

1999 HOUSE INDUSTRY, BUSINESS AND LABOR

HB 1374

1999 HOUSE STANDING COMMITTEE MINUTES

BILL/RESOLUTION NO. HB 1374

House Industry, Business and Labor Committee

Conference Committee

Hearing Date 1-27-99

Tape Number	Side A	Side B	Meter #
2		x	880 - 1300
3	x		246 - 344
Committee Clerk Signature <i>Lisa Horner</i>			

Minutes: **HB 1374**

Rep. Nottestad introduced HB 1374 relating to credit union unsecured loan limits.

Galen De Bey, President/CEO of the ND Credit Union League and Affiliates, testified in support of HB 1374. (See written testimony)

Rep. Klein: Does this put you back in line with what the federal chartered credit does?

Galen De Bey: Yes.

David Christianson: testified in support of HB 1374.

Chairman Berg closed the hearing.

Tape 3, side A. Meter No. 246.

Chairman Berg opened the discussion of HB 1374.

Rep. Keiser: Can we drop the dollar amount or we will have this back here in the next session?

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House Industry, Business and Labor Committee

Bill/Resolution Number Hb 1374

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Chairman Berg My only concern with that is if we go ahead and do that, and then loose the bill

on the floor.

The hearing was closed.

1999 HOUSE STANDING COMMITTEE MINUTES

BILL/RESOLUTION NO. HB 1374 2-2-99

House Industry, Business and Labor

Conference Committee

Hearing Date 2-2-99

Tape Number	Side A	Side B	Meter #
1		x	22.7-24.0
Committee Clerk Signature <i>Risa Horner</i>			

Minutes:

Chairman Berg asked committee what they wished on HB 1374. Rep. Lemieux made a motion of DO PASS and Rep. Klein seconded the motion.

ROLL CALL VOTE: 15 YES and 0 NO with 0 ABSENT. Passed. Rep. Lemieux will carry the bill.

Date: 2-2-99
Roll Call Vote #: 1

1999 HOUSE STANDING COMMITTEE ROLL CALL VOTES
BILL/RESOLUTION NO. 1374

House Industry, Business and Labor Committee

Subcommittee on _____
or
 Conference Committee

Legislative Council Amendment Number _____

Action Taken do pass

Motion Made By Lemieux Seconded By Klein

Representatives	Yes	No	Representatives	Yes	No
Chair - Berg	/		Rep. Thorpe	/	
Vice Chair - Kempenich	/				
Rep. Brekke	/				
Rep. Eckstrom	/				
Rep. Froseth	/				
Rep. Glassheim	/				
Rep. Johnson	/				
Rep. Keiser	/				
Rep. Klein	/				
Rep. Koppang	/				
Rep. Lemieux	/				
Rep. Martinson	/				
Rep. Severson	/				
Rep. Stefonowicz	/				

Total (Yes) 15 No 0

Absent _____

Floor Assignment Lemieux

If the vote is on an amendment, briefly indicate intent:

REPORT OF STANDING COMMITTEE (410)
February 2, 1999 4:33 p.m.

Module No: HR-21-1721
Carrier: Lemieux
Insert LC: . Title: .

REPORT OF STANDING COMMITTEE

HB 1374: Industry, Business and Labor Committee (Rep. Berg, Chairman) recommends **DO PASS** (15 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). HB 1374 was placed on the Eleventh order on the calendar.

1999 SENATE INDUSTRY, BUSINESS AND LABOR

HB 1374

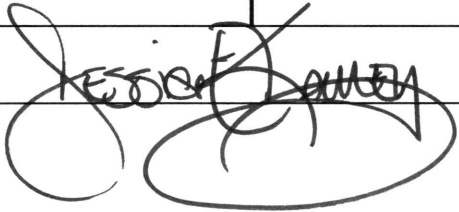
1999 SENATE STANDING COMMITTEE MINUTES

BILL/RESOLUTION NO. HB1374

Senate Industry, Business and Labor Committee

Conference Committee

Hearing Date March 8, 1999

Tape Number	Side A	Side B	Meter #
1	x		900-1200
Committee Clerk Signature 			

Minutes:

Senator Mutch opened the hearing on HB1374. All senators were present.

Representative Nottestad introduced the bill to the committee.

