

SESSION OF 2011

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2056

As Recommended by House Committee on
Financial Institutions

Brief*

HB 2056 would amend a provision in the Banking Code that outlines how the Bank Commissioner determines the amounts to assess banks and trust companies for examination and administrative expenses. (The assessments fund a portion of the activities of the Office.) The bill would require the Bank Commissioner to use the December 31 report submitted to the Federal Deposit Insurance Corporation, rather than the March 31 report as required by current law, as the basis for both determining assessments of the trust departments of banks and granting inactive status to a trust department that reports zero assets on its call report.

Background

A representative of the Office of the State Bank Commissioner testified in support of the bill at the House Committee hearing. The representative stated that changing the date from March 31 to December 31 would help ensure that the Office has the necessary information for all trust departments of banks as the agency recently determined that not all trust assets are accounted for in the March 31 call report. In general, the official continued, trust departments with less than \$250 million in fiduciary assets are required to submit trust asset information only on an annual basis, on the December 31 report. There was no other testimony on the bill at the Committee hearing.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>

The fiscal note prepared by the Division of the Budget indicates that passage of the bill would have no fiscal effect on the operations of the Office of the State Bank Commissioner, a fee-funded agency.