STATE OF NEW YORK

7752--A

Cal. No. 1173

2025-2026 Regular Sessions

IN SENATE

May 5, 2025

Introduced by Sen. SANDERS -- read twice and ordered printed, and when printed to be committed to the Committee on Banks -- reported favorably from said committee, ordered to first and second report, ordered to a third reading, amended and ordered reprinted, retaining its place in the order of third reading

AN ACT to amend the banking law, in relation to an exemption from the licensing requirements for servicers of student loans

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

Section 1. Subdivision 2 of section 711 of the banking law, as amended by section 1 of part L of chapter 58 of the laws of 2019, is amended to read as follows:

2. The licensing provisions of this article shall not apply to any exempt organization that is a student loan servicer; provided that, unless preempted by federal law, such exempt organization [~~notifies~~] **shall notify** the superintendent that it is servicing student loans in this state and complies with sections seven hundred seventeen, seven hundred nineteen, seven hundred twenty-one, seven hundred twenty-three and seven hundred twenty-five of this article **and article nine of the financial services law** and any regulation applicable to student loan servicers promulgated by the superintendent.

§ 2. This act shall take effect immediately.

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

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