



February 18, 2010

Mary Rupp  
Secretary of the Board  
National Credit Union Administration  
1775 Duke Street  
Alexandria, VA 22314-3428

Dear Ms. Rupp,

I am writing this letter today in regard to the proposed NCUA Regulation 12 CFR Part 704. As we read this regulation, we see many parts that can potentially impact our credit union and our member-owners.

As a manager of a small "Traditional" Credit Union in Pompano Beach, Florida, Our relationship with our corporate credit union, Southeast Corp, is multifaceted. With their services (ACH, Wire and share draft services, investment services, deposit processing, cash services, deposit processing services, international services) that they offer we are able to compete in the financial world to our help our membership, which most would not be able to receive help elsewhere, which is what the whole Credit Union movement is about.

There are many issues in the regulation that will have a trickledown effect, which would end up on the members. Such as limiting investing options, lower yields on corporate deposits, limited competitive services solutions, which could lead to suspension of service from corporate CUSOs since all and even existing must be approved by NCUA. The regulation even prohibits the corporate to redeeming outstanding certificates at a market rate, even if it is at a premium dollar, which only hurts the natural credit unions, which need the funds.

I ask that the NCUA Board take another look at the proposed regulation, and remember that the Credit Union Movement was designed to help those, who cannot generally get service at other financial outlets.

Sincerely,

Nanette Collette  
Manager