## ENGROSSED SENATE BILL 5570

State of Washington 57th Legislature 2001 Regular Session

By Senators Prentice, Honeyford, Franklin and Kohl-Welles

Read first time 01/26/2001. Referred to Committee on Labor, Commerce & Financial Institutions.

1 AN ACT Relating to credit union directors and committee 2 members; and adding a new section to chapter 31.12 RCW.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

<u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 31.12
5 RCW to read as follows:

6 (1) Except for persons who are employees of the credit union 7 and acting within the scope of their employment, directors and committee members at a credit union or federal credit union have 8 no personal liability for harm caused by acts or omissions 9 performed on behalf of the credit union if: The director or 10 committee member was acting within the scope of his or her duties 11 at the time of the act or omission; the harm was not caused by an 12 13 act in violation of RCW 31.12.267; the harm was not caused by willful or criminal misconduct, gross negligence, reckless 14 15 misconduct, or a conscious, flagrant indifference to the rights or safety of the individual harmed; and the harm was not caused by 16 17 the director or committee member's operation of a motor vehicle,

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vessel, aircraft, or other vehicle for which the state requires
 the operator or the owner of the vehicle, craft, or vessel to
 either possess an operator's license or maintain insurance.

4 (2) This section does not affect a director's or committee 5 member's liability to the credit union or to a governmental entity 6 for harm to the credit union or governmental entity caused by the 7 director or committee member.

8 (3) This section does not affect the vicarious liability of the 9 credit union with respect to harm caused to any person, including 10 harm caused by the negligence of a director or committee member.

(4) This section does not affect the liability of employees of the credit union for acts or omissions done within the scope of their employment.

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