

ACT 60

S.B. NO. 454

A Bill for an Act Relating to Banking.

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

SECTION 1. Chapter 403, Hawaii Revised Statutes, is amended by adding a new section to be appropriately designated and to read as follows:

"Sec. 403- Branch bank at University of Hawaii Manoa Campus; procedure. (a) In addition to the branch banks permitted by section 403-53, the director may issue a certificate as herein provided permitting the organization and maintenance of one branch bank on the Manoa Campus of the University of Hawaii.

(b) The director shall adopt rules pursuant to chapter 91 establishing forms and procedures for competitive bidding by banks to obtain the certificate authorized by this section.

(c) The certificate shall be issued to the petitioner that has been approved by the director pursuant to section 403-55.

SECTION 2. Section 403-53, Hawaii Revised Statutes, is amended to read as follows:

"Sec. 403-53 Branch banks. No bank or any officer or director, agent, or employee thereof, shall open or maintain any branch in the State or receive deposits or pay checks other than at its principal place of business or its established branches or such subsidiary collection offices as the director of regulatory agencies may approve, except as hereinafter authorized; provided that this section shall not apply to branch banks existent on July 1, 1931, and authorized to do business in the State; and provided further that nothing in this section shall authorize any bank to change the location of any branch bank except as authorized by the procedure hereinafter outlined for opening of branch banks.

Except as provided in section 403- , no bank shall be permitted to open or maintain in the district of Honolulu, in addition to the main office of the bank more than four branch banks (whether designated as branch banks or collection offices) within each of the zones described.

Zone I: extending from the western side of Nuuanu Avenue to the western limits of the district of Honolulu;

Zone II: extending from the eastern limits of Zone I to a line beginning at the sea and running along Kapahulu Avenue to the intersection of Kapahulu Avenue and Waialae Road, and thence following easterly on Waialae Road to St. Louis Drive, and thence along St. Louis Drive to Dole Street extension to the boundary between Manoa Valley and Palolo Valley, and thence along the boundary to the Koolau range;

Zone III: extending from the eastern limits of Zone II to the eastern limits of the district of Honolulu.

SECTION 3. 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 4. This Act shall take effect upon its approval.

(Approved May 7, 1977.)

*Edited accordingly.