

BOARD ACTION MEMORANDUM

TO: NCUA Board

DATE: January 30, 2009

FROM: Robert M. Fenner
Office of General Counsel

SUBJ: Final Rule,
12 C.F.R. §740.4

ACTION REQUESTED: Board approval to issue final amendments to 12 C.F.R. §740.4 revising the signage requirements for federally insured credit unions participating in shared branching networks.

DATE ACTION REQUESTED: February 26, 2009.

OTHER OFFICES CONSULTED: Office of Examination and Insurance, All Regional Directors, Office of Small Credit Union Initiatives.

VIEWS OF OTHER OFFICES CONSULTED: Concur.

SUBMITTED TO INSPECTOR GENERAL FOR REVIEW: Yes.

BUDGET IMPACT, IF ANY: None.

RESPONSIBLE STAFF PERSONS: Elizabeth Wirick, Staff Attorney, Office of General Counsel.

SUMMARY: Section 740.4(c) currently requires tellers accepting share deposits for both federally insured credit unions and nonfederally insured credit unions to post a second sign adjacent to the official NCUA insurance sign. The second sign must list each federally insured credit union served by the teller along with a statement that only these credit unions are federally insured. The proposed revisions to the rule would replace the required list of federally insured credit unions with a statement that not all of the credit unions served by the teller are federally insured and members should contact their credit union for more information.

RECOMMENDED ACTION: Board issue the final rule for publication in the Federal Register with an effective date 30 days after publication.

ATTACHMENTS: Final rule.