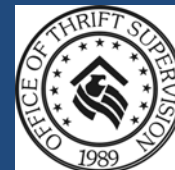


WELCOME

INTERAGENCY CRA BANKERS ROUNDTABLE



January 25, 2011

Hosted by: Federal Reserve Bank of San
Francisco

UPDATE ON ECONOMIC AND FORECLOSURE DATA

PRESENTED BY *LENA ROBINSON*

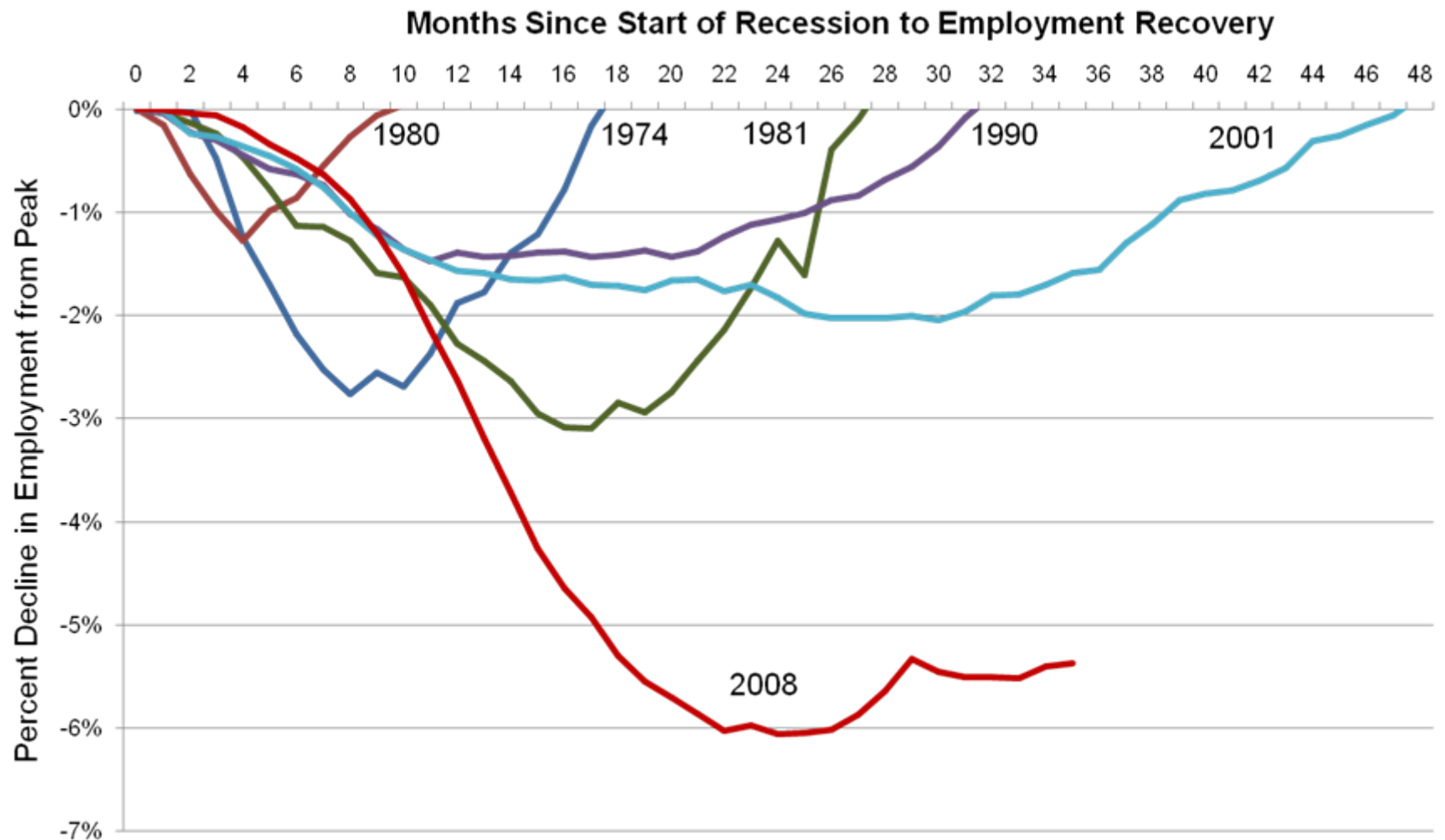
January 2011

Community Development Research
Federal Reserve Bank of San Francisco

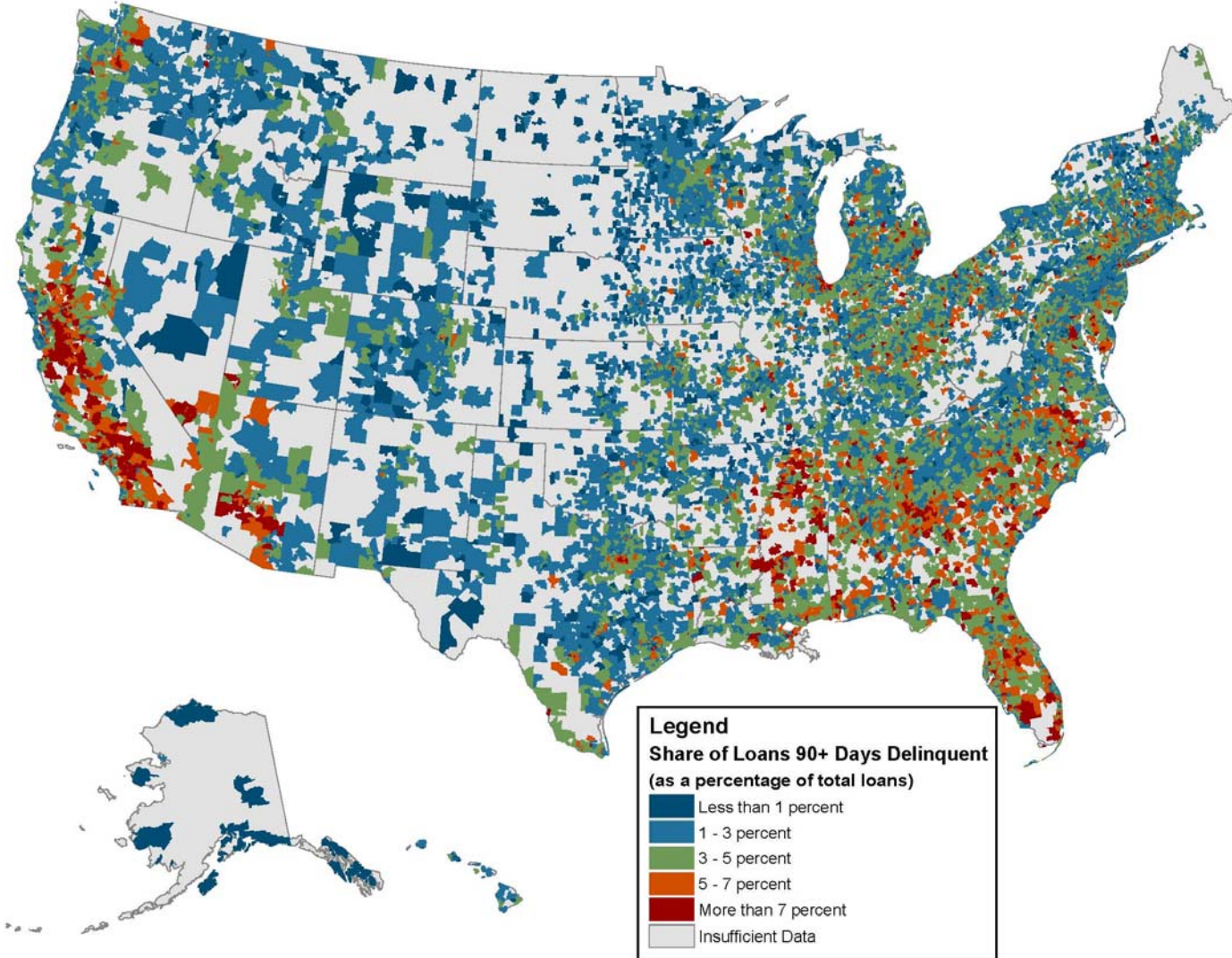
National Trends

- Even though NBER officially announced the recession's end in June of 2009, pace of recovery remains slow
 - ▣ Unemployment rate in November rose to 9.8% from 9.6%, demonstrating continued weakness in the labor market
