

KATHY HOCHUL Governor DANIEL W. TIETZ
Commissioner

BARBARA C. GUINN Executive Deputy Commissioner

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General Information System (GIS) Message

| Section 1 | | |
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| Transmittal: | 22 TA/DC037 Upstate and New York City | |
| Date: | April 21, 2022 | |
| To: | Subscribers | |
| Suggested Distribution: | Commissioners, TA Directors, Staff Development Coordinators, WMS Coordinators | |
| From: | Valerie Figueroa, Deputy Commissioner Employment and Income Support Programs | |
| Subject: | Change to Real Property Lien Policy due to Repeal of Social Services Law § 106: Powers of Social Services Officials to Receive and Dispose of a Deed, Mortgage or Lien | |
| Effective Date: | April 1, 2022 | |
| Contact Information: | NYS OTDA Temporary Assistance Bureau at: (518) 474-9344 or otda.sm.cees.tabureau@otda.ny.gov | |
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Section 2

The purpose of this General Information Systems (GIS) is to advise Social Services Districts (districts) of recent changes in law to Social Services Law (SSL) § 106: "Powers of Social Services Officials to Receive and Dispose of a Deed, Mortgage or Lien", including its repeal as a result of the recently enacted 2022-23 State Fiscal Year Budget. The repeal impacts a district's ability to accept a real property and/or mortgage lien as a condition of eligibility for Temporary Assistance (TA), as well as impacting a district's ability to collect on previously filed real property and/or mortgage liens.

Effective April 1, 2022, districts *must not* require an individual applying for or receiving TA, to sign a real property and/or a mortgage lien, as a condition of eligibility for TA. Additionally, the district *must not* require the individual to sign an <u>LDSS-5041: "Lien Acknowledgement</u>" form. Districts are reminded that the home, which is the usual residence of the assistance unit, is exempt as a resource as outlined in 18 NYCRR § 352.23(b)(1).

The repeal of SSL § 106 also impacts a district's ability to recover TA real property and/or mortgage liens previously accepted and filed with their district County Clerk. Effective April 9, 2022, districts *must not* recover any TA real property and/or mortgage liens that were previously accepted and have not yet been satisfied.

Districts are not prohibited from recovering TA real property and/or mortgage liens taken **prior to April 1, 2022**, so long as the district has obtained a <u>LDSS-5041</u>, signed by the applicant/recipient, on May 30, 2014 or later, and are satisfied prior to April 9, 2022. Effective immediately, districts **must** satisfy or remove all outstanding real property and/or mortgage liens from district County Clerk records. Districts

| are advised to work with their district counsel regarding steps that must be taken to satisfy or remove the outstanding real property and/or mortgage liens from district County Clerk records. | | | | | |
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