

CR 84-207

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STATE OF WISCONSIN)
OFFICE OF THE COMMISSIONER OF CREDIT UNIONS) SS

I, RICHARD OTTOW, Commissioner of the Office of the Commissioner of Credit Unions and custodian of the official records of said commission do hereby certify that the annexed amendment of rules relating to real estate mortgage loans in credit unions was duly approved and adopted by this commission on June 13, 1984.

I further certify that said copy has been compared by me with the original on file in this agency and that the same is a true copy thereof, and of the whole of such original.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the official seal of the Commissioner of Credit Unions in the City of Madison, this 4th Day of April, 1985.

Richard Ottow
Richard Ottow, Commissioner

6-1-85

ORDER OF THE OFFICE OF THE COMMISSIONER OF CREDIT UNIONS
ADOPTING, AMENDING OR REPEALING RULES
Relating to real estate mortgage loans in credit unions.

Analysis by Office of the Commissioner of Credit Unions

Section 186.09 (10), Stats., requires the commissioner of credit unions to prescribe rules under which credit unions may make real estate mortgage loans to members. The proposed rule would amend CU 54.03 (3) relating to equity requirements for first mortgage real estate loans. The proposed rule would permit credit unions to make first mortgage real estate loans up to 95% of appraised value (presently 90%) provided the loan balance in excess of 80% of appraised value is covered by mortgage insurance.

This rule has no fiscal effect on any unit of state or local government.

This rule will have no adverse effect on small business.

Pursuant to the authority vested in the office of the commissioner of credit unions by ss. 186.09 (10) and 186.23, Stats., the office of the commissioner of credit unions hereby amends rules interpreting s. 186.09 (10), Stats., as follows:

SECTION 1. Section CU 54.03 (3) is amended to read:

(3) First mortgage real estate loans may be granted in amounts up to ~~90%~~ 95% of the appraised value of the real estate, provided the balance in excess of the 80% limitation cited in sub. (2) is covered by mortgage insurance.

The rules, amendments and repeals contained in this order shall take effect as provided in s. 227.026 (1) (intro), Stats.

Dated: 4-4-85

OFFICE OF THE COMMISSIONER OF CREDIT UNIONS


Richard Ottow
Commissioner of Credit Unions

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No.
CU 54.03(3)
Amendment No. if Applicable

Subject
Real estate loans in credit unions

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation
or affects a sum sufficient appropriation.

- Increase Existing Appropriation Increase Existing Revenues
 Decrease Existing Appropriation Decrease Existing Revenues
 Create New Appropriation

- Increase Costs – May Be Possible to Absorb
Within Agency's Budget Yes No
 Decrease Costs

Local: No local government costs

1. Increase Costs
 Permissive Mandatory
2. Decrease Costs
 Permissive Mandatory

3. Increase Revenues
 Permissive Mandatory
4. Decrease Revenues
 Permissive Mandatory

5. Types of Local Governmental Units Affected:
 Towns Villages Cities
 Counties Others _____

Fund Sources Affected

- GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

Assumptions Used in Arriving at Fiscal Estimate

The proposed amendment of CU 54.03(3) has no effect on revenue at any level, and would have no effect on the workload of the office of the commissioner of credit unions.

Long-Range Fiscal Implications

None.

Agency

Office of the Commissioner of
Credit Unions

Authorized Signature/Telephone No.

Richard Ottow
Richard Ottow 266-0445

Date

10/15/84