

**Senator Curtis S. Bramble** proposes the following substitute bill:

**FINANCIAL INSTITUTIONS AMENDMENTS**

2023 GENERAL SESSION

STATE OF UTAH

**Chief Sponsor: Curtis S. Bramble**

House Sponsor: \_\_\_\_\_

**LONG TITLE**

**General Description:**

This bill amends provisions related to transactions involving banks.

**Highlighted Provisions:**

This bill:

▶ permits a state-chartered bank to sell to another Federal Deposit Insurance

Corporation insured financial institution; and

▶ defines terms.

**Money Appropriated in this Bill:**

None

**Other Special Clauses:**

None

**Utah Code Sections Affected:**

ENACTS:

**7-3-41**, Utah Code Annotated 1953

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

Section 1. Section **7-3-41** is enacted to read:

**7-3-41. Sale of bank.**



26 (1) As used in this section:

27 (a) "Business combination" means the same as that term is defined in Section  
28 16-10a-1802.

29 (b) "Surviving entity" means an entity into which one or more other entities are  
30 merged, whether the entity existed before the merger or is created by the merger.

31 (2) (a) Subject to Subsection (2)(b), a bank chartered under this chapter may, with the  
32 approval of the commissioner:

33 (i) enter into a business combination with another bank, savings bank, savings and loan  
34 association, or other entity; or

35 (ii) sell or transfer all, or substantially all, of the bank's assets, liabilities, and  
36 businesses to another bank, savings bank, savings and loan association, or other entity.

37 (b) The following shall be a financial institution insured by the Federal Deposit  
38 Insurance Corporation:

39 (i) the surviving entity of a business combination described in Subsection (2)(a)(i); or

40 (ii) the buyer or transferee of a transaction described in Subsection (2)(a)(ii).