

SENATE BILL No. 778

March 3, 1992, Introduced by Senators BERRYMAN, CHERRY, DINGELL, STABENOW, VAUGHN, V. SMITH, FAXON, KOIVISTO, BARCIA and HART and referred to the Committee on Corporations and Economic Development.

A bill to amend section 171 of Act No. 319 of the Public Acts of 1969, entitled as amended
"Banking code of 1969,"
as amended by Act No. 200 of the Public Acts of 1988, being section 487.471 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 171 of Act No. 319 of the Public Acts of
2 1969, as amended by Act No. 200 of the Public Acts of 1988, being
3 section 487.471 of the Michigan Compiled Laws, is amended to read
4 as follows:

5 Sec. 171. (1) With the written approval of the commission-
6 er, a bank may establish and operate a branch or branches within
7 this state. The commissioner shall not grant approval unless the
8 commissioner is satisfied as to the sufficiency of the capital

1 and surplus of the bank and the prospects of successful operation
2 if established.

3 (2) With the written approval of the commissioner, a bank
4 may establish and operate a branch or branches within the limits
5 of the city or incorporated village in which the bank is located
6 if the commissioner is satisfied as to the prospects of success-
7 ful operation if established.

8 ~~(3) A branch of any bank shall not be moved from 1 location~~
9 ~~to another without the written approval of the commissioner.~~

10 (3) ~~-(4)-~~ With the written approval of the commissioner, a
11 bank may contract with another bank or banks to act as a branch
12 to provide services to the customers of the contracting bank.

13 (4) ~~-(5)-~~ Subject to the requirements, limitations, and
14 restrictions of ~~subsections (1) to (3)~~ THIS SECTION, a state
15 agency established and operating pursuant to chapter 3A may
16 establish and operate additional offices in this state.