

FEDERAL RESERVE SYSTEM

RESERVE BANK COMMUNITY DEPOSITORY INSTITUTIONS ADVISORY COUNCILS

STATEMENT OF PURPOSE

Establishment: There is established at each Federal Reserve Bank an advisory council on community depository institutions (Councils).

Purpose: The purpose of Councils is to provide information, advice, and recommendations to the Federal Reserve System from the perspective of community depository institutions.

Membership: Each Reserve Bank will organize its respective Council and select the Council's members, each of whom shall be a representative of a depository institution in the Reserve Bank's District with total assets of less than \$10 billion. Each member shall serve a term of three years. Each Council may have up to twelve members and will include at least two representatives from commercial banks (state member, state nonmember, or national charters), from thrift institutions (state or federal savings and loan associations or savings banks), and from credit unions (state or federal).

Council Meetings: The Councils will meet from time to time as scheduled by their respective Reserve Banks but not less than twice a year. The agenda for meetings that immediately precede meetings of the Community Depository Institutions Advisory Council (CDIAC) with the Federal Reserve Board (Board) will include questions provided by the Board. Council members will consider and discuss commonly encountered issues that affect the ability of community depository institutions to serve local markets. Those issues may include, but need not be limited

to, credit conditions in community depository institutions, credit terms and conditions in the members' local markets, the effects of regulatory policies on the institutions' ability to provide financial services, access to the payment system, and local economic conditions. Each Reserve Bank will provide administrative support for the meetings of its respective Council.

Meetings with the Federal Reserve Board: A member of the Board, designated by the Chairman of the Board, in consultation with the president of each Council's respective Reserve Bank, will appoint one member from each Council to serve on the CDIAC for a period of three years. If a member departs from the CDIAC before the end of the three-year term, a replacement member will be appointed in the same manner to fill the unexpired term. The CDIAC will meet with the Board in Washington, D.C., at least twice a year to convey to the Board the information, advice, and recommendations that were developed in the meetings of their Councils. The Board will provide administrative support to the CDIAC and reimburse members' expenses associated with attending the meetings at the Board.

Reserve Bank
September 30, 2010