

THE EXAMINER

Issue 2



FROM THE DIVISION

Welcome to the NCCUD's quarterly newsletter, The Examiner.

We hope everyone is enjoying the summer months. The year is flying by, the temperature is rising, and summer is in full swing in North Carolina. Along with the increased temperatures, we're also seeing an increase in interest rates. Please make sure your management team and Board review your credit union's interest rate risk model and understand how the increase in rates may impact your

IMPORTANT DATES

- September 5, 2022, NCCUD Closed for Labor Day
- September 30, 2022, Commission Meeting
- October 19, 2022, North Carolina Executive Forum
- October 30, 2022, Call Reports Due

balance sheet and income statement. Over the coming months, the Division will host the fall Commission Meeting and will co-host, along with NASCUS and the Carolinas Credit Union League, the North Carolina Executive Forum. We hope a representative from your credit union can attend. We would also like to remind you that CECL will be implemented January 1, 2023.

Sensitivity to Market Risk

Interest rates are at a four-decade high and Sensitivity to Market Risk is changing for financial institutions as we enter a rising rate environment. Management and Board of Directors are reminded to review their systems for measuring and managing interest rate risk and ensuring the assumptions used in the model are reasonable.

North Carolina Executive Forum

Credit union board members, committee members, and management should not miss the North Carolina Executive Forum. We are excited to invite you to participate in this one-day session customized for North and South Carolina credit unions. Be sure to take advantage of this excellent training opportunity for directors and staff. [Click this link to register!](#)

Commission Meeting

The next Commission Meeting will be held on September 30, 2022. Please mark your calendars, and we hope your representatives will attend. Additional information will be sent via email within the next few days.

CECL

The implementation of the [Financial Accounting Standards Board's \(FASB\) release of Accounting Standards Update \(ASU\) 2016-13](#), Financial Instruments—Credit Losses (Topic 326), will impact the way financial institutions estimate and provide for credit losses. NCCUD is encouraging our state-chartered credit unions' Board and management teams to familiarize themselves with CECL and prepare for the January 1, 2023, implementation.

We're Hiring

NCCUD recently posted for two Examiner positions. We are excited to soon welcome new employees to NCCUD.