

CLERK: 26 ayes, 0 nays to cease debate, Mr. President.

PRESIDENT: Debate has ceased. Senator Schmit, would you like to close on your...

SENATOR SCHMIT: I have no closing, Mr. President. We are voting on the second half of the amendment?

PRESIDENT: That is correct. Ladies and gentlemen, the question is the adoption of the second half of the amendment which is number two, three and four. All those in favor vote aye, opposed nay. Record, Mr. Clerk, please.

CLERK: 29 ayes, 0 nays, Mr. President, on adoption of Senator Schmit's amendment.

PRESIDENT: Sections two, three, and four of the Schmit amendment are adopted. Now we will move back to section one. Senator Landis.

SENATOR LANDIS: Mr. Speaker, members of the Legislature, I heard Senator Schmit's speech and he was talking about the necessity of having strength in our financial communities. I swear I want that to be true as well. We have had two theories on how to get strength in our financial institutions. One of them is to compile them into large powerful entities capable of sharing in the national marketplace. That is one theory, and, frankly, we have allowed that to happen with interstate banking and with bank holding companies. But at the same time, it has had to tug with another theory on how you have strong financial banking interests, and that is to allow a marketplace that permits the smaller banks to succeed, do well, and service customers with their direct relationship. In the past, we have balanced those two. That is why we have capped our bank holding company because we have never thrown either one of those theories out. Now Senator Schmit made an argument there should be strength in these institutions and, frankly, I have suggested to Senator Schmit this. With respect to section one, I would support the very first part of this amendment, the 13 percent in January 1, 1991. Why? That represents \$200 million of additional deposits. The argument is, should a major bank holding company take over Occidental, let's talk these things, let's say these things out loud on the floor, let's talk to each other. If you buy Occidental, and it is a big, big institution,