

**Meeting Between Governor Duke and  
Representatives of the Pennsylvania Bankers Association  
September 25, 2012**

**Participants:** Governor Elizabeth Duke, Jennifer Gallagher, Margaret Miller, and April Snyder (Federal Reserve staff)

**Pennsylvania Bankers Association:** Donald Abrey, Mary Avery, Craig Best, James Biery, William Latoff, Brian Lehman, Joseph Major, Barry Miller, Glenn Moyer, Robert Rupel, Louise Rynd, James Shreiner, Timothy Sissler, Cynthia Wallett, Patrick Ward and Glenn Wilson

**Summary:** Representatives of the Pennsylvania Bankers Association met with Governor Duke to discuss the joint notice of proposed rulemaking on regulatory capital requirements (Docket No. R-1442), which would implement provisions of the Dodd-Frank Wall Street Reform and Consumer Protection Act and the Basel III regulatory capital reforms. Association members had concerns about the complexity of the proposed rules and their potential cost and compliance burden for community banks. Association members also expressed concerns about how the proposed risk weights for residential mortgages would affect banks' risk management. They also said the proposal would increase the cost of capital for banks and thus would hinder the growth of new and existing community banks.