

7112

2015-2016 Regular Sessions

I N A S S E M B L Y

April 23, 2015

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.

LBD05917-01-5