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# Credit Union Department



## NEWSLETTER

No. 09-04

[www.t cud.state.tx.us](http://www.t cud.state.tx.us)

September 30, 2004

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### **NOTICE OF CONCURRENT COMMISSION MEETING**

The Credit Union Commission will meet concurrently with the Finance Commission of Texas on Friday, October 22, 2004, at 9:00 a.m. Meeting site will be announced at a later date. The purpose of the concurrent meeting is to address various Home Equity Lending Interpretations.

### **NOTICE OF REGULAR COMMISSION MEETING**

The Credit Union Commission will hold its regular meeting on Friday, October 22, 2004, at 9:30 am or 15 minutes after adjournment of the concurrent meeting whichever is later. [Click here for a copy of the draft agenda.](#)

### **CALL REPORTS**

Call reports and diskettes for the quarter ending September 30, 2004, will be mailed to each credit union on October 1<sup>st</sup>. Credit Unions with assets under \$10 million have the option of submitting the 5300F short version or the standard 5300 version of the call report. Credit unions with assets greater than \$10 million must submit the standard 5300 version.

The call report diskettes must be received in the Department's office or the data transmission files uploaded directly esend or before **October 22, 2004**. Reports received after the date will be assessed a late fee.

Please direct any questions to Isabel Velasquez, Executive Assistant at (512) 837-9236.

### **CONTINGENCY PLANNING**

In view of the recent devastation in Florida, it seems appropriate to remind credit union directors that they are responsible for establishing, policies, procedures, and responsibilities for organization-wide business resumption and contingency planning. The credit union's contingency plan should address all critical services and operations which are provided by both internal and external sources. The plan should be a coordinated effort with the objectives of minimizing disruptions of service to the credit union and its members, minimizing financial losses, and ensuring timely resumption of operations in the event of a disaster.

### **COMPENSATION FROM A CUSO**

A credit union director, senior management employee, or committee member may not receive any compensation, either directly or indirectly, from a CUSO affiliated with their credit union, unless received in accordance with a written agreement between the CUSO and the credit union. The agreement must describe the

services to be performed and the rate of compensation or a description of the method of determining the amount of compensation. The agreement, and any amendments, must be approved by the credit union's board of directors prior to any performance of service or payment and annually thereafter. This requirement of Commission Rule 91.801 is applicable to any CUSO that a credit union has invested in or loaned money to.



**PUBLISHING NOTICE OF  
APPLICATIONS IN THE TEXAS  
REGISTER**

In order to meet the submission deadlines for the applicable issues of the Texas Register, it is necessary for the Department to establish the schedule included below. Completed applications received after the deadline for the month cannot be published until the following month.

<b><u>Published In</u></b>	<b><u>Deadline for Receipt</u></b>
October, 2004	Friday, October 15
November, 2004	Friday, November 12
December, 2004	Friday, December 10

**APPLICATIONS APPROVED**

Applications approved since August 31, 2004 include:

<b><u>Credit Union</u></b>	<b><u>Changes or Groups Added</u></b>
Field of Membership Change(s) Approved:  <b>Members Choice Credit Union</b> (Houston) <b>Texans Credit Union</b> (Richardson)	  <b>See Newsletter No. 08-04</b> <b>See Newsletter No. 08-04</b>

**APPLICATIONS RECEIVED**

The following applications were received and published in the September 24, 2004 issue of the Texas Register.

**Field of Membership Expansion(s):**

**Community Service Credit Union** (Huntsville) – To permit persons who reside, work, attend school or worship in Walker County, Texas, to be eligible for membership in the credit union.

**LCRA Credit Union** (Austin) (#2) – To permit contract employees provided by Kelly Services of Austin who are assigned permanently or temporarily to any affiliated of the Lower Colorado River Authority, to be eligible for membership in the credit union.

## **APPLICATIONS RECEIVED** (Continued):

**LCRA Credit Union** (Austin) (#3) – To permit persons who live, work, attend school or worship in and businesses located in Travis County, Texas, to be eligible for membership in the credit union.

**LCRA Credit Union** (Austin) (#4) – To remove exclusionary language relating to employees and board members and/or city council members of the Wholesale Customers of the Lower Colorado River Authority, which currently protects the field of membership of certain occupation-based credit unions.

**LCRA Credit Union** (Austin) (#6) – To permit employees of subsidiaries and affiliates, owned or operated by LCRA and paid from Austin, Texas, to be eligible for membership in the credit union.

**Texas Telcom Credit Union** (Dallas) – To permit persons who live in, work in, attend school in, or worship in and businesses located in Dallas County, Texas, to be eligible for membership in the credit union.

**GPS Community Credit Union** (Galena Park) (#1) – To permit persons who worship or attend school in and businesses in Galena Park Independent School District to be eligible for membership in the credit union and removes exclusionary language relating to persons who live or work in Galena Park Independent School District, which currently protects the field of membership of certain credit unions in this area.

