to comply with the requirements of  
5 this chapter, or for payment of penalties for violations of this chap-  
6 ter.

7 (g) Municipal and private entity reimbursement. A description of the  
8 process for municipalities or private entities (such as solid waste  
9 collection, transportation, sorting, and processing companies, and other  
10 participating service providers) operating recycling programs under the  
11 producer or producer responsibility organization's program plan, to  
12 recoup reasonable costs from the producer implementing an individual  
13 extended producer responsibility program or producer responsibility  
14 organization. If a municipality does not provide collection for recycl-  
15 ables or does not elect to participate in a producer or producer respon-  
16 sibility organization program, and upon notice to the producer responsi-  
17 bility organization and the department of lack of participation, the  
18 producer or producer responsibility organization shall be responsible  
19 for contracting with a private entity to ensure the convenience stand-  
20 ards under this title are met.

21 (h) Outreach and education. A description of the producer's or produc-  
22 er responsibility organization's public outreach and education program  
23 for consumers and other stakeholders.

24 (i) The plan shall address how the outreach and education program  
25 will:

26 (A) be designed to achieve the management goals of packaging and paper  
27 products extended producer responsibility under this title, including  
28 the prevention of contamination of recovered products that would reduce

1 the product's market value or limit the ability to use the material to  
2 create new products;

3 (B) be coordinated across producer and producer responsibility organ-  
4 ization programs to avoid confusion for consumers; and

5 (C) consult with municipalities and other stakeholders, coordinate  
6 with and assist local municipal programs, municipal contracted programs,  
7 solid waste collection companies, and other entities providing services,  
8 and develop and provide outreach and education to the diverse popu-  
9 lations in the state, including utilizing a variety of outreach and  
10 education tools and ensuring materials are accessible to all persons and  
11 are provided in multiple languages.

12 (ii) Participating producers shall label or mark packaging and paper  
13 products in accordance with current labeling rules, laws, or regulations  
14 with information to assist consumers in responsibly managing and recycl-  
15 ing packaging and paper products, responsibly composting packaging and  
16 paper products, and educating consumers about the percentage of post-  
17 consumer recycled content.

18 (iii) Details on the following components of the outreach and educa-  
19 tion program shall be provided in the plan, and available to consumers  
20 and other stakeholders on the producer's or producer responsibility  
21 organization's public education program website:

22 (A) proper end-of-life management of packaging and paper products;

23 (B) the location and availability of recycling collection;

24 (C) how to prevent and minimize litter of packaging and paper  
25 products;

26 (D) information on how consumers can reduce their consumption for  
27 single-use packaging and paper products in favor of more reusable mate-  
28 rials;

1 (E) recycling and composting instructions that are: consistent state-  
2 wide, except as necessary to take into account differences among local  
3 laws, processing capabilities, and relevant minimum recyclables lists;  
4 easy to understand; and easily accessible; and

5 (F) a description of the process for answering stakeholder questions  
6 and resolving any issues.

7 (iv) A producer implementing an individual extended producer responsi-  
8 bility program or the producer responsibility organization shall regu-  
9 larly evaluate the effectiveness of its outreach campaign in terms of  
10 program awareness and participation. The plan shall include a  
11 description of the evaluation approaches.

12 (v) A producer implementing an individual extended producer responsi-  
13 bility program or producer responsibility organization shall undertake  
14 outreach, education, and communications that assist in attaining or  
15 exceeding the minimum source reduction rates, minimum post-consumer  
16 recycled content, minimum recovery rates, and minimum recycling rates.

17 (i) Existing infrastructure. How the producer implementing an individ-  
18 ual extended producer responsibility program or the producer responsi-  
19 bility organization will work with existing waste haulers, recyclables  
20 handling and recovery facilities, recyclers, municipalities, and any  
21 other related entities that prepare recovered materials for end markets  
22 to:

23 (i) operate or expand current collection programs that utilize exist-  
24 ing service providers and infrastructure;

25 (ii) reduce contamination of recyclables collected and delivered to  
26 processing facilities with annual reporting on contamination levels in  
27 materials received by and processed by recyclables handling and recovery  
28 facilities or similar establishments;

1 (iii) invest in new or upgraded infrastructure to improve the recycl-  
2 ing of recovered packaging and paper products; and

3 (iv) invest in market development for packaging and paper products to  
4 improve source reduction, refill rates, or recycling compatibility.

5 (j) Convenience. A description of how the producer implementing an  
6 individual extended producer responsibility program or producer respon-  
7 sibility organization intends to meet the convenience requirements set  
8 forth as follows:

9 (i) A producer implementing an individual extended producer responsi-  
10 bility program or producer responsibility organization shall provide for  
11 a free, equitable and convenient system for consumers to recycle the  
12 packaging and paper products identified under the producer or producer  
13 responsibility organization's program plan, that is, at minimum:

14 (A) as convenient as waste collection;

15 (B) includes all entities participating in the recycling collection  
16 schema in the particular jurisdiction; and

17 (C) consistent with relevant state and local laws or as deemed appro-  
18 priate by the department.

19 (ii) A producer implementing an individual extended producer responsi-  
20 bility program or producer responsibility organization may rely on a  
21 range of means to collect various categories of packaging and paper  
22 products including, but not limited to, curbside collection, facility  
23 drop-off, and events, so long as packaging and paper products collection  
24 options include recycling collection services if:

25 (A) The category of packaging and paper products is suitable for recy-  
26 cling collection and can be effectively sorted by the facilities receiv-  
27 ing the collected material;

1 (B) The packaging and paper products category is not handled through a  
2 deposit and return scheme, other mandated product stewardship or  
3 extended producer responsibility program, or buy back system that relies  
4 on a collection system other than recycling collection; and

5 (C) The provider of the recycling collection service agrees to the  
6 producer implementing an individual extended producer responsibility  
7 program's or producer responsibility organization's reimbursement proc-  
8 ess for reasonable costs.

9 (iii) Where recycling collection is not available and drop-off  
10 collection facilities are utilized, consumers shall have free and equi-  
11 table access to facilities that are within the jurisdiction and within  
12 fifteen miles of at least ninety-five percent of the jurisdiction's  
13 population unserved by recycling collection.

14 (k) Minimum source reduction, recycling, recovery and post-consumer  
15 recycled content rates. A description of how the producer implementing  
16 an individual extended producer responsibility program or producer  
17 responsibility organization intends to meet or exceed the minimum source  
18 reduction rate, minimum recycling rate, minimum recovery rate, and mini-  
19 mum post-consumer recycled content rate for packaging or paper products,  
20 by material type.

21 (l) End-of-life management processes. A description of the process for  
22 end-of-life management, including recycling and disposal, for each  
23 component material, using environmentally sound management practices.

24 (m) A description of how the producer responsibility organization  
25 shall provide the right of first refusal to purchase recycled materials  
26 from processors on behalf of producer members interested in obtaining  
27 recycled feedstock in order to achieve post-consumer recycled content  
28 objectives.



1 (n) Packaging and paper products reduction. A description of how a  
2 producer responsibility organization will work with producers to reduce  
3 packaging and paper products through product design, systems for reus-  
4 able packaging informed by the needs assessment, and product and package  
5 innovations and how the producer responsibility organization will work  
6 with producers to help reduce a producer's total amount of non-reusable  
7 packaging.

8 (o) Consumer concerns process. A process to address concerns and ques-  
9 tions from consumers.

10 (p) Coordination. A process to coordinate with other producers and  
11 producer responsibility organization programs, if applicable.

12 (q) Additional information. Any other information as specified by the  
13 department.

14 4. (a) No later than ninety days after the submission of the producer  
15 responsibility plan, the department shall determine whether to approve  
16 the plan as submitted; approve the plan with conditions; or deny the  
17 plan.

18 (b) The department shall consider the following in determining whether  
19 to approve a plan:

20 (i) whether the plan adequately addresses all elements described in  
21 this section;

22 (ii) whether the producer has undertaken satisfactory consultation  
23 with the advisory committee and has provided an opportunity for advisory  
24 committee input in the development of the plan prior to submission of  
25 the plan;

26 (iii) whether the plan adequately provides for:

1 (A) the producer responsibility organization collecting and funding  
2 the costs of collecting and processing packaging and paper products  
3 covered by the plan and reimbursing a municipality or private entity;

4 (B) the funding mechanism to cover the entire cost of the producer  
5 responsibility organization's program;

6 (C) convenient and free consumer access to collection facilities or  
7 collection services;

8 (D) an evaluation system for the program charge structure, which shall  
9 be evaluated on an annual basis by the producer responsibility organiza-  
10 tion and advisory committee and resubmitted to the department annually;  
11 and

12 (E) effective consumer outreach and education.

13 (iv) whether the plan satisfactorily provides for how the producer  
14 implementing an individual extended producer responsibility program or  
15 the producer responsibility organization will meet the minimum source  
16 reduction rates, minimum post-consumer recycled content rates, recovery  
17 rates, and recycling rates, which will create or enhance markets for  
18 recycled materials; and

19 (v) whether the plan creates a convenient system for consumers to  
20 recycle packaging and paper products that meet or exceed the convenience  
21 criteria set forth in this title.

22 (c) The department may deny a plan or plan resubmission. (i) If a  
23 plan or plan resubmission is denied, the department shall inform the  
24 producer implementing an individual extended producer responsibility  
25 program or producer responsibility organization in writing as to any  
26 deficiencies in said plan or plan resubmission. A producer implementing  
27 an individual extended producer responsibility program or producer  
28 responsibility organization shall amend and resubmit any denied plans

1 for reconsideration within sixty days of notification of the denial of  
2 said plan. The department shall approve or deny said plan within thirty  
3 days of resubmission.

4 (ii) If a plan is denied a second time, the department will provide  
5 the producer implementing an individual extended producer responsibility  
6 program or producer responsibility organization with direction for meet-  
7 ing any additional required elements of the plan it deems necessary.

8 (d) The department may rescind the approval of an approved plan at any  
9 time for just cause. If a plan is rescinded, the department shall  
10 inform the producer implementing an individual extended producer respon-  
11 sibility program or producer responsibility organization in writing as  
12 to any and all reasons why the plan was rescinded. A producer implement-  
13 ing an individual extended producer responsibility program or producer  
14 responsibility organization shall amend and resubmit any rescinded plans  
15 for reconsideration within sixty days of notification of the rescission  
16 of said plan. The department shall approve or reject said plan within  
17 thirty days of resubmission.

18 5. The producer implementing an individual extended producer responsi-  
19 bility program or producer responsibility organization shall notify the  
20 department of any modification to the program. If the department deter-  
21 mines that the producer responsibility plan has been substantially modi-  
22 fied, the producer implementing an individual extended producer respon-  
23 sibility program or producer responsibility organization, after  
24 consultation with the advisory committee, shall submit a proposed plan  
25 amendment describing the changes to the department within ninety days of  
26 the determination. Within ninety days of receipt of a proposed amended  
27 plan, the department shall determine whether the amended plan complies  
28 with this title. The department shall send a letter notifying the

1 producer implementing an individual extended producer responsibility  
2 program or producer responsibility organization of: (a) approval; or (b)  
3 disapproval, including the reasons for rejecting the plan. The producer  
4 implementing an individual extended producer responsibility program or  
5 producer responsibility organization shall provide the department's  
6 letter of disapproval to the advisory committee. The producer imple-  
7 menting an individual extended producer responsibility program or  
8 producer responsibility organization shall submit a revised plan within  
9 sixty days after receipt of the letter of disapproval.

10 6. The producer implementing an individual extended producer responsi-  
11 bility program or producer responsibility organization shall reimburse  
12 the department annually at the time of annual reporting for the actual  
13 costs to administer and enforce this title, which shall be deposited to  
14 the credit of the waste reduction, reuse, and recycling fund established  
15 pursuant to section ninety-two-kk of the state finance law.

16 § 27-3411. Reporting requirements and audits.

17 1. Fifteen months after the first plan of a producer implementing an  
18 individual extended producer responsibility program or producer respon-  
19 sibility organization is implemented, and annually thereafter, each  
20 producer implementing an individual extended producer responsibility  
21 program, or each producer responsibility organization, shall submit a  
22 report to the department that details the prior calendar year's program.  
23 The report shall be posted on the website of the producer implementing  
24 an individual extended producer responsibility program or producer  
25 responsibility organization and on the department's website.

26 2. Such annual report shall include:

27 (a) a detailed description of the methods used to collect, transport,  
28 and process packaging and paper products including detailing collection

1 methods made available to consumers and an evaluation of the program's  
2 collection convenience;

3 (b) a detailed description of the amount of packaging and paper  
4 products sold, offered for sale, or distributed to consumers in the  
5 state on an annual basis, including a percentage of packaging and paper  
6 products sold, offered for sale, or distributed to consumers in the  
7 state through internet transactions;

8 (c) the amount per ton or amount per unit, of packaging and paper  
9 products collected for reuse or recycling in the state, by material  
10 type;

11 (d) the amount per ton or amount per unit, by material type, of pack-  
12 aging and paper products collected for reuse or recycling in the state  
13 by the method of disposition;

14 (e) the total cost of implementing the program;

15 (f) financial statements detailing all deposits received and  
16 reimbursements paid by the producers covered by the approved plan;

17 (g) a detailed accounting of how the program compensated munici-  
18 palities, solid waste collection, transportation, sorting, and reproc-  
19 essing companies, and other entities, for their recycling efforts and  
20 other related services;

21 (h) a description of investments made in infrastructure and market  
22 development in New York state as related to the needs identified,  
23 including the amount spent expressed as a percentage of the program's  
24 total annual expenditures;

25 (i) a description of investments made and an evaluation of the effec-  
26 tiveness of outreach and education efforts to determine whether changes  
27 are necessary to improve those outreach and education efforts. If the  
28 department determines improvements are necessary, the producer imple-

1 menting an individual extended producer responsibility program or  
2 producer responsibility organization shall develop new and improved  
3 outreach and education methods for approval by the department;

4 (j) samples of all educational materials provided to consumers or  
5 other entities;

6 (k) a detailed list of efforts undertaken and an evaluation of the  
7 methods used to disseminate such materials including recommendations, if  
8 any, for how the educational component of the program can be improved;

9 (l) the achieved source reduction rates, post-consumer recycled  
10 content rates, recovery rates, and recycling rates for packaging and  
11 paper product material types, how the rates were derived, and a  
12 discussion of how these rates may be improved. If, upon consultation  
13 with the advisory committee, there is reason to adjust minimum rates,  
14 the annual report shall include suggestions and justifications for the  
15 department to consider revision of such rates in regulation;

16 (m) a detailed description of any efforts undertaken to reduce the  
17 amount of packaging used; changes in material types used in packaging  
18 that have helped to improve recyclability, post-consumer recycled  
19 content rates, recovery rates, recycling rates for packaging, greenhouse  
20 gas emissions, and the effect on program implementation costs from such  
21 efforts;

22 (n) a discussion on the feasibility to increase consumer convenience  
23 through curbside collection, facility drop-off, collection events or  
24 other alternatives, and to expand the program, for example, to include  
25 additional service to consumers without previous access to recycling  
26 collection, and public spaces, as well as a discussion on how the  
27 producer implementing an individual extended producer responsibility

1 program or producer responsibility organization plans for continuous  
2 improvement; and

3 (o) any other information as specified by the department in regu-  
4 lation.

5 3. Prior to the submission of the annual report, all data and informa-  
6 tion that is material to the department's review of the program's  
7 compliance with the requirements of this title shall be annually audited  
8 and verified by an independent third-party auditor, approved by the  
9 department. This includes, but is not limited to, a review and verifica-  
10 tion of all financial documentation and all information related to the  
11 source reduction rates, material recycling rates, recovery rates, and  
12 the post-consumer recycled content rates. A copy of the independent  
13 audit shall be included in the annual report.

14 4. The department shall not require public reporting of any confiden-  
15 tial information that the department determines to be a trade secret,  
16 confidential commercial information, or critical infrastructure informa-  
17 tion, in accordance with article six of the public officers law and the  
18 department's rules and regulations promulgated pursuant thereto.

19 § 27-3413. Antitrust protections.

20 A producer implementing an individual extended producer responsibility  
21 program or producer responsibility organization that organizes the  
22 collection, transportation, and processing of packaging and paper  
23 products, in accordance with a producer responsibility program plan  
24 approved under this title, shall not be liable for any claim of a  
25 violation of antitrust, restraint of trade, or unfair trade practice  
26 arising from conduct undertaken in accordance with the program pursuant  
27 to this title; provided, however, this section shall not apply to any  
28 agreement establishing or affecting the price of packaging or a paper

1 product, or the output or production of any agreement restricting the  
2 geographic area or customers to which packaging or a paper product will  
3 be sold.

4 § 27-3415. Penalties.

5 1. Except as otherwise provided in this section, any person or entity  
6 that violates any provision of or fails to perform any duty imposed  
7 pursuant to this title or any rule or regulation promulgated pursuant  
8 thereto, or any final determination or order of the commissioner made  
9 pursuant to this article or article seventy-one of this chapter shall be  
10 liable for a civil penalty not to exceed five hundred dollars for each  
11 violation and an additional penalty of not more than five hundred  
12 dollars for each day during which such violation continues.

13 2. (a) Any producer or producer responsibility organization who  
14 violates any provision of or fails to perform any duty imposed pursuant  
15 to this title or any rule or regulation promulgated pursuant thereto, or  
16 any final determination or order of the commissioner made pursuant to  
17 this article or article seventy-one of this chapter shall be liable for  
18 a civil penalty not to exceed ten thousand dollars for each violation  
19 and an additional penalty of not more than three thousand dollars for  
20 each day during which such violation continues.

21 (b) All producers participating in a producer responsibility organiza-  
22 tion shall be jointly and severally liable for any penalties assessed  
23 against the producer responsibility organization pursuant to this title  
24 and article seventy-one of this chapter.

25 3. Civil penalties under this section shall be assessed by the depart-  
26 ment after an opportunity to be heard pursuant to the provisions of  
27 section 71-1709 of this chapter, or by the court in any action or  
28 proceeding pursuant to section 71-2727 of this chapter, and in addition



1 thereto, such person or entity may by similar process be enjoined from  
2 continuing such violation and any permit, registration, or other  
3 approval issued by the department may be revoked or suspended or a pend-  
4 ing renewal denied.

5 4. The department and the attorney general are hereby authorized to  
6 enforce the provisions of this title and all monies collected shall be  
7 deposited to the credit of the waste reduction, reuse, and recycling  
8 fund as established pursuant to section ninety-two-kk of the state  
9 finance law.

10 § 27-3417. State preemption.

11 Jurisdiction in all matters pertaining to costs and funding mechanisms  
12 of producer responsibility organizations relating to the recovery of  
13 packaging and paper products by this title, is vested exclusively in the  
14 state, provided however that nothing in this section shall (i) relieve a  
15 municipality from complying with the requirements under existing law or  
16 prohibit a municipality from enforcing such existing law, (ii) preclude  
17 a municipality or solid waste collection company from determining what  
18 additional materials shall be required to be source separated for reuse  
19 or recycling in a municipality, or (iii) preclude a municipality or  
20 solid waste collection company from coordinating the collection of pack-  
21 aging and paper products for recycling or reuse.

22 § 27-3419. Authority to promulgate rules and regulations.

23 The department shall have the authority to promulgate rules and regu-  
24 lations necessary and appropriate for the administration of this title,  
25 including but not limited to plan implementation, registration and  
26 administrative fee schedules, waivers, and adjustments of rates.

27 § 27-3421. Severability.

1 The provisions of this title shall be severable and if any phrase,  
2 clause, sentence, or provision of this title or the applicability there-  
3 of to any person or circumstance shall be held invalid, the remainder of  
4 this title and the application thereof shall not be affected thereby.

