

STATE OF NEW YORK

2106

2019-2020 Regular Sessions

IN SENATE

January 22, 2019

Introduced by Sens. SANDERS, SEPULVEDA -- 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 requiring banks to disclose any negative consequences an alternative loan payment schedule may have on credit scores

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

1 Section 1. The banking law is amended by adding a new section 129-a to
2 read as follows:

3 § 129-a. Requirement of disclosure; alternative payment schedules. In
4 the event that any bank or trust company shall permit a customer to
5 establish an alternative payment schedule for an existing loan, the bank
6 or trust company shall provide written disclosure of any negative conse-
7 quences such alternative payment schedule may have on such customer's
8 credit score or rating. Such disclosure shall be provided at the time a
9 loan is granted.

10 § 2. This act shall take effect on the ninetieth day after it shall
11 have become a law.

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

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