

House Bill 2614

Sponsored by Representative SCHAUFLEER (at the request of Oregon Bankers Association) (Presession filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Removes requirement that institution reduce book value of real estate that institution holds under certain provision of law by certain amount each year.

Declares emergency, effective on passage.

A BILL FOR AN ACT

1
2 Relating to banking; creating new provisions; amending ORS 708A.590; and declaring an emergency.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1.** ORS 708A.590 is amended to read:

5 708A.590. [(1)] An institution that owns or holds [any] real estate other than as permitted in the
6 Bank Act shall immediately charge the book value of **the** real estate to profit and loss or otherwise
7 remove the real estate from [its] **the institution's** books.

8 [(2) *All real estate owned or held by an institution in accordance with ORS 708A.175 (3) or (4)*
9 *shall be reduced in book value by not less than five percent of its original book value per year com-*
10 *mencing the year title is vested and continuing until the earlier of the year the real estate is disposed*
11 *of or the expiration of the period such real estate may be owned or held under ORS 708A.195. Upon*
12 *the expiration of the period such real estate may be owned or held under ORS 708A.195, the remaining*
13 *book value shall be charged off.*]

14 **SECTION 2.** The amendments to ORS 708A.590 by section 1 of this 2011 Act apply to real
15 estate that an institution acquires before, on or after the effective date of this 2011 Act.

16 **SECTION 3.** This 2011 Act being necessary for the immediate preservation of the public
17 peace, health and safety, an emergency is declared to exist, and this 2011 Act takes effect
18 on its passage.
19

NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.