

As Engrossed: 2/16/95

1 **State of Arkansas**
2 **80th General Assembly**
3 **Regular Session, 1995**
4 **By: Representative Maddox**

A Bill

ACT 400 OF 1995
HOUSE BILL 1340

For An Act To Be Entitled

8 "AN ACT TO AMEND ARKANSAS CODE 23-32-701(b)(14)(B)(ii) TO
9 AUTHORIZE ANY ARKANSAS FINANCIAL INSTITUTION LOCATED IN A
10 TOWN HAVING A POPULATION OF LESS THAN 2,500 TO ACQUIRE,
11 PURCHASE OR CONSTRUCT A DWELLING FOR USE AS THE RESIDENCE
12 OF THE CHIEF EXECUTIVE OFFICER OF THE FINANCIAL
13 INSTITUTION, AS PART OF THE OFFICER_S COMPENSATION; AND
14 FOR OTHER PURPOSES."

Subtitle

17 "TO AUTHORIZE ACQUISITION OF A DWELLING
18 FOR THE RESIDENCE OF CHIEF EXECUTIVE
19 OFFICER OF FINANCIAL INSTITUTIONS IN
20 TOWNS HAVING POPULATION LESS THAN
21 2,500."

22
23 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

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25 SECTION 1. Arkansas Code 23-32-701(b)(14)(B)(ii) is amended to read as
26 follows:

27 "(ii) State banks, bank holding companies organized under the laws of
28 this state, and subsidiaries of those banks or bank holding companies, may not
29 engage in business as real estate salesmen or brokers. However, if a financial
30 institution cited above acquires real estate through foreclosure or in lieu of
31 foreclosure of debts previously contracted in the due course of business,
32 including single family lots and single family residences consisting of one
33 (1) through four (4) family units, it shall have the ability to develop and
34 dispose of the real estate. If the financial institution is located in a town
35 with a population of less than 2,500 people, according to the latest federal
36 decennial census, the financial institution may acquire, purchase or construct

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1 a dwelling for use as the residence of the financial institution_s chief
2 executive officer, as part of his or her compensation. *The expenditure for*
3 *the dwelling shall not exceed one hundred thousand dollars (\$100,000)."*
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5 SECTION 2. All provisions of this act of a general and permanent nature
6 are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code
7 Revision Commission shall incorporate the same in the Code.
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9 SECTION 3. If any provision of this act or the application thereof to
10 any person or circumstance is held invalid, such invalidity shall not affect
11 other provisions or applications of the act which can be given effect without
12 the invalid provision or application, and to this end the provisions of this
13 act are declared to be severable.
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15 SECTION 4. All laws and parts of laws in conflict with this act are
16 hereby repealed.

17 /s/Rep. Maddox
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19 APPROVED: 2-21-95
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