

MINUTES OF THE MEETING
OF THE STATE CREDIT UNION BOARD

March 18, 2003

First item in order of business: The Credit Union Board meeting was called to order at 10:00 a.m. pursuant to the agenda which was posted for public display prior to 10:00 a.m. on March 17, 2003. O. Dudley Gilbert, General Counsel, was designated by the Banking Commissioner to serve as chairman of the meeting in his absence. The meeting was held in the conference room of the Oklahoma State Banking Department, Oklahoma City, Oklahoma.

Second item: Roll call - the following members were present:

Floyd Atha
Richard Forshee
Steve Rasmussen
Les Rector

The Chairman declared a quorum present.

Also present from the Department: Terry Slagle, Credit Union Examiner; Kandace Natale, Credit Union Examiner; and Debbie Moore, Secretary.

Third item: Approval of the Minutes of the meeting held January 21, 2003.

Chairman Gilbert: Asked for any changes or additions to the minutes from the Board.

Member Atha: Made a motion to accept the minutes as written.

Member Rasmussen: Seconded the motion.

Minutes were approved as follows:

Member Atha: yes

Fourth item: Department Status

Examination Report

Bank examinations commencing during February 2003 include one Federal Reserve bank and four non-member banks. Also commenced were three cemetery examinations and one trust company.

Examinations already in process as of February 28, 2003 include six banks, one cemetery, and one trust company.

Two credit union examinations were in process during February. One was begun in February and one started during January.

The two credit union examiners, Kandace Natale and Terry Slagle, attended the NCUA State Regulators Regional Conference in Savannah, Georgia held March 10-12, 2003.

The Legislative Report

Since we met in January, House Bill 1522 was introduced by House Banking Committee Chairman, Mary Easley. It came out of committee and passed the House of Representatives on March 4, 2003 with a 99-0 vote. It provides for the self-funding of the Banking Department. It has been assigned to the Senate Finance Committee and will probably be heard within the next two weeks. If passed, the bill will benefit both banks and credit unions, as well as the Department. There is nothing in House Bill 1522 that amends the Credit Union Act. There are no other bills that we know of that affect the Credit Union Act. It appears that legislators are in favor of House Bill 1522 as long as it is revenue neutral for this fiscal year.

Richard Del Sesto, Oklahoma Credit Union League, reported that a bill has been introduced in the Legislature that makes it an offense for companies to use another company or corporation's name for purposes of solicitation. He referred to letters that make it appear that a solicitation is coming from a credit union when it is not. This type of advertising is often used to sell mortgage insurance.

Member Forshee moved to accept the amendment.

Member Atha seconded the motion.

Member Forshee: yes

Chairman Gilbert: yes

Member Atha: yes

Member Rector: yes

Member Rasmussen abstained from the vote.

Motion passed.

Sixth item: Consideration of the request by Federal Employees Credit Union to change its name to “Allegiance Credit Union” and to amend its bylaws and certificate of incorporation accordingly.

Chairman Gilbert reported that no names are currently being used in the community that resemble this name request. Lynette Leonard, President of Federal Employees Credit Union, replied that this name had not yet been reserved with the Secretary of State, as they needed to wait until the Credit Union Board approved the bylaw change.

A motion to approve the amendment was made by Member Rector.

The motion was seconded by Member Rasmussen.

Member Forshee: yes

Member Rasmussen: yes

Chairman Gilbert: yes

Member Atha: yes

Eighth Item: Adjournment

Member Rector moved to adjourn.

Member Rasmussen seconded the motion.

Member Forshee: yes

Member Rasmussen: yes

Chairman Gilbert: yes

Member Atha: yes

Member Rector: yes

The meeting was adjourned at 10:15 a.m.

Richard Forshee

Steve Rasmussen

O. Dudley Gilbert