



Newsletter

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The Credit Union Department (CUD) is the state agency that regulates and supervises credit unions chartered by the State of Texas. The Department is professionally accredited by the National Association of State Credit Union Supervisors (NASCUS) certifying that CUD maintains the highest standards and practices in state credit union supervision.

Our **Mission** is to safeguard the public interest, protect the interests of credit union members and promote public confidence in credit unions.

Credit Union Commission

The Commission is the policy making body for CUD. The Commission is a board of private citizens appointed by and responsible to the Governor of Texas.

Members:

Allyson "Missy" Morrow, Chair
Sherri Brannon Merket, Vice Chair
Beckie Stockstill Cobb
Yusuf E. Farran
Steven "Steve" Gilman
Jim Minge
Kay Stewart
Rick Ybarra

Next Commission Meeting

Friday, July 13, 2018 beginning at 9:00 a.m. in the offices of CUD.

Last Chance to Complete Annual Survey

The Department's Annual Credit Union Survey closes at 5:00 pm., on **Monday, May 7, 2018**, so if you have not already, now's the time to make your voice heard. The survey, which takes less than 5 minutes to complete, will be used to facilitate improvements that will benefit the Department and credit unions. Questions about the survey may be directed to: cudmail@cud.texas.gov.



Financial Sector Cyber Exercise Template

The Treasury's Financial and Banking Information Infrastructure Committee (FBIIC) recently issued a self-directed cybersecurity exercise for financial institutions. The FBIIC designed the exercise template to provide smaller to mid-sized institutions with a mechanism to assess and strengthen their cybersecurity posture. The exercise was developed to help institutions with their internal response and recovery processes, as well as coordinate responses to significant cybersecurity incidents with government and other industry members. Use of the Financial Sector Cyber Exercise Template is voluntary and institutions may modify it to suit their needs. The tool is located at:

https://www.fbiic.gov/public/2017/Financial_Sector_Cyber_Exercise_Template.pdf



Texas State-Chartered Credit Union System

The 2017 credit union financial trends and rankings is now available on our website. You can locate this report under “Reports and Publications” tab in the Credit Union Statistics section”.



NASCUS Summit

The Annual State System Summit for the National Association of State Credit Union Supervisors (NASCUS) will be held on July 16-19 at Disney Yacht & Beach Club, Orlando, Florida. The Summit is a unique event which brings together credit union regulators and practitioners for mutual exchange and dialog.



FFIEC Releases HMDA Guide

For the first time since 2013, the Federal Financial Institutions Examination Council (FFIEC) released an updated guide for reporting mandated by the Home Mortgage Disclosure Act. The ["Guide to HMDA Reporting: Getting It Right!"](#) is applicable to data collected in 2018 and due for reporting March 1, 2019.

The new edition of the Guide reflects substantial changes to Regulation C made by the Consumer Financial Protection Bureau (CFPB) in October 2015, as well as technical corrections and clarifying amendments the CFPB made in August 2017.

The 2018 Guide focuses on providing summaries of which institutions must report; transactions and data points that must be reported; and the deadlines for recording, reporting and disclosing data.



Proposed Rule Review

The Texas Credit Union Commission will review and consider for re-adoption, revision, or repeal Chapter 91, §§**91.701**, (Lending Powers), **91.703** (Interest Rates), **91.704** (Real Estate Lending), **91.705** (Home Improvement Loans), **91.706** (Home Equity Loans), **91.707** (Reverse Mortgages), **91.708** (Real Estate Appraisals or Evaluations), **91.709** (Member Business and Commercial Loans), **91.710** (Overdraft Protection), **91.711** (Purchase and Sale of Member Loans), **91.712** (Plastic Cards), **91.713** (Indirect Lending), **91.714** (Leasing), **91.715** (Exceptions to the General), **91.716** (Prohibited Fees), **91.717** (More Stringent Restrictions), **91.718** (Charging Off or Setting Up Reserves), **91.719** (Loans to Officials and Senior Management Employees), and **91.720** (Small-Dollar, Short-Term Credit).

An assessment will be made by the Commission as to whether the reasons for adopting or readopting these rules continue to exist. Each rule will be reviewed to determine whether it is obsolete, whether the rule reflects current legal and policy considerations, and whether the rule reflects current procedures of the Credit Union Department.

Proposed Rule Review (Continued)

Comments or questions regarding these rules may be submitted in writing to, Credit Union Department, 914 East Anderson Lane, Austin, Texas 78752-1699, or electronically to [cudmail@cud.texas.gov](mailto:cudmail@ cud.texas.gov). The deadline for comments is **May 21, 2018**.

The Commission also invites your comments on how to make these rules easier to understand. For example:

- Do the rules organize the material to suit your needs? If not, how could the material be better organized?
- Do the rules clearly state the requirements? If not, how could the rule be more clearly stated?
- Do the rules contain technical language or jargon that isn't clear? If so, what language requires clarification?
- Would a different format (grouping and order of sections, use of headings, paragraphing) make the rule easier to understand? If so, what changes to the format would make the rule easier to understand?
- Would more (but shorter) sections be better in any of the rules? If so, what sections should be changed?

Any proposed changes to these rules as a result of the rule review will be published in the Proposed Rule Section of the *Texas Register*. The proposed rules will be open for public comment prior to final adoption by the Commission.



Publication Deadlines

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 shown below. Completed applications received after the deadline for the month cannot be published until the following month.

<u>Publication Date</u>	<u>Application Deadline</u>
May 2018	Friday, May 11
June 2018	Friday, June 15



Applications Approved

Applications approved since **March 21, 2018** include:

<u>Credit Union</u>	<u>Changes or Groups Added</u>
<i>Field of Membership – Approved:</i>	
InTouch CU #1 (Plano)	See Newsletter No. 02-18
InTouch CU #2 (Plano)	See Newsletter No. 02-18



Applications Received

The following applications were received and will be published in the **April 27, 2018** issue of the *Texas Register*.

Field of Membership Expansion:

FivePoint Credit Union (Nederland) – Persons who live, work, worship, or attend school in and other legal entities located on the Bolivar Peninsula, Texas.

Merger or Consolidation:

An application was received from **Promise Credit Union** (Houston) seeking approval to merge with **Houston Metropolitan Federal Credit Union** (Houston), with Houston Metropolitan Federal 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. 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.cud.texas.gov/page/bylaw-charter-applications>. 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.

This newsletter is produced monthly as a part of the Department's continued communication outreach with the credit unions it regulates. Delivery is generally provided by electronic notification of its availability on the Department's website.

Suggestions and comments concerning the newsletter or its content are welcomed.



To learn more about CUD click <http://www.cud.texas.gov> or contact us at 914 E. Anderson Lane, Austin, TX 78752

