IN THE SENATE OF THE UNITED STATES

JANUARY 31 (legislative day, January 10), 1952

Mr. Frear (by request) introduced the following bill; which was read twice and referred to the Committee on Banking and Currency

APRIL 10, 1952
Reported by Mr. Frear, without amendment

A BILL

To amend the Home Owners' Loan Act of 1933, as amended.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

That subsection (e) of section 5 of the Home Owners' Loan Act of 1933, as amended, is hereby amended by inserting "(1)" after "(e)" and by adding the following paragraph at the end thereof:

"(2) An association may retain or establish and operate a branch or branches under the following conditions:

(A) An association may retain and operate such branch or branches as it may have in operation on the effective date of this paragraph, the establishment and operation of which had been approved by the Home Loan Bank Board."
"(B) If, after the effective date of this paragraph, a State savings and loan association is converted into or consolidated with a Federal savings and loan association, or if two or more Federal savings and loan associations are consolidated, such converted or consolidated association may, with respect to any of the associations, retain and operate any of their branches which are in lawful operation on the date of such conversion or consolidation.

"(C) An association may, with the approval of the Home Loan Bank Board, establish and operate new branches within the State in which the home office of such association is situated, if such establishment and operation are at the time expressly authorized to State savings and loan associations or mutual savings banks by the law of the State in question, or, in the absence of any such law, if such establishment and operation are at the time in conformity with the practice within the State with respect to branches of State savings and loan associations or mutual savings banks, except that no approval of the State authority having supervision over State savings and loan associations or mutual savings banks shall be required, and such new branches shall be subject to the same restrictions as to number and location imposed by the law of the State or the practice within the State with respect to branches of State savings and loan associations or mutual savings banks. No branch of any Fed-
eral savings and loan association shall be established outside the State in which its home office is located. The Home Loan Bank Board shall, before approving or disapproving an application of a Federal savings and loan association to establish and operate a branch, give consideration to the same requirements as are set forth in this subsection with respect to the granting of charters of Federal savings and loan associations.

"(D) No branch of any Federal savings and loan association shall be established or moved from one location to another without the prior consent and approval of the Home Loan Bank Board.

"(E) The term 'branch' as used in this subsection shall be held to include any branch savings and loan association, branch office, branch agency, additional office, or any branch place of business located in any State or Territory of the United States or in the District of Columbia at which shares are issued, sold, withdrawn, repaid or repurchased, or money is lent, or dues or dividends are paid or credited, or any other savings and loan business is carried on.

"(F) The words 'State savings and loan association' or 'State savings and loan associations', as used in this subsection, shall be held to include savings and loan associations, building and loan associations, cooperative banks, and homestead associations organized and operated according to the
1. laws of the State, District, or Territory in which they are
2. chartered or organized.”