

HB 2426 STAFF MEASURE SUMMARY

Carrier: Rep. Boshart Davis

House Committee On Business and Labor

Action Date: 02/04/19

Action: Do Pass.

Vote: 10-0-1-0

Yeas: 10 - Barker, Barreto, Boles, Bonham, Boshart Davis, Bynum, Doherty, Evans, Fahey, Holvey

Exc: 1 - Clem

Fiscal: No fiscal impact

Revenue: No revenue impact

Prepared By: Jan Nordlund, LPRO Analyst

Meeting Dates: 1/28, 2/4

WHAT THE MEASURE DOES:

Updates Oregon Credit Union Act. Allows credit unions to establish in bylaws the terms of officers. Provides state credit unions with same powers available to federal credit unions as of January 1, 2019, without approval of Department of Consumer and Business Services. Removes requirement that bylaws provide location of certain meetings.

ISSUES DISCUSSED:

- Biennial effort to update Oregon Credit Union Act

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Credit unions are not-for-profit financial cooperatives that return benefits to their members in the form of lower fees, higher interest rates on savings and checking accounts, and lower interest rates on loans. Credit union members elect directors and officials who establish the operational policies of the institution. Credit unions can have either a federal or state charter.

House Bill 2426 modifies the Oregon Credit Union Act affecting terms of officers, exercise of powers granted to federal credit unions, and meeting location requirements.