

**Meeting Between Governor Duke and
Representatives of the Salt Lake City Bankers Roundtable
September 28, 2012**

Participants: Governor Elizabeth Duke (Federal Reserve Board)

Banker Roundtable: Ed Leary (commissioner of the Utah Department of Financial Institutions), John Evans (Community Depository Institutions Advisory Council) and representatives of the Utah banking industry.

Summary: Governor Duke met with the Salt Lake City Bankers Roundtable to discuss the joint notice of proposed rulemaking on regulatory capital requirements (Docket No. R-1442). During this discussion, industry participants raised concerns regarding the potential for volatility in capital ratios resulting from allowing AOCI accounting treatment to flow through to regulatory capital, the potential effects of the proposed risk weights for mortgages, and the overall costs of regulatory burden. Industry participants also expressed concerns about the potential for disparate effects of the proposed rules on banking organizations that have chosen Subchapter S status under the tax code.