

DEPOSITORY INSTITUTIONS INSURANCE POWERS

1998 GENERAL SESSION

STATE OF UTAH

Sponsor: John L. Valentine

AN ACT RELATING TO DEPOSITORY INSTITUTIONS; PERMITTING DEPOSITORY INSTITUTIONS TO ENGAGE IN INSURANCE ACTIVITIES; AND PROVIDING A COORDINATION CLAUSE.

This act affects sections of Utah Code Annotated 1953 as follows:

ENACTS:

7-1-901, Utah Code Annotated 1953

Be it enacted by the Legislature of the state of Utah:

Section 1. Section **7-1-901** is enacted to read:

ARTICLE 9. DEPOSITORY INSTITUTION INSURANCE POWERS

7-1-901. Authorized insurance activities of depository institutions.

(1) A depository institution authorized to do business in this state under this title may directly, or indirectly through a subsidiary or affiliate, engage in the following insurance activities:

(a) engage in the insurance business as defined under Section 31A-1-301 except as may be limited by federal law;

(b) act as an insurance agent, broker, or consultant as defined under Section 31A-23-102;

or

(c) engage in insurance adjusting as defined in Section 31A-26-102.

(2) A depository institution, subsidiary, or affiliate, that engages in insurance activities authorized under Subsection (1) shall be subject to Title 31A, Insurance Code.

Section 2. **Coordination clause.**

If this bill and 4th Substitute S.B. 76, Insurance Law Changes, both pass, it is the intent of the Legislature that Subsection 7-1-901(1)(b) be amended so that the reference to Section 31A-23-102 be changed to Section 31A-1-301.