

STATE OF NEW YORK

4129

2025-2026 Regular Sessions

IN SENATE

February 3, 2025

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

AN ACT to amend the banking law, in relation to full disclosure of interest rate on unsolicited mail-loan checks

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

1 Section 1. Subdivision 2 of section 9-t of the banking law, as amended
2 by chapter 184 of the laws of 2022, is amended to read as follows:

3 2. Any lending institution which issues mail-loan checks shall:

4 (a) include on the face of each check issued to a non-customer a writ-
5 ten statement, in legible type reading "ONE FORM OF VALID PHOTOGRAPHIC
6 ID NEEDED TO CASH OR DEPOSIT"; provided, however, that any entity cash-
7 ing or accepting a mail-loan check for deposit may require more than one
8 form of identification;

9 (b) make no reference on the outside of the envelope containing a
10 mail-loan check that indicates that a check is enclosed within such
11 envelope;

12 (c) provide that all mail-loan checks shall be non-transferable; ~~and~~

13 (d) include the transaction fee and interest rate and an expiration
14 date of not more than six months on the mail-loan check, as well as any
15 additional information that the superintendent may require; and

16 (e) provide in legible type on the front page of the solicitation
17 letter, the interest rate or rates to be applied to such loan, and
18 provide a table demonstrating the total cost of such loan at incremental
19 dollar amounts, at the offered interest rate, over incremental periods
20 of time of six months, one year, and three years.

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

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

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