

KANSAS OFFICE *of*  
**REVISOR *of* STATUTES**

LEGISLATURE *of* THE STATE *of* KANSAS  
*Legislative Attorneys transforming ideas into legislation.*

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**MEMORANDUM**

To: Chairman Kelly and members of the House Committee on Financial Institutions and Rural Development

From: Office of Revisor of Statutes

Date: March 15, 2021

Subject: **SB 178 - Providing for trust company charter conversions.**

Senate Bill No. 178 amends provisions of the state banking code relating to organization and supervision of banks and trust companies by adding language allowing any national bank, federal savings association or federal savings bank to convert to a state trust company and vice versa. Under current law banks have the ability to convert from state to national charters and from national to state charters.

The bill also prohibits any person who has been convicted of any felony or any crime involving dishonesty or a breach of trust from serving as a director, officer or employee of a state bank or state trust company. Under current law the prohibition only applies to banks.

The bill becomes effective upon publication in the statute book.

The Senate Committee on Financial Institutions and Insurance amended the bill by adding language requiring the name selected for the state trust company be different or substantially dissimilar from any other trust company doing business in the state.

The Senate passed the bill 39-0 on March 3, 2021.