STATE OF NEW YORK

10202

IN SENATE

May 5, 2026

Introduced by Sen. CLEARE -- read twice and ordered printed, and when printed to be committed to the Committee on Consumer Protection

AN ACT to amend the general business law, in relation to removing certain language relating to requests for reconsideration of creditor determinations

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

Section 1. Subdivision 4 of section 604-bb of the general business law, as amended by chapter 90 of the laws of 2026, is amended to read as follows:

4. A debtor who receives written notice under paragraph (c) of subdivision three of this section that the creditor will recommence collection activities against such debtor based on such creditor's determination under subdivision three of this section may make a request to the creditor that the creditor reconsider such determination to recommence collection activities within thirty days of the date of mailing of such written determination. A debtor requesting reconsideration of a creditor's determination to recommence collection activities shall be permitted to submit additional adequate documentation of coerced debt, as defined in this article. A creditor who receives a debtors request for reconsideration shall complete a review of all information, including additional adequate documentation submitted, within thirty days of receiving such request. Any further reconsideration of the creditor's determination with regard to such particular debt shall be at the discretion of the creditor. [~~Submitting a request for reconsideration of the determination to the creditor shall not be a condition to bringing an action under section six hundred four-cc of this article.~~]

§ 2. This act shall take effect on the same date and in the same manner as chapter 90 of the laws of 2026, takes effect.

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

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