

January 22, 2018

The Honorable Jeff Longbine, Chairperson
Senate Committee on Financial Institutions and Insurance
Statehouse, Room 341-E
Topeka, Kansas 66612

Dear Senator Longbine:

SUBJECT: Fiscal Note for SB 292 by Senate Committee on Financial Institutions and Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning SB 292 is respectfully submitted to your committee.

SB 292 would allow the board of directors of a credit union to designate the president, general manager, or any other credit union employee to expel a member of a credit union for a member's abuse of member account privileges, a member's act or failure to act which causes a financial loss to the credit union, a member's failure to purchase shares and utilize loan or other services of the credit union, or a member's failure to comply with the credit union's adopted policy regarding expulsion.

The bill would remove the 30-day prior notice requirement before the expulsion of a member of a credit union and would remove a provision that allows the appeal of the expulsion to be voted on by the full credit union membership. The bill would allow an expelled member to be informed of the reason for expulsion and the member could appeal the expulsion to the board of directors by making a written request to the board of directors within 30 days of the expulsion.

The Department of Credit Unions indicates SB 292 would have no fiscal effect.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Jerel Wright, Credit Unions