

CREDIT UNION ACT (EXCERPT)
Act 215 of 2003

490.354 Acceptance of trust as member; conditions.

Sec. 354.

(1) A domestic credit union may accept a trust as a member if any of the settlors living at the time of application are eligible for membership, or if none of the settlors are living at the time of application and 1 or more beneficiaries are eligible for membership.

(2) An account owned by 1 or more individuals may be titled or retitled in the name of a trust and not in the name of the individuals if all of the following are met:

- (a) The trust is eligible for membership in the domestic credit union under subsection (1).
- (b) Each owner consents in writing to titling or retitling the account in the name of the trust.
- (c) Any beneficiaries listed on the account are removed as beneficiaries by the owners.
- (d) The account is not an account that provides tax deferrals or any other tax benefit under state or federal law.

(3) If an account is retitled in the name of a trust under subsection (2), the membership of any individual or individuals who had owned all or an interest in the account is terminated unless he or she is a member based on ownership of another account, or he or she qualifies for, applies for, and is accepted into membership.

History: 2003, Act 215, Eff. June 1, 2004