



Notice of Bylaw Amendments – Honor Credit Union

On September 20, 2022, following an extensive review of our credit union bylaws, the Board approved several bylaw amendments which modernized our bylaws, aligning with industry trends and providing for additional flexibility as we continue to grow. Those amendments included:

Article IV – Meetings of Members

Section 3 – Location of Meeting

Any meeting of the membership shall be held at a place (virtual or in person), date, and time of day designated by the board of directors.

Article IV – Meetings of Members

Section 6 – Voting by Members

At any meeting each member who has attained the age of eighteen (18) years and holds at least one (1) fully paid share shall be entitled to only one (1) vote, regardless of the number of shares owned. A majority vote of the members present must be obtained to pass any measure, except as may be specifically otherwise provided by law or these bylaws.

Article VI – Board of Directors

Section 1 – Number of Directors

The board of directors shall consist of no fewer than five (5) members, who shall be elected by the members at the annual meeting, as provided in these bylaws. At the time of adoption of these bylaws, the board of directors consists of seven (7) members. No reduction in the number of directors may be made unless corresponding vacancies exist as a result of deaths, resignations, expirations of terms of office, or other actions provided in these bylaws. A copy of the resolution of the board covering any increase or decrease in the number of directors and other information required by the Michigan Credit Union Act shall be filed with the official copy of the bylaws of the credit union and with the Director of the Department of Insurance and Financial Services.

Article VI – Board of Directors

Section 5 – Duties of Directors

The directors shall exercise powers consistent with the Michigan Credit Union Act, rules and regulations governing credit unions, and sound business practices.

Article VII – Officers

Section 5 – Treasurer

The treasurer shall be responsible for the presentation of the monthly financial reports to the board of directors. The President/CEO or chief financial officer, under the direction of the Treasurer shall have custody of all funds, securities, valuable papers, and other assets of the credit union; provide and maintain full and complete records of

the assets and liabilities of the credit union in accordance with applicable laws and regulations; prepare a monthly statement of the credit union's financial condition, and also posting it in a conspicuous place in the credit union's office within 20 days following the close of each month; ensure that financial and other reports required by law and regulation are prepared and filed.

Article XI – Dividends

Section 2 – Computation

Dividends shall be calculated as provided by law or regulation. When the dividend is declared, the rate and terms shall be recorded in the board of directors minutes of its meeting.

Article XII – Amendment of Bylaws

Section 1 – Procedure

Bylaws can be amended by the two-thirds vote of those present at a duly constituted meeting of the board of directors.

On January 31, 2023, the Board of Directors approved the following bylaw amendment, updating the credit union's field of membership to include verified donors to Summit Financial Wellness, a Michigan non-profit, and to modernizing the Applications for Membership process. Those amendments included:

Article III – Membership

Section 1 – Membership

H. Persons who are verified donors to Summit Financial Wellness, a Michigan non-profit organization.

Section 3 – Applications for Membership

Applications for membership from eligible persons must be approved by the affirmative vote of a majority of the board of directors. The board of directors may also appoint directly or by policy, one (1) or more membership officers who shall be employees of the credit union, and, in accordance with the Michigan Credit Union Act, delegate to the CEO, who may further delegate to such membership officers the duty of approving, disapproving, or otherwise acting on applications of membership.

The authentication of approval shall be appended on all applications. Reports of membership approvals shall be for inspection by the board, the credit union auditors or examiners.