

103^D CONGRESS
1ST SESSION

H. R. 3615

To amend the Federal Deposit Insurance Act to require Federal Deposit Insurance Corporation approval for conversions of insured banks from mutual form to stock form, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

NOVEMBER 22, 1993

Mr. GONZALEZ (for himself, Mr. NEAL of North Carolina, and Mr. LEACH) introduced the following bill; which was referred to the Committee on Banking, Finance and Urban Affairs

A BILL

To amend the Federal Deposit Insurance Act to require Federal Deposit Insurance Corporation approval for conversions of insured banks from mutual form to stock form, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Mutual Bank Conver-
5 sion Act”.

1 **SEC. 2. FDIC REGULATION OF MUTUAL BANK CONVER-**
2 **SIONS.**

3 (a) IN GENERAL.—Section 18 of the Federal Deposit
4 Insurance Act (12 U.S.C. 1828) is amended by adding at
5 the end the following new subsection:

6 “(q) MUTUAL BANK CONVERSIONS.—

7 “(1) APPROVAL REQUIRED.—No insured State
8 bank may convert from the mutual form to the stock
9 form on or after November 22, 1993, except in ac-
10 cordance with regulations which the Corporation
11 shall prescribe.

12 “(2) REGULATIONS.—The regulations pre-
13 scribed by the Corporation pursuant to paragraph
14 (1) shall be substantially similar to the regulations
15 prescribed by the Director of the Office of Thrift
16 Supervision under section 5(i)(2) of the Home Own-
17 ers’ Loan Act.”.

18 (b) EFFECTIVE DATE OF REGULATIONS.—The regu-
19 lations required to be prescribed by the Federal Deposit
20 Insurance Corporation pursuant to the amendment made
21 by subsection (a) shall take effect on or before the end
22 of the 90-day period beginning on the date of the enact-
23 ment of this Act.

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