A Webinar Discussion with Federal Reserve Governor Jerome ("Jay") Powell

Monday, October 20, 2014

7-8am PT | 8-9am MT | 9-10am CT | 10-11am ET
Welcome Everyone

Logistics

• Call-in number: 888-625-5230
• Participant code: 73935104
• https://www.webcaster4.com/Webcast/Page/584/5843

Webinar

• You can listen through your computer or dial the phone number to listen and then view the program on your computer.
• Your connection matters; if your computer audio diminishes, please dial in to the toll-free line.

Questions

• Email your question to: fedperspectives@stls.frb.org
• Use the chat feature in the webinar tool (the “Ask Question” button on the bottom of the screen).
• Please note: Questions that were submitted in advance will receive priority during the call.
Recent Federal Reserve Community Bank Initiatives

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<tr>
<th>Initiative</th>
<th>Description</th>
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| The establishment of Community Depository Institutions Advisory Councils (CDIACs) | • 12 member councils at each Reserve Bank  
• Representative of each council participates on the Board of Governors’ CDIAC council                                                                        |
| Clarifying the applicability of supervisory and consumer compliance guidance | • A clarifying statement has been added to the top of each Supervision and Regulation (SR) and Consumer Affairs (CA) letter                                                                                     |
| Piloting of an off-site loan review program                                 | • Based on results of the pilot, the Federal Reserve plans to extend this program to banks that are qualified and interested in this approach                                                                            |
| The establishment of a Subcommittee of the Board of Governors to focus on community and regional banks | • Currently chaired by Governor Powell |
Recent Federal Reserve Community Bank Initiatives (continued)

- **Implementation of Consumer Compliance Risk-Focused Supervision Program for community banks**
  - Effectively evaluate an institution’s consumer compliance processes for identifying, measuring, monitoring, and controlling compliance risk
  - Balance the nature and breadth of supervision with level of risks to consumers and institutions

- **The development of several communication and training platforms**
  - Examples:
    - **Ask the Fed**
    - **Community Banking Connections**
    - **FedLinks**
    - **Outlook Live**

- **Fostering and conducting economic research on community banking issues**
  - Community Banking in the 21st Century conference, co-sponsored with the Conference of State Bank Supervisors, was launched in 2013
  - Second annual conference took place in September

- **Economic Growth and Regulatory Paperwork Reduction Act (EGRPRA) review**
  - Federal banking agencies are seeking comments to identify outdated, unnecessary, or unduly burdensome regulations
  - We encourage comments
2014 Community Banking in the 21st Century Conference

Research Topics

• De novo community banks
• Low net interest margins
• Mobile banking and technology adoption
• Use of guidance as a macroprudential tool
• The Small Business Lending Fund (SBLF)
• Federal agencies’ supervisory appeals processes
• Impact of rising compliance costs
• The Jumpstart Our Business Startups (JOBS) Act
## Industry Discussion Topics

- Mergers and acquisitions
- The Qualified Mortgage (QM) rule
- Compliance costs
- Technology costs
- Changes in product mix at community banks
- **Proportionate Regulation**: aligning supervisory expectations with the size of the bank and the types of risks the bank takes
Helpful Resources

Federal Reserve Publications

• Community Banking Connections
  www.communitybankingconnections.org/

• FedLinks Bulletin
  www.communitybankingconnections.org/fedlinks.cfm

• Consumer Compliance Outlook
  www.philadephiafed.org/bank-resources/publications/consumer-compliance-outlook/
Ombudsman

Federal Reserve System Ombudsman

Email: ombudsman@frb.gov

Current Ombudsman: Margie Shanks, Board of Governors Deputy Secretary

Contact the Ombudsman:

• Anytime you need assistance resolving an issue related to the Federal Reserve System’s regulatory activities
• To discuss an issue confidentially
• If you have questions regarding Federal Reserve System regulatory processes or procedures
• If you believe that your institution has been subjected to retaliatory conduct by a member of Federal Reserve System staff
Question and Answer Session
with Gov. Powell and other Board S&R officials

To ask a question:

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• Please note: Questions that were submitted in advance of the session will receive priority.
Thank you for joining us.

For any post-session comments or questions, please contact us at:

fedperspectives@stls.frb.org