

HB 2426 STAFF MEASURE SUMMARY

House Committee On Business and Labor

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Meeting Dates: 1/28

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 state location annual meetings and special meetings of members are to be held. Removes requirement that certificate of merger include location location of meeting where members approved merger plan.

REVENUE: May have revenue impact, but statement not yet issued.

FISCAL: May have fiscal impact, but statement not yet issued.

ISSUES DISCUSSED:

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. 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.