

MAINE STATE LEGISLATURE

The following document is provided by the
LAW AND LEGISLATIVE DIGITAL LIBRARY
at the Maine State Law and Legislative Reference Library
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied
(searchable text may contain some errors and/or omissions)

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39

L.D. 1974

(Filing No. H- 461)

STATE OF MAINE
HOUSE OF REPRESENTATIVES
111TH LEGISLATURE
SECOND REGULAR SESSION

HOUSE AMENDMENT "C" to H.P. 1500, L.D. 1974,
Bill, "AN ACT Revising the Maine Bank Holding Company
Act."

Amend the bill by inserting after section 3 the
following:

'Sec. 4. 9-B MRSA §1013, sub-§4, as enacted by
PL 1983, c. 302, §3, is amended to read:

4. Application; information on "net new funds"
to be brought to Maine. The application for the ac-
quisition or establishment shall address the issue of
how the transaction will bring "net new funds" to
Maine. It shall include, but not be limited to, a
discussion of initial capital investments, loan poli-
cy, investment policy, dividend policy and the gener-
al plan of business, including the full range of con-
sumer and business services which will be offered.
The loan policy and general plan of business shall
specifically address steps that will be taken to meet
the credit needs of individuals and small businesses,
as defined in Title 10, chapter 110, subchapter 1-B,
in the community served, in the case of an acquisi-
tion, or to be served, in the case of an establish-
ment. This information shall be updated in annual
reports to the bureau. Annual reports shall be pro-
vided to the bureau which detail the compliance with
the policies and plans contained in the application
and their impact on the satisfaction of the "net new
funds" requirement. The bureau may require indepen-
dent verification of data to be certain the Maine fi-
ancial institution remains in compliance regarding
its commitment to bring "net new funds" into the
State.

Sec. 5. 9-B MRSA §1020 is enacted to read:

HOUSE AMENDMENT "C" to H.P. 1500, L.D. 1974

1 §1020. Annual reports to the Legislature

2 The superintendent shall annually report to the
3 Legislature by January 15th of each year the applica-
4 tions received and any actions taken pursuant to
5 chapter 35 and chapter 101. The report shall in-
6 clude, but not be limited to, detailed information on
7 the number, types and legal structures of all regu-
8 lated financial institutions in Maine, the locations
9 of all offices and total deposits held by these in-
10 stitutions, the steps taken or planned by non-Maine
11 financial institution holding companies that have re-
12 ceived approval under this chapter for acquisition or
13 establishment to meet the credit needs of consumers
14 and small businesses and an analysis of the impact of
15 applications approved under chapter 35 and chapter
16 101 on the banking structure of Maine and the credit
17 needs of the state's citizens and businesses.

18 Further amend the bill by renumbering section 4
19 to be section 5.

20 STATEMENT OF FACT

21 The purposes of this amendment are as follows:

22 1. To require interstate banking applications to
23 address how the applicant proposes to satisfy the
24 credit needs of consumers and businesses which employ
25 20 persons or less and have annual sales of
26 \$2,500,000 or less; and

27 2. Mergers, acquisitions and new establishments
28 by Maine or non-Maine financial institution holding
29 companies are intended to improve the banking ser-
30 vices and credit opportunities in the State. This

HOUSE AMENDMENT "C" to H.P. 1500, L.D. 1974

1 section requires the superintendent to annually re-
2 port to the Legislature on changes in the banking
3 structure and how those changes are expected to bene-
4 fit the State.

5

5719020184

Filed by Rep. Davis of Monmouth
Reproduced and distributed under the direction of the Clerk
of the House
2/1/84

(Filing No. H-461)