

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

# A Bill

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."

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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  
29 not engage in business as real estate salesmen or brokers. However, if a  
30 financial institution cited above acquires real estate through foreclosure or  
31 in lieu of foreclosure of debts previously contracted in the due course of  
32 business, including single family lots and single family residences  
33 consisting of one (1) through four (4) family units, it shall have the  
34 ability to develop and dispose of the real estate. If the financial  
35 institution is located in a town with a population of less than 2,500 people,

1 according to the latest federal decennial census, the financial institution  
2 may acquire, purchase or construct a dwelling for use as the residence of the  
3 financial institution's chief executive officer, as part of his or her  
4 compensation. *The expenditure for the dwelling shall not exceed one hundred*  
5 *thousand dollars (\$100,000)."*

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

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11 SECTION 3. If any provision of this act or the application thereof to  
12 any person or circumstance is held invalid, such invalidity shall not affect  
13 other provisions or applications of the act which can be given effect without  
14 the invalid provision or application, and to this end the provisions of this  
15 act are declared to be severable.

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17 SECTION 4. All laws and parts of laws in conflict with this act are  
18 hereby repealed.

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*/s/Rep. Maddox*

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