

*W. Bond  
Stellman  
Zabner  
Morgan  
Halverson  
Husman  
Drew*

*Bill*  
*Killer*  
INTRODUCED BY *Manuel* *John Vincent* *Halverson*

*HB* BILL NO. *132*

*William*  
*Johnston*

*Astoria* *Bondman* *Hamm* *Country* *Bradley*  
*Engle* *Hindman*

A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND SECTION  
14-613, R.C.M. 1947, BY INCLUDING IN THE GENERAL POWERS OF A  
CREDIT UNION THE POWER TO PERMIT DRAFT WITHDRAWALS FROM  
MEMBER ACCOUNTS."

*Lynch*

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 14-613, R.C.M. 1947, is amended to  
read as follows:

"14-613. General powers. A credit union may:

- (1) make contracts as provided for in this act;
- (2) sue and be sued;
- (3) adopt and use a common seal and alter same;
- (4) acquire, lease, hold, and dispose of property,  
either in whole or in part, necessary or incidental to its  
operations;
- (5) at the discretion of the board of directors,  
require the payment of an entrance fee or annual membership  
fee, or both, of any person admitted to membership;
- (6) receive savings from its members in the form of  
shares or special purpose thrift accounts;
- (7) lend its funds to its members as hereinafter  
provided;

- (8) borrow from any source up to fifty-percent ~~(50%)~~
- of total assets, after deduction of the notes payable  
account;
- (9) discount and sell any eligible obligations,  
subject to rules and regulations prescribed by the director;
- (10) sell all or substantially all of its assets or  
purchase all or substantially all of the assets of another  
credit union, subject to the approval of the director;
- (11) invest surplus funds as provided in this act;
- (12) make deposits in legally chartered banks, savings  
banks, building and loan associations, savings and loan  
associations, trust companies and central type credit union  
organizations;
- (13) assess charges to members in accordance with the  
bylaws for failure to meet promptly their obligations to the  
credit union;
- (14) hold membership in other credit unions organized  
under this act or other acts, and in other associations and  
organizations composed of credit unions;
- (15) declare dividends and pay interest refunds to  
borrowers as provided in this act;
- (16) collect, receive, and disburse monies ~~monies~~ in  
connection with the sale of negotiable checks, money orders,  
and other money type instruments, and for such other  
purposes as may provide benefit or convenience to its

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1 ~~members, and charge a reasonable fee for such services, but~~  
2 ~~not including checking account services~~ permit draft  
3 withdrawals from member accounts; and charge a reasonable  
4 fee for such services; however, this clause does not permit  
5 a credit union to establish demand deposits (checking  
6 accounts) for its members;

7 (17) perform such tasks and missions as are requested  
8 by the federal government or this state or any agency or  
9 political subdivision thereof, when approved by the board of  
10 directors and not inconsistent with this act;

11 (18) contribute to, support, or participate in any  
12 nonprofit service facility whose services will benefit the  
13 credit union or its membership, subject to such regulations  
14 as are prescribed by the director;

15 (19) make donations or contributions to any civic,  
16 charitable, or community organizations as authorized by the  
17 board of directors, subject to regulations as are prescribed  
18 by the director; or

19 (20) purchase or make available insurance for its  
20 directors, officers, agents, employees, and members."

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