

*thousand nine hundred forty-one (Pamphlet Laws 586), nor to prevent the application thereof to cases governed thereby.*

Section 5. This act shall become effective immediately upon its final enactment.

Act effective immediately.

APPROVED—The 28th day of June, A. D. 1951.

JOHN S. FINE

No. 166

AN ACT

To further amend subsection E of section nine hundred eight of the act, approved the fifteenth day of May, one thousand nine hundred thirty-three (Pamphlet Laws 624), entitled, as amended "An act relating to the business of banking, and to the exercise of fiduciary powers by corporations; providing for the organization of corporations with fiduciary powers, and of banking corporations, with or without fiduciary powers, including the conversion of National banks into State banks, and for the licensing of private bankers and employes' mutual banking associations; defining the rights, powers, duties, liabilities, and immunities of such corporations, of existent corporations authorized to engage in a banking business, with or without fiduciary powers, of private bankers and employes' mutual banking associations, and of the officers, directors, trustees, shareholders, attorneys, and other employes of all such corporations, employes' mutual banking associations or private bankers, or of affiliated corporations, associations, or persons; restricting the exercise of banking powers by any other corporation, association, or person, and of fiduciary powers by any other corporation; conferring powers and imposing duties upon the courts, prothonotaries, recorders of deeds, and certain State departments, commissions, and officers; imposing penalties; and repealing certain acts and parts of acts," by further providing for the powers and limitations on powers of corporations authorized to engage in the banking business.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. Subsection E of section nine hundred eight of the act, approved the fifteenth day of May, one thousand nine hundred thirty-three (Pamphlet Laws 624), entitled, as amended "An act relating to the business of banking, and to the exercise of fiduciary powers by corporations; providing for the organization of corporations with fiduciary powers, and of banking corporations, with or without fiduciary powers, including the conversion of National banks into State banks, and for the licensing of private bankers and employes' mutual banking associations; defining the rights, powers, duties, liabilities, and immunities of such corporations, of existent corporations authorized to engage in a banking business, with or without fiduciary powers, of private bankers and employes' mutual

"Banking Code."

Subsection E of section 908, act of May 15, 1933, P. L. 624, as last amended by act of April 24, 1945, P. L. 234, further amended.

banking associations, and of the officers, directors, trustees, shareholders, attorneys, and other employes of all such corporations, employes' mutual banking associations or private bankers, or of affiliated corporations, associations, or persons; restricting the exercise of banking powers by any other corporation, association, or person, and of fiduciary powers by any other corporation; conferring powers and imposing duties upon the courts, prothonotaries, recorders of deeds, and certain State departments, commissions, and officers; imposing penalties; and repealing certain acts and parts of acts," as last amended by the act, approved the twenty-fourth day of April, one thousand nine hundred forty-five (Pamphlet Laws 284), is hereby further amended to read as follows:

Section 908. Reserve Fund Against Deposits and Demand Liabilities.—

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E. In the case of savings banks, the total of such reserve fund may, and at least one-third thereof shall, consist of gold bullion, gold coin, silver coin, United States gold or silver certificates, notes or bills, issued by any national banking association or Federal reserve bank, or any other form of currency of the United States, kept on hand at the place of business of the institution, unpledged, unassigned, and unhypothecated, or an actual net balance of moneys on deposit, subject to call without notice, in any reserve agent, as hereinbefore defined, or bonds or other obligations of the United States or of the Commonwealth of Pennsylvania [which shall mature in one year or less]: Provided, however, That the investment in such bonds or other obligations of the United States or of the Commonwealth of Pennsylvania shall not at any time exceed one-sixth of the total of the required reserve fund.

The balance of such reserve fund may consist of bonds or other interest-bearing obligations of the United States, the Commonwealth of Pennsylvania, or any political subdivision thereof. All bonds and other obligations, while being carried in the reserve fund, shall be computed at their current market value. They shall be the absolute property of the institution and shall not be pledged, assigned, or hypothecated in any manner whatsoever.

Section 2. This act shall become effective immediately upon its final enactment.

APPROVED—The 28th day of June, A. D. 1951.

JOHN S. FINE

Act effective  
immediately.