

SENATE BILL NO. 261

INTRODUCED BY THOMAS, HAZELBAKER

IN THE SENATE

January 23, 1981	Introduced and referred to Committee on Business and Industry.
February 9, 1981	Committee recommend bill do pass. Report adopted.
February 10, 1981	Bill printed and placed on members' desks.
February 11, 1981	Second reading, do pass.
February 12, 1981	Correctly engrossed.
February 13, 1981	Third reading, passed. Ayes, 41; Noes, 9. Transmitted to House.

IN THE HOUSE

February 14, 1981	Introduced and referred to Committee on Business and Industry.
March 10, 1981	Committee recommend bill be concurred in. Report adopted.
March 12, 1981	Second reading, concurred in.
March 14, 1981	Third reading, concurred in. Ayes, 81; Noes, 13.

IN THE SENATE

March 16, 1981	Returned from House. Concurred in. Sent to enrolling. Reported correctly enrolled.
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Senate BILL NO. 261
Thomas Halloran

INTRODUCED BY _____

A BILL FOR AN ACT ENTITLED: "AN ACT TO AUTHORIZE COMMERCIAL BANKS AND SAVINGS BANKS TO SELL CREDIT LIFE AND DISABILITY INSURANCE ON LOANS TO THEIR BORROWERS; AMENDING SECTIONS 32-1-105 AND 32-1-106, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 32-1-105, MCA, is amended to read:

"32-1-105. Commercial bank defined. The term "commercial bank" means any bank authorized by law to:

- (1) receive deposits of money;
- (2) deal in commercial paper or make loans thereon;
- (3) lend money on real or personal property;

(4) sell credit life and disability insurance on loans to its borrowers;

~~(4)(5)~~ discount bills, notes, or other commercial papers; and

~~(5)(6)~~ buy and sell securities, gold and silver bullion, foreign coins, or bills of exchange."

Section 2. Section 32-1-106, MCA, is amended to read:

"32-1-106. Savings bank defined. The term "savings bank" means a bank organized only for the purpose of

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accumulating and loaning the funds of its members, stockholders, and depositors and which may:

- (1) loan and invest the funds thereof;
- (2) receive deposits of money; loan, invest, and collect the same with interest; and repay depositors with or without interest;

(3) sell credit life and disability insurance on loans to its borrowers;

~~(3)(4)~~ invest said funds and moneys in such property, securities, and obligations as may be prescribed by this chapter; and

- ~~(4)(5)~~ declare and pay:
 - (a) dividends on its general deposits; and
 - (b) a stipulated rate of interest on deposits made for a stated period or upon special terms."

Section 3. Effective date. This act is effective on passage and approval.

-End-

INTRODUCED BILL
SB 261

Approved by Committee
on Business and Industry

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2 INTRODUCED BY Thomas Halloran

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11 Section 1. Section 32-1-105, MCA, is amended to read:

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13 "commercial bank" means any bank authorized by law to:

- 14 (1) receive deposits of money;
- 15 (2) deal in commercial paper or make loans thereon;
- 16 (3) lend money on real or personal property;
- 17 ~~(4) sell credit life and disability insurance on loans~~
18 ~~to its borrowers;~~

19 ~~(4)(5)~~ discount bills, notes, or other commercial
20 papers; and

21 ~~(5)(6)~~ buy and sell securities, gold and silver
22 bullion, foreign coins, or bills of exchange."

23 Section 2. Section 32-1-106, MCA, is amended to read:

24 "32-1-106. Savings bank defined. The term "savings
25 bank" means a bank organized only for the purpose of

1 accumulating and loaning the funds of its members,
2 stockholders, and depositors and which may:

- 3 (1) loan and invest the funds thereof;
- 4 (2) receive deposits of money; loan, invest, and
5 collect the same with interest; and repay depositors with or
6 without interest;

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SECOND READING

SB 261

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