

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)

EIGHTY - EIGHTH LEGISLATURE

Legislative Document

No. 562

H. P. 1484

House of Representatives, February 16, 1937.

Referred to Committee on Banks and Banking. Sent up for concurrence and 500 copies ordered printed.

HARVEY R. PEASE, Clerk.

Presented by Mr. Hinckley of South Portland.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
THIRTY-SEVEN

AN ACT to Permit Loan and Building Associations to Consolidate or Transfer Assets.

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

R. S., c. 57, additional. Chapter 57 of the revised statutes is hereby amended by adding thereto a new section to be numbered 120-A and to read as follows:

'Sec. 120-A. May consolidate or transfer assets; requirements. Any 2 or more loan and building associations organized under the laws of this state may consolidate into 1 association, or any loan and building association may transfer its engagements, funds and property to any other such association, under such terms as shall be mutually agreed upon by the directors of such associations when approved by 2/3 of all the shareholders of each association, after notice of such intention shall have been sent by mail to each shareholder of the associations involved, at his, her or its last known address, as shown on the books of each association, and after such notice shall have been published once a week for 3 successive weeks in 1 of the newspapers published in the county where each association has its principal place of business, the last notice published and the notices by mail to be sent at least 14 days prior to the date of the meeting

named in the call. Any shareholder not present at the meeting in person shall be regarded as having voted for the transfer or consolidation and shall be counted as being among the required $\frac{2}{3}$ affirmative vote, provided notice of this fact shall be contained in the notices so mailed and in the publication so published; but such transfer or consolidation shall not prejudice the right of any creditor of any association to have payment of his debt out of the assets thereof, nor shall any creditor be thereby deprived of, or prejudiced in any right of action then existing against the officers or directors of said association for any neglect or misconduct; providing that the reorganized association shall be liable for all obligations of the association existing prior to such consolidation, and providing, further, that no consolidation or transfer as provided herein shall take effect until the terms and conditions have been approved by the bank commissioner, and until a copy of the resolution, certified by a majority of the board of directors of each association, shall be filed with said bank commissioner.'