

LEGISLATURE OF NEBRASKA
ONE HUNDRED FIFTH LEGISLATURE
FIRST SESSION

LEGISLATIVE BILL 582

Introduced by McDonnell, 5.

Read first time January 18, 2017

Committee: Banking, Commerce and Insurance

- 1 A BILL FOR AN ACT relating to credit unions; to amend section 21-1743,
2 Reissue Revised Statutes of Nebraska; to authorize membership in a
3 credit union by geographic boundary; and to repeal the original
4 section.
5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 21-1743, Reissue Revised Statutes of Nebraska, is
2 amended to read:

3 21-1743 (1) The membership of a credit union shall consist of the
4 subscribers to the articles of association and such persons, societies,
5 associations, partnerships, and corporations as have been duly elected,
6 members who have subscribed for one or more shares, have paid for such
7 share or shares in whole or in part, have paid the entrance fee provided
8 in the bylaws, and have complied with such other requirements as the
9 articles of association and bylaws may specify. For purposes of obtaining
10 a loan and to vote at membership meetings, a member, to be in good
11 standing, must own at least one fully paid share. Credit union
12 organization shall be limited to groups of both large and small
13 membership having a common bond of occupation or association, including
14 religious, social, or educational groups, employees of a common employer,
15 persons within a defined geographic boundary, or members of a fraternal,
16 religious, labor, farm, or educational organization and the members of
17 the immediate families of such persons.

18 (2) A person having been duly admitted to membership, having
19 complied with the Credit Union Act, the articles of association, and the
20 bylaws, having paid the entrance fee, and having paid for at least one
21 share, shall retain full rights and privileges of membership for life
22 unless that membership is terminated by withdrawal or expulsion in the
23 manner provided by the act.

24 Sec. 2. Original section 21-1743, Reissue Revised Statutes of
25 Nebraska, is repealed.