



NATIONAL CREDIT UNION ADMINISTRATION

WASHINGTON, D.C. 20456

August 24, 1990

Ms. Mary Lee Blommel  
ACUL Services, Inc.  
3611 N. Black Canyon Highway  
Phoenix, Arizona 85015

Re: Form 1099 (Your June 11, 1990, Letter)

Dear Ms. Blommel:

You have asked us several questions concerning Form 1099 and bankruptcy. The submission of a Form 1099 by a federal credit union to the Internal Revenue Service ("IRS"), after exhausting collection efforts and forgiving the debt, is within a federal credit union's discretion. NCUA does not take a position on the wisdom of filing a Form 1099 with the IRS. The questions you raised are not within the NCUA's purview. We recommend that you consult a local bankruptcy attorney to address the issues you raised in your letter.

Sincerely,

*Hattie M. Ulan*  
HATTIE M. ULAN  
Associate General Counsel

GC/MM:sg  
SSIC 3000  
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Vol. I. Part, C. 12