



General Assembly

January Session, 2021

Raised Bill No. 6453

LCO No. 3192



Referred to Committee on BANKING

Introduced by:

(BA)

AN ACT REQUIRING THE BANKING COMMISSIONER TO CONSIDER THE PERFORMANCE OF CERTAIN BANKS UNDER THE COMMUNITY REINVESTMENT ACT BEFORE APPROVING THE ESTABLISHMENT OF CERTAIN LOAN PRODUCTION OFFICES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (o) of section 36a-145 of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective October*
3 *1, 2021*):

4 (o) (1) With the approval of the commissioner, a Connecticut bank
5 may establish a loan production office in or outside this state. The
6 commissioner shall not approve the establishment of a loan production
7 office under this subdivision unless the commissioner has considered
8 the Connecticut bank's record of compliance with the requirements of
9 the Community Reinvestment Act of 1977, 12 USC 2901 et seq., as
10 amended from time to time, and overall Community Reinvestment Act
11 rating.

12 (2) A Connecticut bank that proposes to close any loan production
13 office shall submit to the commissioner a notice of the proposed closing

14 not later than thirty days prior to the date proposed for such closing.
15 The notice shall include a detailed statement of the reasons for the
16 decision to close the loan production office and the statistical and other
17 information in support of such reasons. After receipt of the notice, the
18 commissioner may require the Connecticut bank to submit any
19 additional information. The Connecticut bank shall provide notice of the
20 proposed closing to its customers by posting a notice in a conspicuous
21 manner on the premises of such loan production office for at least a
22 thirty-day period ending on the date proposed for such closing.

23 Sec. 2. Subsection (d) of section 36a-412 of the general statutes is
24 repealed and the following is substituted in lieu thereof (*Effective October*
25 *1, 2021*):

26 (d) With the approval of the commissioner, any out-of-state bank,
27 other than a foreign bank, may establish a loan production office in this
28 state. The commissioner shall not approve the establishment of a loan
29 production office under this subsection unless the commissioner has
30 considered the out-of-state bank's record of compliance with the
31 requirements of the Community Reinvestment Act of 1977, 12 USC 2901
32 et seq., as amended from time to time, and overall Community
33 Reinvestment Act rating.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>October 1, 2021</i>	36a-145(o)
Sec. 2	<i>October 1, 2021</i>	36a-412(d)

Statement of Purpose:

To require the Banking Commissioner to consider certain banks' compliance with the Community Reinvestment Act of 1977, and overall Community Reinvestment Act rating prior to approving the establishment of certain loan production offices.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]