

InfoSight Newsletter

March 4, 2022 | Volume 16 | Issue 9

Highlights

Check Deposit NOTICE GENERATOR

Provide Beneficial
Check Deposit Service
that Prevents Large Losses!



Make & Save Money for your Credit Union
with Two Exclusive Products from

InfoSight

Account Insurance ESTIMATOR

Provide Excellent
Member Coverage Service
that Generates Income!



InfoSight's two new EXCLUSIVE products are now available!

Check Deposit Notice Generator (CDNG) allows your credit union to evaluate any check offered for deposit and generate to the member a beneficial but effective hold, collection, warning or decline notice to prevent a loss on that check.

Account Insurance Estimator (AIE) allows your credit union to estimate the maximum federal insurance (NCUSIF) coverage of funds in any member's account(s) for the ten most popular types of coverage, and generate a customized *estimate* and *estimate form* to provide to reinforce the value of your credit union.

Both products are available credit unions ***under \$100 million free of charge***, and a ***60-day free trial*** is offered for over \$100 million. **Visit InfoSight today** to learn more and to access these tools!

Compliance and Advocacy News & Highlights

Protecting Your Information

In light of recent events, credit unions using InfoSight, CU PolicyPro and RecoveryPro can be confident knowing that League InfoSight and its technology partners are actively working together to ensure the highest security standards are being employed to protect your information. Any questions on protocol or processes, please contact us at info@leagueinfosight.com.

Source: League InfoSight

NCUA Cybersecurity Alert

The U.S. Department of Homeland Security's Cybersecurity and Infrastructure Security Agency (CISA) has recently issued two alerts addressing risks from Russian State-Sponsored cyber threats and highlighting recent malicious cyber incidents suffered by public and private entities in Ukraine.

Given current geopolitical events, the NCUA, along with CISA, the Federal Bureau of Investigation, and the National Security Agency encourage credit unions of all sizes and their cybersecurity teams nationwide to adopt a heightened state of awareness and to conduct proactive threat hunting. In addition, COVID-related supply chain disruptions may require management to reevaluate previously held assumptions for business continuity and disaster recovery plans.

Credit union leadership should be aware of critical cyber risks and take urgent steps to reduce the likelihood and impact of a potentially damaging compromise. All credit unions, regardless of size, are potentially vulnerable to cyberattacks. We highly encourage you to review the two CISA issuances and act on the applicable recommendations. It is crucial that your organization does its part to improve its resilience, reducing the risk of compromise or severe business degradation.

The NCUA recently created the [Automated Cybersecurity Evaluation Toolbox \(ACET\)](#) for federally insured credit unions to evaluate their cybersecurity posture. For more information, please visit the [NCUA's cybersecurity resources website](#).

Source: NCUA

CFPB Bulletin on Vehicle Repossessions

The [CFPB has announced](#) efforts to thwart illegal repossessions in the heated auto market. [CFPB Compliance Bulletin 2002-04](#), issued recently, reveals conduct observed during CFPB examinations and enforcement actions, including the illegal seizure of cars, sloppy record keeping, unreliable balance statements, and ransom for personal property. Such conduct has a potential for violations of sections 1031 and 1036 of the Dodd-Frank Act's prohibition on engaging in unfair, deceptive, or abusive acts or practices (UDAAPs) when repossessing vehicles.

The Bureau's press release says that current strong demand for used automobiles might create incentives for risky auto repossession practices, since repossessed automobiles can command higher prices when resold. The CFPB also expects that both the total amount of debt and the average loan size will continue to increase. Even when inventory shortages abate, larger car loans will put pressure on household budgets for much of the next decade.

The Bulletin describes instances, in examinations and enforcement actions, where servicers violated the Dodd-Frank Act's prohibition against unfair, abusive, or deceptive acts and practices such as:

- **Illegally seizing cars:** Servicers are repossessing vehicles from borrowers who made payments sufficient to stop the repossession or who entered a payment plan.
- **Sloppy record keeping:** Incorrectly coded records or agents failing to talk to their colleagues about canceling repossession orders hurts consumers and is a violation of federal law.
- **Unreliable balance inquiries:** Inaccurate balances can lead to a borrower paying less than a sufficient amount to avoid delinquency, resulting in a repossession. People are also having their vehicles repossessed because their loan payments are processed in a different order than what they had been told.
- **Ransom for personal property:** Servicers are still holding personal property found in repossessed vehicles hostage until the property owner pays a fee, a practice the CFPB has been cracking down on for years.

Source: CFPB

Short Sale Disclosure Rule Proposed

The [Securities and Exchange Commission has announced](#) that it has voted to propose changes that would provide greater transparency to investors and regulators by increasing the public availability of short sale related data. New Exchange Act Rule 13f-2 and the corresponding Form SHO would require certain institutional investment managers to report short sale related information to the Commission on a monthly basis. The Commission then would make aggregate data about large short positions, including daily short sale activity data, available to the public for each individual security. The [SEC has created a Fact sheet](#) with additional information.

Source: SEC

Register Now for NCUA's CAMELS Webinar on March 10

Credit unions can get valuable information on changes to the [NCUA's CAMELS rating system](#) during an upcoming webinar hosted by the NCUA on Thursday, March 10, beginning at 2 p.m. Eastern.

Staff from the NCUA's Office of Examination and Insurance will cover updates to the NCUA's supervisory rating system that is transitioning from CAMEL to CAMELS, effective April 1. The webinar will focus on the addition of a sixth component, "S" (Sensitivity to Market Risk), and redefining the "L" (Liquidity Risk) component.

[Registration for the "CAMELS" webinar is now open](#). The webinar is scheduled to run for approximately 60 minutes. Participants will be able to log into the webinar and view it on their computers or mobile devices using the registration link. They should allow pop-ups from this website.

Participants can submit questions anytime during the presentation or in advance by emailing WebinarQuestions@ncua.gov. The email's subject line should read, "CAMELS." Please email technical questions about accessing the webinar to audience.support@on24.com.

This webinar will be closed captioned and archived online approximately three weeks following the live event.

Source: NCUA

Articles of Interest:

- [Treasury Publishes National Risk Assessments for Money Laundering, Terrorist Financing, and Proliferation Financing](#)
- [Equal Credit Opportunity Act Nondiscrimination Requirements](#) (Letter to Credit Unions)
- [CFPB Outlines Options To Prevent Algorithmic Bias In Home Valuations](#)
- [National Consumer Protection Week \(NCPW\) Events Next Week](#)

CUNA's Advocacy Resources:

- [Happenings in Washington \(Removing Barriers Blog\)](#)

WOCCU (World Council of Credit Unions Advocacy) Advocacy Resources:

- [Telegraph](#) – Current advocacy news world-wide.
- [Advocate Blog](#) – Check out recent updates!

Compliance Calendar

- **March 31st, 2022: CFPB – Credit Card Agreement and Data Submission Requirements: First College Credit Card Marketing Agreements and Data Using "Collect"**
- **April 1st, 2022: NCUA CAMELS Rating System**
- **April 1st, 2022: CFPB – Facilitating the LIBOR Transition (Regulation Z)**
- **May 30th, 2022: Memorial Day - Federal Holiday**
- **June 20th, 2022: Juneteenth National Independence Day - Federal Holiday (observed)**