

## **BOARD ACTION MEMORANDUM**

**TO:** NCUA Board

**DATE:** June 30, 2008

**FROM:** Alonzo A. Swann III  
Region III Director

**SUB:** Community Charter Conversion  
Request – Horizon One FCU # 06435

**ACTION REQUESTED:** Approval of Horizon One Federal Credit Union's field of membership conversion to "persons, who live, work, worship, volunteer, or attend school in, and businesses and other legal entities located in Marion or Johnson Counties in Indiana," a single well-defined local community, under standards of Interpretive Ruling and Policy Statement (IRPS) 03-1 as amended by IRPS 06-1.

**DATE ACTION REQUESTED:** July 24, 2008

**OTHER OFFICES CONSULTED:** Office of General Counsel and Office of Examination and Insurance

**VIEWS OF OTHER OFFICES CONSULTED:** Both offices concur

**REVIEWED BY INSPECTOR GENERAL:** Not applicable; requested action does not involve a proposed regulation relating to agency programs and operations.

**BUDGET IMPACT, IF ANY:** None

**RESPONSIBLE STAFF MEMBERS:** Regional Director Alonzo A. Swann III, Division of Insurance Director Joseph Ostrowidzki, and Insurance Analyst Rita Woods

**SUMMARY:** Horizon One Federal Credit Union, located in Indianapolis, Indiana has requested a conversion from a multiple common bond to a community-based field of membership to serve Marion and Johnson County, Indiana.

The requirements as set forth in the Chartering and Field of Membership Manual have been met as follows:

1. Geographical area boundaries are clearly defined. The credit union is proposing to serve persons who live, work, worship, or attend school in, and businesses and other legal entities located in Marion or Johnson County, Indiana. The County boundaries are clearly defined.
2. The total population of the proposed service area based on 2006 Census Data estimates is 998,820.

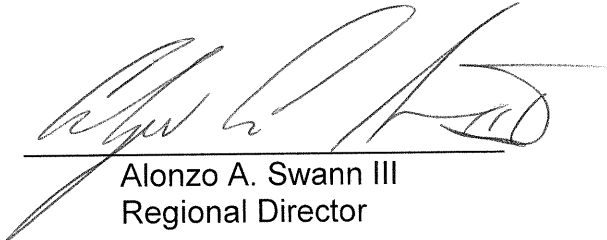
3. Data provided to support the conversion to a community field of membership demonstrate that Marion and Johnson County, Indiana is a single well-defined local community where residents have common interests or interact.
4. Horizon One Federal Credit Union is a financially stable, well-capitalized credit union with low delinquency and loan losses.
5. The community residents will benefit greatly from the wide range of products and services offered by Horizon One Federal Credit Union. Current staffing and facility locations are sufficient to serve the entire community. It is estimated that 90 percent of the community population is within a 20 mile commute of an existing service facility.

The credit union has met the requirements of IRPS 03-01 as amended by IRPS 06-1 and has provided sufficient support to demonstrate that the proposed service area represents a single well-defined local community where residents have common interests or interact. The credit union is well operated and management has the intent and ability to effectively serve the entire community.

**REASON FOR COMING TO THE BOARD WITH THIS ITEM:** The population exceeds the Regional Director's delegated authority and, therefore, the NCUA Board must approve the request.

**RECOMMENDED ACTION:** Approve Horizon One Federal Credit Union's request to convert its field of membership to serve the community of Marion and Johnson County, Indiana.

**ATTACHMENTS:** Regional Summary and supporting documents



Alonzo A. Swann III  
Regional Director