



## InfoSight Highlight

### Security Content Update

In response to a request from an InfoSight user, the [Security Channel](#) was recently updated with a new topic, [Active Shooter](#). Please review this topic to ensure the safety of your credit union staff and members.

## Compliance News

### CFPB: Snapshot of Mortgage Complaints

The Bureau released a [report on mortgage complaints](#) received from consumers that reveals many interesting data points about complaints submitted by consumers.

### CFPB Releases Report on Servicemember Complaints

The Bureau released its [sixth annual report](#) highlighting complaints from servicemembers as well as emerging issues and continuing trends facing the military community in the financial marketplace. The annual review allows the CFPB to highlight and address critical issues and emerging trends facing the military community, and informs the Bureau's efforts to protect military consumers.

### CFPB Consumer Tip: Find Out Your Financial Well-Being Score

It's the start of a new year, and many people are working on ways to be healthier in 2019, exercising regularly, eating better, and making routine doctor's appointments. But, have you considered a check-up on your finances?

Answer ten questions to get your financial well-being score, and see how you compare to other U.S. adults from our national survey. You don't need to gather or prepare anything in advance, and we won't ask you for any personal financial data. We don't collect or store the answers you provide.

The questionnaire helps you consider how well your current money situation provides you with financial security and freedom of choice, both for today and the future. After you get your results, we provide resources and information to help you make a plan to improve your score.

### **NCUA Issued Reminders:**

- [2018 HMDA Data Must Be Submitted by March 1](#)  
Credit unions with offices located in metropolitan areas that engage in certain types and volume of residential mortgage lending, and that had assets exceeding \$45 million as of December 31, 2017, must file a Home Mortgage Disclosure Act (HMDA) loan/application register for calendar year 2018 loan activity by March 1. Credit unions must submit their HMDA data using a web-based platform provided and maintained by the Consumer Financial Protection Bureau (CFPB). For additional information go to the [Resources for HMDA filers website](#).
- [2019 Asset-Size Thresholds Increased for HMDA Reporting, Regulation Z Small-Creditor Status](#)  
The Consumer Financial Protection Bureau announced increases to the maximum asset-size of credit unions exempt from collecting Home Mortgage Disclosure Act (Regulation C) data in 2019. It also raised the cap under which credit unions can be considered small creditors for certain escrow and qualified mortgage requirements under the Truth in Lending Act (Regulation Z). The December 31, 2018, issuances

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## Compliance Calendar

### January 31

- \*[Form 945, Annual Return of Withheld Federal Income Tax](#)
- \*[Form 941, Employer's Quarterly Federal Tax Return](#)
- \*[Form 940, Employer's Annual Federal Unemployment \(FUTA\) Tax Return](#)
- \*[Form HW-2, Statement of HI Income Tax Withheld & Wages Paid](#)
- \*[Form UC-B6, "Quarterly Wage Contribution & Employment & Training Assessment Report"](#)
- \*[IRS Forms 1099 & W-2 Due to Employees](#)
- \*[IRS Forms Due to Recipients](#)

### February 1

[CUSO Registry Reaffirmation Period Begins](#)

### February 11

[Forms 940, 941, & 945 - Employer's Quarterly Federal Tax Returns](#)

### February 15

[Form W-4 Claiming Exemption from Withholding Expire](#)

### February 28

- \*[HW-3, Employer's Annual Return & Reconciliation of HI Income Tax Withheld](#)
- \*[Form N-196 Annual Summary & Transmittal of HI Information Returns](#)

### April 1

- \*[IRS Electronic Forms Due to IRS](#)
- \*[Prepaid Accounts under the EFT Act/Regulation E & Truth-in-Lending Act/Regulation Z](#)

### April 30

reflect annual adjustments required by HMDA and Regulation Z, respectively. Credit unions with assets of \$46 million or less as of December 31, 2018, are exempt from collecting 2019 HMDA data. Regulation Z now provides exemptions to small creditors with assets less than \$2.167 billion from maintaining mortgage escrow accounts if they comply with some requirements. Similar sized credit unions can also originate qualified mortgages without the need to comply with some Regulation Z requirements, so long as they fulfill specified conditions.

