

# STATE OF NEW YORK

125

2025-2026 Regular Sessions

## IN SENATE

(Prefiled)

January 8, 2025

Introduced by Sen. COMRIE -- read twice and ordered printed, and when printed to be committed to the Committee on Housing, Construction and Community Development

AN ACT to amend the real property actions and proceedings law, in relation to foreclosure of certain properties

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

1 Section 1. Section 757 of the real property actions and proceedings  
2 law, as added by section 23 of part M of chapter 36 of the laws of 2019,  
3 is amended to read as follows:

4 § 757. Eviction as the result of foreclosure. 1. Any landlord that is  
5 in mortgage foreclosure due to loss of rent payments cannot enter into a  
6 state of foreclosure until a special proceeding to recover real property  
7 is maintained and any rent issues are resolved. Such court shall track  
8 all loss of rent payment cases and subsequent foreclosure cases.

9 2. In the event that a lessee is removed from real property pursuant  
10 to this article, and the leased real property was the subject of a fore-  
11 closure proceeding pursuant to this chapter or the subject of a tax  
12 foreclosure proceeding, the court records relating to any such lessee  
13 shall be sealed and be deemed confidential. No disclosure or use of such  
14 information relating to any such lessee shall be authorized, and the use  
15 of such information shall be prohibited.

16 § 2. Section 1302 of the real property actions and proceedings law is  
17 amended by adding a new subdivision 3 to read as follows:

18 3. Any landlord that is in mortgage foreclosure due to loss of rent  
19 payments cannot enter into a state of foreclosure until a special  
20 proceeding to recover real property is maintained and any rent issues  
21 are resolved. Such court shall track all loss of rent payment cases and  
22 subsequent foreclosure cases.

23 § 3. This act shall take effect on the one hundred eightieth day after  
24 it shall have become a law.

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

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