

SENATE BILL 587

By Johnson

AN ACT to amend Tennessee Code Annotated, Title 45,
Chapter 4, relative to the compensation of board
and committees.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 45-4-205, is amended by deleting the section in its entirety and by substituting instead the following:

(a) No member of the credit or supervisory committee shall receive any compensation for services as a member of the committee.

(b) Members of the board of directors, if any, may be compensated as a member of the board at the rate approved by a majority vote of the board of directors and subject to the approval of the commissioner of financial institutions as the commissioner deems appropriate.

(c) Notwithstanding subsection (a), the board of directors may provide that the credit union shall reimburse any member of the credit or supervisory committee for any loss of earnings caused by time spent in the service of the credit union, in an amount that the board of directors may determine, not to exceed the amount of the lost earnings.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.