### **ACH Operations Bulletin #1-2019: Indemnification Agreement for Use by Financial Institutions in Requesting Return of Funds from ACH Entries**

NACHA published forms, entitled "Indemnification Agreement – Request for Return of Funds from ACH Entry" ("Indemnification Agreement"), for use by financial institutions in certain situations in which an ODFI requests the return of funds from an ACH transaction, and the RDFI desires to receive a written indemnification in addition to the indemnification contained in the NACHA Operating Rules. NACHA encourages financial institutions to become familiar with this agreement and consider the situations in which to use it, as the use of a standard form is expected to reduce delays and costs associated with negotiating the terms of agreements between financial institutions.

### **WesPay Warns of Counterfeit Cashier's Checks**

Safeway Federal Credit Union, Spokane, WA, reports that counterfeit official checks issued to non-members and bearing the institution's name, are in circulation. Counterfeit Checks are identified by the following:

- Routing Number 325182577 assigned to Safeway Federal Credit Union
- Check numbers are in the upper right corner and start with 122954
- All counterfeit checks, so far, have been in the same \$1,850.00 amount
- The checks have been sent via FedEx to individuals, nation-wide, selling items via internet sites.
- Credit union logo, address and phones are printed in upper left corner
- "Join the Safeway Family Today" is printed above the logo. This phrase is not printed on valid checks
- All checks, so far, have been printed with "Ref: PAYMENT-DUANE BROWN" in the upper center-right area
- Security: the top of the check reads "WARNING.THIS DOCUMENT HAS SECURITY FEATURES IN THE PAPER". Also printed on right edge is a small padlock symbol and "Security Features"
- The spelled-out dollar amount and the numeric amount are on the same line

### **US-CERT:**

- [Mozilla Releases Security Update for Thunderbird](#): Mozilla released a security update to address vulnerabilities in Thunderbird.
- [Google Releases Security Updates for Chrome](#): Google released Chrome version 72.0.3626.81 for Windows, Mac, and Linux.
- [Mozilla Releases Security Updates for Firefox](#): Mozilla released security updates to address vulnerabilities in Firefox and Firefox ESR.
- [CERT/CC Reports Microsoft Exchange 2013 & Newer are Vulnerable to NTLM Relay Attacks](#): The CERT Coordination Center released information to address NTLM relay attacks affecting Microsoft Exchange 2013 and newer versions.
- [Tax Identity Theft Awareness Week](#): Tax Identity Theft Awareness Week is January 28 to February 1. This annual campaign aims to help consumers be more informed about protecting themselves from tax-related identity theft and scams. Tax-related identity theft occurs when someone steals a Social Security number and uses it to claim a tax refund or get a job.
- [Cisco Releases Security Updates](#): Cisco released security updates to address vulnerabilities in multiple products.

[\\*Form UC-B6, "Quarterly Wage Contribution & Employment & Training Assessment Report"](#)

[\\*Form 941, Employer's Quarterly Federal Tax Return](#)

## **Compliance Training**

**February 5**  
[Right of Setoff on Deposit Accounts & Loans: Legal Issues \(Webinar\)](#)

**February 6**  
[C-Suite Series: CAMELS Rating for Executives \(Webinar\)](#)

**February 7**  
[ACH Specialist Series: ACH Tax Refund Exceptions, Posting & Liabilities \(Webinar\)](#)

**February 8**  
[Current Expected Credit Loss \(CECL\) Boot Camp, HCUL Education Center](#)

**February 12**  
[Teller Training Series: Risks & Precautions for Endorsements & Other Negotiable Instruments \(Webinar\)](#)

**February 13**  
[Board Reporting Series: Board Secretary Procedural & Compliance Responsibilities \(Webinar\)](#)

**February 14**  
[Prepaid Cards: Your Credit Union's Responsibilities Under the New Rules, Effective April 1, 2019 \(Webinar\)](#)

**February 19**  
[Determining Cash Flow from Personal Tax Returns After 2018 Tax Reform Part 2: Schedules D, E & F \(Webinar\)](#)

