



OTS Minority Depository Institutions Advisory Committee  
Public Meeting  
April 14, 2010  
**Minutes**

OTS Minority Depository Institutions Advisory Committee (MDIAC) Members:  
Faith Bautista, Greenlining Institute; Paul Hudson, Broadway Federal Bank; Judith Kennedy, National Association of Affordable Housing Lenders (NAAHL); Saurabh Narain, National Community Investment Fund (NCIF); Denise Scott, Local Initiatives Support Corporation (LISC); Norman Williams, Illinois Service Federal Savings and Loan Association; Deborah Wright, Carver Federal Savings Bank; and Montrice Godard Yakimov, Acting Designated Federal Official.

Others:

John Bowman, OTS; April Breslaw, OTS; Rhonda Daniels, OTS; Nicola Kelly, OTS; and Kianga Lee, Independent Community Bankers of America (ICBA).

I. Welcome and Opening Remarks

The meeting was called to order by Ms. Montrice Godard Yakimov, Acting Designated Federal Official, at 9:00 a.m. Ms. Yakimov made welcoming remarks. She updated the Members on the April 13, 2010 OTS MDIAC Bankers Subcommittee (Subcommittee) meeting.

**Recommendation:**

- The OTS MDIAC Bankers Subcommittee recommended that OTS provide regional conference(s) or roundtable webcast(s) to discuss liquidity risk and interest rate risk.

II. Director's Comments

Mr. John Bowman, Acting Director, OTS, provided an update on the legislative proposals to restructure financial services regulation and the potential impact on OTS and the thrift industry, and answered questions from the Members.

III. Public Comments

Ms. Yakimov noted no public comments were received for this meeting.

IV. Investor Guide to Minority Depository Institutions

A draft of the *Investor Guide to Minority Depository Institutions* (Guide), developed by the National Community Investment Fund (NCIF) with the support of the OTS, was distributed to the Members. Mr. Saurabh Narain, Chief Fund Advisor, NCIF, updated the

Members on the status of the Guide. Four of the ten minority depository institutions who expressed an interest in participating in the Guide provided a profile of their institution. Mr. Narain encouraged more active participation by minority depository institutions to continue to move the Guide forward to completion. Members provided input on the content of the Guide. The MDIAC agreed to forward the current draft to additional OTS regulated minority depository institutions that have expressed interest in participating. Members who lead minority depository institutions agreed to follow up with calls to encourage participation.

#### V. RESPA – Emerging Issues in the Real Estate Settlement Process

Ms. Rhonda Daniels, Senior Compliance Program Analyst, OTS, gave an update on recently issued revisions to the regulations implementing the Real Estate Settlement Procedures Act (RESPA) by the Department of Housing and Urban Development (HUD). The amended rules are designed to encourage consumers to shop for a mortgage loan and protect them from unnecessarily high settlement costs. Under the new requirements, loan originators (lenders or mortgage brokers) must provide a standard three-page Good Faith Estimate (GFE) to a borrower within three business days of receipt of an application for a mortgage loan. The standardized GFE is designed to allow borrowers to shop for a mortgage loan by comparing settlement costs and loan terms from various loan originators. HUD also revised the HUD-1/1A Settlement Statement form to allow borrowers to compare actual settlement charges with the estimates listed on the GFE.

#### VI. “Debt Threat” The Problem of Over-Leveraging

Ms. Denise Scott, Managing Director, LISC, shared a publication titled *Debt Threat* by Citizens Housing and Planning Council. She discussed commercial mortgages that are over-leveraged and in default or foreclosure, and the resulting impact on low and moderate income communities, such as the New York cities of Harlem, Central Brooklyn, and Queens.

#### VII. Closing Remarks/Meeting Adjourned

Ms. Yakimov noted that she would follow-up with Members about suggested dates for the next MDIAC meeting.

Note: Co-Chairperson John Hamilton was not in attendance at this meeting.

Respectfully Submitted,



Montrice Godard Yakimov, Acting Designated Federal Official

We hereby certify these minutes for the April 14, 2010 OTS Minority Depository Institutions Advisory Committee meeting are true and correct to the best of our knowledge.

John Hamilton, Co-Chairman  
Advance Bank



Paul Hudson, Co-Chairman  
Broadway Federal Bank