

SENATE BILL NO. 2266

Introduced by

Senators Erbele, Larsen

Representatives Brandenburg, Hatlestad

1 A BILL for an Act to amend and reenact section 06-06-07 of the North Dakota Century Code,
2 relating to credit union membership.

3 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

4 **SECTION 1. AMENDMENT.** Section 06-06-07 of the North Dakota Century Code is
5 amended and reenacted as follows:

6 **6-06-07. Membership in credit union.**

7 1. The membership of a credit union consists of the incorporators and such other
8 persons as may be elected to membership. Each member shall subscribe to and pay
9 the initial installment on at least one share in the credit union and pay the entrance fee
10 as provided by the bylaws of the credit union. Organizations, incorporated or
11 otherwise, composed principally of the same general group as the credit union
12 membership may be members of the credit union.

13 2. Credit union membership is limited to one or more groups having a:

14 ~~a. A common bond of occupation or;~~

15 ~~b. A common bond of association or to groups; or~~

16 ~~c. A group~~ residing, working, or attending school within a geographic area that does
17 not extend beyond a ~~seventy-five-mile [120.70-kilometer]~~~~two-hundred-fifty-mile-~~
18 ~~[402.34-kilometer]~~one-hundred-twenty-five mile [201.17-kilometer] radius of the
19 home office of the credit union. Except as provided by this section, an office of a
20 credit union that has a field of membership defined by geography may not be
21 located more than ~~seventy-five~~one hundred twenty-five miles [120.70 kilometers]
22 [201.17 kilometers] from the credit union main office. The restrictions on location
23 and field of membership under this section do not apply to a credit union office
24 location or field of membership approved by the board before January 1,

1 ~~2005~~August 1, 2023. In the event of a merger between credit unions with different
2 geographic fields of membership, the surviving credit union may expand the field
3 of membership to include the geographic field of membership of the merged
4 credit union. After December 31, 2004, a credit union may not establish and
5 operate a new branch office that is outside the credit union's field of membership.
6 A branch office may not expand the geographic field of membership of a credit
7 union.

8 3. The board shall adopt a procedure through which all interested persons, including
9 banking institutions and credit unions, are afforded reasonable opportunity to submit
10 data, views, or arguments, orally or in writing; to obtain a hearing; and to intervene as
11 a party to a proceeding concerning a proposed application for a credit union to expand
12 the credit union's field of membership.

13 ~~4. Subject to authorization by the state credit union board, a state credit union may apply~~
14 ~~for the same field of membership as a federal credit union.~~