Bill No.: HB0060 **Effective Date:** 7/1/2015

LSO No.: 15LSO-0094

Enrolled Act No.: HEA 22

Chapter No.: 22

Prime Sponsor: Joint Minerals, Business & Economic Development Interim Committee

Catch Title: Trust company amendments.

Subject: Procedures for the dissolution or rehabilitation of a trust company.

Summary/Major Elements of the Act:

- Provides procedures for the judicial dissolution or rehabilitation of a trust company;
- Provides for the appointment of the Banking Commissioner as a receiver of an insolvent or unsafe trust company;
- Provides powers of the Banking Commissioner when acting as a receiver;
- Provides conditions to determine when a trust company is insolvent or operating in an unsafe manner;
- Requires trust companies to post surety bonds and other collateral with the Banking Commissioner in the event of the company entering receivership;
- Provides for the voluntary dissolution or reorganization of a trust company;
- Authorizes trust companies to form as limited liability companies (currently trust companies can form only as corporations).