

Depository Institutions – Compliance Review Committees

FOR the purpose of providing that certain information obtained by certain persons in reviewing depository institutions is privileged under certain circumstances; providing ~~an exception~~ certain exceptions; defining certain terms; providing for the applicability of this Act; providing for the construction of this Act; and generally relating to the disclosure and use of certain information obtained in connection with reviews of depository institutions.

BY adding to

Article – Financial Institutions

Section 1-205

Annotated Code of Maryland

(1992 Replacement Volume and 1992 Supplement)

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

Article – Financial Institutions

1-205.

(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.

(2) “DEPOSITORY INSTITUTION” MEANS A STATE-CHARTERED OR FEDERALLY CHARTERED FINANCIAL INSTITUTION LOCATED IN THIS STATE THAT IS AUTHORIZED TO MAINTAIN DEPOSIT OR SHARE ACCOUNTS.

(3) “COMPLIANCE REVIEW COMMITTEE” MEANS:

(I) AN AUDIT, LOAN; REVIEW, OR COMPLIANCE COMMITTEE APPOINTED BY THE BOARD OF DIRECTORS OF A DEPOSITORY INSTITUTION; OR

(II) ANY OTHER PERSON TO THE EXTENT THE PERSON ACTS IN AN INVESTIGATORY CAPACITY AT THE DIRECTION OF A COMPLIANCE REVIEW COMMITTEE.

(4) “COMPLIANCE REVIEW DOCUMENTS” MEANS DOCUMENTS PREPARED FOR OR CREATED BY A COMPLIANCE REVIEW COMMITTEE.

(5) “LOAN REVIEW COMMITTEE” MEANS A PERSON OR GROUP OF PERSONS WHO, ON BEHALF OF A DEPOSITORY INSTITUTION, REVIEWS LOANS HELD BY THE INSTITUTION FOR THE PURPOSE OF ASSESSING THE CREDIT QUALITY OF THE LOANS, COMPLIANCE WITH THE INSTITUTION’S LOAN POLICIES, AND COMPLIANCE WITH APPLICABLE LAWS AND REGULATIONS.

(4) ~~(5)~~ (6) “PERSON” MEANS AN INDIVIDUAL, GROUP OF INDIVIDUALS, BOARD, COMMITTEE, PARTNERSHIP, FIRM, ASSOCIATION, CORPORATION, OR OTHER ENTITY.