

STATE OF NEW YORK

114

2025-2026 Regular Sessions

IN SENATE

(Prefiled)

January 8, 2025

Introduced by Sens. CLEARE, BROUK, JACKSON, MAY -- 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 prohibiting state chartered banking institutions from investing in and providing financing for private prisons

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 § 12. Investments in private prisons by state chartered banking insti-
4 tutions. 1. No state chartered banking institution shall provide financ-
5 ing for or invest in the stocks, securities, or other obligations of any
6 entity that owns or operates a private correctional facility for housing
7 incarcerated individuals that would be prohibited under section one
8 hundred twenty-one of the correction law if such facility were located
9 in this state.

10 2. For purposes of this section "banking institution" shall have the
11 same meaning as defined in paragraph (b) of subdivision three of section
12 nine-f of this chapter.

13 § 2. This act shall take effect immediately and shall apply to all
14 contracts entered into, renewed, modified or amended on or after such
15 effective date.

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

LBD00211-01-5