

MINUTES OF THE MEETING
OF THE STATE CREDIT UNION BOARD

February 15, 2005

First item in order of business: Commissioner Thompson called the Credit Union Board meeting to order at 10:00 a.m. pursuant to the agenda which was posted for public display prior to 10:00 a.m. on February 14, 2005. 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:

Richard Forshee
Steve Rasmussen
Floyd Atha
Mick Thompson, Chairman

Les Rector was absent.

The Chairman declared a quorum present.

Also present from the Department: Dudley Gilbert, Legal Counsel and Debbie Moore, Secretary.

Chairman Thompson welcomed Representative Greg Piatt, Chairman of the House Banking and Finance Committee, to the meeting.

Third item: Approval of the Minutes of the special meeting held December 16, 2004.

Chairman Thompson: Asked for any revisions or additions to the minutes from the Board.

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

Member Rasmussen: Seconded the motion.

Minutes were approved as follows:

Richard Forshee - voted yes
Steve Rasmussen - voted yes
Floyd Atha - voted yes
Chairman Thompson - voted yes

Fourth item: Commissioner's Reports:

Department Status Report

Preliminary figures for the year show the Department to be \$273,733 under budget from last year. We will end the year with \$1,654,000 in reserve. Final figures will be available at the next board meeting.

Credit Union annual assessments and renewals brought in a total of \$533,491. Of that amount \$101,498 goes to the state general revenue fund. Total assets grew from \$2,653,000,000 to \$2,774,000,000.

Commissioner Thompson discussed the Department policy on state vehicles. Two cars are assigned to the Commissioner and Deputy Commissioner. Both cars are available to Department employees to use for agency business. The use of cars has been found to be more cost effective than having office personnel file mileage claims on use of their own vehicles. A logbook is kept for employees to sign out when using one of the state cars. Monthly forms are completed detailing mileage and making payment to the state on the cars assigned to the Commissioner and Deputy Commissioner. Since the Banking Department is self-funded, no taxpayer dollars are being used for Department cars.

The Banking Department requested an audit during the past year which, when completed, only suggested that the vehicle check-out log be more detailed and that we should keep a record of serial numbers on desktop computers. After the State Auditor reviewed the Department's state vehicle policy, it found that the Banking Department is in compliance with regulations relating to the use of state vehicles.

Legislative Report

The Department's Bill is HB 1234.

Senate Bill 946 has been introduced. It addresses loans to credit union members for which directors act as guarantor. The Department has not been advised of the reasons behind this bill's amendments.

Mark Kelly, Oklahoma Employees Credit Union: Said the Bill was intended to apply to credit union members applying for car loans which often are in excess of \$25,000.

Representative Greg Piatt: Mentioned a Bill by Sen. Rabon regarding storage fees on vehicles which could affect credit unions.

Fifth Item: Consideration of the request by Allegiance Credit Union to amend bylaws.

Dudley Gilbert: Said he had reviewed the request and all information was in order.

Lynette Leonard, President and CEO, represented the credit union. She explained the objective is to eliminate the credit committee and utilize a credit manager.

Member Atha: Asked if a director was to be appointed to the supervisory committee, had one been chosen yet.

Ms. Leonard: Replied no.

Member Forshee: Moved the amendments be approved.

Member Atha: Seconded the motion.

Richard Forshee - voted yes
Steve Rasmussen - voted yes
Floyd Atha - voted yes
Chairman Thompson - voted yes

Motion passed.

Sixth item: Request by Municipal Employees Credit Union to amend its bylaws.

Dudley Gilbert: Said he had examined the paperwork and all requests were permissible changes.

JeNeil Torres and Shelly Todd were present to represent the credit union. The amendments address the use of a supervisory committee to nominate a slate of directors.

Member Atha: Moved to approve bylaw change.

Member Rasmussen: Seconded the motion.

Richard Forshee - abstained
Steve Rasmussen - voted yes
Floyd Atha - voted yes
Chairman Thompson - voted yes

Motion passed.

Seventh item: New Business

Member Atha: Voiced his support of the Commissioner in his management and usage of the state vehicles.

Other board members agreed.

Eighth Item: Adjournment

Member Forshee: Moved to adjourn.

Member Rasmussen: Seconded the motion.

Richard Forshee - voted yes
Steve Rasmussen - voted yes
Floyd Atha - voted yes
Chairman Thompson - voted yes

The meeting was adjourned at 10:20 a.m.

Richard Forshee

Steve Rasmussen

Floyd Atha

Commissioner Thompson

