

FDIC Advisory Committee on Economic Inclusion (ComE-IN) Meeting

Agenda

The Subprime Mortgage Situation - How Did We Get Here and What Can We Do?

July 16, 2007, FDIC Headquarters, 550 17th Street N.W., Washington, DC	
9:00 am to 9:30 am	Welcome remarks, Diana Taylor , Chair, Advisory Committee Update on small dollar loan pilot program; subprime testimony; securitization roundtable Sheila Bair , Chairman, FDIC
Subprime Mortgage Situation – How Did We Get Here?	
9:30 am to 10:30 am	Impact of Regulatory Incentives; high-priced lenders disproportionately lending to low-income and minority home borrowers. Edward (“Ned”) Gramlich Richard B. Fisher Senior Fellow, Urban Institute
10:30 am to 10:45 am	Break
10:45 am to 12:15 pm	Efforts to Help Troubled Borrowers Michael Shea ACORN Diane Thompson Land of Lincoln Legal Assistance Foundation Kenneth Wade NeighborWorks America Michael Desmond U.S. Department of the Treasury
12:15 to 1:15	Lunch
1:15pm to 2 pm	Mortgage Brokers Jack Guttentag Professor of Finance, Emeritus, Wharton School University of Pennsylvania
What Can We Do?	

2:00 pm to 4:00 pm

Issues for National Standards Involving Congress, Regulators, Consumers, Consumer Groups. Wall Street and Investors

- Defining subprime.
- Underwriting to the fully indexed interest rate?
- Are prepayment penalties ever acceptable?
- Mandatory escrow accounts for taxes and insurance?
- Federal licensing for mortgage brokers?
- Suitability standards?
- Meaningful disclosures and honest advertising.
- Secondary market liability
- Future *ACTION* items.

Discussion Leader: **Diana Taylor**