



State of Wisconsin
Department of Financial Institutions

Tommy G. Thompson, **Governor**

John F. Kundert, **Secretary**

December 11, 2000

LETTER CU 5-00
SEMIANNUAL TRANSFER TO REGULAR RESERVE

TO ALL CREDIT UNIONS:

With the August 7, 2000 implementation of the prompt corrective action regulations, there is no longer a requirement to complete the risk assets calculation and make a semiannual transfer from gross income to the regular reserve account.

The transfer of earnings to the regular reserve account is only required if dictated by Part 702 of the NCUA Rules and Regulations. Voluntary transfers to the regular reserve account can be made at any time if approved by the Board of Directors.

Charges to the regular reserve or transfers from the regular reserve account require the approval of the Office of Credit Unions.

Sincerely,

A handwritten signature in cursive script that reads "Ginger Larson".

Ginger Larson
Director
OFFICE OF CREDIT UNIONS

Office of Credit Unions

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