**February 20**  
[Credit Analysis & Underwriting Series: Debt Service Coverage Calculations in Underwriting \(Webinar\)](#)

**February 21**  
[The New NIST Digital Identity Guidelines: Impact on Passwords, Security Questions & Account Lockouts \(Webinar\)](#)

**February 25**  
[Debit Card Chargebacks Part 1: Understanding Visa Rule Changes \(Webinar\)](#)

**February 27**  
[ACH Specialist Series: ACH Dispute](#)

## Questions & Answers

Did you know that you have access to more than 70 checklists in InfoSight?

There are various compliance checklist topics credit unions can use to see if a regulation affects them. One of our most popular sets of checklists are the Advertising checklists, which make reviews of promotional pieces much easier.

You can find the complete listing by going to the "[Checklists](#)" channel. If you see any area that may interest you, just click on the specific checklist; you may find information that you could use to make your work a little easier and keep your credit union compliant.

## Advocacy Highlight

### [Quantify Your Credit Union Shutdown Assistance Efforts](#)

CUNA and leagues are asking credit unions that provided assistance to furloughed members during the government shutdown to fill out a [10-minute survey](#) on shutdown assistance efforts by tomorrow, January 31.

### [The Nussle Report](#)

The Nussle Report delivers CUNA's insights on key events and policy developments affecting credit unions. This report also provides a valuable window into CUNA's actions on behalf of member credit unions and reinforces the value of CUNA membership. Topics for this week include:

- [YourMoneyFurther.com officially launches](#)
- [2019 CUNA GAC preview: Dana Perino keynote and crashers reach record](#)
- [MAP campaign launches for 2019](#)
- [CUNA and MCUL call out frivolous ADA lawsuits](#)
- [NCUA's fidelity bond proposal raise concerns](#)

### [CUNA Advocacy Update](#)

The CUNA Advocacy Update keeps you on top of the most important changes in Washington for credit union's and what CUNA is doing to monitor, analyze, and influence government agencies and federal law. Issues this week included:

- [Government Funded Through February 15th](#)
- [CUNA Files Comment Letter with the NCUA on Fidelity Bonds](#)
- [CUNA, MCUL File ADA Amicus Briefs in 6th Circuit](#)
- [CUNA Shares Credit Union Shutdown Aid with HFSC Chair, Maxine Waters, and Senate Banking Committee Members](#)
- [CUNA Leaders Talk CFPB Priorities with Director Kraninger](#)
- [CFPB Announces Changes to Senior Leadership](#)
- [CUNA Launches First MAP Campaign of 2019](#)

### [Pending Regulatory Comment Calls](#)

The League encourages credit unions to use [PowerComment](#) to file comment letters with regulators on the items below. For more information regarding these proposals, please follow the links below:

- [FHLB Housing Goals Amendment due to the FHFA by January 31.](#)
- [Availability of Funds and Collection of Checks \(Reg CC\) due to the CFBP by February 8.](#)
- [Policy on No-Action Letters and the CFPB Product Sandbox due to the CFBP by February 11.](#)

[Resolution \(Webinar\)](#)

**February 28**

[Flood Insurance Compliance Update & FAQs \(Webinar\)](#)

## Compliance Video

### [Compliance Outlook - Q4 2018 and Q1 2019](#)

[In this video](#), League InfoSight CEO Glory LeDu talks about the highlights from the 4th Quarter of 2018 and the 1st Quarter of 2019. [Click here](#) for the presentation slides.

Just a reminder that Compliance videos since 2014 can be found on YouTube at the [Compliance Connection channel](#), where they are generally updated quarterly.

- [\*FHFA Validation and Approval of Credit Score Models due to FHFA by March 19.\*](#)

If you have any questions or comments concerning this newsletter, please contact Dorie Fitchett, Regulatory Officer at [dorie.fitchett@hcul.org](mailto:dorie.fitchett@hcul.org), or directly @ 203.6412, or for neighbor islands toll-free @ 1.888.331.5646 ext. 412.