

**BOARD ACTION MEMORANDUM**

**TO:** NCUA Board

**DATE:** September 24, 2015

**FROM:** Office of General Counsel and  
Office of Examination and Insurance

**SUBJ:** Proposed Rule – FCU  
Investment and Deposit  
Activities, §703.14

**ACTION REQUESTED:** Board approval to issue the attached proposed rule regarding federal credit union investment in bank notes.

**DATE ACTION REQUESTED:** October 15, 2015.

**OTHER OFFICES CONSULTED:** N/A.

**VIEWS OF OTHER OFFICES CONSULTED:** N/A.

**BUDGET IMPACT, IF ANY:** None.

**SUBMITTED TO INSPECTOR GENERAL FOR REVIEW:** Yes.

**RESPONSIBLE STAFF MEMBERS:** John Nilles, Senior Capital Markets Specialist, Office of Examination and Insurance; Justin Anderson, Senior Staff Attorney, Office of General Counsel.

**SUMMARY:** The proposed rule would amend the maturity requirement for bank notes to be permissible investments for federal credit unions by removing the word “original” from the current requirement that bank notes have “original weighted average maturities of less than 5 years.”

**RECOMMENDED ACTION:** Board approval of the attached proposed rule.

**ATTACHMENT:** Proposed rule.