5 § 4. The state finance law is amended by adding a new section 92-kk to  
6 read as follows:

7 § 92-kk. Waste reduction, reuse, and recycling fund. 1. There is here-  
8 by established in the joint custody of the state comptroller and the  
9 commissioner of the department of taxation and finance, a special fund  
10 to be known as the "waste reduction, reuse, and recycling fund".

11 2. The waste reduction, reuse, and recycling fund shall consist of all  
12 revenue collected from initial producer registration fees and plan  
13 implementation registration and administrative fees pursuant to title  
14 thirty-four of article twenty-seven of the environmental conservation  
15 law and any cost recoveries or other revenues collected pursuant to  
16 title thirty-four of article twenty-seven of the environmental conserva-  
17 tion law, and any other monies deposited into the fund pursuant to law.

18 3. Moneys of the fund, subject to appropriation, shall be used for  
19 execution of the program pursuant to title thirty-four of article twen-  
20 ty-seven of the environmental conservation law, and expended for the  
21 purposes as set forth in title thirty-four of article twenty-seven of  
22 the environmental conservation law and may be made available for grants  
23 for planning and implementation related to waste reduction, reuse, and  
24 recycling based on funding availability and needs determined by the  
25 department of environmental conservation.

26 § 5. This act shall take effect January 1, 2024.

1 Section 1. Section 56-0501 of the environmental conservation law is  
2 amended by adding a new subdivision 3 to read as follows:

3 3. Beginning in state fiscal year two thousand twenty-three--two thou-  
4 sand twenty-four, environmental restoration projects may be funded with-  
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 1. "Contaminant" shall mean hazardous waste as defined in section  
13 27-1301 of this chapter, petroleum as defined in section one hundred  
14 seventy-two of the navigation law, and emerging contaminants as defined  
15 in section eleven hundred twelve of the public health law.

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.

20 5. "Municipality", for purposes of this title, shall have the same  
21 meaning as provided in subdivision fifteen of section 56-0101 of this  
22 article, except that such term shall not refer to a municipality that  
23 [generated, transported, or disposed of, arranged for, or that caused  
24 the generation, transportation, or disposal of contamination located at  
25 real property proposed to be investigated or to be remediated under an  
26 environmental restoration project. For purposes of this title, the term  
27 municipality includes a municipality acting in partnership with a commu-  
28 nity based organization], through deliberate action or inaction, inten-

1 tionally or recklessly caused or contributed to contamination, outside  
2 of its performance of governmental functions, which threatens public  
3 health or the environment, at real property to be investigated or reme-  
4 diated under an environmental restoration project.

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

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

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

5 (a) the benefit to the environment and public health realized by the  
6 expeditious remediation of the property proposed to be subject to such  
7 project;

8 (d) real property in a designated brownfield opportunity area pursuant  
9 to section nine hundred seventy-r of the general municipal law or real  
10 property in a disadvantaged community pursuant to subdivision five of  
11 section 75-0101 of this chapter; [and]

12 (e) the opportunity for other funding sources to be available for the  
13 investigation or remediation of such property, including, but not limit-  
14 ed to, enforcement actions against responsible parties (other than the  
15 municipality to which state assistance was provided under this title; or  
16 a successor in title, lender, or lessee who was not otherwise a respon-  
17 sible party prior to such municipality taking title to the property),  
18 state assistance payments pursuant to title thirteen of article twenty-  
19 seven of this chapter, and the existence of private parties willing to  
20 remediate such property using private funding sources. Highest priority  
21 shall be granted to projects for which other such funding sources are  
22 not available[.], excluding state or federal funds for the investigation  
23 or remediation project received or to be received by the municipality;

24 (f) for drinking water contamination sites as defined in section  
25 27-1201 of this chapter, any requirements made by the commissioner of  
26 health pursuant to section 27-1205 of this chapter, for a municipally  
27 owned public water system to take action to reduce exposure to an emerg-  
28 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  
6 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[,]  
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 for any common law cause of action arising out of the presence of any  
24 contamination in or on property at anytime before the effective date of  
25 a contract entered into pursuant to this title] for judgments or settle-  
26 ments obtained against such municipality, successor in title, lessee, or  
27 lender in any court for any common law cause of action arising out of  
28 municipal actions related to the implementation of the environmental

1 restoration remediation project. Such municipality, successor in title,  
2 lessee, or lender shall be entitled to representation by the attorney  
3 general, unless the attorney general determines, or a court of competent  
4 jurisdiction determines, that such representation would constitute a  
5 conflict of interest, in which case the attorney general shall certify  
6 to the comptroller that such party is entitled to private counsel of its  
7 choice, and reasonable attorneys' fees and expenses shall be reimbursed  
8 by the state. Any settlement of such an action shall be subject to the  
9 approval of the attorney general as to form and amount, and this subdi-  
10 vision shall not apply to any settlement of any such action which has  
11 not received such approval.

12 § 9. Notwithstanding subdivisions a, b, and c of section 32 of chapter  
13 413 of the laws of 1996, a memorandum of understanding shall not be  
14 required to make available twenty million dollars (\$20,000,000) from the  
15 Clean Water/Clean Air Bond Act of 1996 for state assistance payments to  
16 municipalities for environmental remediation in accordance with title 5  
17 of article 56 of the environmental conservation law.

18 § 10. This act shall take effect immediately.

19 PART RR

20 Section 1. The section heading of section 11-0935 of the environmental  
21 conservation law, as added by section 1 of part ZZ of chapter 55 of the  
22 laws of 2021, is amended to read as follows:

23 Deer hunting [pilot] program.

24 § 2. Section 2 of part ZZ of chapter 55 of the laws of 2021 amending  
25 the environmental conservation law relating to establishing a deer hunt-  
26 ing pilot program is amended to read as follows:

1 § 2. This act shall take effect June 1, 2021 [and shall expire and be  
2 deemed repealed December 31, 2023].

3 § 3. This act shall take effect immediately.

4 PART SS

5 Section 1. Section 33-0705 of the environmental conservation law, as  
6 amended by section 1 of item NN of subpart B of part XXX of chapter 58  
7 of the laws of 2020, is amended to read as follows:

8 § 33-0705. Fee for registration.

9 The applicant for registration shall pay a fee as follows:

10 a. [On or before July 1, 2023, six] Six hundred dollars for each  
11 pesticide proposed to be registered, provided that the applicant has  
12 submitted to the department proof in the form of a federal income tax  
13 return for the previous year showing gross annual sales, for federal  
14 income tax purposes, of three million five hundred thousand dollars or  
15 less; and

16 b. [On or before July 1, 2023, for] For all others, six hundred twenty  
17 dollars for each pesticide proposed to be registered[;

18 c. After July 1, 2023, fifty dollars for each pesticide proposed to be  
19 registered].

20 § 2. Section 9 of chapter 67 of the laws of 1992, amending the envi-  
21 ronmental conservation law relating to pesticide product registration  
22 timetables and fees, as amended by section 2 of item NN of subpart B of  
23 part XXX of chapter 58 of the laws of 2020, is amended to read as  
24 follows:



1 § 9. This act shall take effect April 1, 1992 provided, however, that  
2 section three of this act shall take effect July 1, 1993 [and shall  
3 expire and be deemed repealed on July 1, 2023].

4 § 3. This act shall take effect July 1, 2023.

5 PART TT

6 Section 1. Short title. This act shall be known and may be cited as  
7 the "Suffolk County water quality restoration act".

8 § 2. Legislative intent. The county of Suffolk ("county"), with a  
9 population of one million five hundred thousand persons, has in excess  
10 of three hundred eighty thousand existing onsite systems, comprised  
11 mostly of cesspools and septic systems, with two hundred nine thousand  
12 of these onsite systems in environmentally sensitive areas which could  
13 benefit from nitrogen-reducing technologies. The United States Environ-  
14 mental Protection Agency recognizes Long Island as having a sole source  
15 aquifer system for its drinking water supply. Suffolk county has an  
16 imminent need to preserve this valuable water resource by reducing the  
17 amount of nitrogen discharged into the groundwater by onsite systems.  
18 The full water cycle is impacted by increasing quantities of nutrients,  
19 pathogens, pesticides, volatile organic contaminants and saltwater  
20 intrusion, as well as a number of emerging threats such as prescription  
21 drugs and sea level rise.

22 The Suffolk county subwatersheds wastewater plan ("SWP"), certified by  
23 the department of environmental conservation as a Nine Elements  
24 Watershed (9E) plan, has documented the devastating effects of high  
25 levels of nitrogen pollution, not only on the drinking water quality,

1 but also on coastal ecosystems, dissolved oxygen, water clarity,  
2 eelgrass, wetlands, shellfish, coastal resilience and in triggering  
3 harmful algal blooms. The SWP, is a long-term plan to address the need  
4 for wastewater treatment infrastructure throughout the county comprehen-  
5 sively over a period of fifty years. The SWP delineates the source and  
6 concentration of nitrogen loading in one hundred ninety-one subwat-  
7 ersheds throughout the county, and establishes nitrogen reduction goals  
8 for each watershed.

9 For many areas of the county, installing or connecting sewers is not a  
10 practical or cost-effective method of treating wastewater. For that  
11 reason, the SWP prescribes a hybrid approach that relies on sewerage  
12 where feasible, and the replacement of cesspools and septic systems with  
13 innovative/alternative onsite wastewater treatment systems. The consol-  
14 idation of any or all of the twenty-seven county sewer districts, as  
15 well as unsewered areas of the county, into a county-wide wastewater  
16 management district would allow for the implementation of a much needed  
17 integrated long-term wastewater solution for the county through compre-  
18 hensive planning and management to improve water quality and support new  
19 housing production.

20 The purpose of this act is to create a water quality restoration fund  
21 to finance projects for the protection, preservation, and rehabilitation  
22 of groundwater and surface waters as recommended by the SWP. This act  
23 would allow the funding of projects that will mitigate wastewater pollu-  
24 tants utilizing the best available technology consistent with the SWP  
25 and address barriers to housing and economic development.

26 This act shall provide Suffolk county with the authority to create a  
27 county-wide wastewater management district through the consolidation of  
28 existing county special districts with currently unsewered areas of the

1 county and the authority to consolidate existing town districts and  
2 village sewer systems. A county-wide wastewater management district will  
3 provide an integrated and efficient approach to managing wastewater  
4 services across the county; allow the county to enhance and expand its  
5 incentive program to property owners to upgrade their wastewater treat-  
6 ment systems without risk of adverse personal income tax consequences;  
7 to manage, monitor and enforce nitrogen reduction programs throughout  
8 the county; to complete additional sewer extension projects; improve the  
9 economic wellbeing of communities; make progress on barriers to housing  
10 development; and provide an opportunity to consolidate and streamline  
11 the county's existing sewer district system and normalize the inequita-  
12 ble rate structure that has long existed.

13 § 3. The county law is amended by adding a new section 256-b to read  
14 as follows:

15 § 256-b. Suffolk county wastewater management district. 1. (a)  
16 Notwithstanding the provisions of any general, special or local law to  
17 the contrary, including this article, the county legislature of Suffolk  
18 county is hereby authorized to establish by resolution a Suffolk county  
19 wastewater management district, hereinafter referred to in this section  
20 as the "district", which shall include all powers of a sewer district  
21 and a wastewater disposal district as provided in section two hundred  
22 fifty of this article and as set forth in this subdivision, pursuant to  
23 the procedure contained in this section.

24 (b) In addition to the powers provided in section two hundred fifty of  
25 this article, the district shall have the power, as determined by the  
26 county legislature, to: (i) consolidate all of the original sewer  
27 districts within the county as well as unsewered areas of the county,  
28 under the jurisdiction of the district; (ii) establish one or more zones

1 of assessment within the district based upon territorial boundaries, the  
2 method of wastewater collection, treatment and disposal, existing or  
3 proposed, or both, and make changes to such zones of assessments; (iii)  
4 acquire interests in real property which may be completed by the trans-  
5 fer of property of original sewer districts to the district, necessary  
6 for the installation and maintenance of district facilities; (iv) prior-  
7 itize district projects in accordance with the Suffolk county subwat-  
8 ershed wastewater plan (SWP) adopted by the county legislature, and any  
9 amendments thereto; (v) receive funds from the county or the water qual-  
10 ity restoration fund, as established by subdivision eleven of this  
11 section; (vi) assume and pay any remaining indebtedness of each original  
12 sewer district; (vii) establish and provide for the collection of charg-  
13 es, rates, taxes or assessments to provide for the costs of operation,  
14 expenses, the sums sufficient to pay the annual installment of principal  
15 of, and interest on, obligations for improvements of the district, main-  
16 tenance and improvements of the district, including but not limited to:  
17 (A) special assessment as defined in subdivision fifteen of section one  
18 hundred two of the real property tax law; (B) special ad valorem levy as  
19 defined in subdivision fourteen of section one hundred two of the real  
20 property tax law; (C) sewer rent as provided under article fourteen-F of  
21 the general municipal law; (viii) distribute grant proceeds within the  
22 district in accordance with the goals established in the SWP; and (ix)  
23 adopt, amend and repeal, from time to time, rules and regulations for  
24 the operation of a county district.

25 2. Boundaries. The boundaries of the district upon formation shall  
26 include the boundaries of all county special districts consolidated into  
27 the district and all unsewered areas of the county. The ultimate purpose  
28 of the district shall be to consolidate and extend the district bounda-

1 ries to coincide with the territorial boundaries of the county of  
2 Suffolk.

3 3. County agency review and report. The county legislature shall  
4 direct the county agency, appointed or established pursuant to section  
5 two hundred fifty-one of this article, to review and report thereon to  
6 the county legislature on the creation of the district and the merger  
7 therewith of any or all existing county sewer districts in accordance  
8 with this section and such other details as may be directed by the coun-  
9 ty legislature consistent with this article. When the agency has caused  
10 such report to be prepared, it shall transmit it to the county legisla-  
11 ture. Upon receipt of the report, the county legislature shall call a  
12 public hearing pursuant to subdivision five of this section to create a  
13 Suffolk county wastewater management district in accordance with this  
14 section. Such report shall be filed in the office of the clerk of the  
15 legislature of Suffolk county.

16 4. Resolution. The county legislature of Suffolk county may adopt a  
17 resolution calling a public hearing upon the proposed creation of the  
18 district.

19 5. Notice. The clerk of the county legislature shall give notice of  
20 the hearing described in subdivision four of this section in such news-  
21 papers and within such time period as set forth in section two hundred  
22 fifty-four of this article. Such notice shall specify the time, date  
23 and location of such hearing and, in general terms, describe the  
24 proposed establishment of the district and the proposed basis of the  
25 future assessment of all costs of operation, maintenance and improve-  
26 ments of the district.

27 6. Hearing and resolution to establish. (a) The county legislature  
28 shall meet at the time, date and location specified in such notice and

1 hear all persons interested in the subject matter thereof concerning the  
2 same. If the county legislature determines that it is in the public  
3 interest to establish the district as specified in such notice, it shall  
4 further determine by resolution: (i) whether all property and property  
5 owners within the proposed district are benefited thereby; and (ii)  
6 whether all of the property and property owners benefited are included  
7 within the limits of the proposed district, the county legislature may  
8 adopt a resolution, subject to a mandatory referendum, establishing the  
9 district.

10 (b) The permission of the state comptroller shall not be required to  
11 establish a district created pursuant to this section.

12 7. Notice of adoption of resolution. Within ten days after the  
13 adoption by the county legislature of the resolution to establish the  
14 district described in subdivision six of this section, the county legis-  
15 lature shall give notice thereof, at the expense of the county, by the  
16 publication of a notice in such newspapers and within such time period  
17 as set forth in section one hundred of this chapter. Such notice shall  
18 set forth the date of adoption of the resolution and contain an abstract  
19 of such resolution, describing, in general terms, the district, the  
20 basis for the future assessment of all costs of operation, maintenance  
21 and improvements, and that such resolution was adopted subject to a  
22 mandatory referendum.

23 8. Assessments, levys and charges. After the establishment of the  
24 district in accordance with this section, the county is hereby author-  
25 ized by resolution approved by majority vote of the total membership of  
26 the county legislature to assess, levy and collect upon each lot or  
27 parcel of land subject to taxation within the district: (a) special  
28 assessment as that term is defined in subdivision fifteen of section one

1 hundred two of the real property tax law; (b) special ad valorem levy as  
2 that term is defined in subdivision fourteen of section one hundred two  
3 of the real property tax law; and (c) sewer rents as provided by article  
4 fourteen-F of the general municipal law. Such costs and expenses may  
5 include, but shall not be limited to, the amount of money required to  
6 pay the annual expenses of maintenance, operation, personnel services of  
7 the district and the sums sufficient to pay the annual installment of  
8 principal of, and interest on, obligations for improvements of the  
9 district. Such sums so levied shall be collected by the local tax  
10 collectors or receivers of taxes and assessments and shall be paid over  
11 to the chief fiscal officer of the county, in the same manner and at the  
12 same time as taxes levied for general county purposes. The chief fiscal  
13 officer shall keep a separate account of such moneys and they shall be  
14 used only for purposes set forth in this section, and in addition, all  
15 monies collected from each zone of assessment established or amended in  
16 accordance with this section shall be further segregated and shall not  
17 be commingled with monies of other zones of assessment except upon  
18 approval by resolution of the county legislature upon recommendation of  
19 the district board of trustees established in accordance with the  
20 Suffolk county water quality restoration act.

21 9. Other laws. All provisions of the real property tax law and the  
22 Suffolk county tax act, as the same may be amended from time to time,  
23 not inconsistent with the provisions of this article, relating to the  
24 assessing, levy and collection and enforcement of special assessments,  
25 ad valorem levies and sewer rents in the county shall apply and be of  
26 equal force and applicability to special assessments, ad valorem levies  
27 and sewer rents authorized pursuant to this section.

1 10. Towns and villages. This section shall not be construed as merging  
2 the sewer districts of towns and villages within the county of Suffolk  
3 into the district created by this section, however the merger of any  
4 town or village district, or village sewerage system with the district  
5 shall be in accordance with section two hundred seventy-seven of this  
6 article and shall consolidate with the Suffolk county wastewater manage-  
7 ment district and result in the extension of this district's boundaries.

8 11. Water quality restoration fund. (a) Notwithstanding any provision  
9 of law to the contrary, monies shall be deposited in a special fund by  
10 the county of Suffolk, to be designated as the water quality restoration  
11 fund, to be created by said county therefor, separate and apart from any  
12 other funds and accounts of the county. In no event shall monies depos-  
13 ited in the fund be transferred to any other account. Deposits into the  
14 fund may include revenues of Suffolk county from whatever source. The  
15 fund shall be able to receive any state grants or funding and also be  
16 authorized to accept gifts of funds. Interest accrued by monies deposit-  
17 ed into the fund shall be credited to the fund. The procedural require-  
18 ments of this subdivision shall only apply to projects that intend to  
19 use monies from the water quality restoration fund and nothing contained  
20 in this section shall be construed to prevent the financing in whole or  
21 in part, pursuant to the local finance law, of any project authorized  
22 pursuant to this section. Monies from the fund may be utilized to repay  
23 any indebtedness or obligations incurred pursuant to the local finance  
24 law consistent with effectuating the purposes of this section. Monies  
25 in said fund may be appropriated from or expended in any fiscal year to  
26 implement the powers set forth in this section and to repay any indebt-  
27 edness or obligations incurred pursuant to the local finance law for the  
28 purposes authorized pursuant to this section.



