

2019 Regular Session

SENATE BILL NO. 150

BY SENATOR THOMPSON

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

BANKS/BANKING. Provides relative to the unauthorized use of certain financial terms.  
(gov sig)

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16

AN ACT

To enact R.S. 6:412(D), relative to the unauthorized use of certain terms as part of a name or title; to provide exceptions; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 6:412(D) is hereby enacted to read as follows:

§412. Unauthorized use of the word "bank" or similar words

\* \* \*

**D. Nothing in this Section shall be construed to prevent the use of the word "trust", "trustee", "trust company" or any word of similar import as part of a name or title in a context clearly not purporting to refer to engaging in a general trust, trustee, or trust company business.**

Section 2. This Act shall become effective upon signature by the governor or, if not signed by the governor, upon expiration of the time for bills to become law without signature by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If vetoed by the governor and subsequently approved by the legislature, this Act shall become effective on the day following such approval.

---

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Morgan B. Robertson.

---

DIGEST

SB 150 Engrossed

2019 Regular Session

Thompson

Present law prohibits any person other than a licensed financial institution from using the word "bank", "banker", "trust", "trustee", "trust company", or any other word of similar import as part of its name or title.

Present law provides limited exceptions.

Proposed law retains present law and further provides that present law shall not prevent the use of the word "trust", "trustee", "trust company" or any other word of similar import as part of a name or title in a context clearly not purporting to refer to engaging in a general trust, trustee, or trust company business.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Adds R.S. 6:412(D))