STATE OF NEW YORK

2654

2017-2018 Regular Sessions

IN ASSEMBLY

January 20, 2017

Introduced by M. of A. LIFTON, JAFFEE, ROSENTHAL, ENGLEBRIGHT, ABINANTI, TITONE -- Multi-Sponsored by -- M. of A. DINOWITZ, GLICK, GOTTFRIED -- read once and referred to the Committee on Judiciary

AN ACT to amend the general obligations law, in relation to requiring a certain statement to be included in all oil, gas or mineral leases

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

Section 1. Section 5-333 of the general obligations law is amended by adding a new subdivision 5-a to read as follows:

5-a. On or after January first, two thousand eighteen, any oil, gas or mineral lease shall contain the following statement printed in at least ten point bold type:

EXECUTION OF A VALID OIL, GAS OR MINERAL LEASE MAY IN SOME SITUATIONS, PREVENT YOUR PROPERTY FROM BEING ELIGIBLE FOR TITLE INSURANCE, OR PREVENT LENDING INSTITUTIONS FROM BEING ABLE TO ISSUE A MORTGAGE ON LEASED PROPERTY, OR NEIGHBORING PROPERTY, THEREBY, IN ALL LIKELIHOOD, LOWERING THE OVERALL VALUE OF YOUR HOME AND LAND.

§ 2. This act shall take effect immediately, and shall apply to all agreements, leases and contracts entered into, issued, renewed, extended, altered or modified on or after such effective date.

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

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