

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, 1991

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 19, 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. Con-  
curred in. Sent to enrolling.

Reported correctly enrolled.

*Senate* BILL NO. 261

1                   2 INTRODUCED BY Thomas Hellaker

3  
4   A BILL FOR AN ACT ENTITLED: "AN ACT TO AUTHORIZE COMMERCIAL  
5   BANKS AND SAVINGS BANKS TO SELL CREDIT LIFE AND DISABILITY  
6   INSURANCE ON LOANS TO THEIR BORROWERS; AMENDING SECTIONS  
7   32-1-105 AND 32-1-106, MCA; AND PROVIDING AN IMMEDIATE  
8   EFFECTIVE DATE."

9  
10   BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

11                Section 1. Section 32-1-105, MCA, is amended to read:  
12                "32-1-105. Commercial bank defined. The term  
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) discount bills, notes, or other commercial  
20    papers; and  
21                (5) 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;  
7                (3) sell credit life and disability insurance on loans  
8                to its borrowers;  
9                (4) invest said funds and moneys in such property,  
10                securities, and obligations as may be prescribed by this  
11                chapter; and  
12                (5) declare and pay:  
13                (a) dividends on its general deposits; and  
14                (b) a stipulated rate of interest on deposits made for  
15    a stated period or upon special terms."

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

-End-

INTRODUCED BILL

Approved by Committee  
on Business and Industry

*Senate*, BILL NO. 261

1           INTRODUCED BY Thomas W. Hahn

2  
3  
4   A BILL FOR AN ACT ENTITLED: "AN ACT TO AUTHORIZE COMMERCIAL  
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6   INSURANCE ON LOANS TO THEIR BORROWERS; AMENDING SECTIONS  
7   32-1-105 AND 32-1-106, MCA; AND PROVIDING AN IMMEDIATE  
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7           (3) sell credit life and disability insurance on loans  
8           to its borrowers;

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

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-End-

SECOND READING

-2-

*SB 261*

*Senate* BILL NO. 261

INTRODUCED BY Thomas J. Blaha

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:  
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(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;  
to its borrowers;  
(4) discount bills, notes, or other commercial papers; and

(5) 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

1 accumulating and loaning the funds of its members, stockholders, and depositors and which may:  
2 (1) loan and invest the funds thereof;  
3 (2) receive deposits of money; loan, invest, and collect the same with interest; and repay depositors with or without interest;  
4 (3) sell credit life and disability insurance on loans to its borrowers;  
5 (4) invest said funds and moneys in such property, securities, and obligations as may be prescribed by this chapter; and  
6 (5) declare and pay:  
7 (a) dividends on its general deposits; and  
8 (b) a stipulated rate of interest on deposits made for a stated period or upon special terms."  
9 Section 3. Effective date. This act is effective on 10 passage and approval.

-End-

-2- THIRD READING

SB 261

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INTRODUCED BY THOMAS, HAZELBAKER

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16           (3) lend money on real or personal property;

17           (4) sell credit life and disability insurance on loans

18       to its borrowers;

19            ~~t47151~~ discount bills, notes, or other commercial  
20    papers; and

21        ~~to~~ <sup>for</sup> buy and sell securities, gold and silver  
22        bullion, foreign coins, or bills of exchange."

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5 collect the same with interest; and repay depositors with or  
6 without interest;  
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8 to its borrowers;  
9       (3)(4) invest said funds and moneys in such property,  
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11 chapter; and  
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