



BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM
WASHINGTON, D.C. 20551

ERIC S. BELSKY
DIRECTOR
DIVISION OF CONSUMER
AND COMMUNITY AFFAIRS

CA 21-14
October 25, 2021

**TO THE OFFICERS AND MANAGERS IN CHARGE OF CONSUMER AFFAIRS
SECTIONS:**

SUBJECT: Revised Interagency Examination Procedures for Regulation Z

Applicability to Community Banking Organizations: This guidance applies to institutions supervised by the Federal Reserve with total consolidated assets of \$10 billion or less.

The Task Force on Consumer Compliance of the Federal Financial Institutions Examination Council recently developed the attached interagency examination procedures for Regulation Z – Truth in Lending (TILA). These revised examination procedures supersede the examination procedures transmitted with CA Letter 21-3.

The attached procedures reflect amendments to Regulation Z published by the Consumer Financial Protection Bureau in 2020 and 2021: (1) implementing permanent changes to Regulation Z's qualified mortgage provisions, and (2) implementing an extension and phase-out for the GSE Patch, which had originally carried a January 10, 2021 sunset date under the Ability to Repay/Qualified Mortgage rule and which will now sunset on October 1, 2022.

Reserve Banks are asked to distribute this letter to the supervised institutions in their districts and to appropriate supervisory staff. Questions regarding this letter may be sent via the Board's public website.¹

¹ See <http://www.federalreserve.gov/apps/contactus/feedback.aspx>.

Sincerely,

Eric S. Belsky
Director

Attachment:

- Revised Interagency Examination Procedures for Regulation Z

Supersedes:

- CA Letter 21-3, “Revised Interagency Examination Procedures for Regulation Z”
(March 4, 2021)