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

5415

2013-2014 Regular Sessions

I N S E N A T E

May 16, 2013

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

AN ACT to amend the financial services law, in relation to requiring the establishment of a securities investor protection program

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

Section 1. Section 301 of the financial services law is amended by adding a new subsection (d) to read as follows:

(D) THE SUPERINTENDENT SHALL HAVE THE POWER TO ESTABLISH A SECURITIES INVESTOR PROTECTION PROGRAM TO INSURE CONSUMERS OF FINANCIAL PRODUCTS AND SERVICES IN CASES OF THEFT BY A REGULATED PERSON. SUCH PROGRAM SHALL ASSESS A FEE ON REGULATED FINANCIAL PRODUCTS AND SERVICES BASED ON THE RISK ASSOCIATED WITH THE FINANCIAL PRODUCT OR SERVICE. THE SUPERINTENDENT SHALL TAKE ANY AND ALL ACTIONS AS HE OR SHE DEEMS NECESSARY TO EFFECTUATE THE PROVISIONS OF THIS SUBSECTION.

S 2. This act shall take effect immediately.

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

LBD10891-01-3