

CR 86-164

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

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 rule relating to non-preferential loan treatment for officials in credit unions was duly approved and adopted by this commission on September 18, 1986.

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 10th Day of March, 1987.

Richard Ottow
Richard Ottow, Commissioner

5-1-87

ORDER OF THE
OFFICE OF THE COMMISSIONER OF CREDIT UNIONS
ADOPTING, AMENDING OR REPEALING RULES

To create Ch. CU 69 relating to the prohibition of preferential treatment on loan transactions or credit union officials.

Analysis Prepared by the
Office of the Commissioner of Credit Unions

This rule will prevent credit union officials from obtaining more favorable loan rates, terms and conditions than are available to the general membership.

This rule has no fiscal effect on government revenue or expenditures at any level.

This rule will have no effect on small business as defined in s. 226.016 (1), Wis. Stats.

Pursuant to the authority vested in the office of the commissioner of credit unions by s. 186.23, the office of the commissioner of credit unions hereby creates Chapter CU 69.

SECTION 1. Chapter CU 69 is adopted to read:

Chapter CU 69

NON-PREFERENTIAL LOAN TREATMENT FOR OFFICIALS

CU 69.01 STATEMENT OF POLICY. The Wisconsin credit union review board and the commissioner are in agreement the Wisconsin credit union industry is best served by an administrative rule prohibiting preferential treatment for loan transactions involving credit union officials.

CU 69.02 DEFINITION. In this chapter, "official" means any director, executive officer, loan officer, credit committee member or internal auditor of a credit union.

CU 69.03 PREFERENTIAL LOAN TREATMENT PROHIBITED. The interest rates, terms and conditions of any loan made to an official or on which loan an official is a co-maker or guarantor, or of a loan made for the substantial benefit of any official, shall not be more favorable than the rates, terms and conditions prevailing at that time for comparable loan transactions of any other member.

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

Dated: March 10, 1987

OFFICE OF THE COMMISSIONER OF CREDIT UNIONS



Richard Ottow
Commissioner of Credit Unions