S T A T E O F N E W Y O R K

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I N A S S E M B L Y

March 4, 2014

Introduced by M. of A. O'DONNELL -- read once and referred to the Committee on Housing

AN ACT to amend the private housing finance law, in relation to voluntary dissolution of mutual companies

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. Subdivision 2 of section 35 of the private housing finance law, as amended by chapter 229 of the laws of 1989, is amended to read as follows:

2. A company, OTHER THAN A MUTUAL COMPANY, aided by a loan made after May first, nineteen hundred fifty-nine, may voluntarily be dissolved, without the consent of the commissioner or of the supervising agency, as the case may be, not less than twenty years after the occupancy date upon the payment in full of the remaining balance of principal and interest due and unpaid upon the mortgage or mortgages and of any and all expenses incurred in effecting such voluntary dissolution. IN THE CASE OF A MUTUAL COMPANY AIDED BY A LOAN MADE AFTER MAY FIRST, NINETEEN HUNDRED FIFTY-NINE, VOLUNTARY DISSOLUTION WITHOUT THE CONSENT OF THE COMMISSIONER OR OF THE SUPERVISING AGENCY IS PERMITTED ONLY AFTER ITS MUNICIPAL TAX EXEMPTION, AND ANY GRANT OF AN EXTENSION THEREOF, SHALL HAVE EXPIRED.

S 2. This act shall take effect immediately.

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

LBD14226-01-4