

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:

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

3 5-a. On or after January first, two thousand eighteen, any oil, gas or
4 mineral lease shall contain the following statement printed in at least
5 ten point bold type:

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

11 § 2. This act shall take effect immediately, and shall apply to all
12 agreements, leases and contracts entered into, issued, renewed,
13 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.

LBD07916-01-7