STATE OF NEW YORK

7297

2023-2024 Regular Sessions

IN ASSEMBLY

May 17, 2023

Introduced by M. of A. NOVAKHOV -- read once and referred to the Committee on Consumer Affairs and Protection

AN ACT to amend the personal property law, in relation to requiring motor vehicle lease contracts to include provisions related to the accumulation of mileage

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

Section 1. Paragraphs (l) and (l) of subdivision 5 of section 337 of the personal property law, paragraph (l) as amended by chapter 140 of the laws of 1995 and as relettered by chapter 246 of the laws of 2019 and paragraph (l) as added by chapter 607 of the laws of 2019, are amended and a new paragraph (n) is added to read as follows:

(l) In the case of an agreement which does not obligate the lessee upon a total loss of the vehicle occasioned by its theft or physical damage for any of the items specified in paragraphs (e) and (f) of subdivision one of section three hundred forty-one of this article, a conspicuous notice that the lessee has no such obligation[~~.~~]**;**

[~~(l)~~] **(m)** The liability of the lessee in the case of a total loss of the vehicle or the vehicle is rendered inoperable. Disclosure of liability pursuant to this paragraph shall include the financial liability of the lessee and the lessor's rules, policies and procedures in the event the car is declared a total loss or rendered inoperable during the term of the lease[~~.~~]**;**

(n) An amount a lessee will receive if such lessee returns the vehicle at the end of the lease term accumulating less miles than were fixed for such lease term, provided that such amount shall be, at a minimum, equivalent to the amount charged for additional mileage accumulated at the end of such lease term.

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

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

LBD11260-01-3