

# Template: Deny Change of Officials Due, In Part, to Adverse Credit (Letter to Applicant)

Date

Ms. Jane Smith [Applicant]  
Address  
City, State Zip

Dear Ms. Smith:

Pursuant to Section 212 of the Federal Credit Union Act, 12 U.S.C. § 1790a(b), and Part 701.14 of the National Credit Union Administration rules and regulations, 12 C.F.R. Part 701, we reviewed the information provided on your qualifications to serve as [specify position] for the ABC Federal Credit Union.

Both the Federal Credit Union Act and the National Credit Union Administration rules and regulations provide for denial of an individual when evidence of the individual's competence, experience, character, or integrity indicates it would not be in the best interest of the credit union's members or the public to permit the individual's association with the credit union.

We have completed our review of the information provided by you and the credit union, along with other information obtained during our review. Based on our review, I am denying your application to serve as a member of the board of directors of the ABC Federal Credit Union.

With regards to our review of your competence and experience, we have determined that [insert detailed explanation of findings regarding competence and experience].

From our review your character and integrity, we have determined that [insert explanation of findings regarding character and integrity with detailed explanation].

Information contained on your credit report adversely reflects upon your character and integrity, [insert explanation of nexus between adverse credit and character and integrity] which forms part of the basis for my decision.

The credit report was provided by XYZ Credit Reporting Agency. The contact information for this agency is:

XYZ Credit Reporting Agency  
1234 Credit Boulevard  
Anytown, US 12345  
(123) 456-7890

The XYZ Credit Reporting Agency only supplied the credit report; they did not make the decision to take adverse action and cannot give specific reasons for it. You have the right to dispute the accuracy or completeness of any information the credit reporting agency furnished, and you have the right to an additional free consumer report from the credit reporting agency upon request within 60 days.

Pursuant to Subpart B of Part 746 of the National Credit Union Administration rules and regulations, within 15 days of receipt of the Notice of Denial you may file a request for reconsideration of this determination at this office or appeal the determination directly to the National Credit Union Administration Board. 12 C.F.R. Part 746. Your request for reconsideration or appeal should address the above items. Please contact examiner [examiner name] at [phone number] with any questions.

Sincerely,

[NAME]  
Regional Director

[Office]/[WRITER'S INITIALS]  
SSIC XXXX  
Charter #

cc: SE  
EX  
SSA (when applicable)