

## BOARD ACTION MEMORANDUM

**TO:** NCUA Board

**DATE:** September 23, 2008

**FROM:** Robert M. Fenner  
Office of General Counsel

**SUBJ:** Proposed Rule,  
12 C.F.R. §740.4

**ACTION REQUESTED:** Board approval to issue proposed amendments to 12 C.F.R. §740.4 revising the signage requirements for federally insured credit unions participating in shared branching networks.

**DATE ACTION REQUESTED:** October 16, 2008.

**OTHER OFFICES CONSULTED:** Office of Examination and Insurance, All Regional Directors, Office of Small Credit Union Initiatives.

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

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

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

**RESPONSIBLE STAFF PERSONS:** Elizabeth Wirick, Staff Attorney, Office of General Counsel.

**SUMMARY:** Section 740.4(c) requires tellers accepting share deposits for both federally insured credit unions and nonfederally insured credit unions to post a second sign adjacent to the official NCUA insurance sign. The current rule requires the second sign to list each federally insured credit union served by the teller along with a statement that only these credit unions are federally insured. The proposed revisions to the rule would replace the required list of credit unions with a statement that not all of the credit unions served by the teller are federally insured and members should contact their credit union for more information.

**RECOMMENDED ACTION:** Recommend Board approval to issue the proposed revisions to §740.4 for a 30-day public comment period.

**ATTACHMENTS:** Notice of Proposed Rule Making and Request for Comments.