

# Template: LUA Addendum

**ADDENDUM TO LETTER OF UNDERSTANDING AND AGREEMENT  
ISSUED BY AND BETWEEN  
THE NATIONAL CREDIT UNION ADMINISTRATION  
AND  
[NAME] FEDERAL CREDIT UNION**

This addendum amends item two and eliminates item three of the Letter of Understanding and Agreement (LUA), signed by the Regional Director on (date). All other items of the LUA remain in effect.

We are amending item number two as follows:

The Board of Directors will assure the credit union's operations will achieve a ratio of net income to average assets of, at least, one percent for the year-ending December 31, XXXX, and each year thereafter until the capital goals of the LUA are satisfied. For purposes of this Agreement, we define net income as all income remaining after accounting for all expenses including dividends on share accounts and the requirements for Full and Fair Disclosure as required by Section 702.3 of the NCUA rules and regulations.

**For the [Name] Federal Credit Union:**

\_\_\_\_\_  
Chairperson

\_\_\_\_\_  
Date

\_\_\_\_\_  
Treasurer

\_\_\_\_\_  
Date

\_\_\_\_\_  
Secretary

\_\_\_\_\_  
Date

**For the National Credit Union Administration:**

\_\_\_\_\_  
Regional Director

\_\_\_\_\_  
Date

\_\_\_\_\_  
Supervisory Examiner

\_\_\_\_\_  
Date

\_\_\_\_\_

\_\_\_\_\_