

MAINE STATE LEGISLATURE

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1 FIRST REGULAR SESSION
2

3 ONE HUNDRED AND ELEVENTH LEGISLATURE
4

5 Legislative Document

No. 1029

6
7 H.P. 787 House of Representatives, March 4, 1983

8 Submitted by the Department of Business Regulation pursuant to Joint
9 Rule 24.

10 On Motion of Representative Brannigan of Portland, referred to the
Committee on Business Legislation. Sent up for concurrence and ordered
printed.

EDWIN H. PERT, Clerk

Presented by Representative McCollister of Canton.

11 Cosponsors: Representative Carroll of Gray and Representative Andrews
of Portland.

12 STATE OF MAINE
13

14 IN THE YEAR OF OUR LORD
15 NINETEEN HUNDRED AND EIGHTY-THREE
16

17 AN ACT to Prohibit Control of Financial
18 Institutions as Closely Related Activities.
19

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

22 9-B MRSa §1014, sub-§4 is enacted to read:

23 4. Impermissible activity. The establishment or
24 acquisition of control of a Maine financial institu-
25 tion does not constitute an activity permitted by
26 this section. A financial institution holding com-
27 pany which seeks to establish or acquire control of a
28 Maine financial institution is subject to the provi-
29 sions of sections 1013 and 1015.

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STATEMENT OF FACT

This bill is introduced to prohibit financial institutions from being acquired as closely related activities and evading state banking laws. Clever interstate acquisitions by holding companies have attempted to acquire savings and loans or thrift institutions in other states as "nonbanks" and evade supervision.

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