1 (b) (i) For purposes of this section: "water quality improvement  
2 project" shall mean the planning, design, construction, acquisition,  
3 enlargement, extension, or alteration of a wastewater treatment facili-  
4 ty, including individual hookups, or an individual septic system,  
5 including an alternative wastewater treatment facility or an individual  
6 septic system with active treatment, to treat, neutralize, stabilize,  
7 eliminate or partially eliminate sewage or reduce pollutants, including  
8 permanent or pilot demonstration wastewater treatment projects, or  
9 equipment or furnishings thereof. Such projects shall have as their  
10 purpose the remediation of existing water quality to meet specific water  
11 quality standards consistent with the SWP. Projects consistent with or  
12 listed in the SWP that are part of a plan adopted by a local government  
13 resulting in a net nitrogen reduction shall be eligible for consider-  
14 ation by the district board of trustees, established in accordance with  
15 subdivision six of this section.

16 (ii) Other than for the payment of indebtedness or obligations  
17 incurred as set forth in paragraph (a) of this subdivision, and except  
18 for the preparation of the SWP implementation plan, itself, no monies  
19 may be expended until the SWP implementation plan has been prepared and  
20 approved as provided for in this section.

21 (c) (i) Within the local law establishing the water quality restora-  
22 tion fund, the county shall establish a district board of trustees of  
23 seventeen members to prepare, review and approve the SWP implementation  
24 plan for submission to the county executive and county legislature and  
25 shall specify the powers and duties of the district board of trustees,  
26 including the procedures for appointment of a chairperson. Such  
27 approval shall be in addition to all other approvals required by law.  
28 The board of trustees shall consist of: (A) a representative from the

1 department of environmental conservation; (B) a representative from the  
2 East End supervisors and mayors association; (C) a representative of the  
3 Suffolk town supervisors association; (D) a representative of the  
4 Suffolk County Village Officials Association; (E) a town representative  
5 from the State Central Pine Barrens Joint Planning and Policy Commission  
6 to be designated by the commission; (F) a municipal representative from  
7 the Peconic Estuary Partnership; (G) a municipal representative from the  
8 State South Shore Estuary Reserve; (H) a municipal representative from  
9 the Long Island Sound Estuary; (I) a representative of the Long Island  
10 Federation of Labor; (J) a representative of Building and Construction  
11 Trades Council of Nassau & Suffolk counties; (K) a representative from a  
12 regional environmental organization; (L) the chair of the Suffolk county  
13 planning commission; (M) the county executive or designee; (N) the  
14 presiding officer of the county legislature or designee; (O) the minori-  
15 ty leader of the county legislature or designee; (P) the county depart-  
16 ment of public works commissioner or designee; and (Q) the county  
17 department of health services commissioner or designee.

18 (ii) The powers and duties of the district board of trustees shall  
19 oversee the annual audit pursuant to paragraph (e) of this subdivision,  
20 making prudent recommendations for resource allocations for county-ap-  
21 proved alternative wastewater treatment technologies not contemplated in  
22 the Suffolk county subwatersheds wastewater plan and long-term progress  
23 monitoring of the implementation of the Suffolk county subwatersheds  
24 wastewater plan regarding achievements of nitrogen load reductions and  
25 ecological endpoints.

26 (d) SWP implementation plan. The district board of trustees shall  
27 prepare, review and approve and submit to the county executive the SWP  
28 implementation plan within one year of the effective date of this

1 section, and in every five years thereafter in a like manner. The board  
2 of trustees shall conduct a public hearing on said plan before its  
3 adoption or subsequent amendment. Said plan shall list every water qual-  
4 ity restoration project which the county plans to undertake pursuant to  
5 the fund and shall state how such project would improve existing water  
6 quality. Funds may only be expended pursuant to this section for  
7 projects which have been included in said plan. Said plan shall be  
8 consistent with state, federal, county, and local government land use  
9 and wastewater management plans. After submission and approval by the  
10 county executive, such plan shall be submitted to the county legisla-  
11 ture. Upon review, the county legislature shall determine, by local  
12 law, whether to approve the proposed plan, if the plan is denied, the  
13 plan shall be remanded to the board of trustees for further study. Such  
14 plan shall not become effective until approved by local law. Projects  
15 may be added or removed from the currently effective SWP implementation  
16 plan in a like manner.

17 (e) Annual audit. The county shall annually commission an independent  
18 audit of the fund. The audit shall be conducted by an independent certi-  
19 fied public accountant or an independent public accountant. Said audit  
20 shall be performed by a certified public accountant or an independent  
21 public accountant other than the one that performs the general audit of  
22 the county's finances. Such audit shall be an examination of the fund  
23 and shall determine whether the fund has been administered consistent  
24 with the provisions of this section and all other applicable provisions  
25 of state law. Said audit shall be initiated within sixty days of the  
26 close of the fiscal year of the county and shall be completed within one  
27 hundred twenty days of the close of the fiscal year. A copy of the  
28 audit shall be submitted annually to the state comptroller and the coun-

1 ty comptroller. A copy of the audit shall be made available to the  
2 public within thirty days of its completion. A notice of the completion  
3 of the audit shall be published in the official newspaper of the county  
4 and shall also be posted on the internet website for the county. The  
5 cost of the audit may be a charge to the fund.

6 (f) Annual report. In addition to any other report required by this  
7 section, the district board of trustees, through its chairperson, shall  
8 deliver annually a report to the county legislature. Such report  
9 shall be presented by May fifteenth of each year. The report shall  
10 describe in detail the projects undertaken, the monies expended, and the  
11 administrative activities of the water quality fund and district estab-  
12 lished in accordance with this section, during the prior year. At the  
13 conclusion of the report, the chairperson of the district board of trus-  
14 tees shall be prepared to answer the questions of the county legislature  
15 with respect to the projects undertaken, the monies expended, and the  
16 administrative activities during the past year.

17 § 4. Paragraph a of section 11.00 of the local finance law is amended  
18 by adding a new subdivision 109 to read as follows:

19 109. Septic systems. The acquisition, construction, or reconstruction  
20 of or addition to septic systems funded by programs established by the  
21 county of Suffolk, twenty-five years.

22 § 5. This act shall take effect immediately.

23 PART UU

24 Section 1. Paragraph (a) of section 11.00 of the local finance law is  
25 amended by adding a new subdivision 109 to read as follows:

1 109. Lead service line replacement programs established by a munici-  
2 pality, school district or district corporation, including, but not  
3 limited to programs that inventory, design and replace publicly owned  
4 and privately owned lead service lines within an established water  
5 system, thirty years. As used in this subdivision, "lead service line"  
6 means a service line made in whole or in part of lead, which connects a  
7 water main to a building inlet. A lead service line may be owned by the  
8 water system, a property owner, or both. A lead gooseneck, pigtail, or  
9 connector shall be eligible for replacement regardless of the service  
10 line material to which a lead gooseneck, pigtail, or connector is  
11 attached. Gooseneck, pigtail, or connector means a short section of  
12 piping, typically not exceeding two feet, which can be bent and used for  
13 connections between rigid service piping. A galvanized iron or steel  
14 service line is considered a lead service line if it ever was or is  
15 currently downstream of any lead service line or service line of unknown  
16 material.

17 § 2. This act shall take effect immediately.

18 PART VV

19 Section 1. Expenditures of moneys appropriated to the department of  
20 agriculture and markets from the special revenue funds-other/state oper-  
21 ations, miscellaneous special revenue fund-339, public service account  
22 shall be subject to the provisions of this section. Notwithstanding any  
23 other provision of law to the contrary, direct and indirect expenses  
24 relating to the department of agriculture and markets' participation in  
25 general ratemaking proceedings pursuant to section 65 of the public  
26 service law or certification proceedings pursuant to article 7 or 10 of

1 the public service law, shall be deemed expenses of the department of  
2 public service within the meaning of section 18-a of the public service  
3 law. No later than August 15, annually, the commissioner of the depart-  
4 ment of agriculture and markets shall submit an accounting of such  
5 expenses, including, but not limited to, expenses in the prior state  
6 fiscal year for personal and non-personal services and fringe benefits,  
7 to the chair of the public service commission for the chair's review  
8 pursuant to the provisions of section 18-a of the public service law.

9 § 2. Expenditures of moneys appropriated to the department of state  
10 from the special revenue funds-other/state operations, miscellaneous  
11 special revenue fund-339, public service account shall be subject to the  
12 provisions of this section. Notwithstanding any other provision of law  
13 to the contrary, direct and indirect expenses relating to the activities  
14 of the department of state's utility intervention unit pursuant to  
15 subdivision 4 of section 94-a of the executive law, including, but not  
16 limited to participation in general ratemaking proceedings pursuant to  
17 section 65 of the public service law or certification proceedings pursu-  
18 ant to article 7 or 10 of the public service law, and expenses related  
19 to the activities of the major renewable energy development program  
20 established by section 94-c of the executive law, shall be deemed  
21 expenses of the department of public service within the meaning of  
22 section 18-a of the public service law. No later than August 15, annu-  
23 ally, the secretary of state shall submit an accounting of such  
24 expenses, including, but not limited to, expenses in the prior state  
25 fiscal year for personal and non-personal services and fringe benefits,  
26 to the chair of the public service commission for the chair's review  
27 pursuant to the provisions of section 18-a of the public service law.

1 § 3. Expenditures of moneys appropriated to the office of parks,  
2 recreation and historic preservation from the special revenue funds-  
3 other/state operations, miscellaneous special revenue fund-339, public  
4 service account shall be subject to the provisions of this section.  
5 Notwithstanding any other provision of law to the contrary, direct and  
6 indirect expenses relating to the office of parks, recreation and  
7 historic preservation's participation in general ratemaking proceedings  
8 pursuant to section 65 of the public service law or certification  
9 proceedings pursuant to article 7 or 10 of the public service law, shall  
10 be deemed expenses of the department of public service within the mean-  
11 ing of section 18-a of the public service law. No later than August 15,  
12 annually, the commissioner of the office of parks, recreation and  
13 historic preservation shall submit an accounting of such expenses,  
14 including, but not limited to, expenses in the prior state fiscal year  
15 for personal and non-personal services and fringe benefits, to the chair  
16 of the public service commission for the chair's review pursuant to the  
17 provisions of section 18-a of the public service law.

18 § 4. Expenditures of moneys appropriated to the department of environ-  
19 mental conservation from the special revenue funds-other/state oper-  
20 ations, environmental conservation special revenue fund-301, utility  
21 environmental regulation account shall be subject to the provisions of  
22 this section. Notwithstanding any other provision of law to the contra-  
23 ry, direct and indirect expenses relating to the department of environ-  
24 mental conservation's participation in state energy policy proceedings,  
25 or certification proceedings pursuant to article 7 or 10 of the public  
26 service law, shall be deemed expenses of the department of public  
27 service within the meaning of section 18-a of the public service law. No  
28 later than August 15, annually, the commissioner of the department of

1 environmental conservation shall submit an accounting of such expenses,  
2 including, but not limited to, expenses in the prior state fiscal year  
3 for personal and non-personal services and fringe benefits, to the chair  
4 of the public service commission for the chair's review pursuant to the  
5 provisions of section 18-a of the public service law.

6 § 5. Notwithstanding any other law, rule or regulation to the contra-  
7 ry, expenses of the department of health public service education  
8 program incurred pursuant to appropriations from the cable television  
9 account of the state miscellaneous special revenue funds shall be deemed  
10 expenses of the department of public service. No later than August 15,  
11 annually, the commissioner of the department of health shall submit an  
12 accounting of expenses in the prior state fiscal year to the chair of  
13 the public service commission for the chair's review pursuant to the  
14 provisions of section 217 of the public service law.

15 § 6. Any expense deemed to be expenses of the department of public  
16 service pursuant to sections one through four of this act shall not be  
17 recovered through assessments imposed upon telephone corporations as  
18 defined in subdivision 17 of section 2 of the public service law.

19 § 7. This act shall take effect immediately and shall be deemed to  
20 have been in full force and effect on and after April 1, 2023.

21

PART WW

22 Section 1. Subdivision 2 of section 3-101 of the energy law, as  
23 amended by chapter 374 of the laws of 2022, is amended to read as  
24 follows:

25 2. to encourage conservation of energy and to promote the clean energy  
26 and climate agenda, including but not limited to greenhouse gas



1 reduction, set forth within chapter one hundred six of the laws of two  
2 thousand nineteen, also known as the New York state climate leadership  
3 and community protection act, in the construction and operation of new  
4 commercial, industrial, agricultural and residential buildings, and in  
5 the rehabilitation of existing structures, through equipment and systems  
6 including but not limited to heating, cooling, ventilation, lighting,  
7 insulation and design techniques and the use of energy audits and life-  
8 cycle costing analysis;

9 § 2. Subdivision 3 of section 11-103 of the energy law, as amended by  
10 chapter 374 of the laws of 2022, is amended to read as follows:

11 3. Notwithstanding any other provision of law, the state fire  
12 prevention and building code council in accordance with the mandate  
13 under this article shall have exclusive authority among state agencies  
14 to promulgate a construction code incorporating energy conservation  
15 features and clean energy features applicable to the construction of any  
16 building, including but not limited to greenhouse gas reduction. Any  
17 other code, rule or regulation heretofore promulgated or enacted by any  
18 other state agency, incorporating specific energy conservation and clean  
19 energy requirements applicable to the construction of any building,  
20 shall be superseded by the code promulgated pursuant to this section.  
21 Notwithstanding the foregoing[,]:

22 (a) consistent with state energy policy as described in subdivisions  
23 two and three of section 3-101 of this chapter, if any provision of the  
24 code or any provision of the uniform code is, or may be, inconsistent  
25 with or in conflict with any regulations promulgated pursuant to the New  
26 York climate leadership and community protection act set forth within  
27 chapter one hundred six of the laws of two thousand nineteen, product  
28 performance standards adopted pursuant to article sixteen of this chap-

1 ter, any regulation promulgated by the department of environmental  
2 conservation pursuant to the environmental conservation law, or any  
3 other law or regulation intended to further the state's clean energy and  
4 climate agenda, and if such provision is designed to achieve a greater  
5 amount of greenhouse gas or co-pollutant emissions reductions than the  
6 inconsistent or conflicting provision of the code or uniform code, the  
7 state fire prevention and building code council shall amend the code or  
8 uniform code in a manner that would eliminate the inconsistency or  
9 conflict, subject to any exemptions allowed by law and provided that  
10 such amendment is consistent with the purposes and intent of this arti-  
11 cle or article eighteen of the executive law, as applicable, with  
12 accepted engineering practices, and with nationally recognized and  
13 published standards that protect building occupant safety and reduce  
14 fire risks; and

15 (b) nothing in this section shall be deemed to expand the powers of  
16 the council to include matters that are exclusively within the statutory  
17 jurisdiction of the public service commission, the department of envi-  
18 ronmental conservation, the office of renewable energy siting or another  
19 state entity.

20 § 3. Subdivision 6 of section 11-104 of the energy law, as added by  
21 chapter 374 of the laws of 2022, is amended and two new subdivisions 7  
22 and 8 are added to read as follows:

23 6. To the fullest extent feasible, the standards for construction of  
24 buildings in the code shall be designed to help achieve the state's  
25 clean energy and climate agenda, including but not limited to greenhouse  
26 gas reduction, set forth within chapter one hundred six of the laws of  
27 two thousand nineteen, also known as the New York state climate leader-  
28 ship and community protection act, and as further identified by the New

1 York state climate action council established pursuant to section  
2 75-0103 of the environmental conservation law. Consistent with the fore-  
3 going:

4 (a) the code shall prohibit the installation of fossil-fuel equipment  
5 and building systems, in any new one-family residential building of any  
6 height or new multi-family residential building not more than three  
7 stories in height on or after December thirty-first, two thousand twen-  
8 ty-five, and the code shall prohibit the installation of fossil-fuel  
9 equipment and building systems, in any new multi-family residential  
10 building more than three stories in height or new commercial building on  
11 or after December thirty-first, two thousand twenty-eight; and

12 (b) notwithstanding the provisions of paragraph (b) of subdivision one  
13 of section 11-103 of this article and subject to such exemptions as may  
14 be set forth in regulations promulgated pursuant to article sixteen of  
15 this chapter, the code shall prohibit the installation of fossil-fuel  
16 heating equipment and building systems at any time on or after January  
17 first, two thousand thirty in any one-family residential building of any  
18 height or multi-family residential building not more than three stories  
19 in height existing on or after such date, and the code shall prohibit  
20 the installation of fossil-fuel heating equipment and building systems  
21 at any time on or after January first, two thousand thirty-five in any  
22 multi-family residential building more than three stories in height or  
23 commercial building existing on or after that date.

24 7. (a) The provisions set forth in paragraphs (a) and (b) of subdivi-  
25 sion six of this section shall not be construed as prohibiting the  
26 continued use and maintenance of fossil-fuel equipment and building  
27 systems, including as related to cooking equipment, installed prior to  
28 the effective date of the applicable prohibition. In addition, the

1 provisions set forth in paragraphs (a) and (b) of subdivision six of  
2 this section shall include such exemptions as the state fire prevention  
3 and building code council deems appropriate for the purposes of allowing  
4 the installation and use of fossil-fuel equipment and building systems  
5 where such are installed and used:

6 (i) for generation of emergency back-up power;

7 (ii) in a manufactured home as defined in subdivision seven of section  
8 six hundred one of the executive law; or

9 (iii) in a building or part of a building that is used as a manufac-  
10 turing facility, commercial food establishment, laboratory, laundromat,  
11 hospital, other medical facility, critical infrastructure such as backup  
12 power for wastewater treatment facilities, or crematorium.

13 (b) Where the code includes an allowed exemption pursuant to subpara-  
14 graph (i) or (iii) of paragraph (a) of this subdivision, such exemption  
15 shall include provisions that, to the fullest extent feasible, limit the  
16 use of fossil-fuel equipment and buildings systems to the system and  
17 area of the building for which a prohibition on fossil-fuel equipment  
18 and building systems is infeasible; require the area or service within a  
19 new building where fossil-fuel equipment and building systems are  
20 installed be electrification ready; and minimize emissions from the  
21 fossil-fuel equipment and building systems that are allowed to be used,  
22 provided that the provisions set forth in this paragraph do not adverse-  
23 ly affect health, safety, security, or fire protection, and financial  
24 considerations shall not be sufficient basis to determine physical or  
25 technical infeasibility.

26 (c) Exemptions included in the code pursuant to this subdivision shall  
27 be periodically reviewed by the state fire prevention and building code  
28 council to assure that they continue to effectuate the purposes of

1 subdivision six of this section to the fullest extent feasible. The  
2 state fire prevention and building code council may from time to time  
3 amend such exemptions as necessary.

4 8. For the purposes of this section:

5 (a) "Fossil-fuel" means fuel used for combustion, in the form of any  
6 of the following: natural gas derived from naturally occurring geologic  
7 deposits of principally methane; petroleum; coal; or any form of solid,  
8 liquid or gaseous fuel sourced from any of the foregoing materials.

9 (b) "Fossil-fuel equipment and building systems" shall mean (i) equip-  
10 ment, as such term is defined in section 11-102 of this article, that  
11 uses fossil-fuel; or (ii) systems embedded in a building that will be  
12 used for or to support the supply, distribution, or delivery of fossil-  
13 fuel for any purpose, other than for use by motor vehicles.

14 (c) "Fossil-fuel heating equipment and building systems" shall mean  
15 (i) equipment, as such term is defined in section 11-102 of this arti-  
16 cle, that uses fossil-fuel for space heating or hot water supply; or  
17 (ii) systems embedded in a building that will be used for or to support  
18 the supply, distribution, or delivery of fossil-fuel for space heating  
19 or hot water supply. Fossil-fuel heating equipment and building systems  
20 shall not include equipment and building systems related to cooking.

