

REGULATION NO. 15

WHEREAS, Section 5-2A-8 of the Alabama Banking Code provides that the Superintendent of Banks may, with the concurrence of a majority of the State Banking Board, promulgate reasonable regulations;

WHEREAS, the State Banking Department desires to assure competitive equality between state and national banks;

And, whereas, the U.S. Department of Housing and Urban Development requires mortgage company subsidiaries of Alabama state banks to be “supervised mortgagees” within the meaning of HUD regulations, and whereas, mortgage company subsidiaries of national banks located in Alabama are declared by HUD regulations to be “supervised mortgagees”;

NOW THEREFORE, be it known that the Superintendent, with the concurrence of the State Banking Board, does hereby promulgate the following regulation:

Supervision by this Department of every Alabama state bank shall include supervision of any mortgage company subsidiary which is an affiliate of such bank. In addition, in all future examinations by examiners of the State Banking Department required by Section 5-3A-1, the examiner or examiners must also examine the books and records of any mortgage company subsidiary of every Alabama state bank.

This regulation shall be effective August 1, 1988.

s/Zack Thompson
Superintendent of Banks
State of Alabama