

1 STATE OF OKLAHOMA

2 2nd Session of the 60th Legislature (2026)

3 SENATE BILL 2117

By: Murdock

6 AS INTRODUCED

7 An Act relating to the Cooperative Marketing
8 Association Act; amending 2 O.S. 2021, Sections 17-1
9 and 17-13, which relate to short title and financial
statements; modifying short title; modifying entity
provided to submit certain financial statements; and
providing an effective date.

11 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

12 SECTION 1. AMENDATORY 2 O.S. 2021, Section 17-1, is
13 amended to read as follows:

14 Section 17-1. This act shall be known and may be cited as the
15 "Cooperative Marketing Association Act of 2026".

16 SECTION 2. AMENDATORY 2 O.S. 2021, Section 17-13, is
17 amended to read as follows:

18 Section 17-13. A. At the time of each dividend apportionment
19 of earnings and at least once in every year, the directors shall
20 cause to be prepared a financial statement showing:

21 1. The financial condition of the corporation association at
22 the end of the period to which such dividend or apportionment

1 relates, in a form as shall fully exhibit the assets and liabilities
2 of the ~~corporation~~ association; and

3 2. Its earnings, purchases and sales, expenses and outlays, for
4 the period covered by the dividend or apportionment, in the manner
5 that a good understanding of the condition of the ~~corporation~~
6 association may be obtained from the financial statement.

7 The directors shall cause the financial statement to be kept on file
8 with the secretary, or such other officer as the directors may
9 designate. The financial statement may be examined by any member of
10 the ~~corporation~~ association at all reasonable times.

11 B. The directors, subject to the revision by the members or
12 stockholders, at any general or special meeting lawfully called
13 shall apportion the net earnings from time to time at least once in
14 each year.

15 C. An association shall limit the interest it pays on
16 membership capital or stock to an amount not greater than eight
17 percent (8%) per annum. The apportionment shall not be made until
18 not less than ten percent (10%) of any undistributed balance
19 accruing since the last apportionment, has been set aside in a
20 surplus or reserve fund unless such surplus or reserve funds equal
21 at least one hundred percent (100%) of the paid up membership fees
22 or capital stock.

23 D. 1. Undistributed balances from any source, in excess of
24 additions to reserves and surplus, shall be distributed on the basis

1 of patronage, that is according to the amount or value, as the
2 association may decide, of the products sold to or through, and/or
3 purchased from or through, the association by its patrons.

4 2. The distribution of the balances may be restricted to
5 members or be made at the same rate for members and nonmembers.

6 3. The bylaws may provide that any distribution to a nonmember,
7 eligible for membership may be credited to a nonmember until the
8 amount equals the value of a membership certificate or a share of
9 the association's common stock.

10 4. A distribution credited to the account of a nonmember shall
11 revert to the reserve fund to be used for educational purposes if,
12 after two (2) years, the amount is less than the value of a
13 membership certificate or a share of common stock, or in case the
14 person does not accept and exercise membership privileges.

15 SECTION 3. This act shall become effective November 1, 2026.

16 60-2-2704

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