

OFFICE OF LEGISLATIVE RESEARCH
PUBLIC ACT SUMMARY



PA 25-104—sSB 1256

Banking Committee

**AN ACT CONCERNING THE ORGANIZATION, ADMINISTRATION
AND RECEIVERSHIP OF CERTAIN FINANCIAL INSTITUTIONS**

SUMMARY: This act makes several changes that affect the applications and operations of different types of Connecticut-chartered or -organized financial institutions. Specifically, it:

1. increases from \$15,000 to \$20,000 the application fee to organize a Connecticut bank (by law, assessment of this fee explicitly includes applications for conditional preliminary approval of an expedited bank, but not the organization of an interim Connecticut bank) (§ 1);
2. increases, from \$1 million to \$1.5 million, the minimum amount of deposit assets that trust banks and innovation banks must keep (§ 2);
3. exempts innovation banks from one of several existing (a) factors for assessing whether an application to organize a Connecticut bank serves the public interest (i.e. the population of the area to be served) and (b) considerations for approving a Connecticut bank's main office relocation (i.e. the public's convenience and need for the proposed relocation) (§§ 2 & 3);
4. decreases, from 30 to 15 days, the deadline for submitting written objections to a proposed name change of a capital stock Connecticut bank, mutual savings bank, or mutual savings and loan association after its application to do so is published (§ 4); and
5. requires receivers, when liquidating an innovation bank, to consider the innovation bank's credit conditions instead of the credit conditions in the innovation bank's locality (§ 5).

The act also makes conforming and technical changes, including removing obsolete language.

EFFECTIVE DATE: July 1, 2025