

panies", sub-title "Credit Unions", be and they are hereby repealed and re-enacted, with amendments; and that a new Section 157A be and it is hereby added to said sub-title, to follow immediately after Section 157 thereof, and all to read as follows:

139. A credit union may receive the savings of its members in payment of shares or any deposit; may loan to its members at reasonable rates, which shall not exceed one per cent, a month, on unpaid balance; [or] may invest as hereinafter provided the funds so accumulated, or may, *in accordance with rules and regulations prescribed by the Bank Commissioner, sell to members negotiable checks, including travelers' checks, and money orders, and cash checks and money orders for a fee which does not exceed the direct and indirect costs incident to providing such service,* and may undertake such other activities relating to the purposes of the corporation as may be consistent with this sub-title and authorized by the bylaws.

152 (a). A credit union may loan to its members for such purposes, and upon such security and terms as the bylaws shall provide, and the credit committee may approve, but security need not be taken for any loan of ~~four hundred dollars (\$400.00)~~ OR LESS ~~seven hundred fifty dollars (\$750.00)~~ or less, or for the sum of ~~four hundred dollars (\$400.00)~~ ~~seven hundred fifty dollars (\$750.00)~~ in any case where the loan is in excess of said amount *subject to the prior approval of the Bank Commissioner.* IN ANY CASE WHERE THE LOAN IS IN EXCESS OF FOUR HUNDRED DOLLARS (\$400.00) UP TO A MAXIMUM OF SEVEN HUNDRED FIFTY DOLLARS (\$750.00), IT SHALL BE SUBJECT TO THE PRIOR WRITTEN APPROVAL OF THE BANK COMMISSIONER.

155. The board of directors of a credit union may declare a dividend, not in excess of six per cent, from so much of its net profits at the close of any fiscal year as may be available after providing for expenses, interest and taxes accrued. Provided, however, that no dividend shall be declared until the amount of net earnings shall have been transferred to the reserve fund, as required by this article. Any losses sustained may be charged against the reserve fund, surplus or undivided earnings, and no dividends shall be declared if the known losses existing at the close of any fiscal year exceed the balance of the reserve fund, surplus or undivided earnings after the payment of said dividend. Dividends [shall be paid in the way and manner provided in the bylaws.] *may be paid annually or semi-annually, as the bylaws may provide, and after provision for the required reserves, the board of directors may declare a dividend to be paid from the remaining net earnings. Such dividend shall be paid on all paid-up shares outstanding at the end of the period for which the dividend is declared. Shares which become fully paid up during such dividend period and are outstanding at the close of the period shall be entitled to a proportional part of such dividend. Dividend credit for a month may be accrued on shares which are or become fully paid up during the first five days of that month.*

157A. A state credit union may be converted into a federal credit union under federal law, by complying with the following requirements:

(a) *The proposition for such conversion shall first be approved, and a date set for a vote thereon by the members (either at a meet-*