

State Corporation Commission 2009 Fiscal Impact Statement

1. Bill Number: HB1964

House of Origin ☐ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☒ Enrolled

2. Patron: Saxman

3. Committee: Passed Both Houses

4. Title: **Banking institutions; reclassification or conversion of shares.**

5. Summary: Banking institutions; reclassification or conversion of shares. Authorizes a bank, savings institution, bank holding company, savings and loan holding company, or multiple or diversified savings and loan holding company organized as a stock corporation to reclassify or convert a portion of its issued and outstanding shares of common stock into a class or series of preferred stock for the purpose of ceasing to be, or avoiding the status of, an institution that is required to file periodic reports under provisions of the Securities Exchange Act of 1934, if authorized by its articles of incorporation and the reclassified or converted shares continue to be part of the equity capital of the corporation. Such a reclassification or conversion is exempt from appraisal rights provisions of the Stock Corporation Act if the institution's directors recommend the approval, the shareholders approve the amendment, all shares are reclassified or converted on the same terms, and articles of amendment are filed.

6. Fiscal Impact Estimates: None on the State Corporation Commission

7. Budget Amendment Necessary: No.

8. Fiscal Implications: None on the State Corporation Commission

9. Specific Agency or Political Subdivisions Affected:

10. Technical Amendment Necessary: No.

11. Other Comments: Senate Bill 884 appears to be a duplicate.

Date: 2/23/09 E.J. Face, Jr.

cc: Secretary of Commerce and Trade