

HB 1098 -- BANKS AND TRUST COMPANIES

SPONSOR: Crawford

COMMITTEE ACTIONS: Voted "Do Pass by Consent" by the Standing Committee on Banking by a vote of 10 to 0. Voted "Do Pass by Consent" by the Select Committee on Rules by a vote of 9 to 0.

Currently, prior to acting in any fiduciary capacity in this state, an out-of-state bank or trust company must file with the Director of the Division of Finance within the Department of Insurance, Financial Institutions and Professional Registration an application for a certificate of reciprocity that states specified information. This bill requires the application to also state whether it intends to establish a trust representative office, facility, branch, or other physical location in the state and the activities to be conducted there.

The bill specifies that if an out-of-state bank or trust company has established a physical location in the state, it may also be served legal process at the location by service upon any officer, agent, or employee.

PROPOSERS: Supporters say that the bill removes some antiquated interstate banking statutes off the books and allows for uniformity and reciprocity.

Testifying for the bill were Representative Crawford and Missouri Bankers Association.

OPPOSERS: There was no opposition voiced to the committee.