

SUBSTITUTE FOR
SENATE BILL NO. 460

A bill to amend 1968 PA 41, entitled
"An act to regulate credit union multiple-party accounts; and to
repeal certain acts and parts of acts,"
(MCL 490.51 to 490.65) by adding section 14b.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 14B. (1) IF 1 OR MORE PERSONS APPLY TO ESTABLISH A JOINT
2 ACCOUNT AT A CREDIT UNION, THE CREDIT UNION SHALL DISCLOSE ALL OF
3 THE FOLLOWING INFORMATION TO EACH OF THE PROPOSED ACCOUNT HOLDERS
4 IN WRITING:

5 (A) THAT EACH ACCOUNT HOLDER IS THE OWNER OF THE MONEY IN A
6 JOINT ACCOUNT.

7 (B) THAT EACH JOINT ACCOUNT HOLDER HAS THE AUTHORITY TO
8 DEPOSIT OR WITHDRAW ANY OR ALL OF THE MONEY IN A JOINT ACCOUNT.

9 (C) THAT IF 1 OF THE OWNERS OF A JOINT ACCOUNT DIES, THE OTHER

Senate Bill No. 460 as amended November 3, 2011

1 OWNERS OF THE ACCOUNT CONTINUE AS THE OWNERS OF THE ACCOUNT AND
2 CONTINUE TO HAVE ACCESS TO THE MONEY IN THE ACCOUNT.

3 (2) A CREDIT UNION MAY INCLUDE THE DISCLOSURE AND
4 ACKNOWLEDGMENT DESCRIBED IN SUBSECTION (1) IN A SEPARATE DOCUMENT,
5 OR AS PART OF ANOTHER DOCUMENT THE CREDIT UNION PROVIDES TO OR
6 REQUIRES FROM THE ACCOUNT HOLDERS IN CONNECTION WITH A JOINT
7 ACCOUNT. <<IF A MINOR IS A JOINT ACCOUNT HOLDER, THE CREDIT UNION
MAY DELIVER THE DISCLOSURE TO AN ADULT ACTING ON BEHALF OF THE
MINOR.>>

8 (3) AS USED IN THIS SECTION, "JOINT ACCOUNT" MEANS A MULTIPLE-
9 PARTY ACCOUNT IN THE NAME OF 2 OR MORE INDIVIDUALS, EACH OF WHOM
10 HAS AN UNDIVIDED RIGHT TO THE ENTIRE BALANCE.