21 (d) "Electrification ready" means the new building or portion thereof  
22 where fossil-fuel equipment and building systems are allowed to be used  
23 which contains electrical systems and designs that provide sufficient  
24 capacity for a future replacement of such fossil-fuel equipment and  
25 building systems with electric-powered equipment, including but not  
26 limited to sufficient space, drainage, electrical conductors or race-  
27 ways, bus bar capacity, and overcurrent protective devices for such  
28 electric-powered equipment.

1 § 4. Section 16-109 of the energy law, as added by chapter 374 of the  
2 laws of 2022, is amended to read as follows:

3 § 16-109. Conflicts with other laws. [Nothing in this] This article  
4 [or in] and any regulation adopted pursuant to this article shall  
5 [limit, impair, or supersede] be subject to the provisions of subdivi-  
6 sion one of section three hundred eighty-three of the executive law [or]  
7 and the provisions of subdivision three of section 11-103 of this chap-  
8 ter.

9 § 5. Section 371 of the executive law, as added by chapter 707 of the  
10 laws of 1981, is amended to read as follows:

11 § 371. Statement of legislative findings and purposes. 1. The legisla-  
12 ture hereby finds and declares that:

13 a. The present level of loss of life, injury to persons, and damage to  
14 property as a result of fire demonstrates that the people of the state  
15 have yet to receive the basic level of protection to which they are  
16 entitled in connection with the construction and maintenance of build-  
17 ings;

18 b. There does not exist for all areas of the state a single, adequate,  
19 enforceable code establishing minimum standards for fire protection and  
20 construction, maintenance and use of materials in buildings. Instead,  
21 there exists a multiplicity of codes and requirements for various types  
22 of buildings administered at various levels of state and local govern-  
23 ment. There are, in addition, extensive areas of the state in which no  
24 code at all is in effect for the general benefit of the people of the  
25 state;

26 c. The present system of enforcement of fire protection and building  
27 construction codes is characterized by a lack of adequately trained

1 personnel, as well as inconsistent qualifications for personnel who  
2 administer and enforce those codes;

3 d. Whether because of the absence of applicable codes, inadequate code  
4 provisions or inadequate enforcement of codes, the threat to the public  
5 health and safety posed by fire remains a real and present danger for  
6 the people of the state; [and]

7 e. The fire protection and building construction code requirements  
8 shall align with regulations promulgated pursuant to the New York  
9 climate leadership and protection act set forth within chapter one  
10 hundred six of the laws of two thousand nineteen so as to support the  
11 reduction of greenhouse gas emissions as set forth in section eight of  
12 such act; and

13 f. The multiplicity of fire protection and building construction code  
14 requirements poses an additional problem for the people of the state  
15 since it increases the cost of doing business in the state by perpetuat-  
16 ing multiple requirements, jurisdictional overlaps and business uncer-  
17 tainties, and, in some instances, by artificially inducing high  
18 construction costs.

19 2. The legislature declares that it shall be the public policy of the  
20 state of New York to:

21 a. Immediately provide for a minimum level of protection from the  
22 hazards of fire in every part of the state;

23 b. Provide for the promulgation of a uniform code addressing building  
24 construction and fire prevention in order to provide a basic minimum  
25 level of protection to all people of the state from hazards of fire and  
26 inadequate building construction. In providing for such a uniform code,  
27 it is declared to be the policy of the state of New York to:

1 (1) reconcile the myriad existing and potentially conflicting regu-  
2 lations which apply to different types of buildings and occupancies;

3 (2) recognize that fire prevention and fire prevention codes are  
4 closely related to the adequacy of building construction codes, that the  
5 greatest portion of a building code's requirements are fire safety  
6 oriented, and that fire prevention and building construction concerns  
7 should be the subject of a single code;

8 (3) recognize that the decarbonization of new and existing buildings  
9 is closely related to the state's clean energy and climate agenda as  
10 described in the New York climate leadership and community protection  
11 act set forth in chapter one hundred six of the laws of two thousand  
12 nineteen, and that the uniform code shall enable the state's clean ener-  
13 gy objectives to the maximum extent practicable;

14 (4) place public and private buildings on an equal plane with respect  
15 to fire prevention and adequacy of building construction;

16 [(4)] (5) require new and existing buildings alike to keep pace with  
17 advances in technology concerning fire prevention and building  
18 construction, including, where appropriate, that provisions apply on a  
19 retroactive basis; and

20 [(5)] (6) provide protection to both residential and non-residential  
21 buildings;

22 c. Insure that the uniform code be in full force and effect in every  
23 area of the state;

24 d. Encourage local governments to exercise their full powers to admin-  
25 ister and enforce the uniform code; and

26 e. Provide for a uniform, statewide approach to the training and qual-  
27 ification of personnel engaged in the administration and enforcement of  
28 the uniform code.



1 § 6. Subdivision 2 of section 375 of the executive law, as amended by  
2 chapter 309 of the laws of 1996, is amended to read as follows:

3 2. To study the operation of the uniform fire prevention and building  
4 code, the state energy conservation construction code established by  
5 article eleven of the energy law, local regulations and other laws  
6 relating to the construction of buildings and the protection of build-  
7 ings from fire to ascertain their effects upon the cost of building  
8 construction and the effectiveness of their provisions for health, safe-  
9 ty and security, particularly as such provisions relate to the  
10 protection of life and property from the dangers of fire, and the effec-  
11 tiveness of their provisions for the reduction of greenhouse gas emis-  
12 sions and co-pollutants in furtherance of the state's clean energy and  
13 climate agenda pursuant to the New York climate leadership and community  
14 protection act set forth within chapter one hundred six of the laws of  
15 two thousand nineteen.

16 § 7. Subdivision 19 of section 378 of the executive law, as renumbered  
17 by chapter 47 of the laws of 2022, is renumbered subdivision 20 and a  
18 new subdivision 19 is added to read as follows:

19 19. a. The uniform code shall prohibit the installation of fossil-fuel  
20 equipment and building systems, in any new one-family residential build-  
21 ing of any height or new multi-family residential building not more than  
22 three stories in height on or after December thirty-first, two thousand  
23 twenty-five, and the uniform code shall prohibit the installation of  
24 fossil-fuel equipment and building systems, in any new multi-family  
25 residential building more than three stories in height or new commercial  
26 building on or after December thirty-first, two thousand twenty-eight.

27 b. Notwithstanding the provisions of section nineteen of chapter seven  
28 hundred seven of the laws of nineteen hundred eighty-one and subject to

1 such exemptions as may be set forth in regulations promulgated pursuant  
2 to article sixteen of the energy law, the uniform code shall prohibit  
3 the installation of fossil-fuel heating equipment and building systems  
4 at any time on or after January first, two thousand thirty in any one-  
5 family residential building of any height or multi-family residential  
6 building not more than three stories in height existing on or after that  
7 date, and the uniform code shall prohibit the installation of fossil-  
8 fuel heating equipment and building systems at any time on or after  
9 January first, two thousand thirty-five in any multi-family residential  
10 building more than three stories in height or commercial building exist-  
11 ing on or after that date.

12 c. The provisions set forth in paragraphs a and b of this subdivision  
13 shall not be construed as prohibiting the continued use and maintenance  
14 of fossil-fuel equipment and building systems, including as related to  
15 cooking equipment, installed prior to the effective date of the applica-  
16 ble prohibition. In addition, the provisions set forth in paragraphs a  
17 and b of this subdivision shall include such exemptions as the state  
18 fire prevention and building code council deems appropriate for the  
19 purposes of allowing the installation and use of fossil-fuel equipment  
20 and building systems where such systems are installed and used:

21 (i) for generation of emergency back-up power;

22 (ii) in a manufactured home as defined in subdivision seven of section  
23 six hundred one of the executive law; or

24 (iii) in a building or part of a building that is used as a manufac-  
25 turing facility, commercial food establishment, laboratory, laundromat,  
26 hospital, other medical facility, critical infrastructure such as backup  
27 power for wastewater treatment facilities, or crematorium.

1 d. Where the uniform code includes an allowed exemption pursuant to  
2 subparagraph (i) or (iii) of paragraph c of this subdivision, such  
3 exemption shall include provisions that, to the fullest extent feasible,  
4 limit the use of fossil-fuel equipment and building systems to the  
5 system and area of the building for which a prohibition on fossil-fuel  
6 equipment and building systems is infeasible; require the area or  
7 service within a new building where fossil-fuel equipment and building  
8 systems are installed be electrification ready; and minimize emissions  
9 from the fossil-fuel equipment and building systems that are allowed to  
10 be used, provided that such provisions do not adversely affect health,  
11 safety, security, or fire protection, and financial considerations shall  
12 not be sufficient basis to determine physical or technical infeasibil-  
13 ity.

14 e. Exemptions included in the uniform code pursuant to this subdivi-  
15 sion shall be periodically reviewed by the code council to assure that  
16 they continue to effectuate the purposes of paragraph e of subdivision  
17 one and subparagraph three of paragraph b of subdivision two of section  
18 three hundred seventy-one of this article to the fullest extent feasi-  
19 ble. The code council may from time to time amend such exemptions as  
20 necessary.

21 f. For the purposes of this subdivision:

22 (i) "Fossil-fuel" means fuel used for combustion, in the form of any  
23 of the following: natural gas derived from naturally occurring geologic  
24 deposits of principally methane; petroleum; coal; or any form of solid,  
25 liquid or gaseous fuel sourced from any of the foregoing materials.

26 (ii) "Fossil-fuel equipment and building systems" shall mean (i)  
27 equipment, as such term is defined in section 11-102 of the energy law,  
28 that uses fossil-fuel; or (ii) systems embedded in a building that will

1 be used for or to support the supply, distribution, or delivery of  
2 fossil-fuel for any purpose, other than for use by motor vehicles.

3 (iii) "Fossil-fuel heating equipment and building systems" shall mean  
4 (i) equipment, as such term is defined in section 11-102 of the energy  
5 law, that uses fossil-fuel; or (ii) systems embedded in a building that  
6 will be used for or to support the supply, distribution, or delivery of  
7 fossil-fuel for space heating or hot water supply. Fossil-fuel heating  
8 equipment and building systems shall not include equipment and building  
9 systems related to cooking.

10 (iv) "Electrification ready" means the new building or portion thereof  
11 where fossil-fuel equipment and building systems are allowed to be used  
12 which contains electrical systems and designs that provide sufficient  
13 capacity for a future replacement of such fossil-fuel equipment and  
14 building systems with electric-powered equipment, including but not  
15 limited to sufficient space, drainage, electrical conductors or race-  
16 ways, bus bar capacity, and overcurrent protective devices for such  
17 electric-powered equipment.

18 g. In cities with a population of one million or more, such cities'  
19 local code provisions shall be at least as stringent as the provisions  
20 set forth by this subdivision.

21 § 8. Subdivisions 1 and 2 of section 379 of the executive law, subdi-  
22 vision 1 as amended by chapter 348 of the laws of 2017 and subdivision 2  
23 as added by chapter 707 of the laws of 1981, are amended to read as  
24 follows:

25 1. Except in the case of factory manufactured homes, intended for use  
26 as one or two family dwelling units or multiple dwellings of not more  
27 than two stories in height, the legislative body of any local government  
28 may duly enact or adopt local laws or ordinances imposing higher or more

1 restrictive standards for construction within the jurisdiction of such  
2 local government than are applicable generally to such local government  
3 in the uniform code. Within thirty days of such enactment or adoption,  
4 the chief executive officer, or if there be none, the chairman of the  
5 legislative body of such local government, shall so notify the council,  
6 and shall petition the council for a determination of whether such local  
7 laws or ordinances are more stringent than the standards for  
8 construction applicable generally to such local government in the  
9 uniform code. Such local laws or ordinances shall take full force and  
10 effect upon an affirmative [determination] finding and approval by the  
11 council as provided [herein] in subdivision two of this section.

12 2. If the council finds that such standards are higher or more  
13 restrictive and a. standards are reasonably necessary because of special  
14 conditions prevailing within the local government and that such stand-  
15 ards conform with accepted engineering and fire prevention practices and  
16 the purposes of this article, or b. are reasonably necessary to further  
17 the state's clean energy and climate agenda, including but not limited  
18 to greenhouse gas emissions reduction and other objectives of the New  
19 York climate leadership and protection act set forth within chapter one  
20 hundred six of the laws of two thousand nineteen, and that such stand-  
21 ards conform with accepted engineering and fire prevention practices and  
22 the purposes of this article, the council shall [adopt] approve such  
23 standards, in whole or part. The council shall have the power to limit  
24 the term or duration of such standards, impose conditions in connection  
25 with the adoption thereof, and to terminate such standards at such  
26 times, and in such manner as the council may deem necessary, desirable  
27 or proper.

1 § 9. Paragraphs h and i of subdivision 1 of section 381 of the execu-  
2 tive law, as added by chapter 560 of the laws of 2010, are amended and a  
3 new paragraph j is added to read as follows:

4 h. minimum basic training and in-service training requirements for  
5 personnel charged with administration and enforcement of the state ener-  
6 gy conservation construction code; [and]

7 i. standards and procedures for measuring the rate of compliance with  
8 the state energy conservation construction code, and provisions requir-  
9 ing that such rate of compliance be measured on an annual basis[.]; and

10 j. authorizing the issuance of a permit for construction based on  
11 existing provisions of the uniform code where a substantially complete  
12 set of construction drawings have been submitted prior to the effective  
13 date of any amendment to the uniform code.

14 § 10. Subdivision 1 of section 383 of the executive law is amended by  
15 adding a new paragraph d to read as follows:

16 d. This article shall be subject to the provisions of subdivision  
17 three of section 11-103 of the energy law.

18 § 11. The article heading of article 16 of the energy law, as amended  
19 by chapter 374 of the laws of 2022, is amended to read as follows:

20 APPLIANCE AND EQUIPMENT

21 [EFFICIENCY] PERFORMANCE STANDARDS

22 § 12. Subdivision 18 of section 16-102 of the energy law, as amended  
23 by chapter 374 of the laws of 2022, is amended to read as follows:

24 18. "[Efficiency] Performance standard" means a standard that defines  
25 performance metrics and/or defines prescriptive design requirements  
26 associated with the regulated category of product in order to: (a)  
27 reduce energy consumption[,]; (b) reduce water consumption[, and]; (c)  
28 reduce greenhouse gas emissions associated with energy consumption

1 [and/or]; or (d) increase demand flexibility. A performance standard may  
2 be designed to promote one of the foregoing objectives, and multiple  
3 performance standards for a regulated category of product may be used to  
4 promote multiple objectives.

5 § 13. Subdivision 1 of section 16-104 of the energy law, as amended by  
6 chapter 374 of the laws of 2022, is amended to read as follows:

7 1. The provisions of this article apply to the establishment of, test-  
8 ing for compliance with, certification of compliance with, and enforce-  
9 ment of [efficiency] performance standards for the following new  
10 products which are sold, or offered for sale, leased or offered for  
11 lease, rented or offered for rent or installed or offered to install in  
12 New York state unless preempting federal appliance standards are in  
13 effect: (a) automatic commercial ice cube machines; (b) ceiling fan  
14 light kits; (c) commercial pre-rinse spray valves; (d) commercial refri-  
15 gerators, freezers and refrigerator-freezers; (e) consumer audio and  
16 video products; (f) illuminated exit signs; (g) incandescent reflector  
17 lamps; (h) very large commercial packaged air-conditioning and heating  
18 equipment; (i) metal halide lamp fixtures; (j) pedestrian traffic signal  
19 modules; (k) power supplies; (l) torchiere lighting fixtures; (m) unit  
20 heaters; (n) vehicular traffic signal modules; (o) portable light  
21 fixtures; (p) bottle-type water dispensers; (q) commercial hot food  
22 holding cabinets; (r) portable electric spas; (s) replacement dedicat-  
23 ed-purpose pool pump motors; (t) air compressors; (u) air purifiers; (v)  
24 commercial dishwashers; (w) commercial fryers; (x) commercial steam  
25 cookers; (y) computers and computer monitors; (z) general service lamps;  
26 (aa) federally exempt fluorescent lamps; (bb) portable air conditioners;  
27 (cc) residential ventilating fans; (dd) telephones; (ee) faucets; (ff)  
28 showerheads; (gg) urinals; (hh) water closets; (ii) sprinkler bodies;

1 (jj) uninterruptable power supplies; (kk) light emitting diode lamps;  
2 (ll) electric vehicle supply equipment; (mm) commercial battery charger  
3 systems; (nn) commercial ovens; (oo) commercial clothes dryers; (pp)  
4 commercial and industrial fans and blowers; (qq) imaging equipment; (rr)  
5 landscape irrigation controllers; (ss) outdoor lighting; (tt) plug-in  
6 luminous signs; (uu) small network equipment; (vv) tub spout diverters;  
7 (ww) commercial hot food holding cabinets; (xx) gas fireplaces; (yy)  
8 products for which efficiency or other performance standards shall have  
9 been established pursuant to paragraph (b) or (c) of subdivision one of  
10 section 16-106 of this article; and (zz) products that had been subject  
11 to any federal efficiency standard referred to in section 16-105 of this  
12 article that have been continued in this state pursuant to such section.

13 § 14. Subdivision 4 of section 16-104 of the energy law, as added by  
14 chapter 374 of the laws of 2022, is amended to read as follows:

15 4. The adoption of [efficiency] performance standards for any water-  
16 related appliances, equipment or fixtures shall be subject to approval  
17 by the commissioner of environmental conservation. Any such standard  
18 which would conflict with the provisions of section 15-0314 of the envi-  
19 ronmental conservation law shall not take effect until and unless waived  
20 by the commissioner of environmental conservation.

