



InfoSight Highlight

Elder Financial Abuse Additional Resource Update

Once again, we hear about the elderly and vulnerable among us who are taken advantage of by family members or even by complete strangers. During "[Older Americans Month](#)", the NCUA provided various resources to bring attention to this issue.

During the month of May, NCUA highlighted educational resources that address the unique financial and consumer protection needs of older Americans. The NCUA now has a [video](#) highlighting financial exploitation of older adults, and the agency offers information resources to help prevent [elder financial abuse](#) and avoid [financial scams](#) specifically targeting older people.

The Related links section under the [Elder Financial Exploitation topic](#) in the [Security channel](#) of InfoSight has been updated to include additional information from the National Center on Elder Abuse (refer to the link) [State Directory of Helplines, Hotlines, and Elder Abuse Prevention Resources](#).

Compliance News

CFPB Launches Financial Education Tool for Active-Duty Servicemembers

The Consumer Financial Protection Bureau (CFPB) significantly expanded its Misadventures in Money Management ([MiMM.gov](#)) financial education tool to be available to all active-duty servicemembers, including those in the Reserves and the National Guard. MiMM is a virtual learning experience that fills a critical gap in financial education topics for all servicemembers by covering issues such as the importance of building savings; how to avoid impulse purchases; how debt can affect a military career; protections and benefits of the Servicemembers Civil Relief Act (SCRA); and financial decision-making. The training uses the style of "graphic novel meets choose your own adventure" and has people fighting zombies, traveling in time, and becoming a secret agent while learning key financial concepts, making financial choices and seeing the outcome of those choices.

NCUA: Regulatory Alert (19-RA-01) Flood Insurance Alternatives

Effective July 1, credit unions must accept private flood insurance policies for applicable loans. The policies must meet the definition of private flood insurance as included under the Biggert-Waters Flood Insurance Reform Act of 2012 (Biggert-Waters Act) and incorporated into [Part 760 of the NCUA's regulations](#). In addition, credit unions may accept private flood insurance policies that do not meet the definition of private flood insurance as explained in this letter, as well as NCUA-approved private flood insurance plans provided by mutual aid societies.

NCUA: Register Now for June 18 Flood Insurance Webinar

The NCUA and four other federal financial regulators will host a webinar on June 18 to discuss updates to the [flood insurance rule](#). [Online registration](#) is open. The webinar is scheduled to begin at 2 p.m. Eastern (8 a.m. HST) and run approximately one hour. A question-and-answer session will follow the presentation. Participants also may submit questions in advance at fedwebinar@sf.frb.org. Credit unions also may wish to review the [NCUA's online flood insurance resources](#).

FinCEN Announces New Innovation Hours Program

FinCEN announced a new program to encourage private sector innovation, either by new ways of using existing tools or by adopting new technologies, that can help financial institutions "enhance their anti-money laundering (AML) compliance programs and contribute to more

InfoSight
Compliance eNewsletter
May 29, 2019
Vol. 12, Issue 22

Created in partnership with
the Credit Union National
Association

Compliance Calendar

June 21

[ACH-Return for Questionable Transaction](#)

July 28

NCUA Call Report for June 30, 2019
Cycle Due

July 31

*Form 941, Employer's Quarterly
Federal Tax Return
*IRS Form 5500 or 5500-EZ
*Form UC-B6, "Quarterly Wage
Contribution & Employment & Training
Assessment Report"

August 12

Form 941, Employer's Quarterly
Federal Tax Return

September 20

[ACH Providing Faster Funds
Availability](#)

September 30

*Claim for Exemption: Real Property
Assessment City & County of
Honolulu
*Claim for Exemption: Real Property
Assessment - County of Kauai

October 27

NCUA Call Report for September 30,
2019 Cycle Due

October 31

*Form UC-B6, "Quarterly Wage
Contribution & Employment & Training
Assessment Report"
*Form 941, Employer's Quarterly
Federal Tax Return

November 30

effective and efficient record keeping and reporting under the Bank Secrecy Act (BSA) framework." For more information about FinCEN's Innovation Hours Program, including the criteria to participate, please see the [Frequently Asked Questions \(FAQs\)](#).

