Chapter CU 65

CREDIT UNION SERVICES CORPORATIONS

CU 65.01 Organization. (1) One or more Wisconsin-chartered credit unions and credit union organizations headquartered in Wisconsin may form a corporation as described in s. 186.11 (4), Stats., to be known as a "credit union services corporation."

(2) Each shareholder credit union may invest funds in the capital shares and obligations of one or more services corporations but the total investment in services corporations may not exceed 10% of the credit union regular reserve.

(3) The ownership of a services corporation shall be restricted to Wisconsin-chartered credit unions and credit union organizations headquartered in Wisconsin.

History: Cr. Register, October, 1980, No. 298, eff. 11-1-80.

CU 65.02 Purpose. (1) The purposes for which the services corporation is organized shall be designed exclusively to service those credit unions which own an interest in the corporation.

(2) The services corporation may provide to shareholder credit unions any service which a credit union organized under the laws of the state of Wisconsin may provide to its members.

(3) The services corporation may not offer the services provided by a central credit union as defined in s. 186.32, Stats., including the granting of corporate loans to its shareholders.

History: Cr. Register, October, 1980, No. 298, eff. 11-1-80.

CU 65.03 Articles of incorporation and bylaws. (1) The articles of incorporation of the services corporation or any amendments thereto must receive the prior written approval of the commissioner before the articles are filed with the secretary of state and the register of deeds in the county in which the services corporation is to be located. A copy of these approved articles of incorporation and evidence of filing shall be filed with the office of the commissioner of credit unions before the services corporation may operate.

(2) The bylaws of the services corporation must receive the written approval of the commissioner before the services corporation may operate. All amendments to the bylaws of the services corporation must receive the written approval of the commissioner before they become effective. A copy of the approved bylaws and all approved amendments to the bylaws shall be filed with the office of the commissioner of credit unions.

(3) The bylaws of the services corporation shall state explicitly the services the corporation may offer to its shareholders. No other service

may be provided without amending the bylaws of the corporation to explicitly identify such additional service. No service may be eliminated without amending the bylaws of the corporation to eliminate that specific service.

(4) The bylaws shall specifically identify the shareholder credit unions and shareholder credit union organizations of the services corporation.

History: Cr. Register, October, 1980, No. 298, eff. 11-1-80.

CU 65.04 Supervision. (1) The services corporation shall be under the exclusive control and supervision of the commissioner.

(2) Every services corporation shall make a full and detailed report of its business as of December 31 for that year, and of its condition on that date in the form and containing the information the commissioner prescribes. A true and verified copy of the report shall be filed with the commissioner on or before February 1 of the following year, or more frequently if the commissioner demands it. If the services corporation fails or refuses to furnish the reports required in this section it shall be subject, at the discretion of the commissioner, to a forfeiture of $1 to $10 per day for each day of default, and the commissioner may maintain an action in the name of the state to recover such penalty, and the same shall be paid into the state treasury.

(3) The credit union services corporation shall be subject to s. 186.29, Stats. and ch. CU 62, Wis. Adm. Code.

History: Cr. Register, October, 1980, No. 298, eff. 11-1-80.