Tiffany Martin, North Dakota Credit Union League and affiliates, testified in support of HB1374. Her testimony is included. Senator Thompson asked her if there is currently anyone that is under the 1%. She told him that this should effect about 7 credit unions.

Senator Mutch closed the hearing on HB1374.

Senator Thompson motioned for a do pass. Senator Krebsbach seconded and it carried 7-0-0.

Senator Mathern will carry the bill.

SR414240

Date: 3/08
Roll Call Vote #: 1

1999 SENATE STANDING COMMITTEE ROLL CALL VOTES
~~HOUSE~~ BILL/RESOLUTION NO. 1374

Senate INDUSTRY, BUSINESS AND LABOR COMMITTEE Committee

Subcommittee on _____
or
 Conference Committee

Legislative Council Amendment Number _____

Action Taken DO PASS

Motion Made By THOMPSON Seconded By KREBSBACH

Senators	Yes	No	Senators	Yes	No
Senator Mutch	X				
Senator Sand	X				
Senator Krebsbach	X				
Senator Klein	X				
Senator Mathern	X				
Senator Heitkamp	X				
Senator Thompson	X				

Total (Yes) 7 No 0

Absent 0

Floor Assignment MATHERN

REPORT OF STANDING COMMITTEE (410)
March 8, 1999 1:41 p.m.

Module No: SR-41-4240
Carrier: D. Mathern
Insert LC: . Title: .

REPORT OF STANDING COMMITTEE

HB 1374: Industry, Business and Labor Committee (Sen. Mutch, Chairman) recommends **DO PASS** (7 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). HB 1374 was placed on the Fourteenth order on the calendar.

1999 TESTIMONY

HB 1374

TESTIMONY IN SUPPORT OF HB 1374
BY THE NORTH DAKOTA CREDIT UNION LEAGUE

By Galen De Bey, President/CEO

Chairman Berg and members of the House Industry Business and Labor Committee, I rise in support of HB 1374. My name is Galen De Bey, president/CEO of the North Dakota Credit Union League and Affiliates. Our organization represents 64 federal- and state-chartered credit unions statewide with a total of over 180,000 members.

This is a bill that simply increases the maximum unsecured loan limit credit unions can make to their members. The reason this change is being introduced is to allow state-chartered credit unions the same opportunity to make a \$50,000 unsecured loan as a federally-chartered credit union. We have submitted this bill to the Department of Banking and Financial Institutions for their review and understand they are not concerned about safety or soundness issues.

Actually, the most important part of this section of the law is not being changed. Note that the total of all unsecured loans to any one member cannot exceed one percent of assets or \$50,000, whichever is less. With one percent of assets limitation, this bill will not cause a safety and soundness concern, and the credit unions will determine the criteria with internal lending policy.

With out-of-state companies offering large balance unsecured limits to credit union members, along with the new technologies to transfer funds, state-chartered credit unions need the tools necessary to compete.

This is one of those tools, and we ask you to vote "Do Pass" on HB 1374.

**TESTIMONY IN SUPPORT OF HB 1374
BY THE NORTH DAKOTA CREDIT UNION LEAGUE**

Chairman Mutch and members of the Senate Industry, Business, and Labor Committee, I rise in support of HB 1374. My name is Tiffiany Martin and I represent the North Dakota Credit Union League and Affiliates. Our organization represents 64 federal- and state-chartered credit unions statewide with a total of over 180,000 members.

This is a bill that simply increases the maximum unsecured loan limit credit unions can make to their members. The reason this change is being introduced is to allow state-chartered credit unions the same opportunity to make a \$50,000 unsecured loan as a federally-chartered credit union. We have submitted this bill to the Department of Banking and Financial Institutions for their review and understand they are not concerned about safety or soundness issues.

Actually, the most important part of this section of the law is not being changed. Note that the total of all unsecured loans to any one member cannot exceed one percent of assets or \$50,000, whichever is less. With one percent of assets limitation, this bill will not cause a safety and soundness concern, and the credit unions will determine the criteria with internal lending policy.

With out-of-state companies offering large balance unsecured limits to credit union members, along with the new technologies to transfer funds, state-chartered credit unions need the tools necessary to compete.

This is one of those tools, and we ask you to vote "Do Pass" on HB 1374.