

1 IN THE HOUSE

BY THE COMMERCE COMMITTEE

2 HOUSE BILL NO. 378

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the requirements of deposit
7 insurance for banks."

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

9 * Section 1. AS 06.05.355 is amended to read:

10 Sec. 06.05.355. DEPOSIT INSURANCE REQUIRED. (a) A bank
11 incorporated under this chapter or any prior territorial act may not
12 begin business or continue in business until it has acquired membership
13 in the Federal Deposit Insurance Corporation or any agency of the
14 United States which insures bank deposits, in whole or in part.
15 Provided that banks [BANKS] which qualified to do business before
16 April 1, 1969 [MARCH 26, 1951], are not required to acquire membership
17 in the Federal Deposit Insurance Corporation or other agency of the
18 United States which insures bank deposits, in whole or in part until
19 April 1, 1975. A bank which has acquired membership may not relinquish
20 it without notice of intention to do so, 90 days in advance, to the
21 department, and without the consent of the department to the discon-
22 tinuance of membership.

23 (b) Loss of membership without giving notice and obtaining
24 consent or failure to acquire membership, constitutes cause for the
25 department to take possession of the bank in the manner provided by
26 sec. 470 of this chapter.