



ABA Subchapter S News



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American Bankers Association – 1-800-BANKERS

Treasury Poised to Release CPP Term Sheet for S Corporation Banks

The Treasury announced today that term sheet for S corporation banks that want to participate in the Treasury's Capital Purchase Program will be released tomorrow. The term sheet will be posted on the Treasury's website. According to the Treasury, the application period for S banks that intend to participate will be open for 30 days from the release date.

The ABA worked intensively with the Treasury and the regulators to ensure that S corporation banks are included in the program. The initial term sheet that was released for publicly traded corporations did not take into consideration some of the unique characteristics of S corporations. The ABA provided both technical and regulatory assistance to the Treasury and the regulators throughout the process of developing this term sheet. ABA will host a free, members-only conference call for our Sub S members this Friday to discuss the term sheet. Details about the call, including information about how to sign up, will be provided tomorrow along with an analysis of the term sheet.

The ABA will continue to urge the Treasury to release the term sheet for mutuals.



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