

Calendar No. 58

105TH CONGRESS
1ST SESSION**H. R. 1306**

IN THE SENATE OF THE UNITED STATES

MAY 21, 1997

Received and read the first time

MAY 22, 1997

Read the second time and placed on the calendar

AN ACT

To amend the Federal Deposit Insurance Act to clarify the applicability of host State laws to any branch in such State of an out-of-State bank.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Riegle-Neal Clarifica-
5 tion Act of 1997”.

6 **SEC. 2. INTERSTATE BRANCHING.**

7 Subsection 24(j) of the Federal Deposit Insurance
8 Act (12 U.S.C. 1831a(j)) is amended to read as follows:

1 “(j) ACTIVITIES OF BRANCHES OF OUT-OF-STATE
2 BANKS.—

3 “(1) APPLICATION OF HOST STATE LAW.—The
4 laws of a host State, including laws regarding com-
5 munity reinvestment, consumer protection, fair lend-
6 ing, and establishment of intrastate branches, shall
7 apply to any branch in the host State of an out-of-
8 State State bank to the same extent as such State
9 laws apply to a branch in the host State of an out-
10 of-State national bank. To the extent host State law
11 is inapplicable to a branch of an out-of-State State
12 bank in such host State pursuant to the preceding
13 sentence, home State law shall apply to such branch.

14 “(2) ACTIVITIES OF BRANCHES.—An insured
15 State bank that establishes a branch in a host State
16 may conduct any activity at such branch that is per-
17 missible under the laws of the home State of such
18 bank, to the extent such activity is permissible either
19 for a bank chartered by the host State (subject to
20 the restrictions in this section) or for a branch in
21 the host State of an out-of-State national bank.

22 “(3) COORDINATION WITH SECTION 44.—No
23 provision of this subsection shall be construed as af-
24 fecting the applicability of any State law of any

1 home State under subsection (b), (c), or (d) of sec-
2 tion 44.

3 “(4) DEFINITIONS.—The terms ‘host State’,
4 ‘home State’, and ‘out-of-State bank’ have the same
5 meanings as in section 44(f).”.

Passed the House of Representatives May 21, 1997.

Attest:

ROBIN H. CARLE,

Clerk.

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