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

4196

2015-2016 Regular Sessions

I N A S S E M B L Y

January 29, 2015

Introduced by M. of A. MONTESANO -- read once and referred to the Committee on Banks

AN ACT to amend the real property tax law, in relation to requiring mortgage investing institutions or their contracted vendors to be financially responsible for any interest or penalties charged as a result of an erroneous mortgage registration filed by such institution or vendor

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

Section 1. Section 953 of the real property tax law is amended by adding a new subdivision 8-b to read as follows:

8-B. ANY MORTGAGE INVESTING INSTITUTION OR ITS CONTRACTED VENDOR WHICH DOES NOT COMPLY WITH THE PROVISIONS OF SUBDIVISION EIGHT OF THIS SECTION WHEN A MORTGAGE INVESTING INSTITUTION OR ITS CONTRACTED VENDOR FILES A REGISTRATION OF MORTGAGE WITH THE COLLECTING OFFICER FOR AN ESCROW AMOUNT RELATIVE TO A TAXABLE PARCEL AND THAT REGISTRATION PROVES TO BE ERRONEOUS, THE MORTGAGE INVESTING INSTITUTION OR ITS CONTRACTED VENDOR SHALL BE FINANCIALLY RESPONSIBLE FOR INTEREST OR PENALTIES CHARGED A PROPERTY OWNER BY A TAXING MUNICIPALITY, COUNTY, AND/OR DELINQUENT TAX ENFORCEMENT AGENCY FOR NON-PAYMENT OR LATE PAYMENT OF REAL PROPERTY TAXES DUE TO THE ERRONEOUS REGISTRATION.

S 2. This act shall take effect immediately.

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

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