 - On the more positive side, the private sector has been adding jobs each month, and part of the rise in unemployment is due to an increase in the labor force-that is, the number of people who started looking for work
 - ▣ Housing is the one major sector of the economy where we still do not see signs of recovery
 - New and existing home sales remain near historic lows, and inventories of foreclosed homes remain very high
 - ▣ Public sector budget crisis in many states is of major concern, and threatens viability of services to LMI communities

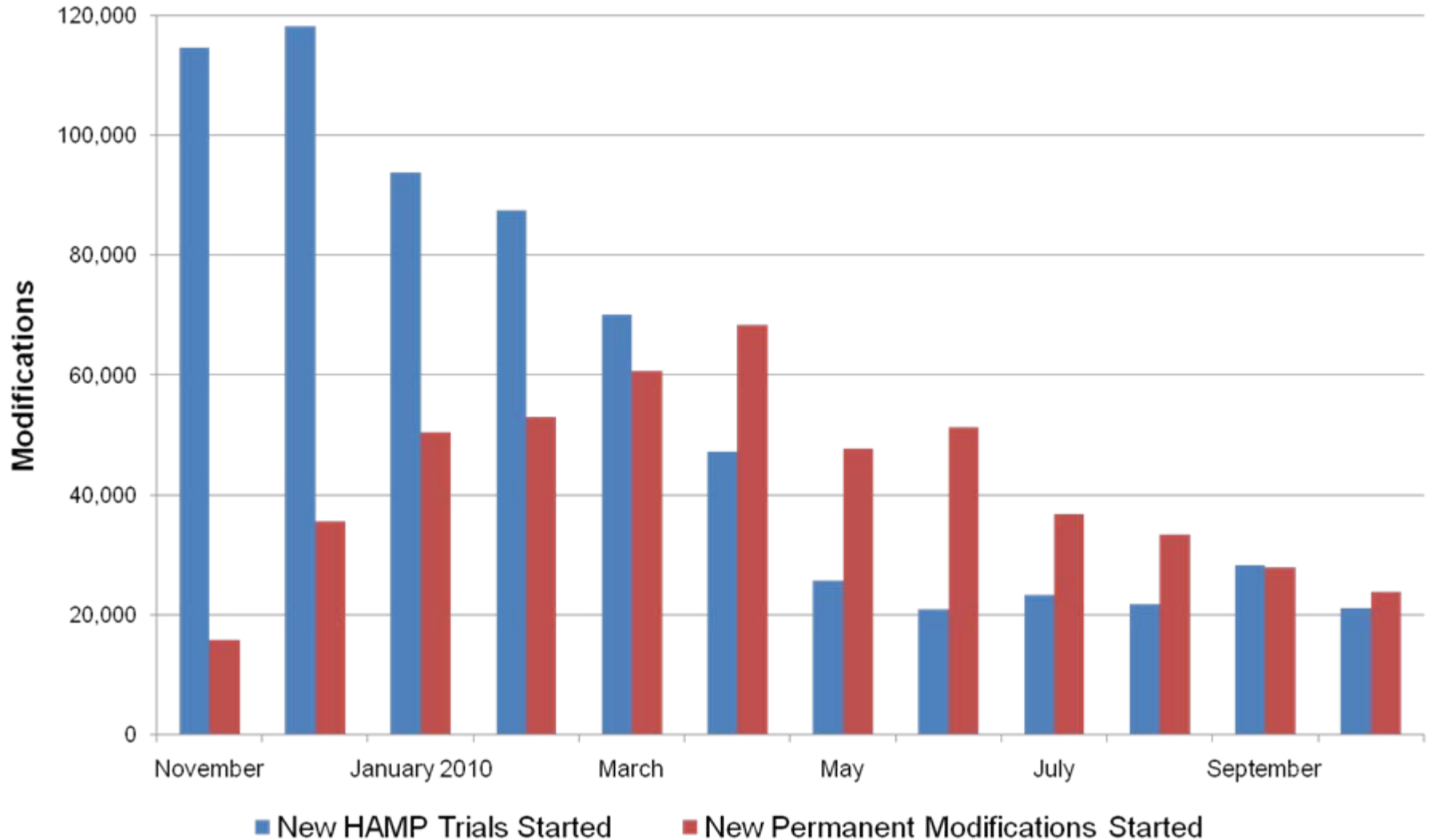
Depth of job loss eclipses past recessions



Despite improvement, high rates of delinquency remain concentrated in western and southern states

