

CHAPTER 710

(House Bill 1583)

AN ACT concerning

Commercial Banks - Minimum Capital Requirements

FOR the purpose of altering the minimum capital requirements for a certified commercial bank if the institution is not in the business of accepting deposits or retaining funds in a deposit account.

BY repealing and reenacting, with amendments,

Article - Financial Institutions
Section 3-209(a)(2)
Annotated Code of Maryland
(1980 Volume and 1983 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Financial Institutions

3-209.

(a) (2) A commercial bank shall have required capital stock that equals at least:

(i) ~~\$75,000~~ \$750,000, if it is in a municipal area with not more than 50,000 inhabitants; [and]

(ii) \$1.5 million, if it is in a municipal area with more than 50,000 inhabitants; AND

~~(iii) -- THE -- LOWEST -- MINIMUM -- AMOUNT -- OF -- CAPITAL REQUIRED UNDER THIS SECTION, NOTWITHSTANDING THE -- MUNICIPAL -- AREA IN -- WHICH -- THE -- COMMERCIAL BANK IS LOCATED AND IF IT IS NOT IN THE BUSINESS OF ACCEPTING DEPOSITS OR RETAINING FUNDS -- IN -- A -- DEPOSIT ACCOUNT AS DEFINED IN § 5-509 OF THIS ARTICLE.~~

(III) NOTWITHSTANDING THE MUNICIPAL AREA IN WHICH THE COMMERCIAL BANK IS LOCATED, THE LOWEST MINIMUM AMOUNT OF CAPITAL REQUIRED UNDER THIS SUBSECTION, IF THE BANK IS NOT IN THE BUSINESS OF ACCEPTING DEPOSITS OR RETAINING FUNDS IN A DEPOSIT ACCOUNT AS DEFINED IN § 5-509 OF THIS ARTICLE.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1984.

Approved May 29, 1984.