

MAR 25 1991

HOUSE FILE 617
BY COMMITTEE ON COMMERCE

Place On Calendar

(SUCCESSOR TO HF 32)

Passed House, Date 3/28/91 (p. 945) Passed Senate, Date 4/17/91 (p. 1296)

Vote: Ayes 97 Nays 0 Vote: Ayes 46 Nays 0

Approved April 29, 1991 (p. 1906)

A BILL FOR

1 An Act relating to the central location of original loan
2 documentation recordkeeping functions at the office of a bank
3 holding company.

4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 617

1 Section 1. Section 524.1201, Code 1991, is amended to read
2 as follows:

3 524.1201 GENERAL PROVISIONS.

4 A bank shall not open or maintain a branch bank. A state
5 bank may establish and operate bank offices subject to
6 approval and regulation of the superintendent and to the
7 restrictions upon location and number imposed by section
8 524.1202. A bank office may furnish all banking services
9 ordinarily furnished to customers and depositors at the
10 principal place of business of the state bank which operates
11 the office, and a bank office manager or an officer of the
12 bank shall be physically present at each bank office during a
13 majority of its business hours. The central executive and
14 official business and principal recordkeeping functions of a
15 state bank shall be exercised only at its principal place of
16 business, except that data processing services referred to in
17 section 524.804 may be performed for the state bank at some
18 other point. All transactions of a bank office shall be
19 immediately transmitted to the principal place of business of
20 the state bank which operates the office, and no current
21 recordkeeping functions shall be maintained at a bank office
22 except to the extent the state bank which operates the office
23 deems it desirable to keep there duplicates of the records
24 kept at the principal place of business of the state bank.
25 Notwithstanding any of the other provisions of this section,
26 original trust recordkeeping functions may be centrally
27 located at an authorized bank office--~~Original~~, and original
28 loan documentation recordkeeping functions may be located at
29 an authorized bank office or at the office of the holding
30 company of a state bank, subject to the approval of the
31 superintendent.

32 EXPLANATION

33 This bill provides that original loan documentation
34 recordkeeping functions may be located at the office of a
35 holding company of a state bank subject to the approval of the

1 superintendent of banking.

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HOUSE FILE 617

AN ACT

RELATING TO THE CENTRAL LOCATION OF ORIGINAL LOAN DOCUMENTATION RECORDKEEPING FUNCTIONS AT THE OFFICE OF A BANK HOLDING COMPANY.

original trust recordkeeping functions may be centrally located at an authorized bank office--Original, and original loan documentation recordkeeping functions may be located at an authorized bank office or at the office of the holding company of a state bank, subject to the approval of the superintendent.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 524.1201, Code 1991, is amended to read as follows:

524.1201 GENERAL PROVISIONS.

A bank shall not open or maintain a branch bank. A state bank may establish and operate bank offices subject to approval and regulation of the superintendent and to the restrictions upon location and number imposed by section 524.1202. A bank office may furnish all banking services ordinarily furnished to customers and depositors at the principal place of business of the state bank which operates the office, and a bank office manager or an officer of the bank shall be physically present at each bank office during a majority of its business hours. The central executive and official business and principal recordkeeping functions of a state bank shall be exercised only at its principal place of business, except that data processing services referred to in section 524.804 may be performed for the state bank at some other point. All transactions of a bank office shall be immediately transmitted to the principal place of business of the state bank which operates the office, and no current recordkeeping functions shall be maintained at a bank office except to the extent the state bank which operates the office deems it desirable to keep there duplicates of the records kept at the principal place of business of the state bank. Notwithstanding any of the other provisions of this section,

ROBERT C. ARNOULD
Speaker of the House

JOE J. WELSH
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 617, Seventy-fourth General Assembly.

JOSEPH O'HERN
Chief Clerk of the House

Approved *April 29*, 1991

TERRY E. BRANSTAD
Governor

HF 617