

REVENUE: No Revenue Impact
FISCAL: No Fiscal Impact
SUBSEQUENT REFERRAL TO:

Action:

Vote:

Yeas:

Nays:

Exc.:

Prepared By: James LaBar, Administrator

Meeting Dates: 5/11

WHAT THE MEASURE DOES: Updates and clarifies portions of Bank Act and related statutes. Becomes operative January 1, 2016. Declares emergency, effective on passage.

ISSUES DISCUSSED:

EFFECT OF COMMITTEE AMENDMENT:

(A4 amendment) Removes requirement for credit union to apply and pay fee to Director of Department of Consumer and Business Services (DCBS) to open new branches. Requires thirty-day notification requirement to DCBS for opening new branches. Enables DCBS director to limit additional branches if new branches would adversely affect the banking institution's safety and soundness.

BACKGROUND:

The Division of Finance and Corporate Securities (DFCS), within the Department of Consumer and Business Services charters, examines and regulates Oregon state-chartered banks and trust companies. DFCS does not regulate or supervise national banks or other state-chartered banks doing business in Oregon. National banks are regulated by the Office of the Comptroller of the Currency and non-Oregon state-chartered banks are regulated by the respective state in which the bank is chartered.

The Oregon Bank Act is comprised of chapters 706 through 716 of the Oregon Revised Statutes. The amendments to the Act through House Bill 2350-A were developed by the Oregon Bankers Association with extensive DFCS input. The measure is a collection of relatively minor modernizations and corrections to the existing Act.

The vote count in the Business and Labor Committee was 9-2, and the House vote count was 55-2-3.