

MAR 5 1996
Place On Calendar

HOUSE FILE **2434**
BY COMMITTEE ON COMMERCE AND
REGULATION

(SUCCESSOR TO HSB 727)

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to satellite terminals and establishing certain
2 requirements for such terminals of a financial institution
3 with a principal place of business in another state.

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

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HOUSE FILE 2434

H-5224

1 Amend House File 2434 as follows:
2 1. Page 1, line 16, by inserting after the word
3 "device." the following: "However, a financial
4 institution shall not own, operate or maintain a
5 satellite terminal to dispense cash or credit for
6 gambling purposes which is located on property
7 controlled by a pari-mutuel racetrack licensee or an
8 excursion gambling boat licensee."

By FALLON of Polk

H-5224 FILED MARCH 6, 1996

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HF 2434

1 Section 1. Section 527.5, subsection 2, paragraph d, Code
2 Supplement 1995, is amended to read as follows:

3 d. Paragraph "a" applies to a financial institution whose
4 licensed or principal place of business is located in a state
5 other than Iowa, whether or not the financial institution has
6 a business location in this state, if all satellite terminals
7 or other similar type terminals owned, controlled, operated,
8 or maintained by the financial institution, wherever located,
9 are available on a reciprocal basis to any each financial
10 institution ~~whose-licensed-or~~ with a principal place of
11 business ~~is-located~~ in this state and to each financial
12 institution with a business location in this state which
13 complies with this paragraph, and to all customers who have
14 been designated by ~~a~~ any such financial institution using the
15 satellite terminal and who have been provided with an access
16 device.

17 Sec. 2. Section 527.5, subsection 8, Code Supplement 1995,
18 is amended by striking the subsection.

19 EXPLANATION

20 This bill amends section 527.5, relating to the
21 requirements for satellite terminals. The bill provides that
22 a satellite terminal must be available for use on a
23 nondiscriminatory basis by any financial institution whose
24 licensed or principal place of business is located in another
25 state, but which has a business location within this state.
26 Such availability is premised on the fact that the other
27 financial institution's satellite terminals owned, controlled,
28 operated, or maintained by the financial institution are
29 available on a reciprocal basis.

30 The bill also strikes the prohibition on the operation of a
31 satellite terminal in a manner to permit a person to deposit
32 funds into any account representing a liability of a financial
33 institution or an industrial loan company, if the business
34 location of the institution or company where the original
35 records pertaining to such account are maintained is located

1 outside of this state.

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Sukup chair
Van Fossen
L. Nelson

HSB 727

COMMERCE AND REGULATION

Succeeded

SF / HF

HOUSE FILE _____
BY (PROPOSED COMMITTEE ON
COMMERCE AND REGULATION
BILL BY CHAIRPERSON
METCALF)

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to satellite terminals and establishing certain
2 requirements for such terminals of a financial institution
3 with a principal place of business in another state and a
4 business location in Iowa.

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

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1 Section 1. Section 527.5, subsection 2, paragraph d, Code
2 Supplement 1995, is amended to read as follows:

3 d. Paragraph "a" applies to a financial institution whose
4 licensed or principal place of business is located in a state
5 other than Iowa if all satellite terminals or other similar
6 type terminals owned, controlled, operated, or maintained by
7 the financial institution, wherever located, are available on
8 a reciprocal basis to any financial institution ~~whose-licensed~~
9 ~~or with a principal place of business is-located~~ in this state
10 and to any financial institution with a business location in
11 this state which complies with this paragraph, and to all
12 customers who have been designated by a any such financial
13 institution using the satellite terminal and who have been
14 provided with an access device.

15 Sec. 2. Section 527.5, subsection 8, Code Supplement 1995,
16 is amended by striking the subsection.

17 EXPLANATION

18 This bill amends section 527.5, relating to the
19 requirements for satellite terminals. The bill provides that
20 a satellite terminal must be available for use on a
21 nondiscriminatory basis by any financial institution whose
22 licensed or principal place of business is located in another
23 state, but which has a business within this state. Such
24 availability is premised on the fact that the other financial
25 institution's satellite terminals owned, controlled, operated,
26 or maintained by the financial institution are available on a
27 reciprocal basis.

28 The bill also strikes the prohibition on the operation of a
29 satellite terminal in a manner to permit a person to deposit
30 funds into any account representing a liability of a financial
31 institution or an industrial loan company, if the business
32 location of the institution or company where the original
33 records pertaining to such account are maintained is located
34 outside of this state.

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