

# HOUSE BILL 1223

I1, I2

0lr2447

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By: Delegates Taylor, Ali, Barnes, Carter, Conaway, Frush, Gutierrez, Haynes, Hixson, Levi, Oaks, Ramirez, Rice, Robinson, Stukes, Tarrant, and Vaughn

Introduced and read first time: February 18, 2010

Assigned to: Economic Matters

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Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 25, 2010

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## CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **Financial Institutions – Credit Unions – Member Business Loans – ~~Limitation~~**  
3 **~~on Aggregate Amount~~**

4 FOR the purpose of ~~establishing that the aggregate amount of member business loans~~  
5 ~~made by a credit union may not exceed a certain percentage of the total assets~~  
6 ~~of the credit union~~ authorizing a credit union to make member business loans in  
7 a total amount equal to an amount approved by a certain federal board in a  
8 certain manner; and generally relating to loans made by credit unions.

9 BY adding to  
10 Article – Financial Institutions  
11 Section 6–604.1  
12 Annotated Code of Maryland  
13 (2003 Replacement Volume and 2009 Supplement)

14 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF  
15 MARYLAND, That the Laws of Maryland read as follows:

16 **Article – Financial Institutions**

17 **6–604.1.**

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1       ~~THE AGGREGATE AMOUNT OF MEMBER BUSINESS LOANS MADE BY A~~  
 2 ~~CREDIT UNION MAY NOT EXCEED 25 PERCENT OF THE TOTAL ASSETS OF THE~~  
 3 ~~CREDIT UNION.~~

4       A CREDIT UNION MAY MAKE MEMBER BUSINESS LOANS IN A TOTAL  
 5 AMOUNT EQUAL TO AN AMOUNT APPROVED BY THE NATIONAL CREDIT UNION  
 6 ADMINISTRATION BOARD IN ACCORDANCE WITH 12 C.F.R. § 723.20.

7       SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
 8 June 1, 2010.

Approved:

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Governor.

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Speaker of the House of Delegates.

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President of the Senate.