

BOARD ACTION MEMORANDUM

TO: NCUA Board
FROM: Office of General Counsel
Office of National Examinations
and Supervision

DATE: October 2, 2017
SUBJ: Proposed Rule – Capital Planning
and Supervisory Stress Testing (Part 702)

ACTION REQUESTED: NCUA Board approval to issue the attached proposed rule.

DATE ACTION REQUESTED: October 19, 2017

OTHER OFFICES CONSULTED: N/A

VIEWS OF OTHER OFFICES CONSULTED: N/A

BUDGET IMPACT, IF ANY: None

SUBMITTED TO INSPECTOR GENERAL FOR REVIEW: Yes

RESPONSIBLE STAFF MEMBERS: Scott Hunt, Director, and Dale Klein, Senior Financial Analyst—CPST, Office of National Examinations and Supervision; and John H. Brolin, Senior Staff Attorney, Office of General Counsel.

SUMMARY: The proposal would reduce regulatory burden by removing some of the capital planning and stress testing requirements currently applicable to certain covered credit unions. The proposal would also make the NCUA's capital planning and stress testing requirements more efficient for covered credit unions and the NCUA by, among other things, authorizing credit unions to conduct their own stress tests in accordance with the NCUA's requirements and allowing those credit unions to incorporate the stress test results into their capital plan submissions.

RECOMMENDED ACTION: NCUA Board approve the attached proposed rule.

ATTACHMENT: Proposed rule.