



Federal Deposit Insurance Corporation  
550 17<sup>th</sup> Street NW, Washington, D.C.

Financial Institution Letter  
FIL-54-2010  
August 23, 2010

## REGULATORY RELIEF

### Guidance to Help Financial Institutions and Facilitate Recovery in Areas of Illinois Affected by Severe Weather

**Summary:** The FDIC has announced a series of steps intended to provide regulatory relief to financial institutions and facilitate recovery in areas of Illinois affected by severe storms and flooding.

#### Distribution:

FDIC-Supervised Banks (Commercial and Savings)  
in Illinois

#### Suggested Routing:

Chief Executive Officer  
Compliance Officer  
Chief Lending Officer

#### Related Topics:

Lending  
Investments  
Publishing Requirements  
Consumer Laws

#### Attachment:

Supervisory Practices Regarding Depository  
Institutions and Borrowers Affected by Severe  
Weather in Areas of Illinois

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#### Note:

FDIC financial institution letters (FILs) may be  
accessed from the FDIC's Web site at  
[www.fdic.gov/news/news/financial/2010/index.html](http://www.fdic.gov/news/news/financial/2010/index.html).

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may be obtained through the FDIC's Public  
Information Center, 3501 Fairfax Drive, E-1002,  
Arlington, VA 22226 (1-877-275-3342 or 703-562-  
2200).

#### Highlights:

- From July 22 to August 7, 2010, severe storms and flooding caused significant property damage in areas of Illinois.
- A federal disaster was declared on August 19, 2010, for selected areas in Illinois.
- The FDIC is encouraging banks to work constructively with borrowers experiencing difficulties beyond their control because of damage caused by the severe weather.
- Extending repayment terms, restructuring existing loans or easing terms for new loans, if done in a manner consistent with sound banking practices, can contribute to the health of the community and serve the long-term interests of the lending institution.
- The FDIC also will consider regulatory relief from certain filing and publishing requirements.