



Marissa Anema <manema@njcul.org>

The Daily Exchange -- May 5, 2014

New Jersey Credit Union League <news@njcul.org>

Tue, May 5, 2015 at 11:43 AM

Reply-To: news@njcul.org

To: staff@njcul.org

To ensure that you continue receiving our emails, please add us to your address book or safe list.

[Unsubscribe](#)

[Update Your Communications Preferences](#)



The Daily Exchange

May 5, 2015

Today's News:

- › CUNA, State Leagues Issue Call to Action in Support of House Data Breach Bill
- › Cybersecurity Webinar from NCUA Scheduled for May 20
- › Members 1st of NJ FCU Holds Successful Shred Event
- › CUNA Assesses House, Senate Patent Assertion Bills
- › CUNA Mutual Issues Risk Alert Related to Employee Dishonesty Losses
- › Auto Lending Trends Topic of Next Lending Roundtable on May 12
- › Bill Would Limit Enforcement/Litigation Under TILA-RESPA Disclosure Rule
- › Patent Reform Hearing on Senate Schedule this Week
- › Nussle on Bloomberg: 'Arbitrary' MBL Cap Works Against Economic Recovery
- › Credit Unions, Mark Your Calendars

CUNA, State Leagues Issue Call to Action in Support of House Data Breach Bill

WASHINGTON – Building on the success credit union advocates are having in getting data breach legislation introduced in the U.S. Congress, CUNA and the state leagues have launched a new call to action to garner support for the recently introduced House Data Security Act of 2015 (H.R. 2205).

CUNA strongly backs the broad House bill that would establish a national data security standard.

“Credit unions work hard to protect their members’ data security. They block card usage and issue cards with new numbers quickly after breaches to prevent fraud. When fraud occurs they work with members to remove the fraudulent charges and help members keep their hard-earned money,” said CUNA President/CEO Jim Nussle. “When the merchants cause a data breach, they just pass along many of the costs of their poor security to credit unions.”

The House bill, introduced by Reps. Randy Neugebauer (R-Texas) and John Carney (D-Del.), is a companion to Senate data breach legislation (S. 961), which was introduced by Sens. Tom Carper (D-Del.) and Roy Blunt (R-Mo.).

CUNA Chief Political Officer Richard Gose praised strong credit union engagement on the issue of data breaches, particularly in recent months, and urged the credit union system to remain involved going forward and support CUNA’s Call to Action.

“We are very fortunate that over 350,000 credit union members have been engaged with this issue since the beginning of the year, and we believe this has had a significant impact in getting these bills

introduced," he said.

H.R. 2205 would require all entities that deal with consumers' personal information to develop and maintain an effective information security program tailored to the complexity and scope of its operations and the sensitivity of its data.

Credit union stakeholders can take action by:

- Contacting their members of Congress by visiting StoptheDataBreaches.com and clicking the [Take Action](#) link;
- Using the numerous tools and resources contained in CUNA's [Data Breach Toolkit](#);
- Engaging with social media using the hashtag #StoptheDataBreaches to tweet elected officials. CUNA's [@CUNA](#) and [@CUNAAdvocacy](#) twitter accounts and CUNA Advocacy [Facebook page](#) will be used to relay the latest information; and
- Encouraging credit unions to sign up for CUNA's [Member Activation Program](#).

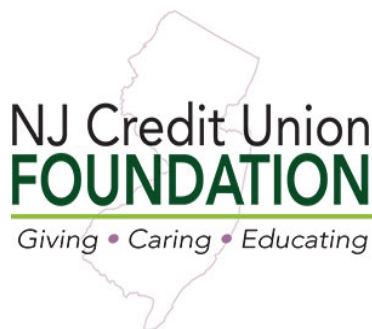


Join the NJ CU Foundation for its 5th Annual Casino Night May 29th!

Registration materials for the NJ CU Foundation's Casino Night are now available!

The event will be held on Friday, May 29th at 6 p.m. at the Renaissance Woodbridge Hotel in Iselin, N.J.

Join us and support a great cause!



