

SECOND REGULAR SESSION

[TRULY AGREED TO AND FINALLY PASSED]

HOUSE BILL NO. 1721

98TH GENERAL ASSEMBLY

4934H.02T

2016

AN ACT

To repeal section 370.230, RSMo, and to enact in lieu thereof one new section relating to credit union supervisory committees.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Section 370.230, RSMo, is repealed and one new section enacted in lieu thereof, to be known as section 370.230, to read as follows:

370.230. 1. The supervisory committee shall make, or cause to be made, an examination of the affairs of the credit union, at least annually, including its books and accounts, and shall make, or cause to be made, a [direct] verification of members' share and loan accounts [at least every two years with a reasonable statistical sampling of members accounts being made in alternate years] **in the same manner and with the same frequency as required by federal law for federal credit unions**, and shall review the acts of the board of directors, credit committee and officers, any or all of whom the supervisory committee may suspend at any time by a majority vote.

2. Within seven days after such suspension, the supervisory committee shall cause notice to be given the members of a special meeting to take action on such suspension, the call for the meeting to indicate clearly its purpose.

3. By a majority vote the committee may call a meeting of the members to consider any violation of this chapter or of the bylaws, or any practice of the credit union which, in the opinion of said committee, is unsafe and unauthorized.

4. During the fiscal year, the supervisory committee shall make or cause to be made a thorough audit of the receipts, disbursements, income, assets, and liabilities of the credit union,

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

17 and shall make a full report on such audit to the directors. In the event that a credit union has
18 over one million dollars in assets, an independent audit shall be required in lieu of the audit by
19 the supervisory committee, and a report on such audit shall be read at the annual meeting and
20 shall be filed and preserved with the records of the credit union.

21 5. The supervisory committee shall fill vacancies in their own number until the next
22 annual meeting or, if the bylaws so provide, vacancies may be filled by appointment by the board
23 of directors.

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