

**Meeting between Federal Reserve Board Staff and Members of the Independent
Community Bankers of America (ICBA)
June 24, 2021**

Participants: Susan Foley (FRB); Jason Hinkle (FRB); Brajan Kola (FRB); Michelle Olivier (FRB); Jeff Walker (FRB)

James Kendrick (ICBA); Deborah Phillips (ICBA); Nasreen Quibria (ICBA);
Sheila Noll (Midwest Independent Bankers Bank); Bob Steen (Bridge
Community Bank)

Federal Reserve Board staff met with the Independent Community Bankers of America (ICBA), which represents the interests of the community banking industry, to discuss the Board's recently published request for comment in the Federal Register, Docket No. 1749–Potential Modifications to the Federal Reserve Policy on Payment System Risk (PSR policy) to Expand Access to Collateralized Intraday Credit, Clarify Access to Uncollateralized Credit, and Support the Deployment of the FedNow Service.

ICBA participants indicated that the proposals were generally reasonable, including proposed changes related to the expansion of access to collateralized capacity and reduction of associated administrative steps, clarification of terms for accessing uncollateralized credit, and incorporation of the Overnight Overdraft Policy into the PSR policy.

ICBA participants raised questions related to the functioning of collateralized intraday credit capacity. Questions included the impact of differing types and quality of collateral on institutions' capacity, and how collateral pledged would support the dual purposes of discount window borrowing and intraday credit capacity.

The discussion also included other topics of interest for ICBA participants that were not directly relevant to the proposed PSR policy changes.