118TH CONGRESS 1ST SESSION

### H.R.582

#### AN ACT

To amend the Federal Credit Union Act to modify the frequency of board of directors meetings, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

#### 1 SECTION 1. SHORT TITLE.

| 2  | This Act may be cited as the "Credit Union Board      |
|----|---|
| 3  | Modernization Act".                                   |
| 4  | SEC. 2. FREQUENCY OF BOARD OF DIRECTORS MEETINGS.     |
| 5  | Section 113 of the Federal Credit Union Act (12       |
| 6  | U.S.C. 1761b) is amended—                             |
| 7  | (1) by striking "monthly" each place such term        |
| 8  | appears;  |
| 9  | (2) in the matter preceding paragraph (1), by         |
| 10 | striking "The board of directors" and inserting the   |
| 11 | following:  |
| 12 | "(a) In General.—The board of directors";             |
| 13 | (3) in subsection (a) (as so designated), by          |
| 14 | striking "shall meet at least once a month and"; and  |
| 15 | (4) by adding at the end the following:               |
| 16 | "(b) Meetings.—The board of directors of a Federal    |
| 17 | credit union shall meet as follows:                   |
| 18 | "(1) With respect to a de novo Federal credit         |
| 19 | union, not less frequently than monthly during each   |
| 20 | of the first five years of the existence of such Fed- |
| 21 | eral credit union.                                    |
| 22 | "(2) Not less than six times annually, with at        |
| 23 | least one meeting held during each fiscal quarter,    |
| 24 | with respect to a Federal credit union—               |
| 25 | "(A) with composite rating of either 1 or             |
| 26 | 2 under the Uniform Financial Institutions            |

| 1  | Rating System (or an equivalent rating under a  |
|----|---|
| 2  | comparable rating system); and                  |
| 3  | "(B) with a capability of management rat-       |
| 4  | ing under such composite rating of either 1 or  |
| 5  | 2.  |
| 6  | "(3) Not less frequently than once a month,     |
| 7  | with respect to a Federal credit union—         |
| 8  | "(A) with composite rating of either 3, 4,      |
| 9  | or 5 under the Uniform Financial Institutions   |
| 10 | Rating System (or an equivalent rating under a  |
| 11 | comparable rating system); or                   |
| 12 | "(B) with a capability of management rat-       |
| 13 | ing under such composite rating of either 3, 4, |
| 14 | or 5.".   |
|    | Passed the House of Representatives January 30, |
|    | 2023.   |

Attest:

Clerk.

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