STATE OF NEW YORK

7732

2025-2026 Regular Sessions

IN SENATE

May 2, 2025

Introduced by Sen. BRISPORT -- read twice and ordered printed, and when printed to be committed to the Committee on Insurance

AN ACT to amend the insurance law, in relation to prohibiting title insurance corporations from paying certain claims for fraudulent conveyances

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

Section 1. This act shall be known and may be cited as the "deed theft: bank and lender accountability act".

§ 2. Section 6408 of the insurance law is amended by adding a new subsection (e) to read as follows:

(e) Notwithstanding any other provisions of this article, no person, firm, association or corporation organized or qualified under this article shall make payments to a lender or mortgage lender on claims based on a title insurance policy issued by such person, firm, association, or corporation when the transaction conveying such title is false or fraudulent.

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

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

LBD10523-01-5