

MAINE STATE LEGISLATURE

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ONE HUNDRED AND EIGHTH LEGISLATURE

Legislative Document

No. 444

H. P. 351

House of Representatives, February 16, 1977

On Motion of Ms. Clark of Freeport referred to the Committee on Business Legislation. Sent up for concurrence and ordered printed.

EDWIN H. PERT, Clerk

Presented by Mrs. Lewis of Auburn.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
SEVENTY-SEVEN

AN ACT to Allow a Security Dealer to be on a Bank Board.

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

9-B MRSA § 467, sub-§ 1, as enacted by PL 1975, c. 500, § 1, is amended to read:

1. **Acting as security dealer prohibited.** No ~~director~~ officer, agent or employee of a financial institution subject to the laws of this State shall engage in for any compensation, direct or indirect, the business of selling or negotiating securities as the agent or salesman of any securities dealer, as defined in Title 32, section 751, other than the institution. **No director of a financial institution shall buy, sell or negotiate securities for any compensation, direct or indirect, for the institution of which he is a director.**

STATEMENT OF FACT

This bill would allow a security dealer to be on the board of directors of a financial institution but would prohibit the security dealer from buying or selling securities for the bank.