

HOUSE BILL No. 4749

March 31, 2009, Introduced by Rep. Clemente and referred to the Committee on Banking and Financial Services.

A bill to amend 1996 PA 354, entitled
"Savings bank act,"
by amending section 512 (MCL 487.3512).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 512. (1) An overdraft existing for 90 days shall be
2 charged off to the profit and loss account of the savings bank at
3 the expiration of that time.

4 (2) A director or executive officer of a savings bank shall
5 not knowingly overdraw his or her account.

6 (3) All debts due to a savings bank on which interest is past
7 due and unpaid for a period of ~~6~~12 months, unless the debts are
8 well secured and in process of collection or the debts constitute
9 claims against solvent estates in probate, shall be charged off to
10 the reserve for bad debts or the profit and loss account of the

1 savings bank at the expiration of that time.