

RÉSUMÉ DIGEST

ACT 188 (SB 126)

2019 Regular Session

Price

Prior law provided procedures for banks relative to abandoned safety deposit boxes.

New law retains prior law and adds that federally insured credit unions shall follow the same procedures for abandoned safety deposit boxes.

Prior law provided that upon the death of a depositor who dies without a will, along with an affidavit establishing jurisdiction and relationship, a depository financial institution may transfer deposits to a surviving spouse or heirs, if the total aggregate amount on deposit is \$20,000 or less.

New law removes the \$20,000 cap on deposit and provides that payout shall not exceed \$20,000.

Prior law provided that members may, by a two-thirds vote of those present, expel any member from the corporation for cause.

Prior law provided that a member may withdraw from a credit union by filing a written notice of his intention.

New law retains prior law and further allows a credit union to expel a member for cause without a meeting of the members, pursuant to a written policy adopted by the board of directors.

New law defined cause as conduct by the offending member that caused a loss to the credit union, violated the membership agreement or any policy or procedure adopted by the board of directors, or exhibited inappropriate behavior such as physical or verbal abuse of other credit union members or staff.

New law provides that an expelled member has the right to file a written request of reconsideration.

Effective August 1, 2019.

(Amends R.S. 6:315.1(A) and 659; adds R.S. 6:659.2)