

FCCU ByLaw Changes

Below are the proposed bylaw changes that will be voted on by the membership at the FCCU Annual Meeting to be held on March 18, 2013 at Farmer's Union in Jamestown.

Article VII. Elections

Section 1. At least one hundred twenty (120) days prior to each annual meeting, the presiding officer shall appoint a Nominating Committee of three (3) members, consisting of one (1) member of the Board of Directors and two (2) members at large. It shall be the duty of the Nominating Committee to ensure that there is at least one (1) member for each position on the Board for which elections are being held. **The Nominating Committee may only nominate an individual who is in good standing at the Credit Union and the individual must reside within the Credit Union's field of membership.**

Any member in good standing and **who resides within the Credit Union's field of membership** may petition to have his/her name placed on the ballot by securing fifteen (15) of the membership's signatures on the petition.

Section 1A is hereby **added** to Article VII:

Section 1A. **Immediate family members of staff or current Board members are not eligible to run for the Board of Directors.**

Employees of the Credit Union are not eligible to run for the Board of Directors. Former employees of the Credit Union or their immediate family members are not eligible to run for the Board of Directors until three (3) years after the date of termination of their employment.

Article VIII. Board of Directors

Section 1. The Board of Directors shall consist of seven (7) members, all of whom shall be members of this Credit Union. The organization meeting shall be the first annual meeting. Directors elected at the organization meeting shall serve as follows:

Three (3) who shall serve until the second,
Two (2) who shall serve until the third, and
Two (2) who shall serve until the fourth

annual meeting or until their successors are elected and qualified and annually thereafter all members shall be elected for a term of (3) years.

In the event that a director is no longer residing within the Credit Union's field of membership, the director may elect to continue to serve as a director until his/her term expires. Reimbursement for travel will be from their primary residence, which must be located within the credit union's field of membership.

Article XII

Loans to Members

Current Section 2. Rates of interest shall be fixed from time to time by the Board of Directors and shall in no case exceed the rates set by state law. No director, officer or committee member shall act as endorser or guarantor for borrowers from this credit union. No director, officer or member of any committee may borrow from the credit union in which he/she holds office more than the limit established by law plus pledged shares and deposits less any balance therein, unless such application is approved by three-fourths (3/4) of the other members of the Board of Directors.

Proposed Section 2. **Rates of interest shall be fixed from time to time by the Board of Directors. No director may borrow from the credit union more than one hundred thousand dollars plus pledged shares and deposits less any loan balance therein, unless the application is approved by three-fourths (3/4) of the other members of the board of directors. A director may guarantee for other borrowers. Any loan to a director must be made on substantially the same terms, including interest rates and collateral, as those prevailing at the time for comparable transactions with other persons and must be in strict conformity with the credit union's rules and regulations.**