21 § 15. Subdivision 5 of section 16-104 of the energy law, as added by  
22 chapter 374 of the laws of 2022, is amended to read as follows:

23 5. In adopting the flexible demand appliance performance standards,  
24 the New York state energy research and development authority shall  
25 consider the National Institute of Standards and Technology reliability  
26 and cybersecurity protocols, relevant New York cybersecurity laws, regu-  
27 lations, and advisories, or other cybersecurity protocols that are  
28 equally or more protective, and shall adopt, at a minimum, the North



1 American Electric Reliability Corporation's Critical Infrastructure  
2 Protection standards.

3 § 16. Section 16-106 of the energy law, as amended by chapter 374 of  
4 the laws of 2022, is amended to read as follows:

5 § 16-106. Powers and duties of the president and the secretary. 1. The  
6 president in consultation with the secretary shall have and be entitled  
7 to exercise the following powers and duties:

8 (a) To adopt regulations establishing [efficiency] performance stand-  
9 ards for the products listed in paragraphs (a) through (xx) of subdivi-  
10 sion one of section 16-104 of this article, including but not limited  
11 to, establishing [efficiency] performance standards for power supplies  
12 in the active mode and no-load mode or other such products while in the  
13 active mode and in the standby-passive-mode;

14 (b) To adopt regulations establishing [efficiency] performance stand-  
15 ards for products not specifically listed in paragraphs (a) through (xx)  
16 of subdivision one of section 16-104 of this article, provided that the  
17 president determines that establishing such [efficiency] performance  
18 standards would serve to promote energy reduction, water conservation,  
19 greenhouse gas reduction, [and/or] or increased demand flexibility asso-  
20 ciated with the regulated product categories in this state. To the maxi-  
21 mum extent feasible the president shall coordinate any such adoption  
22 with similar efforts by other states. Any regulation adopted pursuant to  
23 this paragraph may include provisions establishing procedures for test-  
24 ing the [efficiency] performance of the covered products and provisions  
25 establishing procedures for manufacturers of such product to certify  
26 that such products meet the [efficiency] performance standards, if the  
27 president determines that such manufacturer's certifications should be  
28 required;

1 (c) To review [efficiency] performance standards as adopted from time  
2 to time by other states for products not listed in paragraphs (a)  
3 through (xx) of subdivision one of section 16-104 of this article, and  
4 to adopt regulations establishing [efficiency] performance standards  
5 similar to those adopted by any other state for such products, provided  
6 that the president determines that establishing such [efficiency]  
7 performance standards would serve to promote energy reduction, water  
8 conservation, greenhouse gas reduction, [and/or] or increased demand  
9 flexibility associated with the regulated product categories in this  
10 state. Any regulation adopted pursuant to this paragraph may include  
11 provisions establishing procedures for testing the [efficiency] perform-  
12 ance of the covered products and provisions establishing procedures for  
13 manufacturers of such product to certify that such products meet the  
14 [efficiency] performance standards, if the president determines that  
15 such manufacturer's certifications should be required;

16 (d) To adopt regulations to achieve the purposes of this article. Such  
17 regulations shall ensure that compliance therewith will not result in a  
18 net increase in co-pollutant emissions or otherwise disproportionately  
19 burden disadvantaged communities as identified by the climate justice  
20 working group established under section 75-0111 of the environmental  
21 conservation law. In order to increase public participation and improve  
22 the efficacy of any [efficiency] performance standards adopted pursuant  
23 to [subdivision] paragraph (b) or (c) of this [section] subdivision, the  
24 president shall, before publication of a notice of proposed rule making,  
25 conduct public meetings to provide meaningful opportunities for public  
26 comment from all segments of the population that would be impacted by  
27 the standards or regulations, including persons living in disadvantaged

1 communities as identified by the climate justice working group estab-  
2 lished under section 75-0111 of the environmental conservation law;

3 (e) To conduct investigations, test, and obtain data with respect to  
4 research experiments and demonstrations, and to collect and disseminate  
5 information regarding the purposes to be achieved pursuant to this arti-  
6 cle;

7 (f) To accept grants or funds for purposes of administration and  
8 enforcement of this article. Notwithstanding any other provision of law  
9 to the contrary, the president is hereby authorized to accept grants or  
10 funds, including funds directed through negotiated settlements or  
11 consent orders pursuant to this article. All funds accepted by the pres-  
12 ident for the purposes of this article shall be deposited in the [effi-  
13 ciency] performance standards administration account established by the  
14 New York state energy research and development authority and maintained  
15 in a segregated account [in the custody of the commissioner of taxation  
16 and finance], established in accordance with section one thousand eight  
17 hundred fifty-nine of the public authorities law. All expenditures from  
18 the [efficiency] performance standards administration account pursuant  
19 to this article shall be made by the New York state energy research and  
20 development authority to carry out studies, investigations, research,  
21 expenses to provide for expert witness, consultant, enforcement, admin-  
22 istrative and legal fees, including disbursements to the department of  
23 state to support enforcement activities authorized by the secretary  
24 pursuant to this section, and other related expenses pursuant to this  
25 article. All deposits made to the [efficiency] performance standards  
26 administration account made by the New York state energy research and  
27 development authority, all funds maintained in the [efficiency] perform-  
28 ance standards administration account, and disbursements therefrom, made

1 pursuant to this article shall be subject to an annual independent audit  
2 as part of such authority's audited financial statements, and such  
3 authority shall prepare an annual report summarizing [efficiency]  
4 performance standards administration account balance and activities for  
5 each fiscal year ending March thirty-first. In addition to submitting  
6 such report as provided in section one thousand eight hundred sixty-sev-  
7 en of the public authorities law, the authority shall provide such  
8 report to the secretary no later than ninety days after commencement of  
9 such fiscal year;

10 (g) To consult with the appropriate federal agencies, including, but  
11 not limited to, the federal department of energy and other potentially  
12 affected parties in carrying out the provisions of this article; and

13 (h) To conduct investigations, in consultation with the secretary, to  
14 determine if products covered by standards adopted pursuant to this  
15 article comply with such standards; to conduct tests to determine if  
16 products covered by standards adopted pursuant to this article comply  
17 with such standards; to prepare written reports of the results of such  
18 investigations and tests; to provide such reports to the secretary; in  
19 consultation with the secretary, to negotiate settlement agreements with  
20 any person that violates the provisions of subdivision two of section  
21 16-104 of this article, or fails to perform any duty imposed by this  
22 article, or violates or fails to comply with any rule, regulation,  
23 determination, or order adopted, made, or issued by the president or the  
24 secretary pursuant to this article, pursuant to which such person shall  
25 agree to cease such violation and to pay such civil penalty as may be  
26 specified in such agreement, the terms of which will be incorporated  
27 into a consent order signed by such person, the president, and the  
28 secretary; to consult with the secretary in connection with determi-

1 nations made by the secretary pursuant to paragraph (b) of subdivision  
2 five of this section; and to cooperate with the secretary in enforcement  
3 proceedings conducted by the secretary pursuant to this article.

4 1-a. Notwithstanding any other provision of this article, no [effi-  
5 ciency] performance standard adopted pursuant to paragraph (a) of subdivi-  
6 sion one of this section shall become effective less than one hundred  
7 eighty days after publication of the notice of adoption of such standard  
8 in the state register; no [efficiency] performance standard adopted  
9 pursuant to paragraph (b) or (c) of subdivision one of this section  
10 shall become effective less than one year after publication of the  
11 notice of adoption of such [efficiency] performance standard in the  
12 state register; no amendment of any [efficiency] performance standard  
13 adopted pursuant to this article or of any efficiency standard continued  
14 in this state pursuant to section 16-105 of this article shall become  
15 effective less than one hundred eighty days after publication of the  
16 notice of adoption of such amendment in the state register; and no new  
17 or amended [efficiency] performance standard adopted pursuant to this  
18 article shall go into effect if federal government [efficiency] perform-  
19 ance standards regarding such product preempt state standards unless  
20 preemption has been waived pursuant to federal law.

21 2. (a) On or before January first, two thousand twenty-three, the  
22 president, in consultation with the secretary, shall adopt regulations  
23 in accordance with the provisions of this article establishing:

24 (i) performance standards for energy efficiency [standards] for new  
25 products of the types referred to in paragraphs (a) through (f), para-  
26 graphs (h) through (y), paragraphs (aa) through (jj) and paragraphs (mm)  
27 through (xx) of subdivision one of section 16-104 of this article;

1 (ii) procedures for testing the efficiency of the new products of the  
2 types referred to in paragraphs (a) through (f) and paragraphs (h)  
3 through (xx) of subdivision one of section 16-104 of this article;

4 (iii) procedures for manufacturers to certify that new products of the  
5 types referred to in paragraphs (a) through (f) and paragraphs (h)  
6 through (xx) of subdivision one of section 16-104 of this article meet  
7 the performance standards for energy efficiency [standards] to be  
8 adopted pursuant to this article, if the president determines that such  
9 manufacturer's certifications should be required; and

10 (iv) such further matters as are necessary to insure the proper imple-  
11 mentation and enforcement of the provisions of this article.

12 (b) With respect to the types of products referred to in paragraph  
13 (g), (z) or (kk) of subdivision one of section 16-104 of this article  
14 (incandescent reflector lamps, general service lamps, and light emitting  
15 diode lamps), the president shall conduct a study by December thirty-  
16 first, two thousand twenty-three to determine whether [an] a performance  
17 standard for energy efficiency [standard] for such products should be  
18 established, taking into account factors including the potential impact  
19 on electricity usage, product availability and consumer and environ-  
20 mental benefits. If the president determines based on this study that  
21 such a standard would reduce energy use and would not be preempted by  
22 the federal law, the president shall adopt regulations in accordance  
23 with the provisions of this article establishing efficiency standards  
24 for such products.

25 3. Subsequent to adopting regulations pursuant to subdivisions one and  
26 two of this section, the president, in consultation with the secretary,  
27 may amend such regulations, including increasing the stringency of the  
28 [efficiency] performance standards.

1 4. By March fifteenth of two thousand twenty-one, the secretary and  
2 the president shall produce a report to the governor, the speaker of the  
3 assembly, the temporary president of the senate, the chair of the assem-  
4 bly committee on energy and the chair of the senate committee on energy  
5 and telecommunications on the status of regulations establishing  
6 performance standards for energy efficiency [standards] pursuant to this  
7 article, which shall indicate for each product enumerated in subdivision  
8 one of section 16-104 of this article the status of the implementation  
9 of [efficiency] performance standards. The report shall also set forth  
10 the estimated potential annual reductions in energy use and potential  
11 utility bill savings resulting from adopted performance standards for  
12 energy efficiency [standards] for the years two thousand twenty-five and  
13 two thousand thirty-five and the potential cumulative reductions in  
14 energy use through the year two thousand thirty-five. Such report shall  
15 be updated in the same manner by March fifteenth, two thousand twenty-  
16 six and two thousand thirty and copies of such updates shall be posted  
17 by March fifteenth, two thousand twenty-seven and March fifteenth, two  
18 thousand thirty on the websites of the authority and the department of  
19 state. Each such updated report shall also include the potential annual  
20 and cumulative results achieved pursuant to the performance metrics  
21 established for product performance standards promulgated pursuant to  
22 subdivision eighteen of section 16-102 of this article and section  
23 16-104 of this article.

24 5. (a) In addition to all other powers and authority given to the  
25 secretary by this article, the secretary shall have and be entitled to  
26 exercise the following powers and duties:

27 (i) To request the president to conduct investigations to determine if  
28 products covered by [efficiency] performance standards adopted pursuant

1 to this article comply with such [efficiency] performance standards; to  
2 consult with the president in connection with the president's perform-  
3 ance of such investigations; to request the president to conduct tests  
4 to determine if products covered by [efficiency] performance standards  
5 adopted pursuant to this article comply with such [efficiency] perform-  
6 ance standards; and to request the president's cooperation in connection  
7 with enforcement proceedings conducted by the secretary pursuant to this  
8 article;

9 (ii) To order the immediate cessation of any distribution, sale or  
10 offer for sale, lease or offer to lease, rent or offer to rent, import,  
11 or offer to import, or installation or offer of installation of any  
12 product listed in paragraphs (a) through (xx) of subdivision one of  
13 section 16-104 of this article, or of any product for which [efficiency]  
14 performance standards shall have been established pursuant to paragraph  
15 (b) or (c) of subdivision one of this section, or any product that is  
16 subject to a federal efficiency standard that shall have been continued  
17 in this state pursuant to section 16-105 of this article, if the secre-  
18 tary, in consultation with the president, determines that such product  
19 does not meet the applicable [efficiency] performance standard or if  
20 such product does not satisfy the testing procedures or manufacturer's  
21 certification procedures adopted pursuant to the regulations authorized  
22 by this article;

23 (iii) To accept grants or funds for purposes of administration and  
24 enforcement of this article;

25 (iv) To impose, after notice and an opportunity to be heard, civil  
26 penalties and/or injunctive relief for any violation of this article or  
27 any regulation adopted pursuant to this article. Any penalties collected  
28 by the secretary under this section shall be placed in the account



1 established under section ninety-seven-www of the state finance law,  
2 relating to the consumer protection account; and

3 (v) To adopt such rules and regulations as the secretary may deem  
4 necessary or appropriate for the purpose of carrying out the powers and  
5 duties granted to the secretary by this article.

6 (b) The secretary may exercise the powers and authority granted to the  
7 secretary by this subdivision, or by any other provision of this arti-  
8 cle, through the consumer protection division established by the secre-  
9 tary pursuant to section ninety-four-a of the executive law or through  
10 such other divisions, officers, or employees of the department of state  
11 as the secretary may designate from time to time.

12 § 17. Subdivision 2 of section 16-107 of the energy law, as added by  
13 chapter 374 of the laws of 2022, is amended to read as follows:

14 2. Any person that sells or offers for sale, leases or offers for  
15 lease, rents or offers for rent, or installs or offers to install, manu-  
16 factures or tests in New York state any new product of a type listed in  
17 paragraphs (a) through (xx) of subdivision one of section 16-104 of this  
18 article, or any new product for which [efficiency] performance standards  
19 shall have been established pursuant to paragraph (b) or (c) of subdivi-  
20 sion one of section 16-106 of this article, or any product that is  
21 subject to federal efficiency standards that shall have been continued  
22 in this state pursuant to section 16-105 of this article, shall be  
23 obliged, on the request of the secretary or his or her designee, or the  
24 request of the president or his or her designee, to supply the secretary  
25 and/or the president with such information and documentation as may be  
26 required concerning such person's business, business practices, or busi-  
27 ness methods, or proposed business practices or methods. The obligations  
28 contained in this subdivision shall not apply to any person that sells

1 or offers for sale, leases or offers for lease, rents or offers for  
2 rent, or installs or offers to install only products described in subdi-  
3 vision three of section 16-104 of this article. The power to make infor-  
4 mation and document requests is in addition to and not in limitation of  
5 the power to issue subpoenas.

6 § 18. Subdivision 1 of section 16-108 of the energy law, as amended by  
7 chapter 374 of the laws of 2022, is amended to read as follows:

8 1. Any person who issues:

9 (a) a certification that a product listed in paragraphs (a) through  
10 (xx) of subdivision one of section 16-104 of this article complies with  
11 the [efficiency] performance standards for such product established by  
12 or pursuant to this article;

13 (b) a certification that a product not listed in paragraphs (a)  
14 through (xx) of subdivision one of section 16-104 of this article  
15 complies with [efficiency] performance standards for such product estab-  
16 lished pursuant to paragraph (b) or (c) of subdivision one of section  
17 16-104 of this article; or

18 (c) a certification that a product that is subject to federal effi-  
19 ciency standards that shall have been continued in this state pursuant  
20 to section 16-105 of this article complies with such efficiency stand-  
21 ards, knowing that such product does not comply with such efficiency  
22 standards, shall be liable for a civil penalty of not more than ten  
23 thousand dollars for each such product certified and an additional  
24 penalty of not more than ten thousand dollars for each day during which  
25 such violation continues.

26 § 19. Section 17-101 of the energy law is amended by adding twenty new  
27 subdivisions 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20,  
28 21, 22, 23 and 24 to read as follows:

1 5. "Authority" means the New York state energy research and develop-  
2 ment authority.

3 6. "Benchmark" means to input and submit the total energy and water  
4 consumed for a building for the previous calendar year and other  
5 descriptive information for such building as required by the benchmark-  
6 ing tool. Total energy and water consumption shall not include separate-  
7 ly metered uses that are not integral to building operations, such as  
8 broadcast antennas, as determined by the president.

9 7. "Benchmarking tool" means the United States environmental  
10 protection agency's ENERGY STAR portfolio manager internet-based report-  
11 ing interface or any similar tool as determined by the president to be  
12 reasonably comparable, and any additional tools specified in regulations  
13 adopted by the president.

14 8. "Benchmarking information" means information generated by the  
15 benchmarking tool and descriptive information about the physical build-  
16 ing and its ownership, management, and operational characteristics.

17 9. "Public benchmarking information" means information generated by  
18 the benchmarking tool and descriptive information about the physical  
19 building and its operational characteristics that is disclosed to the  
20 public. The public benchmarking information shall include, but shall not  
21 be limited to:

22 (a) descriptive information, including building address; primary use  
23 type; and gross floor area as defined by the benchmarking tool glossary;

24 (b) output information, including site and source energy use intensi-  
25 ty; weather normalized site and source energy use intensity; total annu-  
26 al greenhouse gas emissions; water use per gross square foot; and the  
27 Energy Star score, where available;

28 (c) compliance or noncompliance with this law; and

1 (d) a comparison of the annual summary statistics across calendar  
2 years for all years since annual reporting and disclosure has been  
3 required for the covered building.

4 10. "Benchmarking submission" means a subset of:

5 (a) information input into the benchmarking tool; and

6 (b) benchmarking information generated by the benchmarking tool, as  
7 determined by the president.

8 11. "Covered building" means (a) a state building, or (b) as it  
9 appears in the records of the department of taxation and finance, which  
10 information shall be shared by the department of taxation and finance  
11 with the authority for purposes of implementation of this article: (i)  
12 a building that exceeds twenty-five thousand gross square feet (four  
13 thousand six hundred forty-five square meters), (ii) two or more build-  
14 ings on the same tax lot that together exceed fifty-thousand gross  
15 square feet (nine thousand two hundred ninety square meters), or (iii)  
16 two or more buildings held in the condominium form of ownership that are  
17 governed by the same board of managers and that together exceed fifty-  
18 thousand gross square feet (nine thousand two hundred ninety square  
19 meters). "Covered building" shall not include real property, not more  
20 than three stories, consisting of a series of attached, detached or  
21 semi-detached dwellings, for which ownership and the responsibility for  
22 maintenance of the heating, ventilation, and air conditioning (HVAC)  
23 systems and hot water heating systems is held by each individual dwell-  
24 ing unit owner, and with no HVAC system or hot water heating system in  
25 the series serving more than two dwelling units.

26 12. "Energy" means electricity, natural gas, steam, hot or chilled  
27 water, fuel oil, kerosene, propane, or other fuel product for use in a  
28 building, or on-site electricity generation, including renewable and

1 storage technologies for purposes of providing heating, cooling, light-  
2 ing, water heating, or for powering or fueling other end-uses in the  
3 building and related facilities.

4 13. "Energy grade" means a scale representing the ratio of the energy  
5 performance of an existing building based on the benchmark inputs of a  
6 building and calculated within the benchmarking tool, comparing the  
7 building to a nationally representative dataset of similar buildings,  
8 accounting for regional characteristics in weather and operating condi-  
9 tions specific to the building.

10 14. "Energy use intensity" means the kBTUs (1,000 british thermal  
11 units) used per square foot of gross floor area.

12 15. "Greenhouse gas" shall have the same meaning as defined in section  
13 75-0101 of the environmental conservation law.

14 16. "Gross floor area" means the total number of enclosed square feet  
15 measured between the exterior surfaces of the fixed walls within any  
16 structure used or intended for supporting or sheltering any use or occu-  
17 pancy.

18 17. "Owner" means:

19 (a) an individual or entity possessing title to a covered building  
20 property, or the lessee, where such lessee is the sole tenant of the  
21 covered property and is subject to a triple net lease;

22 (b) the board of managers in the case of a condominium;

23 (c) the board of directors in the case of a cooperative apartment  
24 corporation;

25 (d) the entity in physical possession of the building or having bene-  
26 ficial use and occupancy of the building in the case of a covered build-  
27 ing with title possessed by a state entity solely for purposes of secur-  
28 ing bonds, notes or other obligations issued by such state entity, in

1 which case, the state entity will not also be deemed the owner here-  
2 under. For the purpose of this paragraph, a "state entity" shall mean  
3 any state agency, state authority or subsidiary of a state authority; or  
4 (e) an agent authorized to act on behalf of any of the above.

5 18. "Portfolio manager" means the energy star portfolio manager, the  
6 internet-based tool developed and maintained by the United States envi-  
7 ronmental protection agency to track and assess the relative energy  
8 performance of buildings nationwide, or its successor.

9 19. "President" means the president of the authority.

10 20. "Qualified benchmarker" means an individual or entity that  
11 possesses a benchmarking certification or other credential or creden-  
12 tials approved by the president or the president's designee.

13 21. "Qualifying financial distress" means:

14 (a) the covered building is the subject of a qualified tax lien sale  
15 or public auction due to property tax arrears;

16 (b) the covered building is controlled by a court appointed receiver;

17 (c) a foreclosure action has commenced on the covered building during  
18 the calendar year for which benchmarking is required;

19 (d) title to the covered building was transferred by deed in lieu of  
20 foreclosure or by a referee's deed in foreclosure during the calendar  
21 year for which benchmarking is required;

22 (e) the owner of a covered building has commenced a bankruptcy filing;  
23 or

24 (f) other situations as authorized by the president or the president's  
25 designee.