**GPS Community Credit Union** (Galena Park) (#2) – To permit persons who worship or attend school in and businesses in Sheldon Independent School District to be eligible for membership in the credit union and removes exclusionary language relating to persons who live or work in Sheldon Independent School District, which currently protects the field of membership of certain credit unions in this area.

**GPS Community Credit Union** (Galena Park) (#3) – To permit persons who live, work, worship, or attend school in and businesses in Liberty County, Texas, to be eligible for membership in the credit union.

**GPS Community Credit Union** (Galena Park) (#4) – To remove the limitation on students enrolled in San Jacinto College North in Houston, Texas.

**GPS Community Credit Union** (Galena Park) (#5) – To permit persons who live, work, worship, or attend school in and businesses within 10 miles of GPS Community Credit Union offices located at 1700 16<sup>th</sup> Street, Galena Park, Texas 77547; 771 Normandy, Houston, Texas 77015; 14340 Wallisville Road, Houston, Texas 77049; and Highway 2100, Crosby, Texas 77532, to be eligible for membership in the credit union.

**Memorial Hermann Credit Union (Houston)** – To permit persons who live, work, attend school, or worship, and businesses within a 10 mile radius of the following branches of Memorial Hermann Credit Union: 7777 Southwest Freeway #C10, Houston, TX 77074; 902 Frostwood #170, Houston, TX 77024; 9401 Southwest Freeway #120, Houston, TX 77074; 1635 North Loop West #S1-205, Houston, TX 77008, to be eligible for membership in the credit union.

**First Community Credit Union of Houston (Houston)** (#1) – To permit persons who live, work, worship, or attend school in and businesses in Harris County, Texas, to be eligible for membership in the credit union.

**First Community Credit Union of Houston** (Houston) (#2) – To remove exclusionary language relating to persons who work or reside in the community of Katy, which currently protects the field of membership of certain credit unions in this community.

## **APPLICATIONS RECEIVED** (Continued):

**First Community Credit Union of Houston** (Houston) (#3) – To remove exclusionary language relating to persons who work or reside in the communities of Cy-Fair, Tomball, and Klein, which currently protects the field of membership of certain credit unions in these communities.

**First Community Credit Union of Houston** (Houston) (#4) – To permit persons who live, work, worship, or attend school in and businesses in Waller County, Texas, to be eligible for membership in the credit union.

**First Community Credit Union of Houston** (Houston) (#5) – To permit persons who live, work, worship, or attend school in and businesses in Montgomery County, Texas, to be eligible for membership in the credit union.

**Star of Texas Credit Union** (Austin) – To permit individuals who live, work, attend school, or worship, and businesses within a 10-mile radius of the following branches of Star of Texas Credit Union: 114 E. Huntland Dr., Austin 78752; 101 E. 15<sup>th</sup> St., Austin 78701; 1117 Trinity St., Austin 78701, to be eligible for membership in the credit union.

**Lone Star Credit Union** (Dallas) – To permit employees of Atmos Energy Corporation who work in or are paid from Dallas, Texas, to be eligible for membership in the credit union.

**Eastman Credit Union** (Kingsport, Tennessee) – To expand the field of membership of its branch office located in Longview, Texas. The proposal would permit persons who live, work, worship, or attend school in and businesses and other legal entities located in the contiguous area of Gregg, Harrison and Upshur Counties, Texas, to be eligible for membership in the credit union.

Comments or a request for a meeting by any interested party relating to an application must be submitted in writing within 30 days from the date of this publication. Credit unions that wish to comment on any application must also complete a Notice of Protest form. The form may be obtained by contacting the Department at (512) 837-9236 or downloading the form at <http://www.tcup.state.tx.us/applications.html>. Any written comments must provide all information that the interested party wishes the Department to consider in evaluating the application. All information received will be weighed during consideration of the merits of an application. Comments or a request for a meeting should be addressed to the Texas Credit Union Department, 914 East Anderson Lane, Austin, Texas 78752-1699.

### **Articles of Incorporation Change(s):**

**Telco Plus Credit Union** (Longview) -- The credit union is proposing to change its name to Peoples Choice Credit Union.

**Aldine Teachers Credit Union** (Houston) -- The credit union is proposing to change its name to InvesTex Credit Union.

### **Merger(s) or Consolidation(s) Changes:**

An application was received from **Baytown Teachers Credit Union** (Baytown) seeking approval to merge with **Community Resource Credit Union** (Baytown) with the latter being the surviving credit union.

An application was received from **East Texas Professional Credit Union** (Longview) seeking approval to merge with **DARCO Employees Federal Credit Union** (Marshall) with **East Texas Professional Credit Union** being the surviving credit union.

Comments or a request for a meeting by any interested party relating to an application must be submitted in writing within 30 days from the date of this publication. Any written comments must provide all information that the interested party wishes the Department to consider in evaluating the application. All information received will be weighed during consideration of the merits of an application. Comments or a request for a meeting should be addressed to the Texas Credit Union Department, 914 East Anderson Lane, Austin, Texas 78752-1699.