Upcoming Events:

May 5, 2015
Webinar: Director Series:
Strategic Planning Best



The nationwide [Stop the Data Breaches Call-to-Action](#) has been renewed. CUNA and the NJCUL are encouraging all credit union professionals, volunteers and members to [email their lawmakers in Congress today, even if they've done so already!](#)

[\[BACK TO TOP \]](#)

Cybersecurity Webinar from NCUA Scheduled for May 20

ALEXANDRIA, Va. – Up-to-date information on cybersecurity and deterring cybercrime will be the topic of a NCUA webinar scheduled for May 20.

Titled "Cybersecurity Basics," the webinar will feature a panel that includes:

- Timothy Segerson, deputy director, NCUA's Office of Examination and Insurance;
- Chris Gill, risk management consultant, CUNA Mutual Group; and
- Jessica Cromer, corporate sales associate for financial services, Citrix Sharefile.

Topics that will be covered include:

- NCUA's collaboration with the Federal Financial Institutions Examination Council to develop a self-assessment guide for use by credit unions;
- Statistics on credit union losses due to cybercrime;
- Why password-protecting documents is outdated;
- Precautionary measures to protect member information; and

practices for the Board & Senior Management

3:00 pm to 4:30 pm

[More Information Click Here](#)

May 11, 2015

Webinar: The FFIEC's New Appendix J on Outsourced Technology Services

3:00 pm to 4:30 pm

[More Information Click Here](#)

May 12, 2015

Lending Roundtable: Taking a Look at Auto Lending Trends

Location: NJCUL and via Video Conference

10:00 am to 12:30 pm

[More Information Click Here](#)

Contact Us:

Address

299 Ward Street
Hightstown, NJ 08520
[Driving directions](#)

Phone

[800.792.8861](tel:800.792.8861)
[609.448.2426](tel:609.448.2426)

Fax

[609.448.3499](tel:609.448.3499)

E-mail

info@njcul.org

Connect with Us:



- Potential consequences of failing to protect information.

The webinar will also include information about NCUA's new \$7,500 cybersecurity grants for qualified low-income credit unions.

The webinar is scheduled for 2 p.m. May 20 and will run for approximately 90 minutes, including a 30-minute Q&A session.

[Registration](#) is now open for the free webinar.

[\[BACK TO TOP \]](#)

Members 1st of NJ FCU Holds Successful Shred Event



VINELAND, N.J. – On Saturday, Members 1st of NJ FCU held a successful shred event at its branch office where over 3,000 pounds of members' personal and confidential documents were shredded onsite.

[\[BACK TO TOP \]](#)

CUNA Assesses House, Senate Patent Assertion Bills

WASHINGTON – CUNA remains concerned about a very narrow definition of "bad faith" for patent assertion letters that would trigger enforcement actions under the Targeting Rogue and Opaque Letters (TROL) Act. The House Energy and Commerce Committee approved the bill 30-22 this week.

On the same topic, CUNA is studying a comprehensive and bipartisan Senate patent reform bill introduced Wednesday. The Protecting American Talent and Entrepreneurship Act (PATENT Act) was introduced by Senate Judiciary Chair Chuck Grassley (R-Iowa), the panel's ranking member, Sen. Patrick Leahy (D-Vt.), as well as Sens. John Cornyn (R-Texas) and Charles Schumer (D-N.Y.), who are senior members of that committee.

In one of its 16 sections, the bill calls for civil penalties to be levied by the Federal Trade Commission (FTC) in connection with patent assertion entities engaged in widespread demand letters abuse, with civil penalties for FTC rule violations specified.

The provision does not impinge on legitimate licensing activity or expand the authority of the FTC.

The House's TROL Act would require patent demand letters to contain more details about a patent, who owns it and what is being infringed upon than is required under current law. The act would also empower the FTC and state attorneys general to enforce those requirements and bring action against those who send "bad faith" demand letters.

CUNA maintains that a better approach to enforcement would focus on the effect of a patent demand letter on end users, rather than on the knowledge of the violator. CUNA also has expressed concerns that the TROL Act would undo the constructive state bills that have passed and replace them with a "weaker federal standard."

CUNA will continue to press for patent law reforms that would ban abusive patent demand letters and lawsuits that can harm the financial services industry, as well as the consumers it serves.

