

# Credit Union Department



## NEWSLETTER

No. 05-10  
May 31, 2010

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

### Notice of Rules Committee Meeting

The Rules Committee will hold its meeting in Austin on Thursday, June 17, 2010, at 1:00 p.m., at the offices of the Credit Union Department. The agenda is available on the TCUD website for your convenience. ([click here for agenda](#)).

### Notice of Regular Commission Meeting

The Credit Union Commission will hold its regular meeting on Friday, June 18, 2010, at 8:00 a.m., in the conference room of the Department. The agenda is available on the TCUD website for your convenience. ([click here for agenda](#))

### Commissioner Issues Opinion on Insurance Sales Incentives

The Commissioner has issued an opinion that should resolve some of the confusion surrounding the interpretation of new subsection (b) of 7 TAC 91.402. Briefly, the letter states that with proper board policies and oversight, a credit union may offer its employees incentives related to the sales of insurance products to the credit union members. The opinion is posted on the agency's website at: [http://www.t cud .state.tx.us/PDFFiles/Opinion\\_Letter\\_on\\_Rule\\_91.402.pdf](http://www.t cud .state.tx.us/PDFFiles/Opinion_Letter_on_Rule_91.402.pdf).

### Possible Change to Rules Updates

In an effort to save on printing and postage costs, the Department is considering posting future rule updates on the agency's website rather than mailing individual copies to each credit union. Credit unions will be able to print the new and amended rules, along with the instructions for updating the credit union's book of rules. The Department would like to hear about problems, if

any, this change may cause for small or large credit unions. Credit unions may address their concerns to [info@tcud.state.tx.us](mailto:info@tcud.state.tx.us).

## Reporting of Member Programs and Services

A review of credit unions' Online Profiles, conducted by NCUA as of March 31, 2010, identified discrepancies in the information some credit unions are reporting on various programs and services offered to the membership. In some instances, credit unions are not reporting the same programs and services that were reported at June 30, 2009, which was the last Call Report cycle before conversion to the NCUA CU Online program. Potential reporting errors were detected in the categories of Credit Programs, Depository Programs, Financial Education Programs, and Transactional Programs. To ensure the programs and services reported in the Online Profile are correct, credit unions are encouraged to verify the information reported under programs and services and to update that information, when necessary, to properly report current programs and services that are offered to the membership.

## Annual Audit Requirement

Commission Rule 91.516 specifies that each credit union's board of directors must obtain or cause to be performed an annual audit or supervisory committee review of the credit union. The specified audit or supervisory committee review is separate and in addition to the regulatory examination completed by the Department's examiners. The audit requirement is satisfied if an acceptable audit or supervisory committee review is completed at least once each calendar year. The Department generally considers the date the work was performed, rather than the effective date of the audit, when determining whether an audit was completed in a specific calendar year.

## 2010 Annual Survey Questionnaire

We would like to thank each of you that participated in the 2010 Annual Survey. The feedback we received from credit unions is valuable, and the Department is committed to enhancing its examination and regulatory oversight. We are pleased by the positive comments we received, especially given the operational challenges that credit unions have been facing.

We appreciate all of the views expressed and would like to encourage you to provide additional comments or suggestions throughout the year. The agency relies on your feedback to identify concerns. Your thoughtful comments contribute to the success of our agency.

## Publishing Notice of Applications in the Texas Register

To meet the submission deadlines for the applicable issues of the *Texas Register*, the Department has established the schedule below. Completed applications received after the deadline for the month cannot be published until the following month.

**Published In**

**Deadline for Receipt**

June, 2010  
July, 2010

Friday, June 11  
Friday, July 16

## Applications Approved

Applications approved since April 30, 2010 include:

<u>Credit Union</u>	<u>Changes or Groups Added</u>
Field of Membership Change(s) Approved:	
Texas Dow Employees Credit Union (Lake Jackson)	See Newsletter No. 12-09
Cabot & NOI Employees Credit Union (Pampa) (#1)	See Newsletter No. 02-10
Cabot & NOI Employees Credit Union (Pampa) (#2)	See Newsletter No. 02-10
Texas Bay Area Credit Union (Houston)	See Newsletter No. 02-10
Qualtrust Credit Union (Irving)	See Newsletter No. 03-10

## Applications Received

The following applications were received and published in the May 28, 2010 issue of the Texas Register.

Field of Membership Expansion(s):

**The Education Credit Union** (Amarillo) (#1) -- To permit all students of educational institutions and organizations, whether public, private or parochial, located in the counties of Dallam, Deaf Smith, Gray, Hansford, Hartley, Hemphill, Hutchinson, Lipscomb, Moore, Ochiltree, Roberts or Sherman, State of Texas and all individuals related by blood or marriage to persons that are eligible for membership, to be eligible for membership in the credit union.

**The Education Credit Union** (Amarillo) (#2) – To permit individuals living, working, worshipping or attending school within a ten (10) mile radius of 2100 4<sup>th</sup> Avenue, Canyon, TX 79015-4028, 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 [Bylaw/Charter Forms](#). 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 Changes:

**Winkler County Credit Union** (Kermit) -- The credit union is proposing to change its name to WesTex Community Credit Union.

New Charter:

An application for a new charter was received for **iLife Credit Union, Austin, Texas**. The proposed new credit union will serve the employees and members of the board of directors of Tenura Holdings, Inc., and its affiliates, One Percent Realty, LLC, Ameripro Funding, Inc. doing business as Land Mortgage, Privatus, LLC doing business as Private Label Realty, Reliant Title Agency, LLC and Amerifirst Insurance Agency, LLC (herein after referred to as the “Tenura Companies”), as well as employees of the Credit Union and family members of either employees of the Tenura Companies or employees of the Credit Union. Persons who are receiving retirement, pension, or other benefits as a result of prior employment by the Tenura Companies or the Credit Union and spouses of persons who died while within the field of membership of 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. 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.**

