

R.S. 17:12B-27

LEGISLATIVE FACT SHEET

ON

N.J.R.S. 17:12B-27 (*S & L merger - Branches*)
(*1966* Amendment)

LAWS OF *1966*

CHAPTER *229*

~~SENATE~~

ASSEMBLY *288*

INTRODUCED *Feb. 7, 1966*

BY *Tanzman, Hyland, Miller*

STATEMENT

YES

NO

AMENDED DURING PASSAGE

YES

NO

HEARING

VETO

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7-22-68 L3/RSL

dishonesty or breach of trust. This bill is somewhat similar in content and effect as a Federal statute (64 U. S. Code Annotated 873) relating to banks which are

SENATE, No. 292

STATE OF NEW JERSEY

INTRODUCED MARCH 23, 1966

By Senator RIDOLFI

Referred to Committee on Business Affairs

AN ACT to supplement article 5 of the "Savings and Loan Act (1963)," approved August 30, 1963 (P. L. 1963, c. 144).

1 BE IT ENACTED *by the Senate and General Assembly of the State of New*
2 *Jersey:*

1 1. Except with the written consent of the commissioner, no person who
2 has been convicted, or who is hereafter convicted, of any crime involving dis-
3 honesty or a breach of trust, shall thereafter serve as an officer, director or
4 employee of an association; provided, however, the pendency of an appeal
5 from said conviction shall stay the operation of the prohibition until the ap-
6 peal is decided or dismissed.

1 2. For each willful violation of this prohibition, the association shall be
2 liable to a penalty of not more than \$100.00 a day, for each day this prohibi-
3 tion is violated.

1 3. This act shall take effect immediately.

STATEMENT

There is presently no provision in the "Savings and Loan Act (1963)" for the disqualification of the specified persons for conviction of crimes involving dishonesty or breach of trust. This bill is somewhat similar in content and effect as a Federal statute (64 U. S. Code Annotated 873) relating to banks which are

members of the Federal Deposit Insurance Corporation and which permits such disqualification of officers, directors or employees of such banks, unless the Federal Deposit Insurance Corporation agrees in writing to permit their continuation in office or employment. Similar discretionary power is placed in the Commissioner of Banking and Insurance by this bill.