

ACT 154

H. B. NO. 1849

A Bill for an Act Relating to Savings and Loan Associations.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION 1. Section 407-42, Hawaii Revised Statutes, is amended to read as follows:

“Sec. 407-42 ‘Branch,’ ‘agency’ defined; powers, termination; appeals.

A branch office is a legally established place of business of the association, other than the home office or any agency, authorized by the board of directors and approved by the bank examiner, at which payments on accounts and loan payments may be accepted and applications for loans may be received and in those instances allowed by this section, be approved, and at which pass books and share or investment certificates may be issued and loans, books and share or investment certificates may be issued and loans, when properly approved, may be closed.

An agency of an association is the place of business, other than the home office or a branch office, at which an agent or agents of the association transact authorized business of the association. At any agency payments on accounts and loan payments may be received solely for transmission to the home office or a branch office of the association, but may not be accepted for or on behalf of the association. At any agency an agent or agents may, however, perform such other special duties as may be directed from time to time by the home office or a branch office. No agency shall be authorized, however, to issue pass books and share or investment certificates.

No loan may be approved at any agency of the association.

Any branch office of the association may approve loans authorized to be made pursuant to sections 407-83, 407-84, 407-85, 407-86 and 407-89 after approval of the board of directors or authorized committee. No other loans may be approved at any branch office but solely at the main office in the State after approval by the board of directors or authorized committee.

The bank examiner may revoke his approval of the maintenance of any branch office or agency by a written notice to the association fixing a reason-

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able time after which the association shall cease to use and maintain its branch office or agency.

Any association aggrieved by any action of the bank examiner under sections 207-41 and 407-42 may appeal to a board, consisting of the director of regulatory agencies, comptroller, and director of taxation by filing with the comptroller a notice of appeal.”

SECTION 2. Statutory material to be repealed is bracketed. New material is underscored. In printing this Act, the revisor of statutes need not include the brackets, the bracketed material, or the underscoring.*

SECTION 3. This Act shall take effect upon its approval.

(Approved May 22, 1973.)

*Edited accordingly.