[\[BACK TO TOP \]](#)

CUNA Mutual Group Issues Risk Alert Related to Employee Dishonesty Losses

Employee dishonesty losses continue to be a top claims category for credit unions according to CUNA Mutual Group's Bond claims statistics. In fact, embezzlement schemes involving theft of cash by tellers and vault tellers are also growing in severity. To minimize the risk of these losses, credit unions should ensure surprise cash counts are performed frequently and in an appropriate manner.

Click to read the [FULL RISK ALERT](#) and risk mitigation tips.

[\[BACK TO TOP \]](#)

Auto Lending Trends Topic of Next Lending Roundtable on May 12

**May 12, 2015
10 a.m. to 12:30 p.m.**

Auto Lending is a key focus for credit union loans. What does the NJ market look like? Are your members buying new or used cars? How many consumers get that great rate offered by the dealers?

The next Lending Roundtable from the League "**Taking a Look at Auto Lending Trends**" on May 12th will provide statistics that will enlighten you about the auto lending trends in New Jersey as well as in your market areas.

The session, led by Mark Klucar and Carol Miller of CU Direct, will include discussions on how marketing, timing and rate impact your success in growing loans at your credit union.

The session will take place from 10:00 a.m. to 12:30 p.m. and will include lunch. Join us “live” at the League office or via conferencing at Atlantic FCU in Kenilworth or Members 1st of NJ FCU in Vineland. The cost to attend is \$25.

There is also a 50% discount for credit unions below \$10 million in assets. Contact Mary Zelinsky at mzelinsky@njcul.org or 800-792-8861 ext. 100 for more information.

To register and pay by check, send an email to Mary Zelinsky at mzelinsky@njcul.org and your credit union will be invoiced. To register and pay online, click [here](#).

Please Note: This Roundtable counts towards “education dollars spent” for the 2016 Patronage Rebate Program.

EDUCATION CANCELLATION POLICY: NJCUL must receive written cancellation in our office seven (7) days prior to the education session in order for you to receive a refund; substitutions only after this date. All cancellations will be subject to a \$25 cancellation fee.



[\[BACK TO TOP \]](#)

Bill Would Limit Enforcement/Litigation Under TILA-RESPA Disclosure Rule

WASHINGTON – Legislation that would provide a temporary delay in enforcement and a liability safe harbor period under the Consumer Financial Protection Bureau’s (CFPB) Truth in Lending Act-Real Estate Settlement Procedures Act (TILA-RESPA) integrated disclosures rule was introduced last week.

The rule currently has an implementation date of Aug. 1; the bill would put a safe harbor in place until Jan. 1, 2016.

The bill would limit enforcement actions during the safe harbor period, as long as a “good faith” effort is made to comply with the rule.

The rule integrates all required mortgage disclosures into two new forms, the Loan Estimate (to be provided within three days of receipt of a loan application) and Closing Disclosure (to be provided at least three business days before closing). The new forms are meant to provide borrowers with additional information to help them understand all costs associated with their loan.

CUNA’s compliance staff has collected a number of resources for credit unions looking to understand how the loan will affect them. A recent [CompBlog](#) entry collects the most recent analysis of the new notices, which includes a page-by-page breakdown of the new forms.

CUNA has previously advocated for the CFPB to allow a lengthy implementation period due to the complexity of the rule. In March, a

number of House Financial Services Committee leaders wrote to the CFPB pushing for the implementation date to be pushed back to Dec. 31.

The lawmakers cited Aug. 1 as part of the peak home-buying season, noting that in 2014, 10 of the 25 busiest days for home closings were in August. According to the legislators, 19 of the slowest days for home closings were in January and February 2014.

Delaying implementation, they said, will allow all parties to better understand the changes associated with the new rule.

The new rule does not apply to loans made by a creditor making five or fewer mortgages per year, home equity lines of credit, reverse mortgages, or mortgage loans secured by a mobile home or a dwelling not attached to real property.

[\[BACK TO TOP \]](#)

Patent Reform Hearing on Senate Schedule this Week

WASHINGTON – The U.S. House of Representatives is on recess this week but CUNA will be keeping a close eye on a Senate patent reform hearing scheduled for Thursday morning.

The Senate Judiciary Committee Thursday will host a hearing to discuss the Protecting American Talent and Entrepreneurship (PATENT) Act (S. 1137). Introduced by committee chair Sen. Chuck Grassley (R-Iowa), the bill is the Senate alternative to Rep. Bob Goodlatte's (R-Va.) Innovation Act (H.R. 9), which was introduced in February.