26 22. "Tenant" means a person or entity occupying or holding possession  
27 of a building, part of a building or premises pursuant to a rental  
28 agreement.

1 23. "Utility" means an entity that distributes and/or sells energy to  
2 a covered building.

3 24. "State building" means a building that is more than ten thousand  
4 gross square feet (nine hundred twenty-nine square meters), as it  
5 appears in the records of the department of taxation and finance, which  
6 information shall be shared by the department of taxation and finance  
7 with the authority for purposes of implementation of this article, that  
8 is owned by the state or for which the state regularly pays all of the  
9 annual energy bills, provided that two or more buildings on the same tax  
10 lot shall be deemed to be one building.

11 § 20. The energy law is amended by adding a new section 17-107 to read  
12 as follows:

13 § 17-107. Benchmarking applicability and submission. 1. No later than  
14 the first day of May, two thousand twenty-five, and no later than the  
15 first day of May of every year thereafter, each owner shall ensure that  
16 such owner's covered buildings shall be benchmarked for the previous  
17 calendar year and the benchmarking submission shall be provided to the  
18 authority as directed by the president.

19 2. The president or the president's designee may exempt from the  
20 benchmarking requirement a municipality with a benchmarking requirement  
21 in effect that meets or exceeds the benchmarking rules established by  
22 the authority.

23 3. The president or the president's designee may temporarily exempt  
24 from the benchmarking requirement the owner of a covered building that  
25 submits documentation establishing, to the satisfaction of the president  
26 or the president's designee, any of the following:

1 (a) the covered building has characteristics that make benchmarking  
2 impracticable, including buildings that do not fit any of the building  
3 types, definitions or use details listed in the portfolio manager;

4 (b) the covered building had average physical occupancy of less than  
5 fifty percent throughout the calendar year for which benchmarking is  
6 required;

7 (c) the covered building is a new construction and the covered  
8 building's certificate of occupancy or temporary certificate of occupan-  
9 cy was issued during the calendar year for which benchmarking is  
10 required;

11 (d) the covered building experienced qualifying financial distress  
12 during the year for which benchmarking is required; or

13 (e) the covered building has been issued a full demolition permit for  
14 the prior calendar year, provided that demolition work has commenced,  
15 some energy-related systems have been compromised and legal occupancy is  
16 no longer possible prior to the first day of May of the year in which  
17 the benchmarking report is due.

18 4. The president or the president's designee may exempt from the  
19 benchmarking requirement the owners of all covered buildings located  
20 within an exempt municipality that comply with the municipality's bench-  
21 marking requirement.

22 5. The president or the president's designee may exempt from the  
23 benchmarking requirement related to water the owner of a covered build-  
24 ing in jurisdictions where whole building water use data is not avail-  
25 able in increments required by the benchmarking tool or as defined by  
26 the president or the president's designee.

27 6. The president or the president's designee may grant an extension of  
28 time if the owner of the covered building demonstrates, to the satisfac-



1 tion of the president or the president's designee, that despite good  
2 faith efforts, the owner could not satisfy the requirements of this  
3 article by the imposed deadlines.

4 7. The president or the president's designee may require that data be  
5 validated by a qualified benchmarker or that benchmarking be performed  
6 by a qualified benchmarker.

7 § 21. The energy law is amended by adding a new section 17-108 to read  
8 as follows:

9 § 17-108. Benchmarking notification and posting. 1. Between September  
10 first and December thirty-first of each year, the authority shall notify  
11 owners of their obligation to benchmark pursuant to section 17-107 of  
12 this article.

13 2. By December first of each year, the authority shall post the list  
14 of the addresses of covered buildings on the authority's website.

15 § 22. The energy law is amended by adding a new section 17-109 to read  
16 as follows:

17 § 17-109. Disclosure, analysis, and publication of benchmarking infor-  
18 mation. 1. No later than the thirty-first day of December, two thousand  
19 twenty-five and by the fifteenth day of September of each year thereaft-  
20 er, the authority shall publish public benchmarking information regard-  
21 ing all covered buildings for the previous calendar year, except that  
22 public benchmarking information regarding a covered building for such  
23 building's first year of required compliance shall not be published by  
24 the authority, regardless of whether or not the authority received  
25 benchmarking information for that building.

26 2. In addition to the publishing of public benchmarking information  
27 required by subdivision one of this section, the authority shall annual-  
28 ly publish:

1 (a) summary statistics and trend analyses regarding energy consumption  
2 for covered buildings derived from aggregation of benchmarking informa-  
3 tion; and

4 (b) information regarding how each covered building compares with  
5 comparable covered buildings in New York state, and how each covered  
6 building's performance has changed over time.

7 3. No later than the thirty-first day of December, two thousand twen-  
8 ty-five, and no later than the fifteenth day of September of each year  
9 thereafter, each exempted municipality shall make available to the  
10 authority, in a form as required by the authority, any benchmarking  
11 information possessed by such municipality.

12 4. Any analysis or possession of information concerning covered build-  
13 ings by the authority is subject to rules regarding personal, private or  
14 sensitive information as defined by the New York state office of infor-  
15 mation technology services and article six of the public officers law.

16 5. The authority may provide an owner or manager of a covered building  
17 with benchmarking information related to such covered building that is  
18 not public benchmarking information.

19 6. Nothing in this section should be construed to supersede sections  
20 eighty-four through section ninety of the public officers law, except  
21 with respect to the authority's publishing of public benchmarking infor-  
22 mation as required in this section.

23 § 23. The energy law is amended by adding a new section 17-110 to read  
24 as follows:

25 § 17-110. Maintenance of benchmarking records. 1. Owners shall main-  
26 tain records sufficient to provide for the reporting of public bench-  
27 marking information to the authority. Such records shall be preserved

1 for a period of at least three years. At the request of the president  
2 such records shall be made available for inspection and audit.

3 2. At the time legal title of any covered building is transferred, the  
4 buyer and seller shall arrange for the seller to provide to the buyer,  
5 at or before closing, all information necessary for the buyer to report  
6 benchmarking information for the entire year in a timely manner.

7 § 24. The energy law is amended by adding a new section 17-111 to read  
8 as follows:

9 § 17-111. Powers and duties of the president. The president shall have  
10 the authority to promulgate regulations establishing rules for the  
11 administration and enforcement of the requirements of this article, such  
12 as compliance, enforcement, and exemptions for benchmark reporting and  
13 data verification requirements and for the following:

14 1. to establish through regulation the obligation to post and publicly  
15 display energy grades;

16 2. to establish through regulation exemption criteria for qualifying  
17 buildings to delay compliance with the benchmarking or energy grades  
18 requirements for up to three years if the owner demonstrates, to the  
19 satisfaction of the president or their designated representative, finan-  
20 cial distress, change of ownership, vacancy, major renovation, pending  
21 demolition, or other acceptable circumstances determined by the presi-  
22 dent;

23 3. to negotiate settlements and to impose civil infraction penalties,  
24 finances, and fees as sanctions for a violation of this section or a regu-  
25 lation issued pursuant to this article. Failure to benchmark energy and  
26 water use for the prior calendar year by deadlines set by the president  
27 may result in a penalty of five hundred dollars. Continued failure to  
28 benchmark may result in additional violations on a quarterly basis and

1 an additional penalty of five hundred dollars per violation. Failure to  
2 annually post the energy grade for the building by deadlines set by the  
3 president may result in a penalty of one thousand two hundred fifty  
4 dollars. Penalties collected shall be deposited into a benchmarking  
5 administration account; and

6 4. to accept grants or funds for purposes of administration and  
7 enforcement of this article. Notwithstanding any other provision of law  
8 to the contrary, the president is hereby authorized to accept grants or  
9 funds, including funds directed through fines, compliance penalties, or  
10 negotiated settlements pursuant to this article, and is authorized to  
11 establish the benchmarking administration account to be administered by  
12 the New York state energy research and development authority and main-  
13 tained in a segregated account, established in accordance with section  
14 eighteen hundred fifty-nine of the public authorities law. All funds  
15 accepted by the president for the purposes of this article shall be  
16 deposited in the benchmarking administration account established by the  
17 New York state energy research and development authority and maintained  
18 in a segregated account, established in accordance with section eighteen  
19 hundred fifty-nine of the public authorities law. All expenditures from  
20 the benchmarking administration account pursuant to this article shall  
21 be made by the New York state energy research and development authority  
22 to carry out studies, investigations, research, expenses to provide for  
23 expert witness, consultant, enforcement, administrative and legal fees,  
24 including disbursements to the department of taxation and finance to  
25 support compliance activities authorized by the president pursuant to  
26 this section, and other related expenses pursuant to this article. All  
27 deposits made to the benchmarking administration account made by the New  
28 York state energy research and development authority, all funds main-

1 tained in the benchmarking administration account, and disbursements  
2 therefrom, made pursuant to this article shall be subject to an annual  
3 independent audit as part of such authority's audited financial state-  
4 ments, and such authority shall prepare an annual report summarizing  
5 benchmarking administration account balance and activities for each  
6 fiscal year ending March thirty-first and provide such report to the  
7 secretary no later than ninety days after commencement of such fiscal  
8 year.

9 § 25. The energy law is amended by adding a new section 17-112 to read  
10 as follows:

11 § 17-112. Enforcement and administration. 1. It shall be unlawful for  
12 any entity or person to fail to comply with the requirements of this  
13 article or any rule or regulation promulgated by the authority of this  
14 article or to misrepresent any material fact in a document required to  
15 be prepared or disclosed pursuant to this article or any rule or regu-  
16 lation promulgated by the authority of this article.

17 2. Except for minor alterations or alterations reasonably necessary to  
18 protect building occupant safety and reduce fire risks or as approved by  
19 the president or the president's designee, no county, city, town or  
20 village shall issue a permit for the construction of or work related to  
21 any commercial, residential, or mixed-use building if the building is  
22 not already in compliance with the requirements of this article or any  
23 rule or regulation promulgated by the authority pursuant to this arti-  
24 cle.

25 3. Any person or entity who violates the provisions of this article,  
26 not including sections 17-103 and 17-105 of this article, shall be  
27 subject to a civil penalty.

1 4. The attorney general for the state of New York may commence a civil  
2 action in a court of competent jurisdiction for damages, civil penal-  
3 ties, cost recovery, reasonable attorney and expert witness fees, and  
4 injunctive or other appropriate relief to enforce compliance with this  
5 section or a regulation issued pursuant to this section.

6 § 26. This act shall take effect immediately; provided, however, that  
7 the amendments to subdivision 4 of section 16-106 of the energy law made  
8 by section sixteen of this act shall not affect the repeal of such  
9 subdivision and shall be deemed to repeal therewith; and, provided,  
10 however, that section twenty-one of this act shall take effect January  
11 1, 2024.

12 PART XX

13 Section 1. Section 1005 of the public authorities law is amended by  
14 adding a new subdivision 27-a to read as follows:

15 27-a. (a) As deemed feasible and advisable by the trustees, the  
16 authority is authorized to plan, design, develop, finance, construct,  
17 own, operate, maintain and improve, either alone or jointly with other  
18 entities, including but not limited to local development corporations  
19 formed under section fourteen hundred eleven of the not-for-profit  
20 corporation law, renewable energy generating projects in the state,  
21 including its territorial waters, and/or on property or in waters under  
22 the jurisdiction or regulatory authority of the United States, or any  
23 component thereof, and to acquire, lease or otherwise dispose of proper-  
24 ty interests related to the development or disposition of renewable  
25 energy generating projects, as the authority determines is necessary and  
26 desirable to: (i) support the state's greenhouse gas emission reduction

1 goals provided for in the climate leadership and community protection  
2 act; (ii) provide or maintain an adequate and reliable supply of elec-  
3 tric power and energy in the state; (iii) assist local governments in  
4 achieving local energy and environmental goals; and (iv) advance other  
5 important state energy and social policies. The acquisition, lease or  
6 other disposal of property interests related to the development or  
7 disposition of renewable energy generating projects authorized by this  
8 paragraph may be done through a competitive selection process, a non-  
9 competitive selection process, or by negotiation, and the disposal of  
10 such interests shall be exempt from the requirements of title five-A of  
11 article nine of this chapter. Renewable energy generating projects  
12 developed by or for the authority that meet eligibility criteria under  
13 state programs administered by the public service commission and the New  
14 York state energy research and development authority shall be entitled  
15 to receive renewable energy certificates in accordance with such  
16 programs.

17 (b) The authority shall periodically confer with the New York state  
18 energy research and development authority, the office of renewable ener-  
19 gy siting, and the department of public service, concerning the state's  
20 progress on meeting the renewable energy targets established by the  
21 climate leadership and community protection act to help inform its exer-  
22 cise of the authority provided for in paragraph (a) of this subdivision.  
23 In exercising the authority provided for in paragraph (a) of this subdi-  
24 vision, the authority is encouraged to consider the use of public-pri-  
25 vate partnerships to the extent the authority determines that such  
26 collaborations will provide benefits to the state or mitigate financial  
27 risks to the authority.

1 (c) Notwithstanding section twenty-eight hundred twenty-seven-a of  
2 this chapter, the authority shall have the right, either alone or with  
3 one or more other entities, to form subsidiary corporations, and form or  
4 acquire interests in "special purpose entities" including, but not  
5 limited to, business corporations, not-for-profit corporations, limited  
6 liability companies, or other special purpose entities or ventures, and  
7 transfer interests in subsidiaries and special purpose entities, for the  
8 purpose of undertaking the actions authorized by paragraph (a) of this  
9 subdivision and facilitating the development of transmission facilities  
10 as authorized by this title. The authority may by resolution direct any  
11 of its trustees, officers, or employees to organize subsidiary corpo-  
12 rations and special purpose entities pursuant to the business corpo-  
13 ration law, not-for-profit corporation law, or limited liability company  
14 law. Any such resolution shall prescribe the purposes for which any such  
15 entity is to be formed.

16 (d) Notwithstanding any other law to the contrary, the authority may  
17 transfer to and receive from any subsidiary or special purpose entity  
18 any consideration, moneys, real or personal or mixed property, contrac-  
19 tual and other rights, or any project, deemed appropriate to carry out  
20 the purposes of this subdivision. Each subsidiary or special purpose  
21 entity formed by the authority shall have all the privileges, immunities  
22 and exemptions of the authority to the extent the same are not incon-  
23 sistent with the statute or statutes pursuant to which such subsidiary  
24 or special purpose entity was formed.

25 (e) The source of any financing and/or loans for any of the actions  
26 authorized in this subdivision may include: (i) the proceeds of notes  
27 issued pursuant to section one thousand nine-a of this title; (ii) the  
28 proceeds of bonds issued pursuant to section one thousand ten of this



1 title; (iii) other funds made available by the authority for such  
2 purposes; or (iv) any other funds made available to the authority from  
3 non-authority sources.

4 (f) The authority is authorized to sell renewable power, energy,  
5 ancillary services and/or renewable energy credits or attributes associ-  
6 ated with any renewable energy generating project authorized by this  
7 subdivision and developed after its effective date as follows:

8 (i) to the New York state energy research and development authority,  
9 including for the purpose of supporting the greenhouse gas emission  
10 reduction goals in the climate leadership and community protection act  
11 as well as other state energy policies, through participation in  
12 programs administered by the New York state energy research and develop-  
13 ment authority or for such other purposes as the authority and the New  
14 York state energy research and development authority may agree;

15 (ii) into markets operated by the federally designated electric bulk  
16 system operator for New York state;

17 (iii) to any load serving entity in the state, including the Long  
18 Island power authority (directly, or through its service provider, as  
19 appropriate), including but not limited to the purpose of providing bill  
20 credits to end-use electricity consumers in disadvantaged communities  
21 for renewable energy produced by renewable energy systems as provided  
22 for in subdivision twenty-seven-b of this section;

23 (iv) to manufacturers of green hydrogen and other new technologies  
24 that are intended in whole or part to displace fossil fuel use in the  
25 state for use at facilities located in the state;

26 (v) to any public entity or authority customer;

27 (vi) to community distributed generation providers, energy aggregators  
28 and similar entities for the benefit of subscribers to community

1 distributed generation projects, including end-use electricity consumers  
2 located in disadvantaged communities; and

3 (vii) to any CCA community.

4 (g) For purposes of this subdivision, the following terms shall have  
5 the meanings indicated in this paragraph unless the context indicates  
6 another meaning or intent:

7 (i) "Authority customer" means an entity located in the state to which  
8 the authority sells or is under contract to sell power or energy under  
9 the authority in this title or any other law.

10 (ii) "CCA community" means one or more municipal corporations located  
11 within the state that have provided for the purchase of power, energy,  
12 or renewable energy credits or other attributes under a CCA program.

13 (iii) "CCA program" means a community choice aggregation program  
14 approved by the public service commission.

15 (iv) "Disadvantaged communities" has the meaning ascribed to that term  
16 by subdivision five of section 75-0101 of the environmental conservation  
17 law.

18 (v) "Public entity" has the same meaning as in subparagraph five of  
19 paragraph (b) of subdivision seventeen of this section.

20 (vi) "Renewable energy generating project" or "project" means:

21 (A) facilities that generate power and energy by means of a renewable  
22 energy resource;

23 (B) facilities that store and discharge power and energy; and

24 (C) transmission and other infrastructure that supports or facilitates  
25 the transmission and distribution of electricity from renewable energy  
26 generating projects to delivery points within the state of New York.

27 (vii) "Renewable energy resource" means solar power, wind power,  
28 hydroelectric, green hydrogen, and any other generation resource author-

1 ized by any renewable energy standard adopted by the state for the  
2 purpose of implementing any state clean energy standard.

3 (h) The authority shall complete and submit a report, on or before  
4 January thirty-first, two thousand twenty-five, and annually thereafter,  
5 to the governor, the speaker of the assembly, and the temporary presi-  
6 dent of the senate, and shall post such report on the authority's  
7 website such that the report is accessible for public review. Such  
8 report shall include, but not be limited to:

9 (i) a description of the renewable energy projects the authority has  
10 planned, designed, developed, financed, or constructed and that it owns,  
11 operates, maintains or improves, alone or jointly with other entities,  
12 under the authority of this subdivision;

13 (ii) a description of the acquisition, lease or other disposition of  
14 interests in renewable energy generating projects by the authority under  
15 this subdivision;

16 (iii) a listing of all power, energy, ancillary services and related  
17 credits and attributes sold or purchased by the authority from such  
18 projects;

19 (iv) a listing of the entities to which the authority has supplied,  
20 allocated or sold any power, energy, ancillary services or related cred-  
21 its or attributes from such projects; and

22 (v) a listing and description of all subsidiaries and special purpose  
23 entities that the authority formed, or in which the authority acquired  
24 or transferred interests.

25 § 2. Section 1005 of the public authorities law is amended by adding a  
26 new subdivision 27-b to read as follows:

27 27-b. (a) Definitions. For purposes of this subdivision, the follow-  
28 ing terms shall have the following meanings:

1 (i) "bill credit" means a monthly monetary credit as determined by the  
2 public service commission to the utility bill of an end-use electricity  
3 consumer located in a disadvantaged community, including a low and  
4 moderate income consumer, for renewable energy produced by renewable  
5 energy systems developed, constructed, owned, or contracted for by the  
6 power authority of the state of New York and injected into a distrib-  
7 ution or transmission facility at one or more points in New York state,  
8 together with any enhanced incentive payments for a community distrib-  
9 uted generation project serving a disadvantaged community provided for  
10 in paragraph (b) of subdivision seven of section sixty-six-p of the  
11 public service law, together with any other funding made available by  
12 the authority for such purposes;

13 (ii) "disadvantaged community" means a community defined as a disad-  
14 vantaged community in accordance with article seventy-five of the envi-  
15 ronmental conservation law;

16 (iii) "jurisdictional load serving entity" has the same meaning as  
17 defined in paragraph (a) of subdivision one of section sixty-six-p of  
18 the public service law;

19 (iv) "renewable energy" means electrical energy produced by a renewa-  
20 ble energy system; and

21 (v) "renewable energy systems" has the same meaning as defined in  
22 paragraph (b) of subdivision one of section sixty-six-p of the public  
23 service law.

