



## Mutual Alert

### **Credit Union Groups Call for Revisions to Investment Regulations in NCUA Letter**

America's Credit Unions and the National Association of Credit Union Services Organizations (NACUSO) have requested to have current investment regulations revised in a **new letter** to the National Credit Union Administration (NCUA). Proposed changes would place fintechs in a distinct investment category and broaden investment opportunities beyond what is established in current regulations.

In the letter, the groups propose adding a new section to Part 703 of NCUA's investment regulations to codify fintechs as permissible investments as described in the Federal Credit Union (FCU) Act and remove them from the limitations of credit union service organizations (CUSOs) outlined in Part 712. Under the FCU Act, permissible investments are described more broadly as "entities providing services aligned with the routine operations of credit unions," whereas under Part 712, fintech investments are limited to CUSOs that primarily serve credit unions.

The proposal also suggests that fintech investments should have an investment limit of 1 percent for each individual credit union investment in addition to the aggregated 1 percent CUSO investment limit set in Part 712.

Read the full letter [here](#).

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