FTC: Make it a Scam Free Vacation

It's almost summer! Right now, you probably have beaches on the brain or you're thinking about that long-planned trip abroad. Before you head out, take steps to help keep your dream vacation from becoming a nightmare.

CUNA's CompBlog: Marijuana-Related Businesses

At CUNA's recent Regulatory Compliance School there was a panel discussion about the issues Compliance Officers should raise with senior management when the credit union is considering whether or not to serve marijuana-related businesses. John Kasten, Greylock CU and Margaret Kilburn, Cornerstone Community Financial shared a number of helpful ideas. Is there a Checklist of these types of compliance issues that we can use when initiating these discussions with the CU's leadership? [Click here](#) for the checklist.

CUNA Comp Blog: Are Skip Payment Fees Finance Charges?

After consultation with legal staff at the Federal Reserve Board, the NCUA stated that a skip payment fee charged by a credit union to its members to participate in a skip-a-payment plan regardless of whether members use the option, is not a finance charge. However, if a credit union charges a fee each time a member skips a loan payment, similar to a transaction fee, then the fee is a finance charge. Furthermore, federal credit unions must ensure that interest, including any finance charges, does not exceed NCUA's usury limit. Refer to legal opinion letter issued on April 19, 2006 ([No. OL2005-0903A](#)) for more information.

CMG: Wildfire Safety Plan Could Cut Power for Days in Major California Cities

Following California wildfires last year, Pacific Gas & Electric utility announced a plan to cut power this summer on high-wind days. Rolling power outages for multiple days are expected throughout California. These outages may impact whole communities, affecting credit union operations, financial performance, and potentially impacting member and employee safety.

US-CERT:

- [MS-ISAC Highlights Verizon Data Breach Report Release](#): The Multi-State Information Sharing & Analysis Center (MS-ISAC) released a Cybersecurity Spotlight on the 2019 Verizon Data Breach Report to raise awareness of data breach incidents and provide recommended best practices for election officials. The report, produced annually by the Verizon Threat Research Advisory Center (VTRAC), provides analysis on data breach trends affecting a variety of sectors, including public administration, healthcare, and education.
- [Mozilla Releases Security Updates for Firefox, Thunderbird](#): Mozilla has released security updates to address vulnerabilities in Firefox, Firefox ESR, and Thunderbird. An attacker could exploit some of these vulnerabilities to take control of an affected system.
- [Microsoft Releases Security Updates to Address Remote Code Execution Vulnerability](#): Microsoft released security updates to address a remote code execution vulnerability in the following in-support and out-of-support operating systems: In-support systems: Windows 7, Windows Server 2008 R2, and Windows Server 2008. Out-of-support systems: Windows 2003 and Windows XP.

Advocacy Highlight

DOL OT Proposal Improved, But Should Not Create Burdens for CUs

The DOL's current proposal would increase the minimum salary for the "white collar" overtime exemption to \$35,308 annually and allow employers to count nondiscretionary bonuses and incentive payments (including commissions) to satisfy up to 10 percent of the salary level test.

The Nussle Report

New Employee Forms W-4 & HW-4

December 31

[*Claim for Exemption: Real Property Assessment - County of Hawaii](#)

[*Claim for Exemption: Real Property Assessment - County of Maui](#)

Compliance Training

June 3

[Untangling Complex RDFI Challenges \(Webinar\)](#)

June 4

[*Frontline Essentials Workshop, Hilo](#)
[*Mortgage Lending Hot Spots Series: Construction-Only & Construction-to-Permanent Lending \(Webinar\)](#)

June 5

[BSA Series: Job-Specific BSA Training for Operations \(Webinar\)](#)

June 6

[Handling Dormant Accounts, Unclaimed Property & Escheatment \(Webinar\)](#)

June 10

[Financial Literacy Fundamentals for New Directors: Financial Statements, Key Ratios & How to Monitor Your Credit Union \(Webinar\)](#)

June 11

[Essential HR Recordkeeping from Hiring to Firing \(Webinar\)](#)

June 13

[Call Report Series: Financial Accounting & Reporting \(Webinar\)](#)

June 18

[Regulation E Series: Reg E Fundamentals \(Webinar\)](#)

