

BOARD ACTION MEMORANDUM

TO: NCUA Board **DATE:** February 15, 2011
FROM: Office of Corporate Credit Unions **SUBJ:** Technical Corrections,
Office of General Counsel 12 C.F.R. Part 704

ACTION REQUESTED: NCUA Board approval to issue the attached final regulation, "Corporate Credit Unions, Technical Corrections."

DATE ACTION REQUESTED: March 17, 2011.

OTHER OFFICES CONSULTED: Office of Capital Markets, Office of Examination and Insurance.

VIEWS OF OTHER OFFICES CONSULTED: Concur.

SUBMITTED TO INSPECTOR GENERAL FOR REVIEW: Yes.

BUDGET IMPACT, IF ANY: None.

RESPONSIBLE STAFF MEMBERS: Elizabeth Wirick, Staff Attorney, Office of General Counsel; and David Shetler, Deputy Director, Office of Corporate Credit Unions.

SUMMARY:

NCUA finalized major revisions to the corporate credit union rule in September, 2010. 75 Fed. Reg. 64786 (Oct. 20, 2010). At its November 18, 2010 meeting, the Board issued an interim final rule containing three technical corrections to the rule. 75 Fed. Reg. 71526 (Nov. 24, 2010). The interim final rule had an effective date of January 18, 2011, to match the effective date of the September revisions to Part 704. NCUA received only two comments on the interim final rule. The final rule, which is unchanged from the interim final rule, corrects: (1) the definition of collateralized debt obligation (CDO) in §704.2; (2) the list of investments exempt from the single obligor limits and credit rating requirements in §704.6; and (3) a date contained in Model Form H of Appendix A to Part 704.

RECOMMENDED ACTION: That the NCUA Board issue the attached final rule.