## SESSION OF 2018

## SUPPLEMENTAL NOTE ON SENATE BILL NO. 275

As Recommended by Senate Committee on Financial Institutions and Insurance

## **Brief\***

SB 275 would amend provisions relating to the terms of service for members of the Credit Union Council (Council). The bill would specify a Council member could not serve more than two consecutive full three-year terms. The bill would require the Governor, in the event of vacancy on the Council, to appoint a new member to fill the unexpired term, but this mid-term appointment of a new Council member would not be considered a full term for purposes of the two-term limit. The bill also would delete language relating to the original appointment of Council members.

## **Background**

The bill was introduced by the Senate Committee on Financial Institutions and Insurance at the request of the Heartland Credit Union Association (Association). In the Senate Committee, representatives of the Association and the Kansas Department of Credit Unions (Department) testified in support of the bill, stating the bill clarifies and improves the appointment process of Council members. The Association representative noted the bill comes in response to a recent Attorney General Opinion (No. 2017-2). The Opinion indicated mid-term appointments to a state board or commission would count as a full term, therefore preventing an appointee from serving two full terms, unless otherwise addressed in law.

<sup>\*</sup>Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at http://www.kslegislature.org

No neutral or opponent testimony was provided.

According to the fiscal note prepared by the Division of the Budget, the Department indicates the bill would have no fiscal effect.