

Credit Unions—Loan Approval Process and Annual Reporting; SB 113

SB 113 amends statutes governing the loan approval process and certain reporting requirements for credit unions.

The bill raises the threshold from \$20,000 to \$50,000 for loans, in aggregate, credit unions are authorized to make to directors, credit committee members, and supervisory committee members. Under existing law, loans exceeding this threshold must be approved by the credit committee or duly authorized loan officer and the Board of Directors. The bill also changes a requirement that loans made to these credit union representatives be reported to the Administrator semiannually, to require reporting on an annual basis.

Additionally, the bill adds credit managers to the list of credit union representatives authorized to approve loans. The bill also eliminates a lending and repayment provision for certain farm loans.