Chapter 17 - OFFICER BORROWING

Section 8-140 states that, as of the effective date of this statute, November 18, 1965, provides if any officer of a state bank borrows from another bank or is at that time indebted to another bank or later becomes indebted to another bank, such officer shall make a written report of the indebtedness to the board of directors of the bank of which he is an officer. If the officer at the time of hire is presently indebted to another bank, the report shall be made immediately. If the officer later borrows from or becomes indebted to another bank, the report shall be made at the next regularly scheduled board meeting after such time as the borrowing or indebtedness is consummated.

Credit card indebtedness through a financial institution is a borrowing under the statute. While reporting each transaction would fulfill the requirements, a simple statement of ownership of a credit card, the maximum limit, the issuing institution, and the date of acquisition is adequate. The officer is required to report to the board any future increases or decreases in the credit limit.