

7112

2015-2016 Regular Sessions

I N   A S S E M B L Y

April 23, 2015

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Introduced by M. of A. BRINDISI -- read once and referred to the Committee on Banks

AN ACT to amend the banking law, in relation to the investment of the tier 1 capital of state chartered banking institutions

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

1     Section 1. The banking law is amended by adding a new section 12 to  
2 read as follows:  
3     S 12. POWER OF STATE CHARTERED BANKING INSTITUTION TO INVEST ITS TIER  
4 1 CAPITAL. 1. FOR THE PURPOSES OF THIS SECTION, "TIER 1 CAPITAL" SHALL  
5 MEAN THE COMMON STOCK, DISCLOSED RESERVES AND NON-REDEEMABLE NON-CUMULA-  
6 TIVE PREFERRED STOCK OF A STATE CHARTERED BANKING INSTITUTION.  
7     2. NOTWITHSTANDING ANY PROVISION OF THIS CHAPTER TO THE CONTRARY, EACH  
8 STATE CHARTERED BANKING INSTITUTION SHALL BE AUTHORIZED TO INVEST ITS  
9 TIER 1 CAPITAL TO THE EXTENT PERMITTED BY THE RULES AND REGULATIONS OF  
10 THE FEDERAL DEPOSIT INSURANCE CORPORATION.  
11     S 2. This act shall take effect on the first of January next succeed-  
12 ing the date on which it shall have become a law.

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

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