

**Meeting Between Staff of the Federal Reserve Bank of Philadelphia and
Representatives and Members of the Delaware, New Jersey, and
Pennsylvania Bankers Associations
January 5, 2024**

Participants: Bill Spaniel and Darlene Holmes (Federal Reserve Bank of Philadelphia)

Sarah Long (Delaware Bankers Association); Mike Affuso (New Jersey Bankers Association); Duncan Campbell (Pennsylvania Bankers Association)

Summary: Staff of the Federal Reserve Bank of Philadelphia met with representatives and members of the Delaware Bankers Association, New Jersey Bankers Association, and Pennsylvania Bankers Association to discuss the Board's notice of proposed rulemaking on Regulation II (Regulation II proposal). Representatives from the bankers associations expressed concern regarding the costs of the Regulation II proposal to covered issuers (*i.e.*, banks that have at least \$10 billion in consolidated assets) and their customers, the effects of the proposal on exempt issuers, and whether merchants' savings from lower interchange fees will benefit consumers. Participants also expressed concern regarding the proposal to periodically update the interchange fee cap going forward, expressed concern regarding the length of the comment period, and suggested that the proposal be withdrawn.