

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2399 Session of
1978

INTRODUCED BY BENNETT, HALVERSON, RAPPAPORT, FEE, MILLIRON AND
KNEPPER, APRIL 18, 1978

REFERRED TO COMMITTEE ON BUSINESS AND COMMERCE, APRIL 18, 1978

AN ACT

1 Amending the act of December 14, 1967 (P.L.746, No.345),
2 entitled "An act relating to and regulating the business of
3 savings associations heretofore designated under other acts
4 and special charters variously as building and loan
5 associations and savings and loan associations; defining the
6 rights, powers, duties, liabilities, and immunities of such
7 associations; affecting persons engaged in the business of
8 savings associations; affecting the members, account holders
9 and borrowers of such associations; affecting Federal savings
10 and loan associations whose principal office is located in
11 the Commonwealth; prohibiting the transaction of business in
12 this Commonwealth by foreign savings associations; conferring
13 powers and imposing duties on certain departments and
14 officers of the Commonwealth and on the courts, recorders of
15 deeds; creating a Savings Association Board and defining its
16 powers and duties; prohibiting certain actions and imposing
17 penalties, and repealing certain acts," further providing for
18 the maintenance and relocation of a branch office acquired
19 from the receiver of a closed association.

20 The General Assembly of the Commonwealth of Pennsylvania
21 hereby enacts as follows:

22 Section 1. Subsection (d) of section 402, act of December
23 14, 1967 (P.L.746, No.345), known as the "Savings Association
24 Code of 1967," is amended to read:

25 Section 402. Change of Location of Office.--* * *

26 (d) An association may with the prior written approval of

1 the department designate a branch office as its main office and
2 the original main office may thereafter be conducted as a branch
3 office. [No] Except as provided in section 405, no branches may
4 be conducted which are not in a county contiguous to the county
5 of the main office.

6 * * *

7 Section 2. The act is amended by adding a section to read:

8 Section 405. Branches Acquired from the Receiver of a Closed
9 Association.--Any association whose principal place of business
10 is located in Pennsylvania may maintain as a branch any office
11 which it acquires from the secretary, or public body of the
12 United States, as receiver, in conjunction with an assumption of
13 deposit liabilities of a closed association whether in
14 connection with a purchase of assets, through a merger or
15 consolidation or otherwise, without regard to the location of
16 the principal place of business of the acquiring association. A
17 branch office so acquired may be relocated within the same
18 county but shall not be moved to a new location in a contiguous
19 county unless that county is also contiguous to the county of
20 the principal place of business of the acquiring association.

21 Section 3. This act shall take effect in 60 days.