24 (b) Notwithstanding any other law to the contrary, the authority is  
25 authorized to establish a program, to be known as the "renewable energy  
26 access and community help program" or "REACH", that will enable end-use  
27 electricity consumers in disadvantaged communities, including such end-  
28 use electricity customers who reside in buildings that have on-site

1 net-metered generation or who participate in a community choice aggrega-  
2 tion or community distributed generation project, unless they opt out  
3 of REACH, to receive bill credits generated by the production of renewa-  
4 ble energy by a renewable energy system developed, constructed, owned,  
5 or contracted for by the authority. Such bill credits shall be in addi-  
6 tion to any other renewable energy program or any other program or bene-  
7 fit that end-use electricity consumers in disadvantaged communities  
8 receive. For purposes of this subdivision, a renewable energy system  
9 developed, constructed, owned, or contracted for by the authority shall  
10 be: (i) sized up to and including five megawatts alternating current and  
11 interconnected to the distribution system or transmission system in the  
12 service territory of the electric utility that serves the end-use elec-  
13 tricity consumers that receive bill credits; or (ii) sized above five  
14 megawatts alternating current and interconnected to the transmission  
15 system at one or more points anywhere within the state.

16 (c) For purposes of implementing REACH, the authority is authorized  
17 to:

18 (i) develop, construct, own, and/or operate renewable energy systems  
19 and related energy facilities, including energy storage facilities;

20 (ii) contract for the development, construction and/or operation of  
21 renewable energy systems;

22 (iii) generate and store renewable energy, and inject energy, from  
23 renewable energy systems into transmission or distribution systems at  
24 one or more points in the state;

25 (iv) sell, purchase, and otherwise contract regarding renewable ener-  
26 gy, renewable energy credits or attributes and other energy products and  
27 services generated by renewable energy systems; and

1 (v) enter into contracts for purposes of implementing REACH, including  
2 but not limited to agreements with developers, owners and operators of  
3 renewable energy systems, and agreements with jurisdictional load serv-  
4 ing entities and the Long Island power authority, or its service provid-  
5 er, to provide for bill credits to end-use electricity consumers in  
6 disadvantaged communities for renewable energy produced by renewable  
7 energy systems, upon terms and conditions approved by the public service  
8 commission pursuant to subdivisions seven and eight of section sixty-  
9 six-p of the public service law.

10 (d) The authority shall complete and submit a report, on or before  
11 January thirty-first, two thousand twenty-five, and annually thereafter,  
12 to the governor, the speaker of the assembly, the temporary president of  
13 the senate, the minority leader of the assembly, and the minority leader  
14 of the senate which shall include, but not be limited to:

15 (i) contracts entered into by the authority for the development,  
16 construction and/or operation of renewable energy systems that are  
17 intended in whole or in part to support REACH, and the planned location  
18 of such projects;

19 (ii) renewable energy systems that are being planned and developed or  
20 that have been developed by or for the authority that are intended in  
21 whole or in part to support REACH, and the location of such projects;

22 (iii) an estimate of the aggregate amount of bill credits provided to  
23 end-use electricity consumers in disadvantaged communities under REACH;  
24 and

25 (iv) an estimate of: (A) the total amount of revenues generated from  
26 the sale of renewable capacity, energy, renewable credits or attributes,  
27 related ancillary services that are used to fund bill credits; and (B)  
28 any other authority funds, as determined to be feasible and advisable by

1 the trustees, the authority has contributed for the purpose of funding  
2 bill credits under REACH.

3 (e) The authority may request from any department, division, office,  
4 commission or other agency of the state or state public authority, and  
5 the same are authorized to provide, such assistance, services and data  
6 as may be required by the authority in carrying out the purposes of this  
7 subdivision.

8 § 3. Subdivision 1 of section 66-p of the public service law, as  
9 added by chapter 106 of the laws of 2019, is amended to read as follows:

10 1. As used in this section:

11 (a) "jurisdictional load serving entity" means any entity subject to  
12 the jurisdiction of the commission that secures energy to serve the  
13 electrical energy requirements of end-use customers in New York  
14 state[;].

15 (b) "renewable energy systems" means systems that generate electricity  
16 or thermal energy through use of the following technologies: solar ther-  
17 mal, photovoltaics, on land and offshore wind, hydroelectric, geothermal  
18 electric, geothermal ground source heat, tidal energy, wave energy,  
19 ocean thermal, and fuel cells which do not utilize a fossil fuel  
20 resource in the process of generating electricity.

21 (c) "bill credit" shall have the same meaning as in subparagraph (i)  
22 of paragraph (a) of subdivision twenty-seven-b of section one thousand  
23 five of the public authorities law.

24 (d) "disadvantaged community" means a community defined as a disadvan-  
25 tagged community under article seventy-five of the environmental conser-  
26 vation law.

27 (e) "renewable energy" means electrical energy produced by a renewable  
28 energy system.

1 § 4. Section 66-p of the public service law is amended by adding a new  
2 subdivision 8 to read as follows:

3 8. The commission shall, no later than eighteen months after the  
4 effective date of this subdivision, commence necessary proceedings to  
5 enable the power authority of the state of New York to provide bill  
6 credits from renewable energy systems under the renewable energy access  
7 and community help program, or "REACH", established pursuant to subdivi-  
8 sion twenty-seven-b of section one thousand five of the public authori-  
9 ties law, to end-use electricity consumers in disadvantaged communities  
10 for renewable energy produced by renewable energy systems developed,  
11 constructed, owned, or contracted for by the power authority of the  
12 state of New York. Such bill credits shall be in addition to any other  
13 renewable energy program or any other program or benefit that end-use  
14 electricity consumers in disadvantaged communities receive, and any  
15 other incentives made available by the power authority of the state of  
16 New York. For purposes of this subdivision, a renewable energy system  
17 developed, constructed, owned, or contracted for by the authority shall  
18 be:

19 (a) sized up to and including five megawatts alternating current and  
20 interconnected to the distribution system or transmission system in the  
21 service territory of the electric utility that serves the end-use  
22 consumers that receive bill credits; or

23 (b) sized above five megawatts alternating current and interconnected  
24 to the transmission system at one or more points anywhere in New York  
25 state. The commission shall, after public notice and comment under the  
26 state administrative procedure act, establish such programs implementing  
27 REACH which:



1 (i) provide that jurisdictional load serving entities shall enter into  
2 agreements with the power authority of the state of New York to carry  
3 out REACH;

4 (ii) provide that jurisdictional load serving entities shall file  
5 tariffs and other solutions determined by the commission to implement  
6 REACH at a reasonable cost while ensuring safe and reliable electric  
7 service;

8 (iii) provide that, unless they opt out, end-use electricity consumers  
9 in disadvantaged communities, including such end-use electricity custom-  
10 ers who have or who reside in buildings that have on-site net-metered  
11 generation or who participate in a community choice aggregation or  
12 community distributed generation project, shall receive bill credits for  
13 renewable energy produced by a renewable energy system developed,  
14 constructed, owned, or contracted for by the power authority of the  
15 state of New York;

16 (iv) consider enhanced incentive payments in bill credits to end-use  
17 electricity consumers in disadvantaged communities for renewable energy  
18 systems including solar and community distributed generation projects as  
19 provided for in paragraph (b) of subdivision seven of this section;

20 (v) to the extent practicable include energy storage in renewable  
21 energy systems to deliver clean energy benefits to end-use electricity  
22 consumers in disadvantaged communities as provided for in paragraphs (a)  
23 and (b) of subdivision seven of this section; and

24 (vi) address recovery by jurisdictional load serving entities of their  
25 prudently incurred costs of administering REACH in electric service  
26 delivery rates of the utility in whose service territory end-use elec-  
27 tricity consumers in a disadvantaged community participate in REACH.

1 § 5. Section 1005 of the public authorities law is amended by adding a  
2 new subdivision 27-c to read as follows:

3 27-c. (a) Within two years of the effective date of this subdivision,  
4 the authority shall publish a plan providing for the proposed phase out,  
5 by December thirty-first, two thousand thirty-five, of the production of  
6 electric energy from its small natural gas power plants should the  
7 authority determine that such plants or the electricity production ther-  
8 efrom are not needed for any of following purposes: (i) emergency power  
9 service; or (ii) electric system reliability, including but not limited  
10 to, operating facilities to maintain power system requirements for  
11 facility thermal limits, voltage limits, frequency limits, fault current  
12 duty limits, or dynamic stability limits, in accordance with the system  
13 reliability standards of the North American electric reliability corpo-  
14 ration, criteria of the northeast power coordinating council, rules of  
15 the New York state reliability council, and as applicable, reliability  
16 rules of the utility in whose service territory a small natural gas  
17 power plant is located. Notwithstanding any other provision of this  
18 paragraph, the authority may continue to produce electric energy at any  
19 of the small natural gas power plants if existing or proposed replace-  
20 ment generation resources would result in a net increase of emissions of  
21 carbon dioxide within or outside New York state.

22 (b) In determining whether to cease electricity production from any  
23 small natural gas power plant, the authority is authorized to confer  
24 with the federally designated electric bulk system operator for the  
25 state, the New York state energy research and development authority, the  
26 department of public service, and the distribution utility in whose  
27 service territory such small natural gas power plant operates, in addi-

1 tion to such other stakeholders as the authority determines to be appro-  
2 priate.

3 (c) Nothing in this subdivision is intended to, nor shall be construed  
4 to, prohibit the authority in its discretion from using, or permitting  
5 the use of, including through lease, sale, or, other arrangement, any  
6 small natural gas power plant or its site or associated infrastructure  
7 in whole or in part for electric system purposes that does not involve  
8 the combustion of fossil fuels, including, but not limited to providing  
9 system voltage support, energy storage, interconnection of existing or  
10 new renewable generation, or the use of the generator step up transfor-  
11 mers and substations for transmission or distribution purposes.

12 (d) For purposes of this subdivision, the term "small natural gas  
13 power plant" means each of the seven electric generating power plants  
14 owned and operated by the authority located at six sites in Bronx,  
15 Brooklyn, Queens and Staten Island and one site in Brentwood, Suffolk  
16 county, which each use one or more simple cycle combustion turbine  
17 units, totaling eleven units, fueled by natural gas and which typically  
18 operate during periods of peak electric system demand.

19 § 6. Section 1020-f of the public authorities law, as added by chapter  
20 517 of the laws of 1986, is amended by adding a new subdivision (jj) to  
21 read as follows:

22 (jj) Notwithstanding any provision of law to the contrary, as deemed  
23 feasible and advisable by the trustees, to enter into contracts with the  
24 power authority of the state of New York for the provision of bill cred-  
25 its generated by the production of renewable energy by a renewable ener-  
26 gy system developed, constructed, owned, or contracted for by the power  
27 authority of the state of New York under the renewable energy access and  
28 community help program established pursuant to subdivision twenty-sev-

1 en-b of section one thousand five of this article and, unless such end-  
2 use electricity consumers opt out, to provide such bill credits to end-  
3 use electricity consumers in disadvantaged communities, including such  
4 end-use electricity customers who have or who reside in buildings that  
5 have on-site net-metered generation or who participate in a community  
6 choice aggregation or community distributed generation project.

7 § 7. Section 1005 of the public authorities law is amended by adding a  
8 new subdivision 27-d to read as follows:

9 27-d. The authority is authorized, as deemed feasible and advisable by  
10 the trustees, to make available an amount up to twenty-five million  
11 dollars annually to fund training programs to help prepare workers for  
12 employment in the renewable energy field. The authority shall coordi-  
13 nate with the department of labor and the New York state energy and  
14 research development authority on initiatives to help prepare workers  
15 for employment in the renewable energy field and to maximize the impact  
16 of authority resources made available pursuant to this subdivision.

17 § 8. Paragraph (a) and subparagraph 1 of paragraph (b) of subdivision  
18 13-b of section 1005 of the public authorities law, added by section 4  
19 of part CC of chapter 60 of the laws of 2011, are amended to read as  
20 follows:

21 (a) Residential consumer electricity cost discount. Notwithstanding  
22 any provision of this title or article six of the economic development  
23 law to the contrary, the authority is authorized, as deemed feasible and  
24 advisable by the trustees, to use revenues from the sale of hydroelec-  
25 tric power, and such other funds of the authority as deemed feasible and  
26 advisable by the trustees, to fund monthly payments to be made for the  
27 benefit of such classes of electricity consumers as enjoyed the benefits  
28 of authority hydroelectric power withdrawn pursuant to subdivision thir-

1 teen-a of this section, for the purpose of mitigating price impacts  
2 associated with the reallocation of such power in the manner described  
3 in this subdivision. Such monthly payments shall commence after such  
4 hydroelectric power is withdrawn and shall cease August first, two thou-  
5 sand twenty-three. The total annual amount of monthly payments for each  
6 of the three twelve month periods following withdrawal of such [hyrdoe-  
7 lectric] hydroelectric power shall be one hundred million dollars. The  
8 total annual amount of monthly payments for each of the two subsequent  
9 twelve month periods shall be seventy million dollars and fifty million  
10 dollars, respectively. Thereafter, the total annual amount of monthly  
11 payments for each twelve month period through the final period ending  
12 August first, two thousand twenty-three shall be thirty million dollars.  
13 The total amount of monthly payments shall be apportioned by the author-  
14 ity among the utility corporations that, prior to the effective date of  
15 this subdivision, purchased such hydroelectric power for the benefit of  
16 their domestic and rural consumers according to the relative amounts of  
17 such power purchased by such corporations. The monthly payments shall be  
18 credited to the electricity bills of such corporations' domestic and  
19 rural consumers in a manner to be determined by the public service  
20 commission of the state of New York. The monthly credit provided by any  
21 such corporation to any one consumer shall not exceed the total monthly  
22 electric utility cost incurred by such consumer.

23 (1) Beginning with the second twelve month period after such hydro-  
24 electric power is withdrawn, up to eight million dollars of the residen-  
25 tial consumer electricity cost discount established by paragraph (a) of  
26 this subdivision shall be dedicated for monthly payments to agricultural  
27 producers who receive electric service at the residential rate, provided  
28 that in the final twelve month period ending August first, two thousand

1 twenty-three, the amount dedicated for agricultural producers shall not  
2 exceed twenty percent of the amount made available for the overall resi-  
3 dential consumer electricity cost discount. The total amount of monthly  
4 payments shall be apportioned by the authority among the utility corpo-  
5 rations in the same manner as they are apportioned in paragraph (a) of  
6 this subdivision. Monthly payments shall be credited to the electricity  
7 bills of such corporations' agricultural consumers in a manner to be  
8 determined by the public service commission of the state of New York.  
9 The combined monthly credit, under this paragraph and paragraph (a) of  
10 this subdivision, provided by any such corporation to any one consumer  
11 shall not exceed the total monthly electric utility cost incurred by  
12 such consumer.

13 § 9. Subdivision 13-b of section 1005 of the public authorities law,  
14 as added by section 4 of part CC of chapter 60 of the laws of 2011,  
15 paragraph (a) and subparagraph 1 of paragraph (b) as amended by section  
16 8 of this act, is amended to read as follows:

17 13-b. [Residential consumer discount programs. (a) Residential consum-  
18 er electricity cost discount. Notwithstanding any provision of this  
19 title or article six of the economic development law to the contrary,  
20 the authority is authorized, as deemed feasible and advisable by the  
21 trustees, to use revenues from the sale of hydroelectric power, and such  
22 other funds of the authority as deemed feasible and advisable by the  
23 trustees, to fund monthly payments to be made for the benefit of such  
24 classes of electricity consumers as enjoyed the benefits of authority  
25 hydroelectric power withdrawn pursuant to subdivision thirteen-a of this  
26 section, for the purpose of mitigating price impacts associated with the  
27 reallocation of such power in the manner described in this subdivision.  
28 Such monthly payments shall commence after such hydroelectric power is

1 withdrawn and shall cease August first, two thousand twenty-three. The  
2 total annual amount of monthly payments for each of the three twelve  
3 month periods following withdrawal of such hydroelectric power shall be  
4 one hundred million dollars. The total annual amount of monthly payments  
5 for each of the two subsequent twelve month periods shall be seventy  
6 million dollars and fifty million dollars, respectively. Thereafter, the  
7 total annual amount of monthly payments for each twelve month period  
8 through the final period ending August first, two thousand twenty-three  
9 shall be thirty million dollars. The total amount of monthly payments  
10 shall be apportioned by the authority among the utility corporations  
11 that, prior to the effective date of this subdivision, purchased such  
12 hydroelectric power for the benefit of their domestic and rural consum-  
13 ers according to the relative amounts of such power purchased by such  
14 corporations. The monthly payments shall be credited to the electricity  
15 bills of such corporations' domestic and rural consumers in a manner to  
16 be determined by the public service commission of the state of New York.  
17 The monthly credit provided by any such corporation to any one consumer  
18 shall not exceed the total monthly electric utility cost incurred by  
19 such consumer.

20 (b)] Agricultural consumer electricity cost discount. (1) [Beginning  
21 with the second twelve month period after such hydroelectric power is  
22 withdrawn, up to eight million dollars of the residential consumer elec-  
23 tricity cost discount established by paragraph (a) of this subdivision  
24 shall be dedicated for monthly payments to agricultural producers who  
25 receive electric service at the residential rate, provided that in the  
26 final twelve month period ending August first, two thousand twenty-  
27 three, the amount dedicated for agricultural producers shall not exceed  
28 twenty percent of the amount made available for the overall residential

1 consumer electricity cost discount. The total amount of monthly payments  
2 shall be apportioned by the authority among the utility corporations in  
3 the same manner as they are apportioned in paragraph (a) of this subdivi-  
4 vision. Monthly payments shall be credited to the electricity bills of  
5 such corporations' agricultural consumers in a manner to be determined  
6 by the public service commission of the state of New York. The combined  
7 monthly credit, under this paragraph and paragraph (a) of this subdivi-  
8 sion, provided by any such corporation to any one consumer shall not  
9 exceed the total monthly electric utility cost incurred by such consum-  
10 er.] Notwithstanding any provision of this title or article six of the  
11 economic development law to the contrary, the authority is authorized,  
12 beginning in two thousand twenty-four, as deemed feasible and advisable  
13 by the trustees, to use revenues from the sale of hydroelectric power,  
14 and such other funds of the authority as deemed feasible and advisable  
15 by the trustees, to fund monthly payments to be made for the benefit of  
16 agricultural producers who receive electric service at the residential  
17 rate who enjoyed the benefits of authority hydroelectric power withdrawn  
18 pursuant to subdivision thirteen-a of this section, and who were previ-  
19 ously eligible to receive benefits under the agricultural consumer elec-  
20 tricity cost discount created by section four of part CC of chapter  
21 sixty of the laws of two thousand eleven, for the purpose of mitigating  
22 price impacts associated with the reallocation of such power in the  
23 manner described in this subdivision. Such monthly payments shall  
24 commence September first, two thousand twenty-four. The total annual  
25 amount of monthly payments shall not exceed five million dollars.