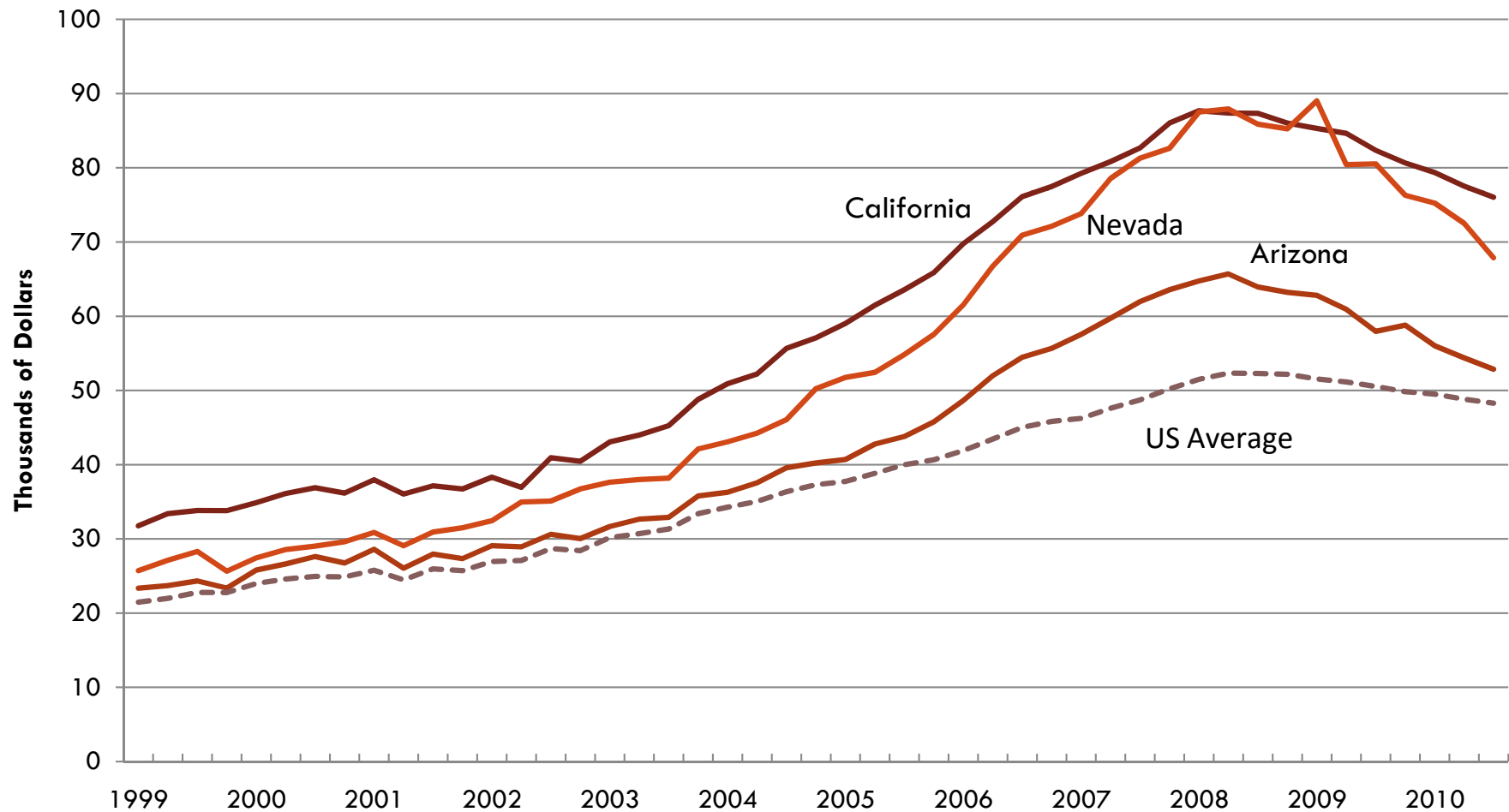


HAMP modifications down; borrowers still face challenges in obtaining permanent modifications