CUNA will submit a letter for the hearing's record this week, which among other things, will spell out its principles for patent reform legislation. The hearing is scheduled to begin at 10 a.m.

[\[BACK TO TOP \]](#)

Nussle on Bloomberg: 'Arbitrary' MBL Cap Works Against Economic Recovery

WASHINGTON – Reminding *Bloomberg Radio* listeners that the current cap on credit union member business lending is “arbitrary” in the first place, CUNA President/CEO Jim Nussle also underscored that the lending limit stands in the way of credit unions getting additional capital into the economy.

In an interview Monday, Nussle was asked about slow economic growth in the first quarter of 2015. The CUNA leader said credit unions stand ready to get more capital into the market to boost the economic recovery as soon as the cap is lifted. CUNA backs legislation to lift the cap from to 27.5% of assets from the current 12.25%.

“Our momentum is really capped at this time, that’s the whole point. We could provide a lot more momentum if we didn’t have a [12.25%] cap,” Nussle said. “We offer, we think, an opportunity to provide much

more capital for lending purposes, and we think that should be at least considered by policymakers as they're trying to get the economy moving."

Nussle added that 85% of credit union member business loans are written for roughly \$220,000, which he said is fairly significant for a small business, but not so much that increased lending would present safety and soundness issues.

"The bottom line is that [12.25%] is kind of an arbitrary number. It was selected back in 1998 by Congress," Nussle said. "I think now, looking at the marketplace, if you want to create jobs and economic growth, it's a time to allow all players to get into the field, particularly at a time when we're not seeing the kind of lending strength we need to get the economy moving."

Credit unions, as smaller institutions that serve smaller communities, typically have solid connections to those communities, putting them in position to better serve small businesses, Nussle said.

"We stand in a great position because of our situation, to be able to lend more to the market at a time when clearly there is a thirst for capital and a need to get it out there and help get the economy moving," he said.

[\[BACK TO TOP \]](#)

Credit Unions, Mark Your Calendars

HIGHTSTOWN, N.J. – The New Jersey Credit Union League would like you to mark your calendars for these upcoming events:

NJCUL Education

May 12 -- [Lending Roundtable: Taking a Look at Auto Lending Trends](#)

May 12 -- [VirtualCorps Webinar: Millennials Want Convenient Access to...Products and Services We Don't Have?](#)

May 13 -- [NJ DNA Meeting at Credit Union of New Jersey](#)

June 6 -- [Small Credit Union Conference: Driven to Succeed](#)

June 19 -- [Compliance Conference: Managing Dynamic Change](#)

Industry Events

May 15 -- [Reality Fair at Barringer High School Academy of the Arts and Humanities](#)

May 18 -- [Greater Alliance FCU Golf Outing at Apple Ridge Country Club in Mahwah, NJ](#)

May 20-21 -- [CU Direct's Automotive Lending & Marketing Conference](#)

May 27 -- [Southern Chapter Meeting: Cyber Security](#)

May 29 -- [New Jersey Credit Union Foundation 5th Annual Casino Night](#)

June 1 -- [North Jersey Federal Credit Union Foundation's Annual Golf](#)

[Outing](#)

June 5 -- [Reality Fair at Thomas Wallace School](#)

June 9 -- [North-Central Chapter Meeting: NJ CU Legislation](#)

June 10 -- [Reality Fair at Ewing High School](#)

July 20 -- [Garden Savings FCU's 5th Annual Golf Outing at Fiddler's Elbow Country Club](#)

July 30 -- [American Dream 5K Sponsored by Affinity FCU](#)

September 28 -- [Picatinny Federal Credit Union 17th Annual Golf Outing](#)

October 4-6 -- [NJCUL's 81st Annual Meeting & Convention](#)

November 6-8 -- [DCUL's 2015 Volunteer Leadership Conference](#)

[\[BACK TO TOP \]](#)

This message was sent to staff@njcul.org from:

New Jersey Credit Union League | news@njcul.org | New Jersey Credit Union League | 299 Ward Street | Hightstown, NJ 08520



[Manage Your Subscription](#)