

# MAINE STATE LEGISLATURE

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**LAWS**  
OF THE  
**STATE OF MAINE**

AS PASSED BY THE  
  
ONE HUNDRED AND ELEVENTH LEGISLATURE

**FIRST REGULAR SESSION**  
December 1, 1982 to June 24, 1983  
Chapters 1-452

PUBLISHED BY THE DIRECTOR OF LEGISLATIVE RESEARCH  
IN ACCORDANCE WITH MAINE REVISED STATUTES  
ANNOTATED, TITLE 3, SECTION 164, SUBSECTION 6.

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J.S. McCarthy Co., Inc.  
Augusta, Maine  
1983

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**PUBLIC LAWS**  
OF THE  
**STATE OF MAINE**

AS PASSED AT THE  
FIRST REGULAR SESSION

and

FIRST SPECIAL SESSION

of the

ONE HUNDRED AND ELEVENTH LEGISLATURE

1983

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2. Record of approval. The records of the institution shall show the approval or disapproval of a line of credit, in the amount of \$10,000 or more, and if approved, unless otherwise specified, it shall be assumed that all directors voted in the affirmative.

Sec. 3. 9-B MRSA §739-A is enacted to read:

§739-A. Lines of credit

1. Authorization; limitations. A savings and loan association may grant to any person or syndicate a line of credit to an amount not exceeding 20% of its total surplus and reserve accounts, subject to the restrictions set forth in sections 465 and 732.

2. Record of approval. The records of an institution shall show the approval or disapproval of a line of credit, in the amount of \$10,000 or more, and if approved, unless otherwise specified, it shall be assumed that all directors or trustees voted in the affirmative.

3. Advances against credit line. When such line of credit is given, the treasurer or other authorized officer may accept notes thereunder and pay out loans in accordance therewith without further approval.

4. Maturity of credit line. A line of credit given pursuant to this section shall expire no later than 12 months after its approval, unless renewed in the same manner in which it was originally given.

Effective September 23, 1983.

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## CHAPTER 252

H.P. 787 - L.D. 1029

### AN ACT to Prohibit Control of Financial Institutions as Closely Related Activities.

Emergency preamble. Whereas, Acts of the Legislature do not become effective until 90 days after adjournment unless enacted as emergencies; and

Whereas, the regulation of bank practices and organization is a subject of prime importance to the State; and

Whereas, activities in other states have demonstrated the inability of federal and state laws to

regulate certain acquisitions of financial institutions; and

Whereas, the result of this situation is the possible circumvention of current statutory and regulatory safeguards; and

Whereas, actions might be taken without adequate supervision in the period between enactment and the normal effective date of this legislation; and

Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

Be it enacted by the People of the State of Maine as follows:

9-B MRSA §1014, sub-§4 is enacted to read:

4. Impermissible activity. The establishment or acquisition of control of a Maine financial institution does not constitute an activity permitted by this section. A financial institution holding company which seeks to establish or acquire control of a Maine financial institution is subject to the provisions of sections 1013 and 1015.

Emergency clause. In view of the emergency cited in the preamble, this Act shall take effect when approved.

Effective May 10, 1983.

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## CHAPTER 253

H.P. 890 - L.D. 1155

AN ACT Concerning a Judge Hearing a  
Case where his Town or County is a Party.

Be it enacted by the People of the State of Maine as follows:

14 MRSA §1102 is repealed.

Effective September 23, 1983.

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