Source: HAMP Service Performance Report Through October 2010

Average household debt falling from 2008 national peak

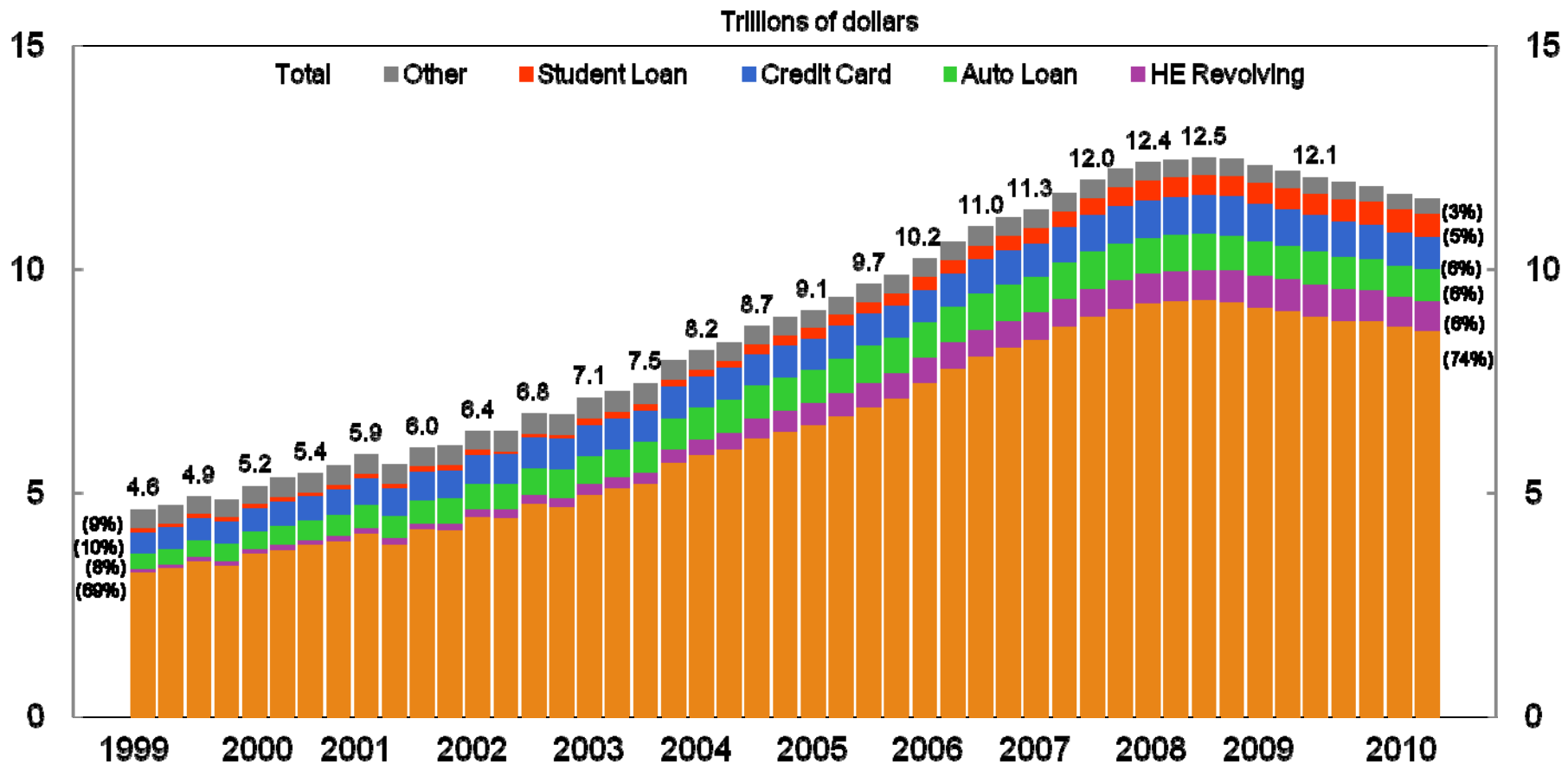


Source: Federal Reserve Bank of NY

Household debt includes: mortgage accounts, HE revolving accounts, auto loans, credit cards, and student loans

