

SUBJECT

**5300 CALL REPORT TOOLS FOR CU*BASE:
A Quick Status Report Before You Start Your 3rd Qtr Call Report**

The NCUA made numerous changes this quarter due to amended rules for defining member business loans versus commercial loans. Over 300 Account Codes are impacted. The NCUA now defines commercial loans per regulation [§723.2](#), and member business loans per regulation [§723.8b](#). The categories of real estate loans are also impacted.

The CU*BASE Call Report tool is updated and ready to go with all the Account Code changes, however before creating your September 2017 Call Report in CU*BASE, your credit union should compare the NCUA's new loan categories to how the loans are organized in CU*BASE. Since the NCUA deleted some loan related Account Codes and replaced with new Codes, previously configured automation routines may no longer work. See the next page for the Call Report sections where automation routines may be impacted.

What sections of the Call Report changed?

The **Loans and Leases** section that formerly appeared on page 2 of the Call Report now appears on its own page 6. The categories of real estate and commercial loans on this page is changed. Existing Account Codes relating to commercial loans are replaced and real estate loans are now broken down into 1st Lien 1-4 Family Residential Properties versus Junior Lien 1-4 Family Residential Properties (new Account Codes).

The **Additional Delinquency Information** (page 9) and **Loan Charge Off and Recoveries** (page 10) sections have replaced Account Codes for member and non-member commercial loans, agricultural loans, TDR real estate and TDR commercial loans.

The **Off-Balance Sheet Commitments and Other Items** section (page 11) is re-vamped. Almost all of the Account codes in this section are replaced with new Account Codes.

Loans that meet the new NCUA classification of a "member business" loan are no longer reported in **Section 3** (participation loans) of **Schedule A - Specialized Lending** (page 15). Only the newly classified "commercial" loans are reported here.

The majority of the Account Codes in the **Business and Commercial Lending Section 4 of Schedule A - Specialized Lending** (page 16) are replaced. Only loans qualifying as "commercial" are reported here except for a small "Regulatory Reporting" section where "member business" loans are reported in total.

The previous groupings in the **Troubled Debt Restructured Loans (TDRs)** and **Purchased Credit Impaired Loans (PCILs)** sections for business loans (page 17) now applies to loans that meet the qualification of "commercial" loans.

Updated [Form 5300 \(Effective Sept. 30, 2017\)](#), [Form 5300 Instructions \(Effective Sept. 30, 2017\)](#) and [Affected Accounts Mapping](#) documents are available on the <http://www.ncua.gov> website.

What to do for my 3rd quarter Call Report?

Your lending and compliance teams should review your current business, commercial and real estate loan offerings and determine if any loans should be categorized differently. You may need to re-define purpose, security or loan category codes to better fit the NCUA Call Report categories. Contact the Lender*VP Team for assistance with re-categorizing loans in CU*BASE.

If you have any automation routines set up for the impacted Account Codes, you will need to re-create these automation routines using the new Account Code. Here are the sections of the Call Report where your automation routines may need to be adjusted:

- Loans and Leases (page 6)
 - 959/703 = Number/Amount of 1st Mortgage Real Estate Loans/LOC
 - 960/386 = Number/Amount Other Real Estate Loans/LOC
 - 963/698 = Number/Amount Other Loans/LOC
- Off-Balance Sheet Commitments and Other Items (page 11)
- Business and Commercial Lending (page 16)
- Troubled Debt Restructured (TDR) Loans (page 17)
- Purchased Credit Impaired Loans (PCIL) (page 17)

Another option is to manually populate the impacted Account Codes this quarter and set up the automation routines later.

5300 Future Enhancements to Reports

With the overhaul of the investments system targeted for the 17.10 release, there will be minor improvements to the Investment Trial Balance (new sorting options) and the Investments Register (CUSIP, Investment Type and FASB code added). These reports, in addition to the Investments Maturity Report, can be used to obtain the investment information for page 1 and pages 17-18 of the Call Report.

Also with the 17.10 release, the Participation Loan Analysis Report is enhanced with the ability to generate for one or more investors (instead of all investors). Also, the report can now be filtered by a start date range.

**Online and Site-Four will receive these enhancements on October 22 and self processors on November 13-14.*

We are always looking for ideas on how to improve the 5300 software. Contact callreport@cuanswers.com with any suggestions!

Be sure to check out the AnswerBook for FAQs and helpful tips:

<https://kb.cuanswers.com/cuanswers/consumer/search.asp?action=search&keyword=5300&match=or>

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