

CHANGES TO THE NCUA 5300 CALL REPORT EFFECTIVE DECEMBER 2006

The following is a summary of each account added on Page 3 of the 5300 Call Report Form for December 31, 2006. We have also included the revised NCUA Insured Savings Computation which is on page 4 of the Call Report:

Accounts Held by Member Government Depositors

Government Depositors are eligible for regular shares, share drafts, and share certificates. The accounts are insured up to the standard maximum share insurance amount (SMSIA), which is defined as \$100,000. Please see Section 701.32 of NCUA's Rules and Regulations for further guidance on Accounts Held by Government Depositors.

Accounts Held by Nonmember Government Depositors

The accounts remain insured up to the SMSIA. Government Depositors are eligible for regular shares, share drafts, and share certificates. Please see Section 701.32 of NCUA's Rules and Regulations for further guidance on Accounts Held by Government Depositors.

Employee Benefit Member Shares and Deposits

Any shares of an employee benefit plan in an insured credit union shall be insured on a "pass-through" basis, in the amount of up to the SMSIA for the non-contingent interest of each plan participant, in accordance with Section 745.9-2 of NCUA's Rules and Regulations. An insured credit union that is not "well capitalized" or "adequately capitalized," as those terms are defined in Section 1787(k)(4) of NCUA's Federal Credit Union Act may not accept employee benefit plan deposits. Employee benefit plans for member shares and deposits may consist of Keogh accounts established by an employer as part of an employee benefit plan. However, these accounts are insured up to only \$100,000 per member.

Employee Benefit Nonmember Shares and Deposits

The same insurance coverage and legal restrictions apply to retirement and other employee benefit plan accounts for nonmember shares as stated above for member shares. Employee benefit plans for nonmember shares and deposits may consist of Keogh accounts established by an employer as part of an employee benefit plan. However, these accounts are insured up to only \$100,000 per nonmember.

529 Plan Member Deposits

Funds owned by a principal and deposited in one or more accounts in the name, or names, of agents or nominees shall be added to any individual account of the principal and insured up to \$100,000 in the aggregate for each primary account holder as outlined in Section 745.3 of NCUA's Rules and Regulations. Deposits are restricted to regular shares, money market shares, or share certificates.

Non-dollar Denominated Shares and Deposits

An insured credit union may accept shares denominated in a foreign currency. Shares denominated in a foreign currency will be insured in accordance with Part 745 to the same extent as shares denominated in U.S. dollars. Insurance for shares denominated in foreign currency will be determined and paid in the amount of United States dollars that is equivalent in value to the amount of the shares denominated in the foreign currency as of close of business on the date of default of the insured credit union. The exchange rates to be used for such conversions are the 12:00 PM rates (the noon buying rates for cable transfers) quoted for major currencies by the Federal Reserve Bank of New York on the date of default of the insured credit union, unless the share agreement provides that some other widely recognized exchange rates are to be used for all purposes under that agreement. The credit unions will also have to list these non-dollar denominated shares and deposits in U.S. dollars for the Call Report. The 12:00 PM Federal Reserve Exchange rates should be used as well on the last working day of the quarter-end.

Health Savings Accounts (FCUs only)

Section 724.1 of the NCUA Rules and Regulations permits Federal credit unions to act as trustees and custodians of certain tax-advantaged savings plans. A federal credit union is authorized to act as trustee or custodian, and may receive reasonable compensation for so acting, under any written trust instrument or custodial agreement created or organized in the United States and forming part of a tax-advantaged savings plan which qualifies for specific tax treatment for its members or groups of its members, provided the funds are invested in share accounts or share certificate accounts of the Federal Credit Union. These services may include acting as a trustee or custodian for health savings accounts. Funds owned by each member shall be added to any other regular share and insured up to \$100,000 in the aggregate for each primary account holder as outlined in Section 745.3 of NCUA's Rules and Regulations.

Dollar Amount of Share Certificates equal to or greater than \$100,000 (Excluding brokered share certificates participated out by the broker in shares of less than \$100,000)

This account enables the Federal Reserve to accurately construct M2 (the measure of total money supply). The outstanding dollar balance of the certificates would be listed. These accounts are insured up to \$100,000 per legally determined member.

Dollar Amount of IRA/Keogh Accounts equal to or greater than \$100,000

This account enables the Federal Reserve to accurately construct M2 (the measure of total money supply). The outstanding dollar balance of the certificates would be listed. These accounts are insured up to \$100,000 per legally determined member.

Dollar Amount of Share Drafts Swept to Regular Shares or Money Market Accounts as Part of Official Sweep Program with the Federal Reserve

This account lists the dollar amount the credit union actually transferred from share drafts (transactional accounts) to regular shares or money market accounts (non-transactional) to qualify the credit union as having a legitimate sweep program with the Federal Reserve. The credit union can use this total to assist in analyzing share trends.