

Act Number	Session	Bill Number	Total Number of Committee Pages	Total Number of House Pages	Total Number of Senate Pages
PA 71-255		6170	1	1	2
<u>Committee Pages:</u> <ul style="list-style-type: none"> • <i>Banking 445</i> 				<u>House Pages:</u> <ul style="list-style-type: none"> • <i>2130(consent)</i> 	<u>Senate Pages:</u> <ul style="list-style-type: none"> • <i>1714-1715</i>

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**CONNECTICUT
GENERAL ASSEMBLY
HOUSE**

**PROCEEDINGS
1971**

**VOL. 14
PART 5
1968-2502**

Wednesday, May 5, 1971

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Now, Mr. Speaker, I move acceptance of the Joint Committee's favorable reports and passage of the bills on the Consent Calendar which are Calendar No. 606, Substitute for House Bill 6813 - An Act Amending the Charter of Pomperaug Valley Water District, File No. 598.

Calendar 641, House Bill No. 6170 - An Act Concerning Ninety Per Cent Loans of Savings and Loan Associations, File 590.

Calendar 645, House Bill No. 8608 - An Act Concerning Legal Proceedings Involving Municipal Planning Commissions, File 606.

Calendar 649, House Bill No. 8824 - An Act Concerning the Manufacture of Bombs, File 602.

Calendar 657, Substitute for Senate Bill No. 0043 - An Act Concerning Service of Process on Nonresidents and Foreign Partnerships, File 499.

Calendar 658, Senate Bill No. 0060 - An Act Concerning Clarifying the Meaning of the Statute Providing a Municipality Must Act Within Six Months After Voting to Acquire Land to Condemn Same for Municipal Purposes, File 468.

Calendar No. 660, Senate Bill No. 0469 - An Act Concerning Reports by Small Loan Licensees to the Bank Commissioner, File 469.

Calendar 662, Senate Bill No. 0534 - An Act Concerning the Closing of a Bank Office in a College or University Building When the Educational Institution is Not in Regular Session, File No. 431.

Calendar 663, Senate Bill No. 0580 - An Act Concerning the

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**CONNECTICUT
GENERAL ASSEMBLY**

SENATE

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SENATOR JACKSON:

I certainly do move acceptance of the joint committee's favorable report and passage of the bill.

THE CHAIR:

Thank you Senator. The question is on passage of the bill. Will you remark further? If not all those in favor of passage signify by saying aye. Opposed nay. The ayes have it. The bill is passed.

THE CLERK:

Cal. 599, File 590 Favorable report joint standing committee on Banks and regulated Activities on H.B. 6170 An Act Concerning Ninety Per Cent Loans of Savings and Loan Associations.

THE CHAIR:

Senator Buckley.

SENATOR BUCKLEY:

Mr. President, I move acceptance and passage.

THE CHAIR:"

Will you remark?

SENATOR BUCKLEY:

The bill affects the rights of Savings and Loans to give mortgages and that it increases the distance mile wise from their bank from which they may lend, 25 to 50. It increases the amount of loans that they may make 25 thousand to 30 thousand.

THE CHAIR:

The question is on passage. Will you remark further? If

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not all those in favor of passage signify by saying aye. AYE.
Opposed nay. The ayes have it. The bill is passed.

THE CLERK:

Cal. No. 600, File 869 Favorable report of the joint
standing committee on Environment on Substitute H.B. 6699 An Act
to Ban High Phosphate Detergents.

THE CHAIR:

Senator Pac.

SENATOR PAC:

Mr. President, I move acceptance of the joint committee's
favorable report and passage of the bill as amended by House
Amend. Sch. A.

THE CHAIR:

Will you remark?

SENATOR PAC:

One of the great problems of our day is the premature
aging of our still water. This is a condition that's known as
putrefication. And it takes place when nutrients in the form of
detergents, fertilizers, human waste discharge into our lakes.
All through our streams via the sewage route into our lakes.
This causes an excessive growth of plant life in these lakes.
They in turn wither away and die, decay causing, using up and
consuming all the oxygen. At this point the lake becomes un-
inhabitable insofar as aquatic life is concerned. And unfit for
human use as far as recreation purposes. This bill would restrict

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WEDNESDAY

BANKS AND REGULATED ACTIVITIES

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closed. Thank you all for coming.

Other material

My name is Charles Bruno. I am President of the Danbury Savings and Loan Association and a member of the Legislative Committee of the Savings and Loan League of Conn. The position of the Savings and Loan League of Conn. is one in support of Bill 8394. Enactment of Bill 8394 will provide still another vehicle for the proper servicing of primarily existing customers of our institution. We anticipate the 90-day payment provision in this bill will enable us to better accommodate our construction loan customers. For example, presently, many of our borrowers find themselves in a cash bind prior to receiving their first installment on a construction loan. Heretofore, we have been able to advance them funds on an installment loan basis and then at the time of the first construction advance the borrower from the proceeds of the first advance would eliminate the balance of the installment loan. However, in the interim, it was necessary for the borrower to make monthly installment payments. This creates a hardship on the borrower by causing additional unnecessary operational expenses on behalf of the institution. These expenses are ultimately passed on to the borrower, by necessity, in the form of higher interest charges. This does not mean additional income for the institution, however, it does create additional expense to the borrower. Favorable action on Bill 8394 would eliminate this inconvenience and expense to our customers.

The Savings and Loan Associations of Conn. are in favor of HB 6170 - An act concerning 90% loans of savings and loan associations. This bill will permit state chartered associations to approach parity with both mutual savings banks and federally chartered savings and loan associations. Under the existing state and federal regulations, savings banks are permitted to make 90% loans not in excess of \$35,000 and federally chartered savings and loan associations are permitted to make 90% loans not in excess of \$36,000. In view of the cost of today's housing, the present \$25,000 limitation imposed on state chartered savings and loan associations is impractical. Favorable action on this bill will prove beneficial to the housing industry in Conn. and will permit savings and loan associations to better serve the borrowing members, particularly the younger families who have difficulty in saving a sufficient amount for a down payment on a home.