June 19

[Electronic Returned Items: Combating Fraud \(Webinar\)](#)

June 20

[Consumer Collection Series: Effective Debt Collection Techniques & Strategies \(Webinar\)](#)

June 24

[Complying with the 2019 SAR Cyber-Event Reporting Requirements \(Webinar\)](#)

June 25

[BSA Series: Job-Specific BSA Training for the Board \(Webinar\)](#)

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:

- [New leadership for the Awareness Initiative](#)
- [360-degree advocacy](#)
- [CUNA files amicus brief in diversity jurisdiction case](#)
- [NCUA distributes \\$160.1 million dividend payments](#)
- [CULAC-backed candidate wins in PA](#)

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:

- [FCC Signals Intent to Allow Phone Companies to Block Calls](#)
- [Comments sent to the DOL on proposed overtime regulation](#)
- [Letter supporting S. 1564 sent to Senator Tillis](#)
- [Amicus brief submitted to U.S. Court of Appeals supporting Navy FCU](#)
- [CUNA asks NCUA to consider floating interest rate cap](#)
- [CU concerns shared with committee for hearing on illicit finance & beneficial ownership](#)
- [NCUA proposes rule on nonmember deposits](#)
- [Credit union-supported amendment in H.R. 1500 passes House of Representatives](#)
- [Reminder: One week left to comment on NCUA's 2019 reg review](#)

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:

- [Privacy of Consumer Financial Information Rule Under the Gramm Leach-Bliley Act due to the FTC by June 3.](#)
- [HMDA NPRM on reporting thresholds due to the CFPB by June 12](#)
- [Compensation in connection with loans and lines of credit to members due to NCUA by June 24](#)
- [Potential Regulatory Changes to the Remittance Rule due to the CFPB by June 28](#)
- [Regulatory Flexibility Act Review of 2009 Overdraft Rule due to the CFPB by July 1](#)
- [Home Mortgage Disclosure \(Reg C\) Data Points and Coverage due to the CFPB by July 8](#)
- [Debt collection NPRM due to the CFPB by August 19](#)

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

June 26

[Card Data Security: PCI-DSS Risk, Readiness & Compliance \(Webinar\)](#)

June 27

[Living, Grantor & Family Trust Accounts: Common Problems in Account Opening & Lending \(Webinar\)](#)

June 29

[Solid Business Writing Workshop – Kauai](#)

Compliance Video

Compliance Outlook S. 2155, Part 1

When Senate Bill 2155, the Economic Growth, Regulatory Relief, and Consumer Protection Act, passed in 2018 there was a lot to understand! Glory LeDu, League InfoSight CEO, provides a short breakdown for you. [Click here](#) for the slide presentation. Just a reminder that Compliance videos since 2014 can be found on YouTube at the [Compliance Connection channel](#), where they are generally updated quarterly.



Compliance eNEWSLETTER
powered by the Hawaii Credit Union League

InfoSight Highlight

RESPA's Borrower Protections and Prohibited Practices

The RESPA, which is implemented by [Regulation X](#) is a borrower protection statute that requires lenders, mortgage brokers, or services of home loans to provide borrowers with certain information and timely disclosures regarding the nature and costs of the real estate settlement process. In addition, specific practices such as kickbacks are prohibited under the law and there are certain limitations upon the use of escrow accounts.

It's a good idea to be reminded of activities that are considered a "kickback" when it comes to the RESPA. The [Detailed Analysis](#) in the RESPA's Borrower Protections and Prohibited Practices topic of the [Loans and Leasing channel](#) provides more details for your review.

Compliance News

CFPB Updates TRID FAQs

The Consumer Financial Protection Bureau updated its TILA-RESPA Integrated Disclosure (TRID) FAQs. The FAQs address questions relating to:

- [Corrected closing disclosures and the three business-day waiting period before consummation](#)
- [Model forms](#)
- [Construction loans](#)

CFPB: Avoid Mortgage Closing Scams

Closing on a new home can be one of your most memorable moments. Scammers, however, are increasingly targeting eager homebuyers just days before they close through a sophisticated email phishing scam. It's a mortgage closing scam, and it could cost you your down payment and closing costs, which is often your life savings. If you're buying a home, a few easy steps can protect you and your money. Close with confidence on your dream home, with the CFPB's new mortgage closing scams resources.

