

MAINE STATE LEGISLATURE

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ACTS AND RESOLVES
OF THE
SEVENTY-SECOND LEGISLATURE

OF THE
STATE OF MAINE

1905.

Published by the Secretary of State, agreeably to Resolves of
June 28, 1820, February 18, 1840, and March 16, 1842.

AUGUSTA
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PUBLIC LAWS

OF THE

STATE OF MAINE.

1905.

Chapter 15.

An Act to amend Section eighty of Chapter forty-eight of the Revised Statutes, relating to the Cash Reserve in trust and banking companies.

Be it enacted by the Senate and House of Representatives in Legislature assembled, as follows:

Section 80,
chapter 48, R.
S., amended.

Section 1. Section eighty, chapter forty-eight of the revised statutes is hereby amended by inserting after the words "national bank" in the eleventh line the words 'or trust company created under the laws of this state, or from any trust company located in any of the other New England states or New York, approved by the bank examiner in writing;' and by striking out the words "lawful money" in the twelfth line and the words "or of this state" in the thirteenth line and inserting in place thereof the words 'District of Columbia, and any of the New England states and the states of New York, Pennsylvania, Maryland, Ohio, Indiana, Kentucky, Michigan, Wisconsin, Minnesota, Iowa, Illinois, Missouri, Kansas and Nebraska,' and otherwise changing form, so that said section, as amended, shall read as follows:

Cash reserve.

'Section 80. Every trust and banking company having authority to receive money on deposit shall at all times have on hand in the lawful money or national bank notes of the United States, as a cash reserve, an amount equal to at least fifteen per cent of the aggregate amount of its deposits which are subject to withdrawal upon demand or within ten days; provided, that in lieu of such cash reserve, two-thirds of said fifteen per cent may consist of balances payable on demand, due from any national bank or trust company created under the laws of this state, or from any trust company located in any of the other New England states or New York and approved by the bank examiner in writing; and one-third of said fifteen per cent may consist of the bonds of the United States, the District of Columbia, and any of the New England states and the states of New York, Pennsylvania, Maryland, Ohio, Indiana, Kentucky, Michigan, Wisconsin, Minnesota, Iowa, Illinois, Missouri, Kansas and Nebraska, the absolute property of such corporation. Whenever said reserve shall be below said percentage of such deposits, such corporation shall not further diminish the amount of its legal reserve by making any new loans until the required proportion between the aggregate amount of such deposits and its cash reserve shall be restored. All provisions of charters in conflict with this section are void.'

—amount of.

—proviso.