

unique issues and problems. As democratic, member-owned entities, credit unions need to involve members in any debate over changes in charters and insurance, and members need to be fully informed of the purpose and potential risks in such conversions.

The "Federal Credit Union Services Expansion Act" provides a blueprint of the initial steps needed to address these questions. First, the bill amends several sections of the 1998 Act to remove impediments to voluntary mergers among credit unions and conversions to community charters. In the later case, the bill would require the National Credit Union Administration to establish standards under which a credit union, such as a company-based credit union with members in a distant production facility, would be able to retain those members as part of a conversion to a community charter.

The bill would create new opportunities for expanding credit union membership and services to students to counter the growing abuse of college and high school students by credit card companies and other providers of high cost banking services. It would exempt student groups from the statutory 3,000-member limitation on new group additions to permit expansion of existing credit union services to college campuses, high schools and entire school districts, with the requirement that the credit union must also provide needed financial education and counseling services.

The bill would enable credit unions to respond to the growing need for basic services among individuals who lack traditional banking relationships and are being targeted by high cost check cashing and bill payment services. It would permit a credit union to provide needed check cashing and wire transfer services to non-members. This can provide an important marketing tool to potential members who may have distrusted traditional banking relationships in the past and are unaware of the services credit unions offer.

The bill also responds to the growing interest among credit unions in expanding small business lending services to members. Growing numbers of credit unions with active business lending programs are being restrained by the loan volume cap, equal to 12.25 percent of credit union net worth, that the Senate imposed as part of the 1998 legislation. My bill would permit additional business lending up to approximately 17 percent of credit union net worth. In addition, it would remove a long-time impediment in Small Business Administration regulations that has prevented credit union participation in the SBA's guaranteed small business loan program. SBA and other guaranteed loans are currently exempted from the statutory business loan limitation. In combination, these changes would provide ample room for most credit unions to substantially expand business lending services to their members.

The 1998 Act included an important provision originally authored by our colleague from Texas, Mr. Frost, that permitted an exception from the geographic limitations in the Act on new member group recruitment for potential members and groups who reside within areas determined to be financially underserved by the Treasury Department under criteria established for the Community Development Financial Institutions program. Unfortunately, an error in the statute limited this exception only to multiple group credit unions, excluding eligibility by single group, community and commu-

nity development credit unions. The bill would correct this oversight and expand this important exception to greater numbers of credit unions. It would also expand the statute's definition of underserved areas to include areas with a significant need for affordable credit and banking services as evidenced by a documented concentration of payday lenders, money transfer and other high-cost fringe lenders. The change would permit credit unions to compete directly with fringe lenders who attempt to take advantage of vulnerable consumers.

The bill includes a number of important provisions to address potential problems in credit union conversions. It would raise substantially the minimum level of member participation in votes to convert a credit union to a mutual thrift institution or to transfer a credit union's deposits from federal share insurance. These are significant changes with serious consequences for members that require that members be fully informed and encouraged to participate in any conversion process. The bill also includes changes to provide earlier notice to NCUA regarding a credit union's intent to convert to a mutual thrift or to private insurance. And it proposes new conflict of interest protections to assure that a credit union officers and directors not attempt to persuade members to approve a conversion in which they receive any form of financial benefit.

Finally, the bill attempts to preserve the integrity and attractiveness of the federal credit union charter in response to State efforts to encourage conversions with escalating promises of new powers and reduced regulation. It would prohibit a state chartered insured credit union from including any person or organization within its membership that is not a permissible member for a federal credit union, or to engage in any activity, or exercise any asset power, that is not authorized for a federal credit union. It would authorize NCUA to provide exceptions on a case-by-case basis, provided that the exempted activity meets federal standards for safe and sound operation and is fully consistent with the mission and purpose of Federal credit unions.

Mr. Speaker, I offer this legislation in the hope that my House and Senate colleagues would consider it as a starting point for a broader credit union bill next session. Just as the legislation I introduced in 1997 became the framework for the 1998 Credit Union Membership Access Act, I would hope that introducing this bill will encourage action on new credit union legislation next year.

TRIBUTE TO SARAH AND HANNAH  
WALSH

**HON. SCOTT McINNIS**

OF COLORADO

IN THE HOUSE OF REPRESENTATIVES

*Thursday, October 10, 2002*

Mr. McINNIS. Mr. Speaker, it is with great enthusiasm that I recognize Sarah and Hannah Walsh of Grand Junction, Colorado for their outstanding performance this year with the Grand Junction High School Softball Team. Sarah and Hannah are the great-great nieces of the legendary White Sox pitcher "Big Ed" Walsh. Today, the legacy of "Big Ed" Walsh's abilities have been passed to a new generation within the Walsh family, and I

would like to pay tribute to Sarah and Hannah for their accomplishments as part of a rich and historic tradition.

"Big Ed" Walsh was born in Plains, Pennsylvania in 1881 and began his professional baseball career in 1904. He is considered one of the game's greatest pitchers and was inducted into the Baseball Hall of Fame in Cooperstown, New York in 1946. In fact, Mr. Walsh still holds the Major League record for the most games won by a pitcher in a single season—40 games in 1908. He also had two seasons where he pitched more than 400 innings, and won two World Series games. His career record was 195–126 and he is credited with having the lowest all-time career major league ERA (1.82).

Today, Sarah and Hannah are experiencing the same success on the baseball diamond as their uncle did almost one century ago. Currently, they are both starting players for the Grand Junction Tigers High School Softball Team. Sarah is a senior this year and plays first base, while her sister Hannah, a freshman, is currently playing right field and is the leadoff hitter for the Tigers. Together, they have helped the Tigers to a 9–1 season in the Southwestern League as well as a co-Southwestern League Championship.

Mr. Speaker, it is with great satisfaction that I recognize Sarah and Hannah Walsh before this body of Congress and this nation for their outstanding participation in the enduring legacy of our nation's pastime. I commend them for their outstanding performance and wish the Tigers the best of luck as they set their sights on the state championship.

IN MEMORIAM—DOUGLASS LORY  
WARREN—FEBRUARY 18, 1950–  
JULY 21, 2002

**HON. CHRISTOPHER COX**

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

*Thursday, October 10, 2002*

Mr. COX. Mr. Speaker, I rise to commemorate the life of my classmate and friend, Douglass Lory Warren, whose passions in life earned him the moniker "Renaissance Man" among his many admirers. He died Sunday, July 21, 2002, at Beth Israel Deaconess Hospital, of non-Hodgkins lymphoma, at the age of 52.

This Saturday, October 12, 2002, his friends and family will gather for a memorial service at the Memorial Chapel on the campus of Doug's beloved Harvard University. His classmates, business associates, neighbors, and many others whose lives he touched will share remembrances, anecdotes, and even photos for inclusion in a "Book of Doug" that will serve as a lasting reminder of this extraordinary individual.

Doug was born in Memphis, TN. He graduated from St. Paul's School, Concord, NH, and received his BS and MBA from Harvard University. He was a member of The Hasty Pudding Theatricals and the Harvard Krokodiloes, and was president of The Harvard Independent. A resident of Hopkinton, he was a founder of the Hopkinton Education Foundation. At the time of his death, he was a partner with Tatum CFO Partners, LLP.

According to his brother Gregory, Douglass viewed the world with his heart rather than his