IRS Unveils Draft of W-4 for 2020

The Internal Revenue Service issued a [draft of the 2020 Form W-4, Employee's Withholding Allowance Certificate \(PDF\)](#), that will make accurate withholding easier for employees starting next year. The new design reduces the form's complexity and increases the transparency and accuracy of the withholding system.

IRS Reminder: Tax Scams Continue Year-Round

Although the April filing deadline has passed, scam artists remain hard at work, and the IRS urged taxpayers to be on the lookout for a spring surge of evolving phishing emails and telephone scams.

CMG Webinar: Employer Risks, Rights & Obligations in the Workplace

With changes in the workplace, employers must exercise caution. Credit union executives, human resources professionals, and managers must appropriately address employer risks, rights, and obligations to ensure all job candidates and employees are treated fairly and equitably. Join the live session to gain tips on enhancing your policies and procedures around hiring, firing, and everything in-between. [Watch this short video](#) to get a sneak peak of what CUNA Mutual Group will touch on during the live session. Can't attend? [Sign up](#) to get an email link to the recording.

CMG RISK Alert: Lack of Security Procedures Can Drive Physical Security Concerns

Two recent risks, armored car attacks and suspicious packages found, have been making

InfoSight Compliance eNewsletter June 5, 2019 Vol. 12, Issue 23

Created in partnership with
the Credit Union National
Association

Compliance Calendar

June 21

[ACH-Return for Questionable Transaction](#)

July 28

NCUA Call Report for June 30, 2019 Cycle Due

July 31

*[Form 941, Employer's Quarterly Federal Tax Return](#)
*[IRS Form 5500 or 5500-EZ](#)
*[Form UC-B6, "Quarterly Wage Contribution & Employment & Training Assessment Report"](#)

August 12

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

September 20

[ACH Providing Faster Funds Availability](#)

September 30

*[Claim for Exemption: Real Property Assessment City & County of Honolulu](#)
*[Claim for Exemption: Real Property Assessment - County of Kauai](#)

October 27

NCUA Call Report for September 30, 2019 Cycle Due

October 31

*[Form UC-B6, "Quarterly Wage Contribution & Employment & Training Assessment Report"](#)
*[Form 941, Employer's Quarterly Federal Tax Return](#)

November 30

[New Employee Forms W-4 & HW-4](#)

December 31

*[Claim for Exemption: Real Property](#)

their way back into the financial institution workplace. In some instances, the lack of or misunderstanding of written security procedures to follow has exacerbated the concern for staff.

OFAC Updates Cuban Assets Control Regulations

OFAC has updated the [Cuban Assets Control Regulations, 31 C.F.R. part 515 \(CACR\)](#), to further implement portions of the President's foreign policy toward Cuba. In accordance with newly announced changes to non-family travel to Cuba, OFAC has amended the CACR to remove the authorization for group people-to-people educational travel. The [CACR amendment](#) will be published in the Federal Register on Wednesday, June 5, at which time the changes will take effect. OFAC also published a number of [updated FAQs](#) and a [Fact Sheet](#) about the amendments.

2018 Report on Terrorist Assets

OFAC released its [2018 Terrorist Assets report](#) to Congress on assets in the United States relating to terrorist countries and organizations engaged in international terrorism.

US-CERT:

- [NSA Releases Advisory on BlueKeep Vulnerability](#): The National Security Agency (NSA) released a cybersecurity advisory for CVE-2019-0708, a vulnerability dubbed BlueKeep. Although Microsoft has issued a patch, potentially millions of machines are still unpatched and remain vulnerable.
- [Google Releases Security Update for Chrome](#): Google released Chrome version 75.0.3770.80 for Windows, Mac, and Linux. This version addresses multiple vulnerabilities that an attacker could exploit to take control of an affected system.
- [Apple Releases Security Updates for AirPort Extreme, AirPort Time Capsule](#): Apple released AirPort Base Station Firmware Update 7.91 to address vulnerabilities in AirPort Extreme and AirPort Time Capsule wireless routers.
- [Hurricane-Related Scams](#): As the 2019 hurricane season approaches, the Cybersecurity and Infrastructure Security Agency warns users to remain vigilant for malicious cyber activity targeting disaster victims and potential donors. Fraudulent emails commonly appear after major natural disasters and often contain links or attachments that direct users to malicious websites. Users should exercise caution in handling any email with a hurricane-related subject line, attachments, or hyperlinks. In addition, users should be wary of social media pleas, texts, or door-to-door solicitations relating to severe weather events.