Volume and Size of Debt Rose During Last Decade

Total Debt Balance and its Composition

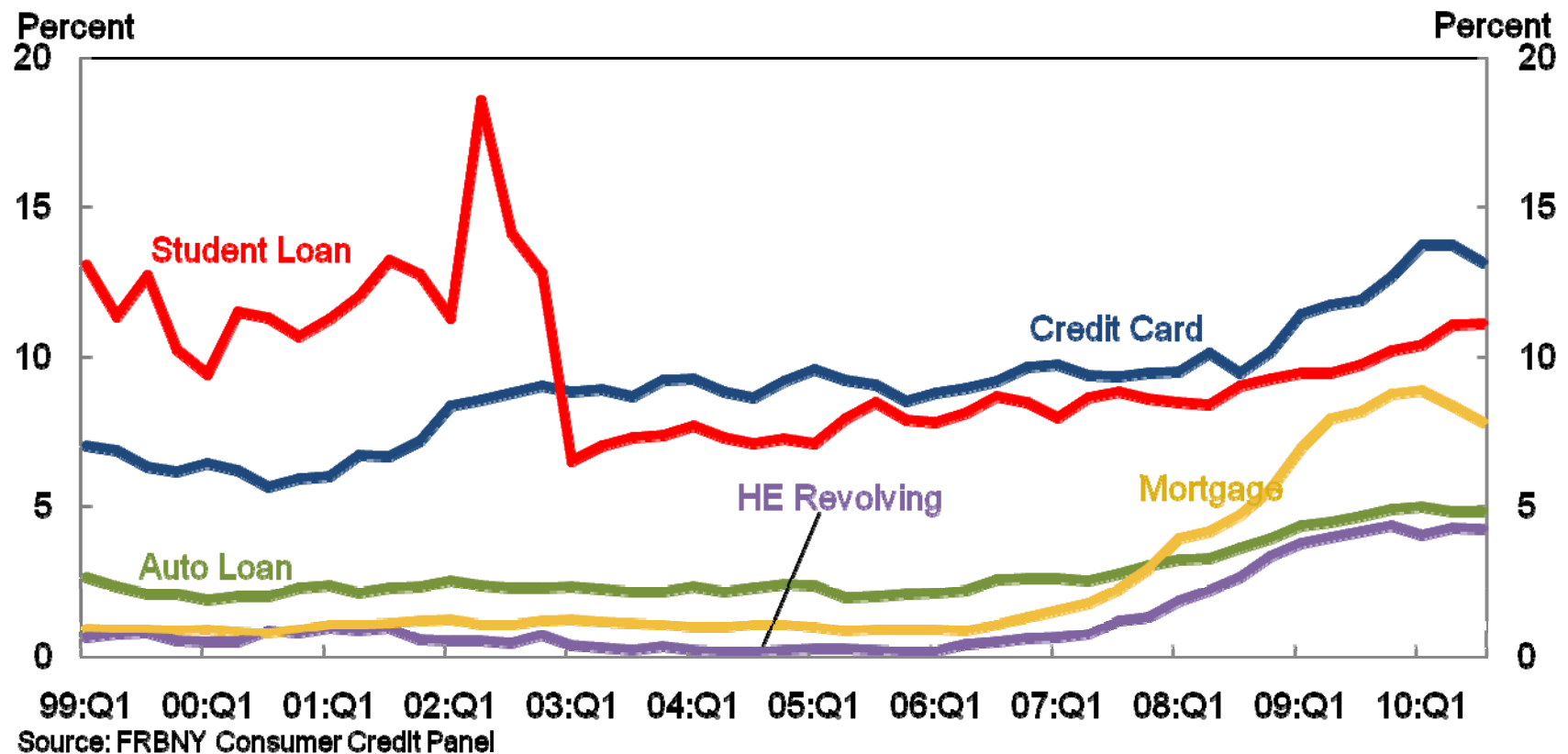


Source: FRBNY Consumer Credit Panel

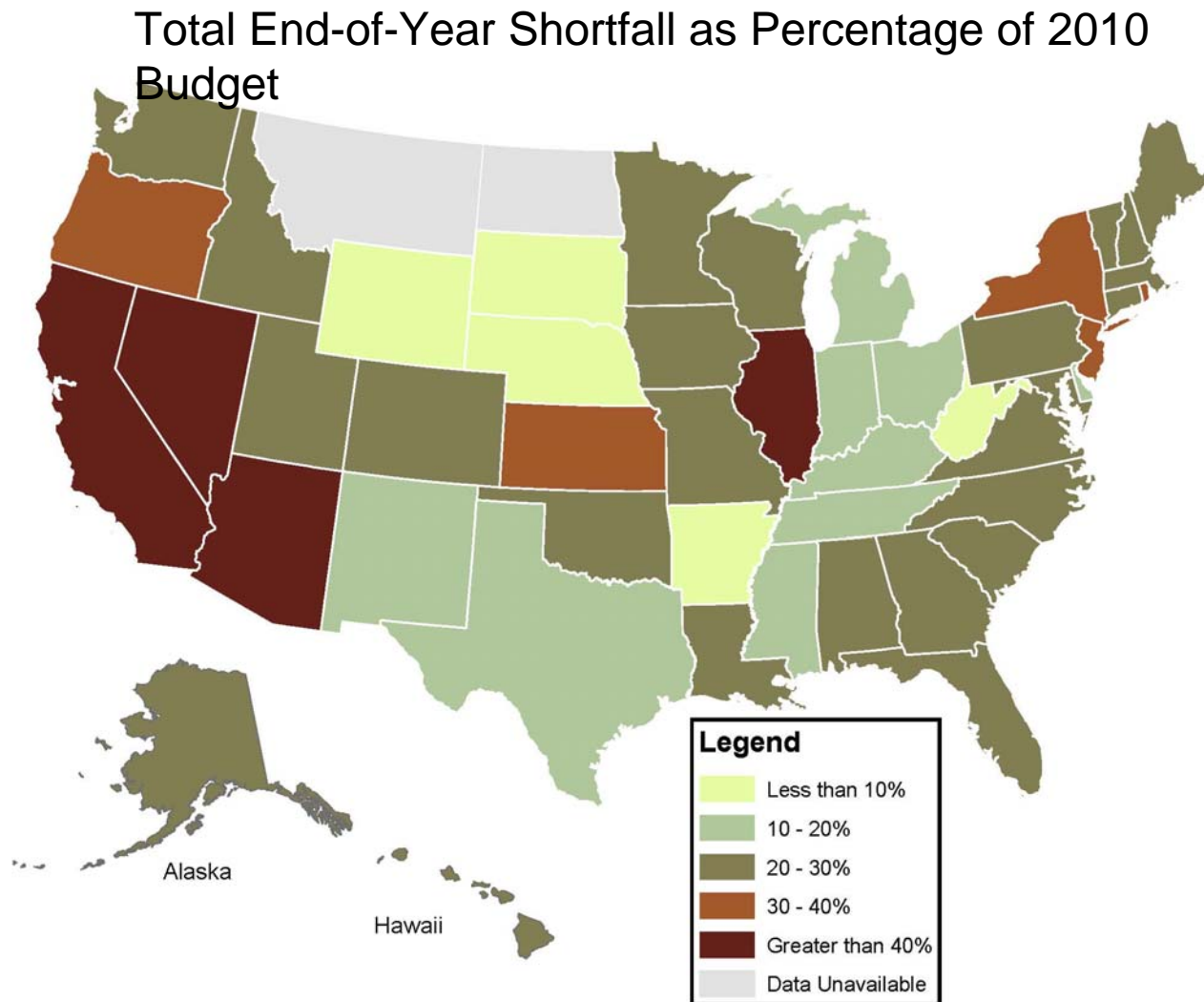
Source: Federal Reserve Bank of New York

