

Jordan, Sheron

From: _Regulatory Comments
Sent: Wednesday, November 07, 2007 7:31 AM
To: Jordan, Sheron
Subject: FW: Garnishments on Federal funds

From: SHARON KAPALLA [mailto:skapalla@aaacu.com]
Sent: Tuesday, November 06, 2007 10:26 AM
To: _Regulatory Comments
Subject: Garnishments on Federal funds

A concern that our credit union would have is once a Federal funds deposit is mixed with other deposits we do not know what remaining balance is actually the federal funds deposit, especially in a checking account.

Also, unless the member has the deposit sent via direct deposit we do not know what part of his personal deposit is federal funds.

Please consider the hardship that would be placed on credit unions to keep these funds separate and the determination of what the actual balance remaining would be subject to the non-garnishment because of being a Federal funds deposit.

Sincerely,

Sharon Kapalla-Director of Loan Services
Alpena Alcona Area Credit Union