

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)

Transmitted by Director of Legislative Research pursuant to joint order.

N I N E T Y - N I N T H L E G I S L A T U R E

Legislative Document

No. 1143

H. P. 804

House of Representatives, March 6, 1959

Referred to the Committee on Business Legislation, sent up for concurrence and ordered printed.

HARVEY R. PEASE, Clerk

Presented by Mr. Smith of Exeter.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
FIFTY-NINE

**AN ACT Relating to Powers and Stock of Development Credit
Corporation of Maine.**

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

Sec. 1. P. & S. L., 1949, c. 104, § 3, sub-§§ I and II, amended. Subsections I and II of section 3 of chapter 104 of the private and special laws of 1949 are amended to read as follows:

I. To borrow money on secured or unsecured notes from any bank, banking institution or insurance company within the State which shall be members of this corporation and to pledge bonds, notes and other securities as collateral therefor; provided, that in no case shall the amount so loaned by any member exceed the limit as hereinafter defined **except that a member may loan this corporation in excess of said limit for a term not exceeding 6 months pending receipt of loan funds from other members.**

II. To lend money upon secured or unsecured ~~applications~~ **notes or other obligations**; provided, that it shall not be the purpose hereof to take from the banking institutions within the State any such loans or commitments as may be desired by such institutions generally in the ordinary course of their business.'

Sec. 2. P. & S. L., 1949, c. 104, § 3, sub-§§ V-VI, additional. Section 3 of chapter 104 of the private and special laws of 1949 is amended by adding 2 new subsections, to be numbered V and VI, to read as follows:

'V. To borrow money on secured or unsecured notes or bonds from persons, firms, corporations and governmental agencies as well as from members of this corporation.

VI. To invest its funds in common or preferred stocks of corporations, provided that each such investment shall first be approved by members having at least 50% of the loan limits callable from members voting at a regular or special meeting.'

Sec. 3. P. & S. L., 1949, c. 104, § 4, repealed and replaced. Section 4 of chapter 104 of the private and special laws of 1949, as amended by chapter 49 of the private and special laws of 1951, is repealed and the following enacted in place thereof:

'Sec 4. Capital stock. The capital stock of this corporation shall be \$150,000 divided into 1,500 shares of the par value of \$100 and may be hereafter increased as provided in the Revised Statutes of 1954, chapter 53, section 75 by adding to the number of shares.'

Sec. 4. P. & S. L., 1949, c. 104, § 5, amended. The 2nd sentence of section 5 of chapter 104 of the private and special laws of 1949 is amended to read as follows:

'The chairman of the Maine development commission Commissioner of Economic Development shall be, ex officio, a director with all the authority but without the liability as such, except for gross negligence or willful misconduct.'