

2020 Regular Session

HOUSE BILL NO. 737

BY REPRESENTATIVE THOMAS

FINANCIAL INSTITUTIONS: Provides relative to offices of trust companies

1 AN ACT

2 To amend and reenact R.S. 6:572(3) and (4), relative to trust companies; to provide for  
3 definitions; to provide for authorization; to remove certain requirements; and to  
4 provide for related matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 6:572(3) and (4) are hereby amended and reenacted to read as  
7 follows:

8 §572. Definitions

9 As used in this Chapter:

10 \* \* \*

11 (3) "Trust office" means an office, other than the principal office, at which  
12 a trust company is ~~licensed by the commissioner~~ authorized to act as a fiduciary.

13 (4) "Trust representative office" means an office of an out-of-state trust  
14 company at which the company has been authorized ~~by the commissioner~~ to engage  
15 in a trust business other than acting as a fiduciary. At these offices, a trust company  
16 is permitted to market and solicit trust services and provide office and administrative  
17 support to their trust operations, but may not act as a fiduciary at these offices, or  
18 anywhere in this state. Any account originated at such office shall be governed by  
19 the laws of the state in which the trust company is domiciled.

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DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

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HB 737 Original

2020 Regular Session

Thomas

**Abstract:** Changes the definitions of "trust office" and "trust company".

Present law defines "trust office" as an office, other than the principal office, at which a trust company is licensed by the commissioner to act as a fiduciary.

Proposed law removes the requirement that the "trust office" be licensed to act as a fiduciary by the commissioner and instead only requires it to be authorized to act as a fiduciary.

Present law defines "trust representative office" as an office of an out-of-state trust company at which the company has been authorized by the commissioner to engage in a trust business other than acting as a fiduciary.

Proposed law removes the requirement that the "trust representative office" be authorized by the commissioner to engage in a trust business, and instead only requires it to be authorized to engage in a trust business.

(Amends R.S. 6:572(3) and (4))