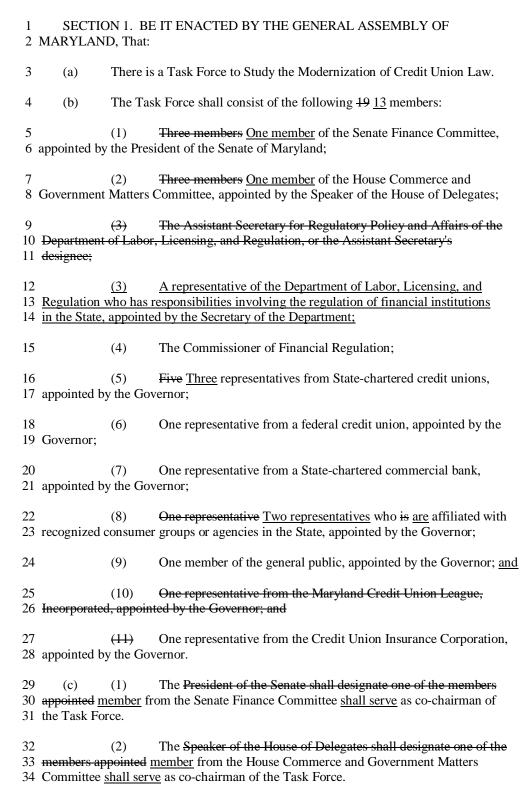
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By: Senator Astle Introduced and read first time: January 21, 1999 Assigned to: Finance	
Sena	nmittee Report: Favorable with amendments at action: Adopted d second time: March 5, 1999
	CHAPTER
1	AN ACT concerning
2 3	Financial Institutions - Task Force to Study Modernization of Credit Union Law
4 5 6 7 8 9	FOR the purpose of establishing a Task Force to Study the Modernization of Credit Union Law; specifying the composition, duties, and membership of the Task Force; providing for staff support for the Task Force; requiring the Task Force to make a report to the General Assembly by a certain date; providing for the termination of this Act; and generally relating to the Task Force to Study the Modernization of Credit Union Law.
10	Preamble
	WHEREAS, Residents of the State depend on both State-chartered and federally chartered credit unions and other financial institutions for necessary financial services; and
	WHEREAS, The federal government currently is engaged in evaluating and modernizing the laws that apply to federal credit unions and federally insured State-chartered credit unions; and
17 18	WHEREAS, The State is committed to the dual credit union system and to offering State charters for credit unions; and
19 20	WHEREAS, The State has not comprehensively reviewed or modernized its laws relating to credit unions since 1929; and
	WHEREAS, The citizens of the State will benefit from State-chartered credit unions that are competitive with federally chartered credit unions by having greater access to financial services; now, therefore,



- 1 (d) The Task Force shall be staffed by personnel from the Office of the 2 Commissioner of Financial Regulation.
- 3 (e) The Task Force shall complete a comprehensive study of all existing State 4 laws that affect the operation and powers of State-chartered credit unions in order to 5 modernize the State's credit union laws.
- 6 (f) In carrying out its duties, the Task Force shall identify, document, and 7 study:
- 8 (1) Federal law changes since 1934 that affect credit unions;
- 9 (2) The response to these federal law changes by other states; and
- 10 (3) Current State laws for chartering credit unions.
- 11 (g) In carrying out its duties, the Task Force may draw on any available
- 12 source of data that the Task Force considers useful, including federal, State, or local
- 13 governments, organizations that represent the financial services industry, or
- 14 financial institutions.
- 15 (h) (1) The Task Force shall issue a report to the General Assembly of its
- 16 findings and recommendations, including a draft revision of Title 6 of the Financial
- 17 Institutions Article of the Annotated Code of Maryland, to modernize the State credit
- 18 union law.
- 19 (2) The Task Force shall issue a final report on or before <del>December 1,</del> 20 1999 January 15, 2000.
- 21 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take
- 22 effect October July 1, 1999. It shall remain effective for a period of 1 year and, at the
- 23 end of June 30, 2000, with no further action required by the General Assembly, this
- 24 Act shall be abrogated and of no further force and effect.