

HOUSE BILL No. 5202

October 11, 2001, Introduced by Reps. Daniels, Jamnick, Quarles, Neumann, Hansen, McConico, Hale, DeWeese, Wojno, Woronchak, Ehardt, Vander Veen, Anderson, Waters, Clark, Garza, Thomas, Kolb, Stallworth, Scranton, Toy, Bradstreet, O'Neil, Hardman and Lemmons and referred to the Committee on Commerce.

A bill to amend 1925 PA 285, entitled

"An act to provide for the organization, operation, and supervision of credit unions; to provide for the conversion of a state credit union into a federal credit union or a credit union organized and supervised under the laws of any other state or territory of the United States or any other federally insured depository institution and for the conversion of a federal credit union or a credit union organized and supervised under the laws of any other state or territory of the United States or any other federally insured depository institution into a state credit union; and to provide for the merger of credit unions organized and supervised under the laws of this state, credit unions organized and supervised under the laws of any other state or territory of the United States, and federal credit unions,"

(MCL 490.1 to 490.31) by adding section 14a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 14A. IF A CREDIT UNION REQUIRES AS A CONDITION OF PRO-
2 VIDING A LOAN THAT THE BORROWER ESTABLISH AND DEPOSIT FUNDS INTO
3 AN ESCROW ACCOUNT MAINTAINED BY THE CREDIT UNION, THE CREDIT
4 UNION SHALL PAY THE SAME RATE OF INTEREST ON THE DEPOSITED FUNDS

1 AS THE CREDIT UNION PAYS ON ITS BASIC SAVINGS OR SHARE DEPOSIT
2 ACCOUNTS.