



NATIONAL CREDIT UNION ADMINISTRATION

WASHINGTON, D.C. 20456

LS/HMU:cch

4/6/85

OCT 29 1985

John M. Eakin, Esquire
Eakin & Eakin
Market Square Building
Mechanicsburg, PA 17055

Dear Mr. Eakin:

This is in response to your letter of July 19, 1985, concerning an FCU's crediting of members' accounts under a direct deposit program for recurring (salary) payments.

The National Credit Union Administration's Rules and Regulations (12 C.F.R. 700 et seq.) do not address the issue of when a member's account is to be credited. However, the issue is addressed in Section 5090.2 of the Accounting Manual for Federal Credit Unions. Section 5090.2 states that the date for crediting member's accounts with direct deposit of Federal recurring payments should be selected to coincide with the date on which the receipt of funds is expected. These issues are also addressed by the Department of the Treasury.

It is our understanding from the Department of the Treasury that there are problems with using a duplicate tape from the employer (as discussed in your letter) instead of waiting for and using the tape received from the Federal Reserve Bank. Generally, the tapes must be processed through the Federal Reserve System before the credit union can receive and use them. You may wish to contact the Department of the Treasury directly for a more detailed response to your inquiry. For further information contact:

Dan Gordon
ACH Branch
Department of the Treasury
15th & Madison Place
Washington, DC 20226
(202) 535-6320

We hope that we have been of assistance.

Sincerely,

SR
STEVEN R. BISKER
Assistant General Counsel

cc: Dan Gordon

FOIA file: Vol. III, C, 1. Accounting