

Reciprocity for Kansas Trust Companies and Bank Trust Departments; HB 2110

HB 2110 amends a provision governing the ability of an out-of-state trust company or trust department of a bank to establish a branch facility in Kansas.

Law has prohibited such out-of-state entities from establishing or operating a trust facility in Kansas unless the laws of the state where the entity is located reciprocally authorize a Kansas-chartered trust company, trust department of a bank, corporation, or other such business entity (entity) to establish or operate a trust facility within that state. The out-of-state trust entity also must provide proof that its home state has reciprocity with Kansas.

The bill clarifies this prohibition by deleting the terms “reciprocally” and “reciprocity” and instead provides that the proof provided by the home state demonstrates the home state (of the out-of-state entity) authorizes a Kansas-chartered entity to establish or authorize a trust facility within that state.