Rise in non-mortgage debt new area of concern

Percent of Balance 90+ Days Delinquent by Loan Type



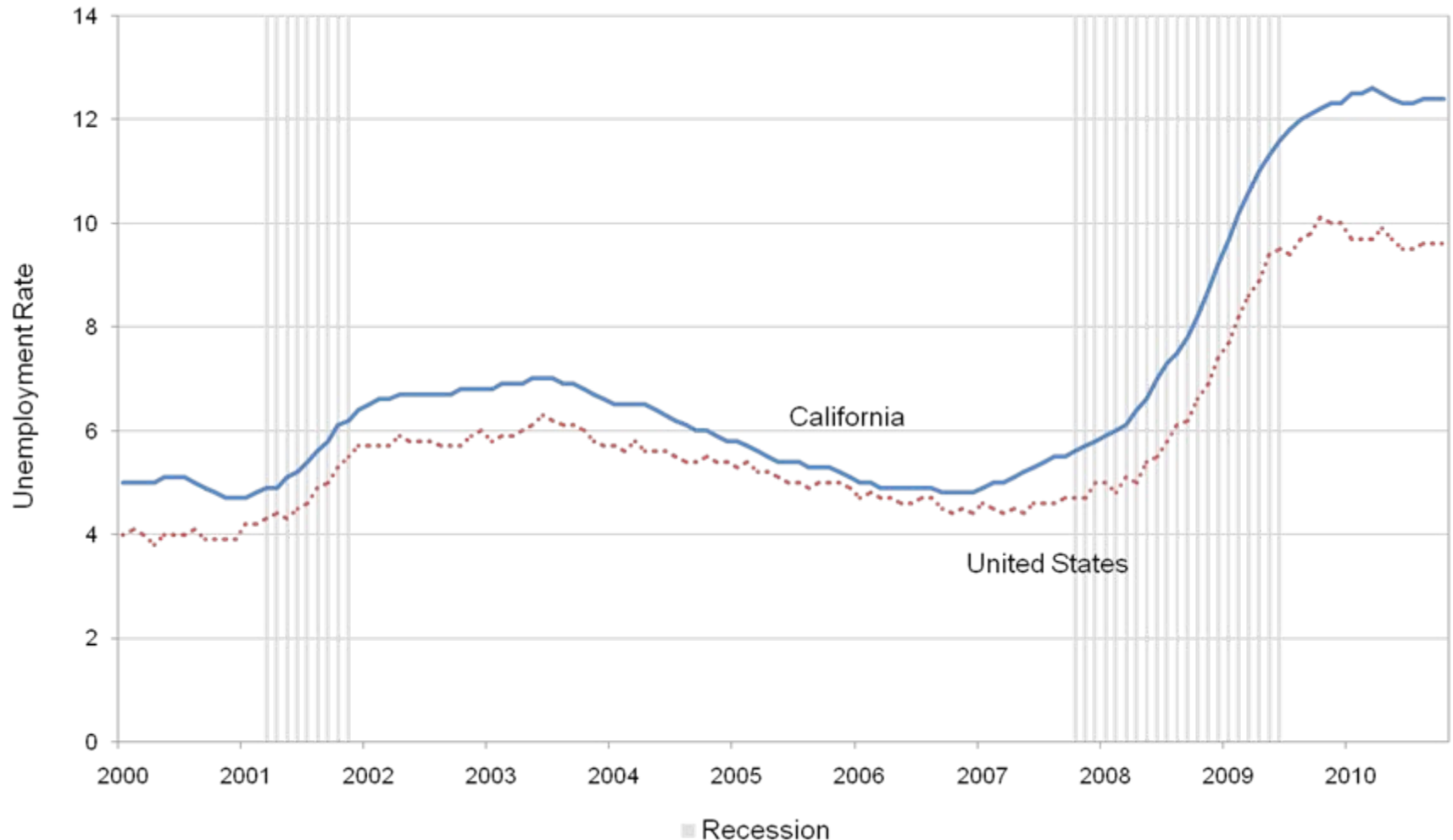
Many states within 12th District face severe budget shortfalls





