



National Credit Union Administration
Office of Consumer Protection

TO: NCUA Board

DATE: June 10, 2014

FROM: Gail W. Laster
Director

SUBJ: Mainstreet Credit Union's
Application to convert to Federal
Charter

ACTION REQUESTED: Approve application for Mainstreet Credit Union to convert from a Kansas state charter to a federal community charter to serve the 15 county Kansas City, Missouri-Kansas MSA, under Sections 109 and 125 of the Federal Credit Union Act, and NCUA Rules and Regulations, Appendix B to Part 701 – Chartering and Field of Membership Manual.

DATE ACTION REQUESTED: June 19, 2014

OTHER OFFICES CONSULTED: Region IV and the Office of Examination and Insurance.

VIEWS OF OTHER OFFICES CONSULTED: Both Region IV and NCUA's Office of Examination and Insurance concur in approving the credit union's request.

BUDGET IMPACT, IF ANY: None

SUBMITTED TO INSPECTOR GENERAL FOR REVIEW: N/A

RESPONSIBLE STAFF MEMBERS: Gail W. Laster, Director, Office of Consumer Protection; Matthew Biliouris, Deputy Director, Office of Consumer Protection; Rita Woods, Director, Consumer Access-South; and Daniel Apgar, Consumer Access Analyst.

SUMMARY: The state of Kansas chartered the credit union, then known as Northeast Johnson County Teachers' Credit Union, in 1953, to serve the Shawnee Mission School District. In 1979, the credit union became a community charter, open to anyone living or working in Johnson County, Kansas. In 2005, the credit union expanded its field of membership to include residents of the Kansas City Metropolitan Statistical Area. In 2008, Douglas County, Kansas was added to the field of membership as the result of an emergency merger. The credit union changed its name to Mainstreet Credit Union in 2011.

Mainstreet seeks a federal charter to serve its existing community field of membership. As of March 31, 2014, Mainstreet has assets of \$355.5 million and 60,535 members.

Mainstreet proposes to continue serving persons who live, work, worship, or attend school in, and businesses and other legal entities located in the Kansas City, MO-KS Metropolitan Statistical Area, consisting of Franklin, Johnson, Leavenworth, Linn, Miami, and Wyandotte Counties, Kansas, and Bates, Caldwell, Cass, Clay, Clinton, Jackson, Lafayette, Platte, and Ray Counties, Missouri.

The area has a population in excess of 1,000,000; therefore, NCUA Board approval is required under Delegated Authority CHA 3A.

Mainstreet's application meets NCUA requirements for a community charter. As required by IRPS 10-1, the area meets NCUA's definition of a well-defined local community because it is a Metropolitan Statistical Area (MSA) in its entirety with a population of 2.5 million or less. The city of Kansas City, Missouri is the MSA's principal city.

Mainstreet's business plan addresses the required elements for community conversions and expansions discussed in Letter to FCUs, 11-FCU-03. The credit union has a history of solid financial performance and capable management. It has the infrastructure to serve the community through proprietary branches and electronic access. In addition, its comprehensive products and services are well-suited for the various demographic groups in the community.

RECOMMENDED ACTION: Approve the application to convert Mainstreet Credit Union to a federal community charter.

ATTACHMENT: Conversion to Federal Charter Package