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(Original Signature of Member)

118TH CONGRESS  
1ST SESSION

# H. R.

To amend the Federal Credit Union Act to modify the frequency of board of directors meetings, and for other purposes.

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## IN THE HOUSE OF REPRESENTATIVES

Mr. VARGAS introduced the following bill; which was referred to the Committee on \_\_\_\_\_

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# A BILL

To amend the Federal Credit Union Act to modify the frequency of board of directors meetings, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Credit Union Board  
5 Modernization Act”.

6 **SEC. 2. FREQUENCY OF BOARD OF DIRECTORS MEETINGS.**

7 Section 113 of the Federal Credit Union Act (12  
8 U.S.C. 1761b) is amended—

1 (1) by striking “monthly” each place such term  
2 appears;

3 (2) in the matter preceding paragraph (1), by  
4 striking “The board of directors” and inserting the  
5 following:

6 “(a) IN GENERAL.—The board of directors”;

7 (3) in subsection (a) (as so designated), by  
8 striking “shall meet at least once a month and”; and

9 (4) by adding at the end the following:

10 “(b) MEETINGS.—The board of directors of a Federal  
11 credit union shall meet as follows:

12 “(1) With respect to a de novo Federal credit  
13 union, not less frequently than monthly during each  
14 of the first five years of the existence of such Fed-  
15 eral credit union.

16 “(2) Not less than six times annually, with at  
17 least one meeting held during each fiscal quarter,  
18 with respect to a Federal credit union—

19 “(A) with composite rating of either 1 or  
20 2 under the Uniform Financial Institutions  
21 Rating System (or an equivalent rating under a  
22 comparable rating system); and

23 “(B) with a capability of management rat-  
24 ing under such composite rating of either 1 or  
25 2.

1           “(3) Not less frequently than once a month,  
2           with respect to a Federal credit union—

3                   “(A) with composite rating of either 3, 4,  
4                   or 5 under the Uniform Financial Institutions  
5                   Rating System (or an equivalent rating under a  
6                   comparable rating system); or

7                   “(B) with a capability of management rat-  
8                   ing under such composite rating of either 3, 4,  
9                   or 5.”.