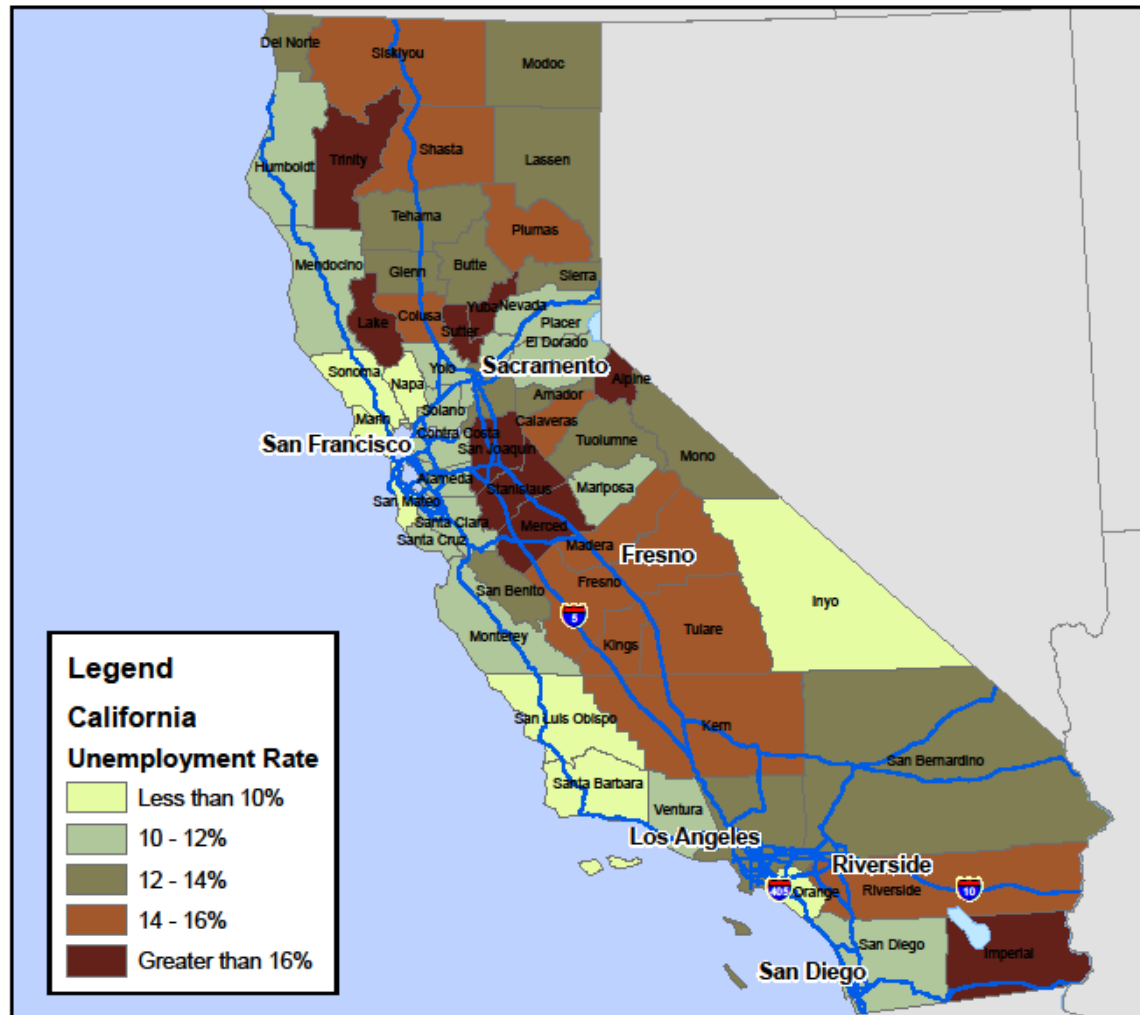
California Trends

California's unemployment still well above national average



Source: Bureau of Labor Statistics

Unemployment rates particularly high in Central Valley and Inland Empire

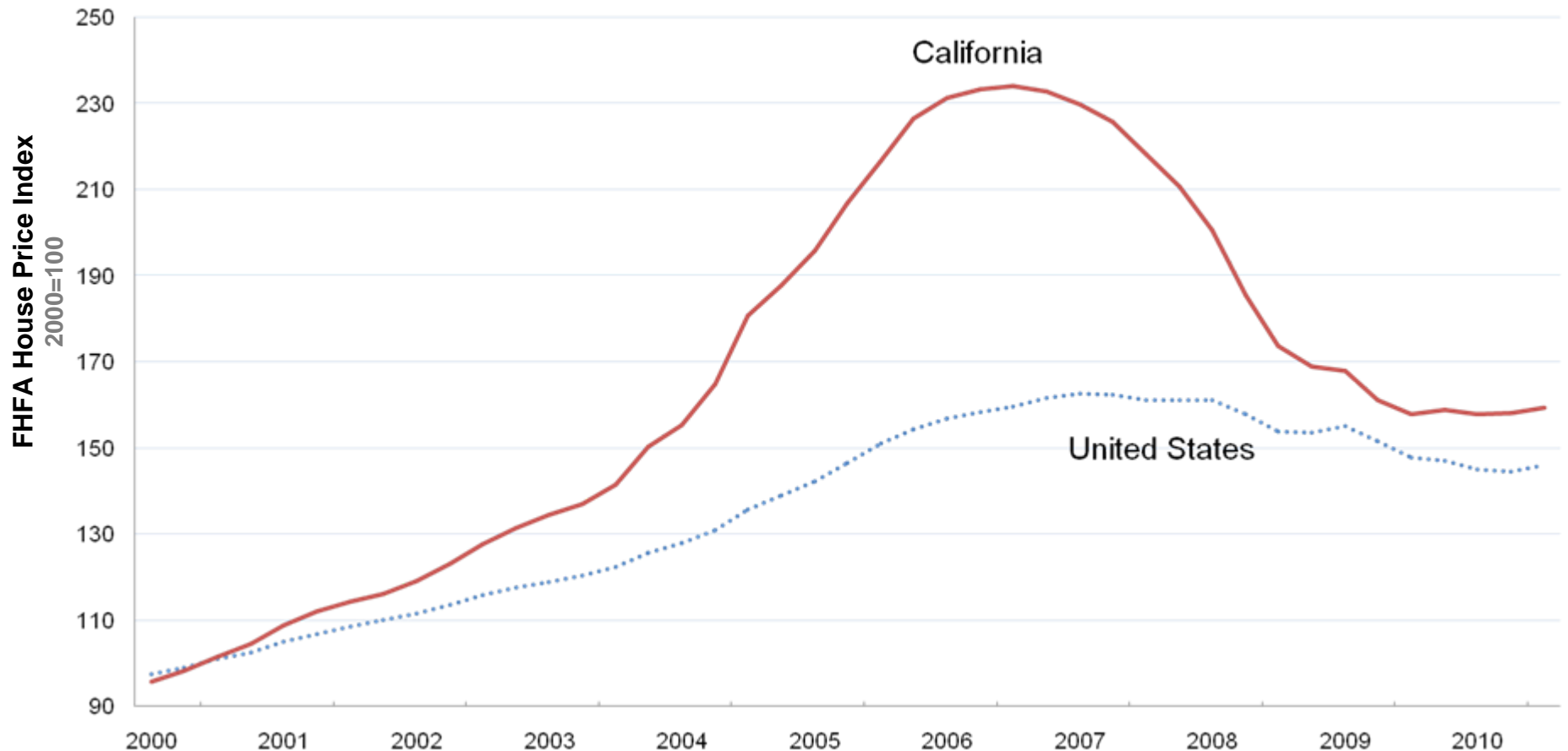


Source: Bureau of Labor Statistics, October 2010

California house prices appear to be stabilizing



FHFA (formerly OFHEO) House Price Index
(2000=100, quarterly)



Source: Federal Housing Finance Agency (formerly OFHEO)

