

STATEMENT OF PURPOSE

RS25963

This bill updates and modernizes internal governance provisions of the Idaho Credit Union Act. The legislation updates the requirements for annual credit union membership meetings in order to allow greater access for members, as well as providing for updated voting mechanisms with new technology. The updates also outline reasoning and procedures for holding special membership meetings. The governance updates also include provisions outlining the size, qualifications, and fiduciary responsibilities of a credit union's board of directors as well as updates for meeting requirements and locations, election procedures, terms, and vacancies for a credit union board of directors. Additional updates include the basic powers and duties of a board or directors and what duties may not be delegated to other committees, officers or employees. The legislation also provides a reorganization of a credit union supervisory committee, while also providing minor additions to the stated powers of the supervisory committee, including requiring biennial member account verification and credit union oversight. Provisions outline the bond requirements that each credit union is required to carry in order to insure against risk, which must be reviewed by the board of directors annually.

FISCAL NOTE

There will be no fiscal impact to the General Fund associated with this proposed legislation. JOINT RULE 18: The provisions of this proposed legislation specifically relate to corporate governance of state-chartered credit unions and will require no additional resources of the Idaho Department of Finance and will not increase or decrease the Department of Finance's revenues.

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DISCLAIMER: This statement of purpose and fiscal note are a mere attachment to this bill and prepared by a proponent of the bill. It is neither intended as an expression of legislative intent nor intended for any use outside of the legislative process, including judicial review (Joint Rule 18).