

118TH CONGRESS
1ST SESSION

H. R. 582

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

IN THE HOUSE OF REPRESENTATIVES

JANUARY 26, 2023

Mr. VARGAS (for himself and Mr. HUIZENGA) introduced the following bill; which was referred to the Committee on Financial Services

A BILL

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,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Credit Union Board
5 Modernization Act”.

6 **SEC. 2. FREQUENCY OF BOARD OF DIRECTORS MEETINGS.**

7 Section 113 of the Federal Credit Union Act (12
8 U.S.C. 1761b) is amended—

9 (1) by striking “monthly” each place such term
10 appears;

1 (2) in the matter preceding paragraph (1), by
2 striking “The board of directors” and inserting the
3 following:

4 “(a) IN GENERAL.—The board of directors”;

5 (3) in subsection (a) (as so designated), by
6 striking “shall meet at least once a month and”; and

7 (4) by adding at the end the following:

8 “(b) MEETINGS.—The board of directors of a Federal
9 credit union shall meet as follows:

10 “(1) With respect to a de novo Federal credit
11 union, not less frequently than monthly during each
12 of the first five years of the existence of such Fed-
13 eral credit union.

14 “(2) Not less than six times annually, with at
15 least one meeting held during each fiscal quarter,
16 with respect to a Federal credit union—

17 “(A) with composite rating of either 1 or
18 2 under the Uniform Financial Institutions
19 Rating System (or an equivalent rating under a
20 comparable rating system); and

21 “(B) with a capability of management rat-
22 ing under such composite rating of either 1 or
23 2.

24 “(3) Not less frequently than once a month,
25 with respect to a Federal credit union—

1 “(A) with composite rating of either 3, 4,
2 or 5 under the Uniform Financial Institutions
3 Rating System (or an equivalent rating under a
4 comparable rating system); or

5 “(B) with a capability of management rat-
6 ing under such composite rating of either 3, 4,
7 or 5.”.

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