STATE OF NEW YORK

8217--A

2017-2018 Regular Sessions

IN ASSEMBLY

June 2, 2017

Introduced by M. of A. LUPARDO -- read once and referred to the Committee on Banks -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the banking law, in relation to information regarding convenience accounts

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Paragraph 1 of subdivision (c) of section 675 of the banking law, as added by chapter 777 of the laws of 1983 and as further amended by section 104 of part A of chapter 62 of the laws of 2011, is amended to read as follows:

1. The superintendent of financial services shall promulgate and may from time to time amend rules and regulations which require that the joint tenants of an account established on or after the date on which the rule or regulation becomes effective and representing any deposit or shares governed by the foregoing provisions of this section, shall, at the time the account is established be informed of**:**

(i) the terms and conditions of the account including the relationship and consequences between the parties in the account and the responsibilities of the institution with which the account is established**; and (ii) the existence of an account for convenience only as authorized by section six hundred seventy-eight of this article, as an alternative to a joint tenant account, and the terms and conditions of such convenience account including the relationship and consequences between the parties in such account and the responsibilities of the institution with which the account is established, to the extent a banking institution or foreign banking institution offers such accounts for convenience only**.

§ 2. This act shall take effect immediately.

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

LBD10825-06-7