

1 AN ACT

2 relating to location of certain financial institution branches.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

4 SECTION 1. Section 31.002(a), Finance Code, is amended by  
5 adding Subdivision (10-a) to read as follows:

6 (10-a) "Commercial activity" means an activity in which  
7 a bank holding company, financial holding company, national bank,  
8 or national bank financial subsidiary may not engage under United  
9 States law.

10 SECTION 2. Section 32.203, Finance Code, is amended by  
11 adding Subsection (c) to read as follows:

12 (c) A state bank may not establish or maintain a branch on  
13 the premises or property of an affiliate if the affiliate engages in  
14 a commercial activity.

15 SECTION 3. Section 92.063, Finance Code, is amended by  
16 adding Subsection (d) to read as follows:

17 (d) A savings bank may not establish or maintain a branch on  
18 the premises or property of an affiliate if the affiliate engages in  
19 commercial activities not permitted for a state savings bank or  
20 subsidiary of a state savings bank.

21 SECTION 4. Section 203.002, Finance Code, is amended by  
22 adding Subsection (d) to read as follows:

23 (d) A depository institution may not establish or maintain a  
24 branch in this state on the premises or property of an affiliate if

1 the affiliate engages in commercial activities, except as provided  
2 by Section 92.063(d).

3 SECTION 5. This Act takes effect immediately if it receives  
4 a vote of two-thirds of all the members elected to each house, as  
5 provided by Section 39, Article III, Texas Constitution. If this  
6 Act does not receive the vote necessary for immediate effect, this  
7 Act takes effect September 1, 2007.

David Dewhurst

President of the Senate

Jim Caddick

Speaker of the House

I certify that H.B. No. 944 was passed by the House on March 22, 2007, by the following vote: Yeas 145, Nays 0, 1 present, not voting.

Robert Nancy  
Chief Clerk of the House

I certify that H.B. No. 944 was passed by the Senate on May 10, 2007, by the following vote: Yeas 31, Nays 0.

Patsy Snow  
Secretary of the Senate

APPROVED: 25 MAY 07

Date

Rick Perry  
Governor

FILED IN THE OFFICE OF THE  
SECRETARY OF STATE  
10:00 PM O'CLOCK  
MAY 25 2007

Roger Whinnis