

**Meeting Between Governor Bowman and Staff of the Federal Reserve Board and
Representatives and Members of the National Association of Federally-Insured Credit
Unions**

November 6, 2023

Participants: Governor Michelle W. Bowman, Sudie Brown, Amy Gwilliam, Amy Koontz, Morgan Lewis, Dania Palosky, Katie Ross, Ian Spear, Alex Sproveri, Kriss Wozniak, and other Federal Reserve Board staff (Federal Reserve Board)

James Akin, Whitney Anderson, Dan Berger, Meghan Burris, Anthony Demangone, Gary Grinnell, Karen Harbin, John Hay, Curt Long, Frank Mancini, Greg Mesack, Andrew Morris, Lonnie Nicholson, Ann Petros, Karen Rosales, Randy Salser, Brian Schools, Steph Sherrodd, Amanda Smith, Nick St. John, Keith Sultemeier, Brad Thaler, Eli Vazquez, Noah Yosif, and other representatives (National Association of Federally-Insured Credit Unions)

Summary: Governor Bowman and staff of the Federal Reserve Board met with representatives and members of the National Association of Federally-Insured Credit Unions (NAFCU) to discuss various regulatory and supervisory matters affecting credit unions, including the Board's notice of proposed rulemaking on Regulation II. One NAFCU representative expressed concern about unintended consequences of the interchange fee cap on credit unions, including those under the \$10 billion asset threshold. Another representative expressed concern that the proposal does not take into consideration certain operating costs incurred by credit unions and other financial institutions, especially in light of the current high-interest rate environment. Another representative stated that, overall, expected benefits to consumers from lower interchange rates have not materialized since Regulation II became effective in 2011.