

BOARD ACTION MEMORANDUM

TO: NCUA Board

DATE: October 14, 2009

FROM: Office of General Counsel

SUBJ: Final Rule, Parts 740 and 745
NCUA Official Sign and Share
Insurance and Appendix

ACTION REQUESTED: Board approval of final rule regarding Part 740, NCUA's official sign, and Part 745, share insurance and appendix, which extends, until December 31, 2013, the temporary increase in the standard maximum share insurance amount (SMSIA) from \$100,000 to \$250,000 and finalizes two interim final rules issued by the NCUA Board by notation vote in October 2008.

DATE ACTION REQUESTED: October 22, 2009.

OTHER OFFICES CONSULTED: The Office of Examination and Insurance (E&I) and the Office of Chief Financial Officer (OCFO) were consulted in 2008 and concurred with the two interim final rules the Board issued. The subject final rule adopts the two interim final rules without substantive change. Accordingly, we did not ask E&I and OCFO to reiterate their concurrence.

VIEWS OF OTHER OFFICES CONSULTED: Concurred.

BUDGET IMPACT, IF ANY: None.

SUBMITTED TO INSPECTOR GENERAL FOR REVIEW: Yes.

RESPONSIBLE STAFF MEMBERS: Frank Kressman, Staff Attorney, Office of General Counsel.

SUMMARY: Staff requests the Board approve the final rule that: (1) reflects Congress's extension, until December 31, 2013, of the temporary increase in the SMSIA from \$100,000 to \$250,000; and (2) finalizes the interim final rules on revocable trust accounts, mortgage servicing accounts, and NCUA's official sign issued in October 2008. Approval of this final rule will keep NCUA's share insurance coverage on par with the Federal Deposit Insurance Corporation's deposit insurance coverage.

RECOMMENDED ACTION: Recommend the Board approve the final rule.

ATTACHMENT: Final rule.