

THE EXAMINER

Issue 13

Autumn brings cooler weather, vibrant colors, and credit union updates and reminders.



STAFFING NEWS

Patrione Perry joined the Division in August 2025 as an IT Intern and has experience working with Dell, HP, NetApp, IBM, AND Lenovo systems. He hails from Tampa, Florida and served our country in the Marine Corps for 13 years. He received an Associates of Criminal Justice Technology degree from Central Piedmont Community College and a Bachelor of Arts in Criminal Justice from UNC Pembroke. He recently graduated from the North Carolina State University Cybersecurity Professional Certificate Program. Join us in welcoming Patrione!

CURRENT AND EXPECTED CREDIT LOSSES (CECL)

NCUA's Simplified CECL Tool (Tool) is updated quarterly, and the [September 2025 version](#) is now available. Please remember to calculate and include the allowance for off-balance sheet credit exposures, which is not calculated by the Tool. The allowance for off-balance sheet credit exposures is reported on the Call Report on Page 3, Line 3, as a liability. A common methodology to estimate this loss is: [unfunded commitment] x [probability of commitment] x [historical loss rate for similar loans] x [WARM factor for similar loans]. The loss rate and WARM factor are calculated in the Tool. The loss should also include any applicable qualitative adjustments. Please see Accounting Standards Update (ASU) 2016-13 Topic 326 for detail. Lastly, please consult your CECL model provider and auditor for help.

SECURITY BREACHES AND CYBER INCIDENTS

Ensuring timely and accurate reporting of breaches and cyber incidents to the appropriate authorities is a critical step in protecting your and your members' information. North Carolina General Statutes §75-2A, the [Identity Theft Protection Act](#), requires businesses, including credit unions, to [report security breaches](#) to the Consumer Protection Division of the Attorney General's Office "without unreasonable delay."

NCUA requires notification as soon as possible and no later than 72 hours after discovery of a reportable cyber incident. Their Cyber Security [webpage](#) contains many helpful resources, including an online cyber incident report. In addition, credit unions can [download](#) NCUA's Automated Cybersecurity Evaluation Toolbox (ACET) and conduct its own cybersecurity assessment.

IMPORTANT DATES

- **October 8, 2025** – Credit Union Commission meeting, NCCUD Office and via telephone, 10:00 am
- **October 30, 2025** – 3rd Quarter 5300 Call Report is due no later than 11:59:59 pm
- **November 11, 2025** – NCCUD Office closed for Veterans Day
- **November 27-28, 2025** – NCCUD Office closed for Thanksgiving
- **December 24-26, 2025** – NCCUD Office closed for Christmas

APPROVALS AND NOTIFICATIONS

Credit unions are required to request approval from or to notify the NCCUD Administrator for various purposes such as bylaw amendments, office facilities, dividend payments, mergers, management changes, core system conversions, hours of operation, etc. Please refer to our [Approvals and Notifications](#) webpage for specific requirements and citations. If you have questions or would like additional information, contact [Caroline Warren](#).

