

S T A T E O F N E W Y O R K

5279--A

2009-2010 Regular Sessions

I N S E N A T E

April 27, 2009

Introduced by Sens. SQUADRON, ADAMS, HASSELL-THOMPSON, C. JOHNSON, KRUEGER, SAMPSON, SERRANO, STAVISKY -- read twice and ordered printed, and when printed to be committed to the Committee on Banks -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the banking law, in relation to including low income credit unions in the banking development district program

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 Section 1. Subdivision 5 of section 96-d of the banking law, as added
2 by chapter 526 of the laws of 1998, is amended to read as follows:
3 5. (a) Notwithstanding the provisions of subdivision two of section
4 two hundred thirty-seven of this chapter; for the purposes of this
5 section, paragraph c of subdivision two of section ten of the general
6 municipal law, subdivision six of section one hundred five of the state
7 finance law and section four hundred eighty-five-f of the real property
8 tax law, any reference to a bank, trust company or national bank shall
9 be deemed to include a savings bank, savings and loan association,
10 federal savings and loan association or federal savings bank OR ANY LOW
11 INCOME CREDIT UNION AS DESIGNATED BY SECTION FOUR HUNDRED FIFTY-A OF
12 THIS CHAPTER OR ANY FEDERAL CREDIT UNION THAT HAS BEEN DESIGNATED A LOW
13 INCOME CREDIT UNION BY THE NATIONAL CREDIT UNION ADMINISTRATION;
14 provided, however, that such provisions of law do not grant a savings
15 bank, savings and loan association, federal savings and loan association
16 or federal savings bank OR ANY LOW INCOME CREDIT UNION AS DESIGNATED BY
17 SECTION FOUR HUNDRED FIFTY-A OF THIS CHAPTER OR ANY FEDERAL CREDIT UNION
18 THAT HAS BEEN DESIGNATED A LOW INCOME CREDIT UNION BY THE NATIONAL CRED-
19 IT UNION ADMINISTRATION eligibility to accept municipal or public funds
20 or municipal or public moneys other than for the limited purposes of the
21 establishment of a branch in a banking development district pursuant to
22 this section. Any such municipal or public funds or moneys shall be

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

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1 deposited only at the branch established pursuant to this section, and
2 any municipal funds or moneys may be deposited only by the sponsoring
3 municipality in which the branch and banking development district are
4 located; provided further that any such municipal or public funds or
5 moneys shall be subject to the same requirements which apply to munici-
6 pal or public funds or moneys deposited in a bank, trust company or
7 national bank and shall also be subject to the provisions of section one
8 hundred five of the state finance law or section ten of the general
9 municipal law relating to such deposits.

10 (b) Notwithstanding any other provision of law, the banking board
11 shall promulgate rules and regulations to authorize the participation of
12 savings banks, savings and loan associations, federal savings banks and
13 federal savings and loan associations OR ANY LOW INCOME CREDIT UNION AS
14 DESIGNATED BY SECTION FOUR HUNDRED FIFTY-A OF THIS CHAPTER OR ANY FEDER-
15 AL CREDIT UNION THAT HAS BEEN DESIGNATED A LOW INCOME CREDIT UNION BY
16 THE NATIONAL CREDIT UNION ADMINISTRATION in the program established
17 pursuant to this section.

18 S 2. This act shall take effect immediately, provided, however, that
19 the amendments to subdivision 5 of section 96-d of the banking law made
20 by section one of this act shall not affect the repeal of such subdivi-
21 sion and shall be deemed to be repealed therewith.