

## BOARD ACTION MEMORANDUM

**TO:** NCUA Board

**DATE:** April 29, 2010

**FROM:** Office of General Counsel and  
Office of Small Credit Union Initiatives

**SUBJ:** Proposed Rule – Part 705

**ACTION REQUESTED:** Board issuance of the attached proposed rule with a 60-day comment period.

**DATE ACTION REQUESTED:** May 19, 2011.

**OTHER OFFICES CONSULTED:** All Regional Directors, E&I, and Executive Director.

**VIEWS OF OTHER OFFICES CONSULTED:** Concur.

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

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

**RESPONSIBLE STAFF MEMBER:** Justin M. Anderson, Staff Attorney, Office of General Counsel and Pamela Williams, Program Analyst, Office of Small Credit Union Initiatives.

**SUMMARY:** The attached rule would significantly revise Part 705 of NCUA's Regulations, which governs the process by which the agency solicits, receives, evaluates, and acts on credit union applications seeking loans and technical assistance grants from the Community Development Revolving Loan Fund. The proposed changes update the current rule to improve transparency and are intended to improve its organization, structure, and ease of use by credit unions. The proposal also removes unnecessary detail and outdated processes in the current rule while adding clarification and flexibility.

**RECOMMENDED ACTION:** Recommend the Board issue the proposed rule with a 60-day comment period.

**ATTACHMENT:** Draft Proposed Rule.