Advocacy Highlight

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:

- Credit unions urge FCC against action on robocalls
- Senator Baldwin meets with credit unions in Wisconsin
- CUNA weighs in on NCUA's annual regulatory review
- How to market alongside Open Your Eyes
- [Free webinars on data security dos and don'ts](#)
- [Economic Update: the impact of President Trump's tariff increase on the U.S. economy](#)
- [Harlene Johnson named 2019 Credit Union Hero of the Year](#)

[Assessment - County of Hawaii](#)
[*Claim for Exemption: Real Property Assessment - County of Maui](#)

Compliance Training

June 10

[Financial Literacy Fundamentals for New Directors: Financial Statements, Key Ratios & How to Monitor Your CU \(Webinar\)](#)

June 11

[Essential HR Recordkeeping from Hiring to Firing \(Webinar\)](#)

June 13

[Call Report Series: Financial Accounting & Reporting \(Webinar\)](#)

June 18

[Regulation E Series: Reg E Fundamentals \(Webinar\)](#)

June 19

[Electronic Returned Items: Combating Fraud \(Webinar\)](#)

June 20

[Consumer Collection Series: Effective Debt Collection Techniques & Strategies \(Webinar\)](#)

June 24

[Complying with the 2019 SAR Cyber-Event Reporting Requirements \(Webinar\)](#)

June 25

[BSA Series: Job-Specific BSA Training for the Board \(Webinar\)](#)

June 26

[Card Data Security: PCI-DSS Risk, Readiness & Compliance \(Webinar\)](#)

June 27

[Living, Grantor & Family Trust Accounts: Common Problems in Account Opening & Lending \(Webinar\)](#)

June 29

[Solid Business Writing Workshop – Kauai](#)

July 1

[ALLL Supporting Documentation: Current Rules & Future Expectations Under CECL](#)

- [Follow CUNA on Instagram during ACUC Crasher takeover](#)

(Webinar)

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:

- [The week ahead in Washington](#)
- The FCC will vote this week on ruling to allow phone companies to block calls by default
- [CUNA weighs in on NCUA's annual reg review](#)
- [National flood insurance program extended for two weeks](#)

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:

- [HMDA NPRM on reporting thresholds due to the CFPB by June 12](#)
- [Compensation in connection with loans and lines of credit to members due to NCUA by June 24](#)
- [Potential Regulatory Changes to the Remittance Rule due to the CFPB by June 28](#)
- [Regulatory Flexibility Act Review of 2009 Overdraft Rule due to the CFPB by July 1](#)
- [Home Mortgage Disclosure Act \(Reg C\) Data Points and Coverage due to the CFPB by July 8](#)
- [Debt collection NPRM due to the CFPB by August 19](#)

July 2

[Managing Accounts & Records for Nonresident Aliens: Opening, Identifying, Monitoring & Tax Reporting \(Webinar\)](#)

July 9

[Mortgage Lending Hot Spots Series: Surviving a TRID Compliance Exam \(Webinar\)](#)

July 9-10

[Basic Credit Union Accounting Class – CU Hawaii FCU, Hilo](#)

July 10

[FinCEN Guidelines on Reporting Elder Financial Exploitation \(Webinar\)](#)

Compliance Video

Compliance Outlook S. 2155, Part 1

When Senate Bill 2155, the Economic Growth, Regulatory Relief, and Consumer Protection Act, passed in 2018 there was a lot to understand! Glory LeDu, League InfoSight CEO, provides a short breakdown for you. [Click here](#) for the slide presentation. Just a reminder that Compliance videos since 2014 can be found on YouTube at the [Compliance Connection channel](#), where they are generally updated quarterly.

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