

1 IN THE HOUSE

BY MESSRS. FISHER, GIERSDORF AND GREUEL

2 HOUSE BILL NO. 135

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIRST LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to Corporate Ownership of
7 Shares in Banks, amending Section 3.167 of
8 Chapter 129, SLA 1951; and providing for an
9 effective date."

10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

11 Section 1. Section 3.167 of Chapter 129, SLA 1951 is hereby
12 amended to read as follows:

13 Sec. 3.167. CORPORATE OWNERSHIP OF SHARES IN BANKS
14 PROHIBITED. It shall be unlawful for any corporation, for-
15 eign or domestic, to purchase or own in any manner whatsoever
16 the capital stock, or any of it, of any corporation which is
17 subject to the regulation of the Board, provided, that when
18 it shall become a bona fide necessity to avoid loss, for a
19 creditor corporation to accept shares of stock in any such
20 regulated corporation in payment of indebtedness owing to
21 such creditor corporation, such shares of stock may be so
22 accepted, but in all such cases the shares of the regulated
23 corporation shall be disposed of in accordance with regula-
24 tions of the Board; Provided, however, notwithstanding any
25 other provision of this Act, any foreign or domestic bank
26 holding company registered under the Bank Holding Company
27 Act of 1956 (70 Stat. 133), whether or not such bank holding
28 company maintains its principal office and place of business
29 in this State or conducts its principal operations in this

1 State, may acquire and own all or any portion of the voting
2 shares or other capital stock of, or all or substantially
3 all of the assets of, any corporation which is subject to
4 the regulations of the Federal Reserve Board and the Alaska
5 Banking Board; Provided, further, any such holding company
6 may be required to post a bond, in an amount equal to the
7 par value of the stock held by it, with the Alaska Banking
8 Board under such condition as may be prescribed by the Alaska
9 Banking Board to assure full protection to the public.

10 Sec. 2. This Act shall take effect immediately upon its
11 passage and approval, or upon its becoming law without such
12 approval.
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