



## ***DCU BULLETIN***

***Division of Credit Unions***

***Washington State Department of Financial Institutions***

***Phone: (360) 902-8718***

***FAX: (360) 902-8800***

---

November 19, 1997

No. 97-14

### **Division Adopts Final Rules on Prohibited Fees and Nonpreferential Loans**

On November 19, 1997, the Division adopted final rules on prohibited fees and nonpreferential loans (new rules). The new rules were adopted through the expedited rule-making process. Enclosed is a copy of the CR-103 form that we filed for adoption of the rules, including the text of the rules. The new rules will be codified at WAC Sections 208-444-020 through -050.

#### **New rules not yet in effect**

The new rules are substantially equivalent to National Credit Union Administration rules at 701.21(c)(8) and (d)(5) (NCUA rules). The NCUA rules will continue to apply to federally-insured, state-chartered credit unions (FISCUs) in Washington until the NCUA determines that the new rules are substantially equivalent to the NCUA rules. At the time the NCUA makes such a determination, FISCUs will no longer be subject to the NCUA rules and will be subject instead to the new rules.

The DFI has submitted a written request to the NCUA for a determination about the new rules. The Division will notify credit unions of the outcome of its request to the NCUA for a determination.