26 (2) The authority shall work cooperatively with the department of  
27 public service to evaluate the agricultural consumer electricity cost  
28 discount, which shall include an assessment of the benefits to recipi-



1 ents compared to the benefits the recipients received from the authori-  
2 ty's hydroelectric power, withdrawn pursuant to subdivision thirteen-a  
3 of this section, during the twelve month period ending December thirty-  
4 first, two thousand ten, and compared to other agricultural consumers  
5 that did not choose to receive the discount.

6 [(c)] (b) Energy efficiency program. (1) Beginning with the withdrawal  
7 of such hydroelectric power, the authority or the New York state energy  
8 research and development authority, shall conduct an energy efficiency  
9 program for five years to provide energy efficiency improvements for the  
10 purpose of reducing energy consumption for domestic and rural consumers.  
11 Such energy efficiency program may be undertaken in cooperation with  
12 other energy efficiency programs offered by utility corporations, state  
13 agencies and authorities including but not limited to the New York state  
14 energy research and development authority; provided however that energy  
15 savings attributable to such other energy efficiency programs shall not  
16 be included in determining the amount of energy saved pursuant to the  
17 program established by this paragraph;

18 (2) The authority or the New York state energy research and develop-  
19 ment authority shall annually post on their website a report evaluating  
20 the energy efficiency program, including but not limited to, the number  
21 of domestic and rural consumers who opted to participate in the program  
22 and, if practicable, the estimated savings the domestic and rural  
23 consumers received by participating in the energy efficiency program.

24 § 10. Subdivision 13-b of section 1005 of the public authorities law  
25 is REPEALED.

26 § 11. Nothing in this act is intended to limit, impair, or affect the  
27 legal authority of the Power Authority of the State of New York under  
28 any other provision of law.

1 § 12. Severability. If any word, phrase, clause, sentence, paragraph,  
2 section, or part of this act shall be adjudged by any court of competent  
3 jurisdiction to be invalid, such judgment shall not affect, impair, or  
4 invalidate the remainder thereof, but shall be confined in its operation  
5 to the word, phrase, clause, sentence, paragraph, section, or part ther-  
6 eof directly involved in the controversy in which such judgment shall  
7 have been rendered.

8 § 13. This act shall take effect immediately; provided, however, that  
9 section nine of this act shall take effect January 1, 2024; and provided  
10 further, however, that section ten of this act shall take effect Decem-  
11 ber 31, 2029.

12 PART YY

13 Section 1. Section 4 of part LL of chapter 58 of the laws of 2019  
14 amending the public authorities law relating to the provision of renewa-  
15 ble power and energy by the Power Authority of the State of New York is  
16 amended to read as follows:

17 § 4. This act shall take effect immediately; provided, however, that  
18 the provisions of sections two and three of this act shall expire on  
19 June 30, [2024] 2044 when upon such date the provisions of such sections  
20 shall be deemed repealed, provided that such repeal shall not affect or  
21 impair any act done, any right, permit or authorization accrued or  
22 acquired, or any liability incurred, prior to the time such repeal takes  
23 effect, and provided further that any project or contract that was  
24 awarded by the power authority of the state of New York prior to such  
25 repeal shall be permitted to continue under this act notwithstanding  
26 such repeal.

1 § 2. This act shall take effect immediately.

2 PART ZZ

3 Section 1. Expenditures of moneys by the New York state energy  
4 research and development authority for services and expenses of the  
5 energy research, development and demonstration program, including  
6 grants, the energy policy and planning program, and the Fuel NY program  
7 shall be subject to the provisions of this section. Notwithstanding the  
8 provisions of subdivision 4-a of section 18-a of the public service law,  
9 all moneys committed or expended in an amount not to exceed \$28,725,000  
10 shall be reimbursed by assessment against gas corporations, as defined  
11 in subdivision 11 of section 2 of the public service law and electric  
12 corporations as defined in subdivision 13 of section 2 of the public  
13 service law, where such gas corporations and electric corporations have  
14 gross revenues from intrastate utility operations in excess of \$500,000  
15 in the preceding calendar year, and the total amount assessed shall be  
16 allocated to each electric corporation and gas corporation in proportion  
17 to its intrastate electricity and gas revenues in the calendar year  
18 2021. Such amounts shall be excluded from the general assessment  
19 provisions of subdivision 2 of section 18-a of the public service law.  
20 The chair of the public service commission shall bill such gas and/or  
21 electric corporations for such amounts on or before August 10, 2023 and  
22 such amounts shall be paid to the New York state energy research and  
23 development authority on or before September 10, 2023. Upon receipt,  
24 the New York state energy research and development authority shall  
25 deposit such funds in the energy research and development operating fund  
26 established pursuant to section 1859 of the public authorities law. The

1 New York state energy research and development authority is authorized  
2 and directed to: (1) transfer up to \$4 million to the state general fund  
3 for climate change related services and expenses of the department of  
4 environmental conservation from the funds received; and (2) commencing  
5 in 2016, provide to the chair of the public service commission and the  
6 director of the budget and the chairs and secretaries of the legislative  
7 fiscal committees, on or before August first of each year, an itemized  
8 record, certified by the president and chief executive officer of the  
9 authority, or his or her designee, detailing any and all expenditures  
10 and commitments ascribable to moneys received as a result of this  
11 assessment by the chair of the department of public service pursuant to  
12 section 18-a of the public service law. This itemized record shall  
13 include an itemized breakdown of the programs being funded by this  
14 section and the amount committed to each program. The authority shall  
15 not commit for any expenditure, any moneys derived from the assessment  
16 provided for in this section, until the chair of such authority shall  
17 have submitted, and the director of the budget shall have approved, a  
18 comprehensive financial plan encompassing all moneys available to and  
19 all anticipated commitments and expenditures by such authority from any  
20 source for the operations of such authority. Copies of the approved  
21 comprehensive financial plan shall be immediately submitted by the chair  
22 to the chairs and secretaries of the legislative fiscal committees. Any  
23 such amount not committed by such authority to contracts or contracts to  
24 be awarded or otherwise expended by the authority during the fiscal year  
25 shall be refunded by such authority on a pro-rata basis to such gas  
26 and/or electric corporations, in a manner to be determined by the  
27 department of public service, and any refund amounts must be explicitly  
28 lined out in the itemized record described above.

1 § 2. This act shall take effect immediately and shall be deemed to  
2 have been in full force and effect on and after April 1, 2023.

3 PART AAA

4 Section 1. Legislative findings and declaration. 1. Pursuant to arti-  
5 cle 75 of the environmental conservation law, as added by the Climate  
6 Leadership and Community Protection Act, the department of environmental  
7 conservation must promulgate regulations, by January 1, 2024, to ensure  
8 achievement of the statewide greenhouse gas emission limits, as defined  
9 and established therein. Among other requirements, the regulations  
10 promulgated by such department pursuant to section 75-0109 of the envi-  
11 ronmental conservation law must ensure that the aggregate emissions of  
12 greenhouse gases from greenhouse gas emission sources will not exceed  
13 the statewide greenhouse gas emissions limits established in section  
14 75-0107 of the environmental conservation law; include legally enforcea-  
15 ble emissions limits, performance standards, or measures or other  
16 requirements to control emissions from greenhouse gas emission sources;  
17 and reflect, in substantial part, the findings of the scoping plan  
18 prepared by the Climate Action Council pursuant to section 75-0103 of  
19 the environmental conservation law.

20 2. The scoping plan prepared by the Climate Action Council pursuant to  
21 section 75-0103 of the environmental conservation law recommends that  
22 the department of environmental conservation and the New York state  
23 energy research and development authority adopt an economy-wide cap and  
24 invest program to, among other purposes, ensure achievement of the  
25 statewide greenhouse gas limits, as defined and established in article  
26 75 of the environmental conservation law.

1 3. An economy-wide cap and invest program, established through regu-  
2 lation by the department of environmental conservation and the New York  
3 state energy research and development authority, would meet the require-  
4 ments of section 75-0109 of the environmental conservation law.

5 4. While the establishment of an economy-wide cap and invest program  
6 through regulation is the most cost-effective means of achieving the  
7 statewide greenhouse gas emission limits, as defined and established in  
8 article 75 of the environmental conservation law, the state must ensure  
9 that energy costs are affordable for all members of the public.

10 5. To promote affordability, a portion of the proceeds of the auction  
11 or sale of allowances under the economy-wide cap and invest program will  
12 be designated to mitigate costs through the creation of a climate action  
13 fund, that will assist in reducing the costs of the program for the  
14 people of the state and for industrial small businesses within the  
15 state, and which, in combination with other investments made possible by  
16 the cap and invest program, help households and industrial small busi-  
17 nesses reduce their energy costs by switching to clean energy.

18 6. In promulgating the regulations, pursuant to section 75-0109 of the  
19 environmental conservation law, to establish an economy-wide cap and  
20 invest program, the department of environmental conservation in consul-  
21 tation with the New York state energy research and development authority  
22 will prioritize affordability in the design of the program, including by  
23 considering as part of the rulemaking process the aggregate cost of the  
24 program when applying the carbon dioxide equivalent and statewide green-  
25 house gas emission limit, as those terms are defined in section 75-0101  
26 of the environmental conservation law, and, in addition the aggregate  
27 cost of the program if the carbon dioxide equivalent and statewide

1 greenhouse gas limit as defined under internationally accepted best  
2 practices or other metrics is applied.

3 7. To ensure the state maintains its role as a climate leader, the  
4 economy-wide cap and invest program will be designed with the capacity  
5 to link with other similar programs in other jurisdictions to lower  
6 overall costs for the state to achieve the statewide greenhouse gas  
7 emission limits, as defined and established in article 75 of the envi-  
8 ronmental conservation law, and catalyze additional emissions reductions  
9 and greater scale in the clean energy economy across multiple jurisdic-  
10 tions.

11 8. The economy-wide cap and invest program to be established by the  
12 department of environmental conservation and the New York state energy  
13 research and development authority will be designed to create jobs and  
14 preserve the competitiveness of the state's existing businesses, includ-  
15 ing creating well-paying, family-sustaining jobs and by recognizing  
16 energy intensive and trade exposed industries and designing program  
17 elements, such as direct allocation of allowances to qualifying green-  
18 house gas emission sources in such industries, to prevent leakage.

19 9. The economy-wide cap and invest program to be established by the  
20 department of environmental conservation and the New York state energy  
21 research and development authority will be designed to invest in and, as  
22 appropriate, prioritize disadvantaged communities, including by ensuring  
23 investments of the proceeds of allowances benefit disadvantaged communi-  
24 ties, as required by section 75-0117 of the environmental conservation  
25 law, and by designing other program elements to avoid disproportionate  
26 burdens on disadvantaged communities.

27 10. To invest in a sustainable future, the proceeds of the auction or  
28 sale of allowances under the economy-wide cap and invest program will

1 provide funding to support programmatic investments designed to achieve  
2 the statewide greenhouse gas emission limit, as defined and established  
3 in article 75 of the environmental conservation law, delivering benefits  
4 across the state and enhancing livability, cutting transition costs for  
5 consumers, and creating a better state.

6 § 2. Subdivision 1 of section 75-0101 of the environmental conserva-  
7 tion law, as added by chapter 106 of the laws of 2019, is amended and  
8 four new subdivisions 16, 17, 18 and 19 are added to read as follows:

9 1. "Allowance" means an authorization to emit[, during a specified  
10 year, up to one ton of carbon dioxide equivalent] a fixed amount of  
11 carbon dioxide equivalent, as created and issued by the department.

12 16. "Cap and invest program" shall mean the program, as established  
13 through regulations adopted by the department and the authority,  
14 containing market-based declining annual aggregate emissions limits for  
15 greenhouse gas sources or categories of greenhouse gas sources, by  
16 setting an overall cap or maximum amount of emissions from all regulated  
17 sources per compliance period; provided that a certain number of allow-  
18 ances shall be created, issued and made available to persons, companies,  
19 organizations or other entities for sale by auction or by direct allo-  
20 cation; and provided further that the total number of allowances made  
21 available in a compliance period shall not exceed the cap.

22 17. "Department" shall mean the department of environmental conserva-  
23 tion.

24 18. "Authority" shall mean the New York state energy research and  
25 development authority.

26 19. "Greenhouse gas emissions reduction account" shall mean a general  
27 account to be established by the authority, into which the department  
28 shall allocate allowances.



1 § 3. Subdivision 2 of section 75-0109 of the environmental conserva-  
2 tion law is amended by adding two new paragraphs e and f to read as  
3 follows:

4 e. Notwithstanding any other provision of law, utilize software  
5 systems and/or electronic mechanisms to ensure adequate data collection  
6 and assess greenhouse gas emission sources compliance with regulations.

7 f. At the discretion of the department, greenhouse gas emission sourc-  
8 es may be required to submit compliance items electronically and main-  
9 tain and utilize electronic signatures for verification purposes.

10 § 4. Subdivision 1 of section 75-0111 of the environmental conserva-  
11 tion law is amended by adding a new paragraph d to read as follows:

12 d. Working group members shall receive no compensation for their  
13 services but shall be reimbursed for actual and necessary expenses  
14 incurred in the performance of their duties.

15 § 5. Paragraphs a and b of subdivision 2 of section 75-0111 of the  
16 environmental conservation law, as added by chapter 106 of the laws of  
17 2019, are amended to read as follows:

18 a. The [council] working group shall hold at least six regional public  
19 hearings on the draft criteria and the draft list of disadvantaged  
20 communities, including three meetings in the upstate region and three  
21 meetings in the downstate region, and shall allow at least one hundred  
22 twenty days for the submission of public comment.

23 b. The [council] working group shall also ensure that there are mean-  
24 ingful opportunities for public comment for all segments of the popu-  
25 lation that will be impacted by the criteria, including persons living  
26 in areas that may be identified as disadvantaged communities under the  
27 proposed criteria.

1 § 6. The environmental conservation law is amended by adding a new  
2 section 75-0121 to read as follows:

3 § 75-0121. Allocation of allowances.

4 1. The department shall transfer all or a portion of allowances, as  
5 created and issued by the department pursuant to the cap and invest  
6 program, to the greenhouse gas emissions reduction account for auction  
7 or sale thereof.

8 2. Energy-intensive and trade-exposed facilities, as determined by the  
9 department, must receive an allocation of allowances for the covered  
10 emissions under a cap and invest program at no cost in a manner deter-  
11 mined by the department. The department shall adopt a regulation that  
12 identifies criteria for both energy intensity and trade exposure for the  
13 purpose of identifying energy-intensive and trade-exposed facilities and  
14 identifies the procedure for such facilities to receive no cost allow-  
15 ances.

16 § 7. Section 1854 of the public authorities law is amended by adding  
17 three new subdivisions 24, 25 and 26 to read as follows:

18 24. Climate risk-related and energy transition activities. To conduct,  
19 foster, assist, evaluate, and support programs and services related to:  
20 greenhouse gas emissions or co-pollutant reductions; research, analysis  
21 and support of climate mitigation, adaptation, and resilience; other  
22 measures as identified in the scoping plan developed pursuant to section  
23 75-0103 of the environmental conservation law, including without limita-  
24 tion those measures identified relative to a just transition or work-  
25 force development; or measures identified in the state energy plan  
26 developed pursuant to article six of the energy law.

27 25. To administer, implement, and support the greenhouse gas emissions  
28 reduction account as defined in section 75-0101 of the environmental

1 conservation law, in such a manner that allowances allocated to such  
2 account by the department of environmental conservation, pursuant to  
3 regulations adopted pursuant to section 75-0109 of the environmental  
4 conservation law and other existing authority, will be made available  
5 for auction or sale pursuant to the cap and invest program, as defined  
6 in section 75-0101 of the environmental conservation law. The proceeds  
7 from the sale of allowances will be placed into a segregated authority  
8 funding account, established pursuant to section eighteen hundred  
9 fifty-nine of this title, and shall not be commingled with other author-  
10 ity funds. Except as otherwise set forth in this title, the authority  
11 may use such proceeds for activities developed in accordance with the  
12 cap and invest program, as defined in section 75-0101 of the environ-  
13 mental conservation law, including but not limited to administrative  
14 costs, auction design and support costs, and program design, implementa-  
15 tion, evaluation, and support costs associated with such cap and invest  
16 program.

17 26. Within thirty days following receipt of proceeds collected from  
18 the auction or sale of allowances allocated by the department of envi-  
19 ronmental conservation to the authority, pursuant to regulations adopted  
20 by the department of environmental conservation in relation to section  
21 75-0109 of the environmental conservation law and other existing author-  
22 ity, the authority shall make the following transfers from such segre-  
23 gated authority funding account:

24 (a) Not less than thirty percent to the New York climate action fund  
25 consumer climate action account established pursuant to section ninety-  
26 nine-qq of the state finance law.

1 (b) Up to three percent to the New York climate action fund industrial  
2 small business climate action account established pursuant to section  
3 ninety-nine-qq of the state finance law.

4 (c) An amount to the state general fund to support costs of the  
5 department of environmental conservation, and other state agencies and  
6 authorities as appropriate, associated with such cap and invest program.

7 § 8. The state finance law is amended by adding a new section 99-qq to  
8 read as follows:

9 § 99-qq. New York climate action fund. 1. There is hereby established  
10 in the joint custody of the commissioner of taxation and finance and the  
11 state comptroller a special fund to be known as the "New York climate  
12 action fund".

13 2. The comptroller shall establish the following separate and  
14 distinct accounts within the New York climate action fund:

15 (a) consumer climate action account; and

16 (b) industrial small business climate action account.

17 3. (a) The New York climate action fund consumer climate action  
18 account shall consist of moneys received by the state pursuant to para-  
19 graph (a) of subdivision twenty-six of section eighteen hundred fifty-  
20 four of the public authorities law, and all other moneys appropriated,  
21 credited, or transferred thereto from any other fund or source pursuant  
22 to law. Moneys of the account shall be expended for the purposes of  
23 providing a payment to help reduce potential increased costs of various  
24 goods and services that may result from the implementation of the cap  
25 and invest program to consumers in the state.

26 (b) The New York climate action fund industrial small business climate  
27 action account shall consist of moneys received by the state pursuant to  
28 paragraph (b) of subdivision twenty-six of section eighteen hundred

1 fifty-four of the public authorities law, and all other moneys appropri-  
2 ated, credited, or transferred thereto from any other fund or source  
3 pursuant to law. Moneys of the account shall be expended for the  
4 purposes of providing a payment to help reduce potential increased costs  
5 of various goods and services that may result from the implementation of  
6 the cap and invest program to industrial small businesses incorporated  
7 in the state of New York.

8 4. Moneys in the New York climate action fund shall be kept separate  
9 from and shall not be commingled with any other moneys in the custody of  
10 the comptroller or the commissioner of taxation and finance. Provided,  
11 however, that any moneys of the fund not required for immediate use may,  
12 at the discretion of the comptroller, in consultation with the director  
13 of the division of budget, be invested by the comptroller in obligations  
14 of the United States or the state. The proceeds of any such investment  
15 shall be retained by the fund as assets to be used for purposes of the  
16 fund.

17 § 9. This act shall take effect immediately.

18 § 2. Severability clause. If any clause, sentence, paragraph, subdivi-  
19 sion, section or part of this act shall be adjudged by any court of  
20 competent jurisdiction to be invalid, such judgment shall not affect,  
21 impair, or invalidate the remainder thereof, but shall be confined in  
22 its operation to the clause, sentence, paragraph, subdivision, section  
23 or part thereof directly involved in the controversy in which such judg-  
24 ment shall have been rendered. It is hereby declared to be the intent of  
25 the legislature that this act would have been enacted even if such  
26 invalid provisions had not been included herein.

1 § 3. This act shall take effect immediately provided, however, that  
2 the applicable effective date of Parts A through AAA of this act shall  
3 be as specifically set forth in the last section of such Parts.