

# SENATE APPROPRIATIONS COMMITTEE FISCAL NOTE

**BILL NO.** Senate Bill 371

**PRINTER'S NO.** 427

**AMOUNT**

No Fiscal Impact

**FUND**

General Fund & Banking Fund

**DATE INTRODUCED**

January 31, 2013

**PRIME SPONSOR**

Senator Brubaker

**HISTORY OF BILL**

Referred to BANKING AND INSURANCE, Jan. 31, 2013  
Reported as committed, Feb. 5, 2013  
First consideration, Feb. 5, 2013  
Second consideration, Feb. 6, 2013  
Amended on third consideration, Feb. 11, 2013  
Re-referred to APPROPRIATIONS, Feb. 12, 2013  
Re-reported as committed, March 11, 2013

**DESCRIPTION AND PURPOSE OF BILL**

Senate Bill 371 repeals the act of December 14, 1967 (P.L.746, No.345), known as the Savings Association Code of 1967.

The legislation repeals the Savings Association Code. Section 108 of the bill requires existing savings and loan associations to take one of the following actions within six months of enactment:

1. To file notice with the Department of Banking and Securities to convert to a state-chartered savings bank under the Banking Code;
2. To file notice with the Department of Banking and Securities that an application has been filed with the Office of Comptroller of the Currency to convert to a Federal savings association; or
3. To be a party to a merger application filed with the Department of Banking and Securities or the Office of the Comptroller of the Currency.

Section 108 shall take effect immediately. The remainder of the act shall take effect in one year.

# SENATE APPROPRIATIONS COMMITTEE

## FISCAL NOTE

### **FISCAL IMPACT:**

Enactment of this legislation will have no adverse fiscal impact on Commonwealth funds. There are currently only four state-chartered savings associations in Pennsylvania. The repeal of the Savings Association Code and conversion of the remaining savings associations will allow the department to be more efficient.

These entities may retain mutual status and can continue to be subject to the Mutual Thrift Institutions Tax.