

8620

2015-2016 Regular Sessions

I N A S S E M B L Y

December 16, 2015

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

AN ACT to amend the banking law, in relation to requiring lending institutions to provide PINs simultaneously with the issuance of smart chip credit cards

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

1 Section 1. Section 2 of the banking law is amended by adding a new
2 subdivision 30 to read as follows:
3 30. SMART CHIP. THE TERM "SMART CHIP" MEANS CREDIT CARD TECHNOLOGY
4 WHERE CREDIT CARDS ARE EMBEDDED WITH MICROCHIPS TO HELP COMBAT CREDIT
5 CARD FRAUD AND INFORMATION THEFT.
6 S 2. The banking law is amended by adding a new section 9-x to read as
7 follows:
8 S 9-X. SMART CHIP TECHNOLOGY. ANY TIME A LENDING INSTITUTION, AS
9 DEFINED IN PARAGRAPH (A) OF SUBDIVISION ONE OF SECTION NINE-T OF THIS
10 ARTICLE, ISSUES A SMART CHIP CREDIT CARD, SUCH LENDING INSTITUTION SHALL
11 ALSO PROVIDE THE CUSTOMER WITH A PERSONAL IDENTIFICATION NUMBER TO BE
12 USED IN CONJUNCTION WITH THAT CARD.
13 S 3. This act shall take effect immediately and shall apply to all
14 credit cards issued or reissued on and after January 1, 2017.

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

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