

1 State of Arkansas
2 79th General Assembly
3 Regular Session, 1993
4 By: Representative George

A Bill

ACT 154 OF 1993
HOUSE BILL 1170

For An Act To Be Entitled

8 "AN ACT TO AMEND ARKANSAS CODE 23-32-224 TO ELIMINATE THE
9 REQUIREMENT THAT BANK DIRECTORS MUST OWN STOCK IN THE
10 BANK; AND FOR OTHER PURPOSES."

Subtitle

13 "TO ELIMINATE THE REQUIREMENT THAT BANK
14 DIRECTORS MUST OWN STOCK IN THE BANK."

16 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

18 SECTION 1. Arkansas Code 23-32-224 is amended to read as follows:

19 "§23-32-224. Board of directors.

20 (a)(1) The affairs of any incorporated bank organized under the laws of this state shall
21 be managed and controlled by a board of directors of not less than three (3), who shall be
22 selected from stockholders either of the bank or of its bank holding company, as defined in §
23 23-32-303 at such times and in such manner as may be provided by its bylaws.

24 (2) The initial board of directors may be elected by the incorporators, the
25 privilege of cumulative voting to have no application to the election of the initial board.

26 (b) Any vacancy in the board of directors of any bank or trust company shall be filled by
27 appointment by the remaining directors, and any director qualified as other directors and so
28 appointed shall hold his place until the election and qualification of his successor.

29 (c) Unless the articles of agreement, or an amendment thereto, shall provide to the
30 contrary, the directors shall have exclusive power to promulgate, amend, or repeal bylaws of
31 the bank."

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33 SECTION 2. All provisions of this act of a general and permanent nature are
34 amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code Revision
35 Commission shall incorporate the same in the Code.

