

4304

2015-2016 Regular Sessions

I N S E N A T E

March 11, 2015

Introduced by Sen. GRIFFO -- read twice and ordered printed, and when
printed to be committed 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 ASSEM-
BLY, 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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