

As Reported by the House Financial Institutions Committee

124th General Assembly

Regular Session

2001-2002

H. B. No. 509

REPRESENTATIVES Womer Benjamin, Blasdel, Salerno, Allen, Schmidt

A B I L L

To enact section 1111.15 of the Revised Code to allow
a trust company, under certain circumstances, to
purchase products or services through or from the
trust company or an affiliate or from a syndicate
or selling group that includes the trust company or
an affiliate.

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BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That section 1111.15 of the Revised Code be
enacted to read as follows:

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Sec. 1111.15. (A) A trust company acting in any fiduciary
capacity, including, but not limited to, the capacities described
in section 1111.11 of the Revised Code, may purchase any service
or product, including, but not limited to, insurance or securities
underwritten or otherwise distributed by the trust company or by
an affiliate, through or directly from the trust company or an
affiliate or from a syndicate or selling group that includes the
trust company or an affiliate, provided that the purchase is
otherwise prudent under sections 1339.52 to 1339.61 of the Revised
Code and the compensation for the service or product is reasonable
and is not prohibited by the instrument governing the fiduciary
relationship. The compensation for the service or product may be

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in addition to the compensation that the trust company is 21
otherwise entitled to receive from the fiduciary account. 22

(B) A trust company shall disclose at least annually any 23
purchase authorized by this section that was made by the trust 24
company during that reporting period. The disclosure shall be 25
given, in writing or electronically, to all persons entitled to 26
receive statements of account activity, and shall include any 27
capacities in which the trust company or an affiliate acts for the 28
issuer of the securities or the provider of the products or 29
services and the fact that the trust company or an affiliate may 30
have an interest in the products or services. 31

(C) This section shall apply to the purchase of securities 32
made at the time of the initial offering of the securities or at 33
any time thereafter. 34