

H. 3/21/95 Commerce
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FILED MAR 8 1995

SENATE FILE 271
BY COMMITTEE ON COMMERCE

(SUCCESSOR TO SSB 76)

Passed Senate, Date ^(P. 722) 3/20/95 Passed House, Date ^{P(1477)} 4-11-95
Vote: Ayes 49 Nays 0 Vote: Ayes 96 Nays 0
Approved April 19, 1995

A BILL FOR

1 An Act relating to the authorization of a bank office where a
2 state bank may maintain its management and bookkeeping
3 functions.

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

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S.F. 271

1 Section 1. Section 524.1201, Code 1995, is amended to read
2 as follows:

3 524.1201 GENERAL PROVISIONS.

4 1. A bank shall not open or maintain a branch bank. A
5 state 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~~ or at another bank office as authorized
17 by the superintendent for these functions.

18 2. Notwithstanding subsection 1, data processing services
19 referred to in section 524.804 may be performed for the state
20 bank at some other ~~point~~ location. All transactions of a bank
21 office shall be immediately transmitted to the principal place
22 of business or other bank office authorized under subsection 1
23 of the state bank which operates the office, and no current
24 recordkeeping functions shall be maintained at a bank office
25 other than the bank office authorized under subsection 1,
26 except to the extent the state bank which operates the office
27 deems it desirable to keep there duplicates of the records
28 kept at the principal place of business or authorized bank
29 office of the state bank.

30 3. Notwithstanding any of the other provisions of this
31 section, original trust recordkeeping functions may be
32 centrally located at an authorized bank office, and original
33 loan documentation recordkeeping functions may be located at
34 an authorized bank office or at the office of the holding
35 company of a state bank, subject to the approval of the

1 superintendent.

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EXPLANATION

3 This bill provides that the superintendent may authorize
4 another bank office as an office where the state bank may
5 maintain all of its central executive, official business and
6 principal recordkeeping functions. Currently, these functions
7 must be maintained at the principal place of business of the
8 bank.

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SSB-76

Commerce

Succeeded By

SENATE FILE CF/115 271

BY (PROPOSED COMMITTEE ON
COMMERCE BILL BY
CHAIRPERSON DELUHERY)

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

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2 state bank may maintain its management and bookkeeping
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3 524.1201 GENERAL PROVISIONS.

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5 state 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~~ or at another bank office as authorized
17 by the superintendent for these functions.

18 2. Notwithstanding subsection 1, data processing services
19 referred to in section 524.804 may be performed for the state
20 bank at some other point location. All transactions of a bank
21 office shall be immediately transmitted to the principal place
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23 of the state bank which operates the office, and no current
24 recordkeeping functions shall be maintained at a bank office
25 other than the bank office authorized under subsection 1,
26 except to the extent the state bank which operates the office
27 deems it desirable to keep there duplicates of the records
28 kept at the principal place of business or authorized bank
29 office of the state bank.

30 3. Notwithstanding any of the other provisions of this
31 section, original trust recordkeeping functions may be
32 centrally located at an authorized bank office, and original
33 loan documentation recordkeeping functions may be located at
34 an authorized bank office or at the office of the holding
35 company of a state bank, subject to the approval of the

1 superintendent.

2 EXPLANATION

3 This bill provides that the superintendent may authorize
4 another bank office as an office where the state bank may
5 maintain all of its central executive, official business and
6 principal recordkeeping functions. Currently, these functions
7 must be maintained at the principal place of business of the
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SENATE FILE 271

AN ACT

RELATING TO THE AUTHORIZATION OF A BANK OFFICE WHERE A STATE BANK MAY MAINTAIN ITS MANAGEMENT AND BOOKKEEPING FUNCTIONS.

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

Section 1. Section 524.1201, Code 1995, is amended to read as follows:

524.1201 GENERAL PROVISIONS.

1. 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~~ or at another bank office as authorized by the superintendent for these functions.

2. Notwithstanding subsection 1, data processing services referred to in section 524.804 may be performed for the state bank at some other ~~point~~ location. All transactions of a bank office shall be immediately transmitted to the principal place of business or other bank office authorized under subsection 1 of the state bank which operates the office, and no current recordkeeping functions shall be maintained at a bank office other than the bank office authorized under subsection 1, 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 or authorized bank office of the state bank.

3. Notwithstanding any of the other provisions of this section, original trust recordkeeping functions may be centrally located at an authorized bank office, 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.

LEONARD L. BOSWELL
President of the Senate

RON J. CORBETT
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 271, Seventy-sixth General Assembly.

JOHN F. DWYER
Secretary of the Senate

Approved *April 19*, 1995

TERRY E. BRANSTAD
Governor