



Senate Fiscal Agency
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BILL  ANALYSIS

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Senate Bill 456 (Substitute S-1 as reported)
Senate Bill 460 (Substitute S-1 as reported)
Sponsor: Senator Coleman Young II
Committee: Families, Seniors, and Human Services

CONTENT

Senate Bill 456 (S-1) would amend the Savings Bank Act and Senate Bill 460 (S-1) would amend Public Act 41 of 1968 (which regulates credit union multiple-party accounts) to require a savings bank or a credit union to disclose all of the following information to each of the proposed account holders, in writing, if one or more people applied to establish a joint account:

- That each account holder would be the owner of the money in a joint account.
- That each joint account holder would have the authority to deposit or withdraw any or all of the money in a joint account.
- That if one of the owners of a joint account died, the other owners of the account would continue as the owners of that account and would continue to have access to the money in the account.

A savings bank or credit union could include the disclosure and acknowledgment in a separate document, or as part of another document the financial institution provided to or required from the account holders in connection with a joint account.

Senate Bill 460 (S-1) also would define "joint account" as a multiple-party account in the name of two or more individuals, each of whom has an undivided right to the entire balance.

Proposed MCL 487.3435 (S.B. 456)
Proposed MCL 490.64b (S.B. 460)

Legislative Analyst: Patrick Affholter

FISCAL IMPACT

The bills would have no fiscal impact on State or local government.

Date Completed: 10-27-11

Fiscal Analyst: Josh Sefton