



The Value of Credit Unions

- Over 4 million Illinois consumers use credit unions to help achieve their financial goals, such as building savings and accessing credit.
- Credit unions are the best alternative for consumers to access financial products and services on favorable terms.
- Under the not-for-profit credit union cooperative governance model, credit unions exist to serve their members, not bank investors.
- Because credit unions are not-for-profit, tax exempt financial cooperatives, their members benefit from lower rates on loans, lower fees on services, and higher returns on deposits.
- Maintaining a favorable operating environment for credit unions ensures that consumers are provided with the best option to access financial services.

SB 2951 Amendments to the Code of Civil Procedure & Probate Act (Senator Martwick/Rep. Didech)

- ICUL Initiative to correct two appellate court rulings that negatively impact secured lenders
- Clarifies that a secured lender's properly perfected mortgage lien is not extinguished upon the borrower's death
- Clarifies that for all loans secured by real estate the statute of limitations is 10 years, as opposed to 5 years akin to consumer debt
- Passed Senate Judiciary Committee, on 3rd Reading in the Senate

ASK: Legislators to SUPPORT SB 2951!

Other Bills of Interest

- HB 228 (Rep. Morgan): Consumer Fraud Act Amendment
 - Requires disclosure of "all mandatory fees" in the price of services offered. Oppose
- HB 4767 (Rep. Stuart): Adult Protective Services Act Amendment
 - Makes financial institutions mandated reporters of financial exploitation of eligible adults. Oppose
- SB 3777 (Senator Johnson): Human Rights Act Amendment
 - Expands definition of "unlawful discrimination". Oppose
- SB 148 (Senator Castro): Creates "Illinois Home Buyer Savings Account Act".
 - Imposes specific requirements for first-time and second-chance homebuyer accounts. Oppose

Illinois Interchange Fee Prohibition Act

- IFPA is a law impacting electronic card processing that would make Illinois transactions different than the rest of the country. No compliance solution exists today to account for the calculation of interchange to exclude tax and gratuity.
- Violations of the law are subject to exorbitant fees of \$1000 per transaction.
- Data use restrictions will prevent fraud monitoring that protects consumers from unauthorized transactions today. The Northern District Court decision on this point provides relief for only some financial institutions, but not state-chartered banks or credit unions.
- Secure and efficient payment processing is at risk, as well as consumer privacy.

ASK: Legislators to REPEAL IFPA!

SB 3113 / HB 4770 Amendments to the Illinois Credit Union Act (Senator Koehler / Rep. Hoffman)

- Section 20: Provides flexibility in appointing a registered agent.
- Sec. 26 & 30: Clarifies that in addition to the board, the CEO may also appoint vice presidents and other officers and fix their title, grade and compensation.
- Section 29: Clarification that the Secretary or an appointed recording secretary signs board (and member) meeting minutes only for the purpose of authentication as to the accuracy of information presented.
- Section 57.3: Authority to establish relationships with third-party providers of digital asset services to enable credit union members to hold, buy and sell digital assets.
- Section 59: Investment authority for commercial mortgage-related securities/collateralized mortgage obligations

ASK: Legislators to SUPPORT SB 3113 / HB 4770!

**For More Information,
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Thank you for attending the State Legislative Summit!