Foreclosures Small Portion of At-Risk Properties

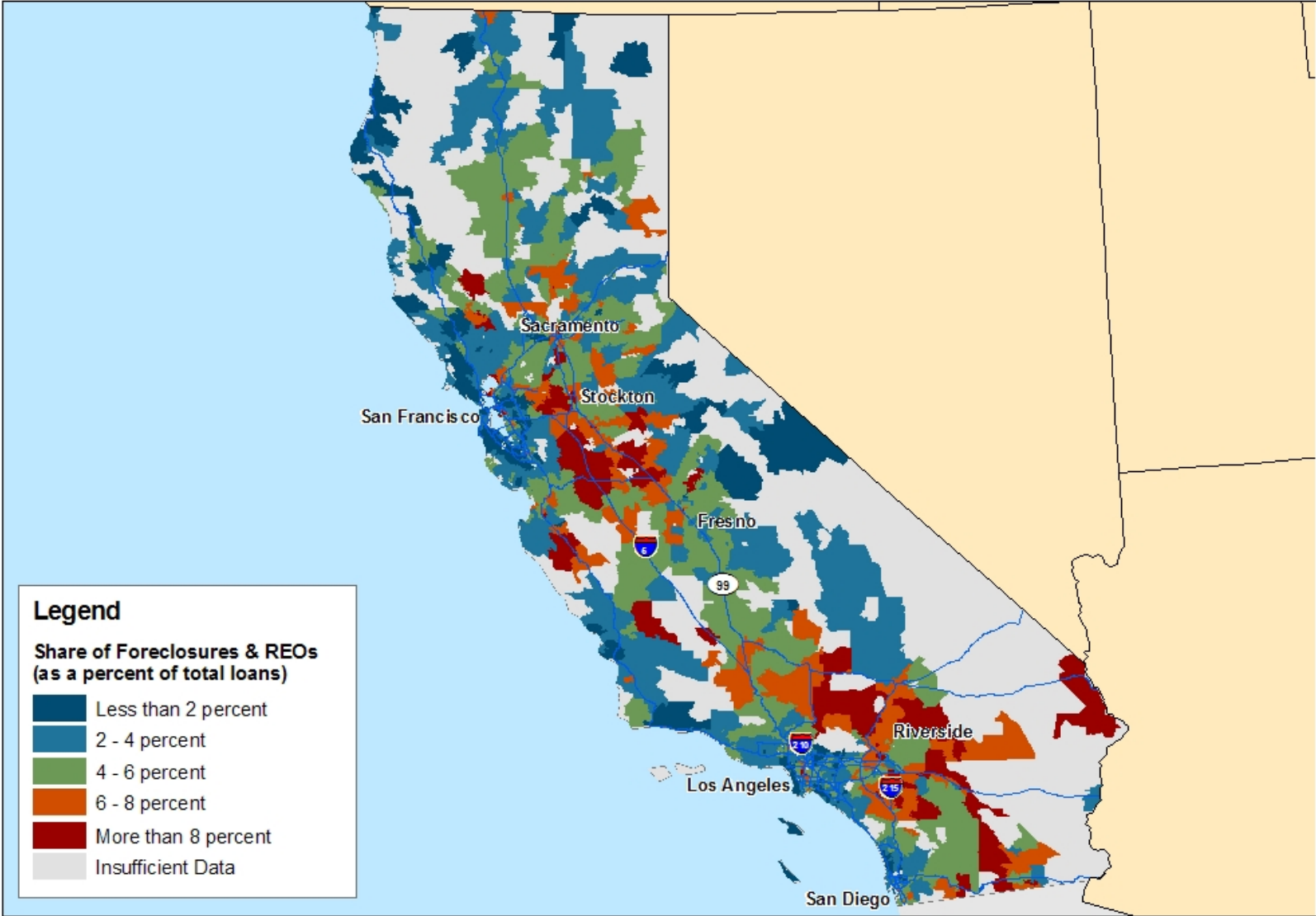


Source: Mortgage Bankers Association, National Delinquency Survey

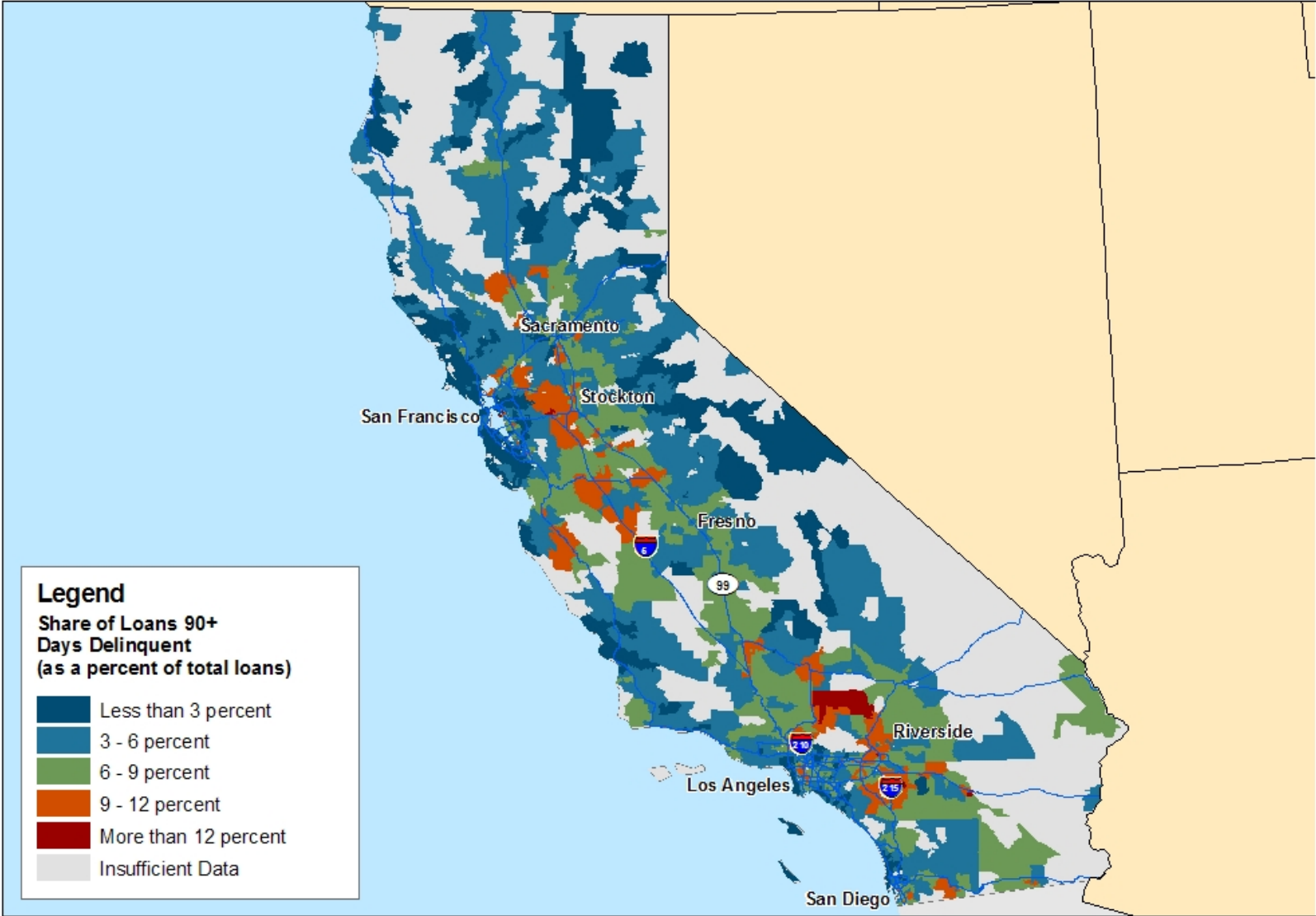


State & Local Data Maps

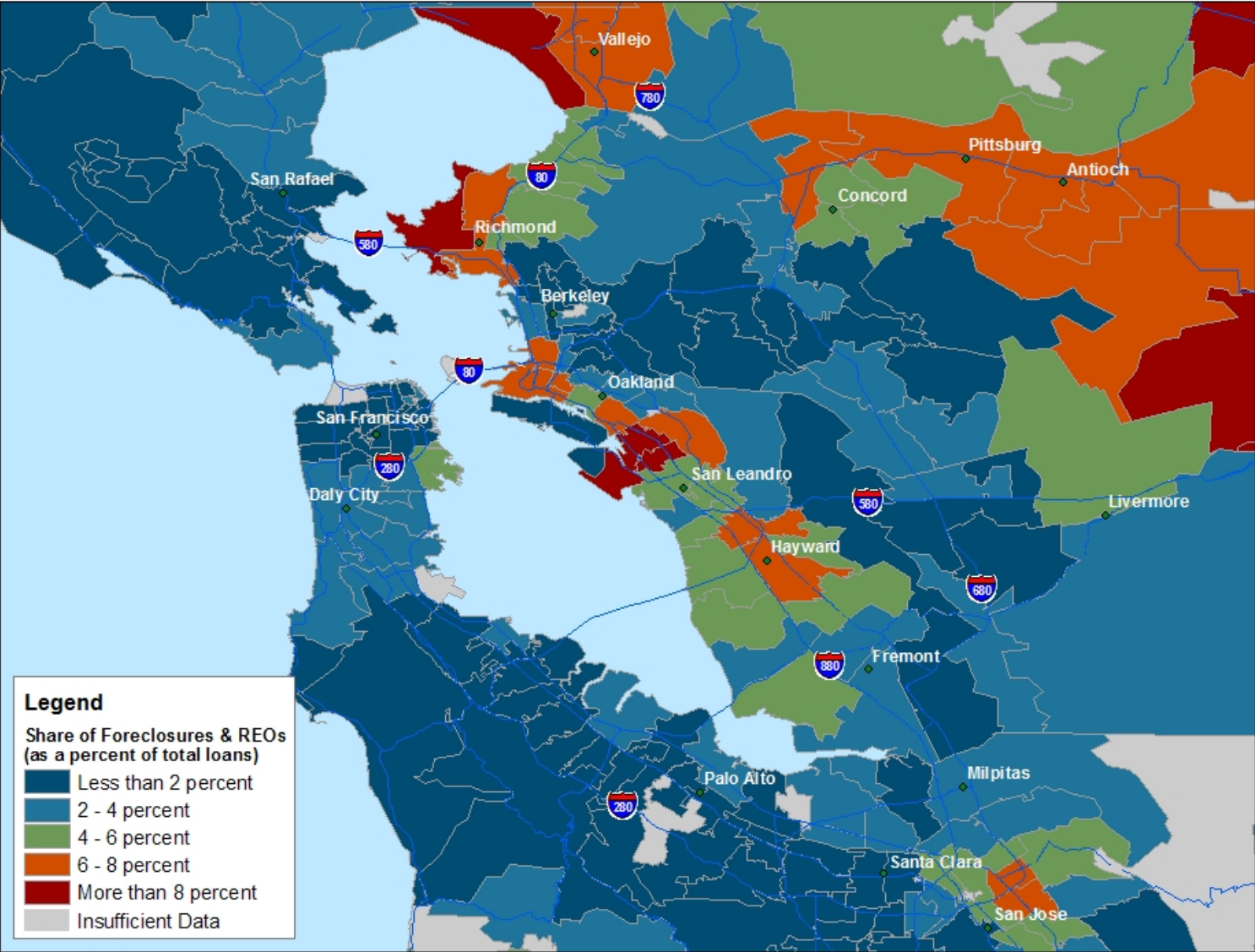
Areas Affected by Concentrated Foreclosures
November 2010



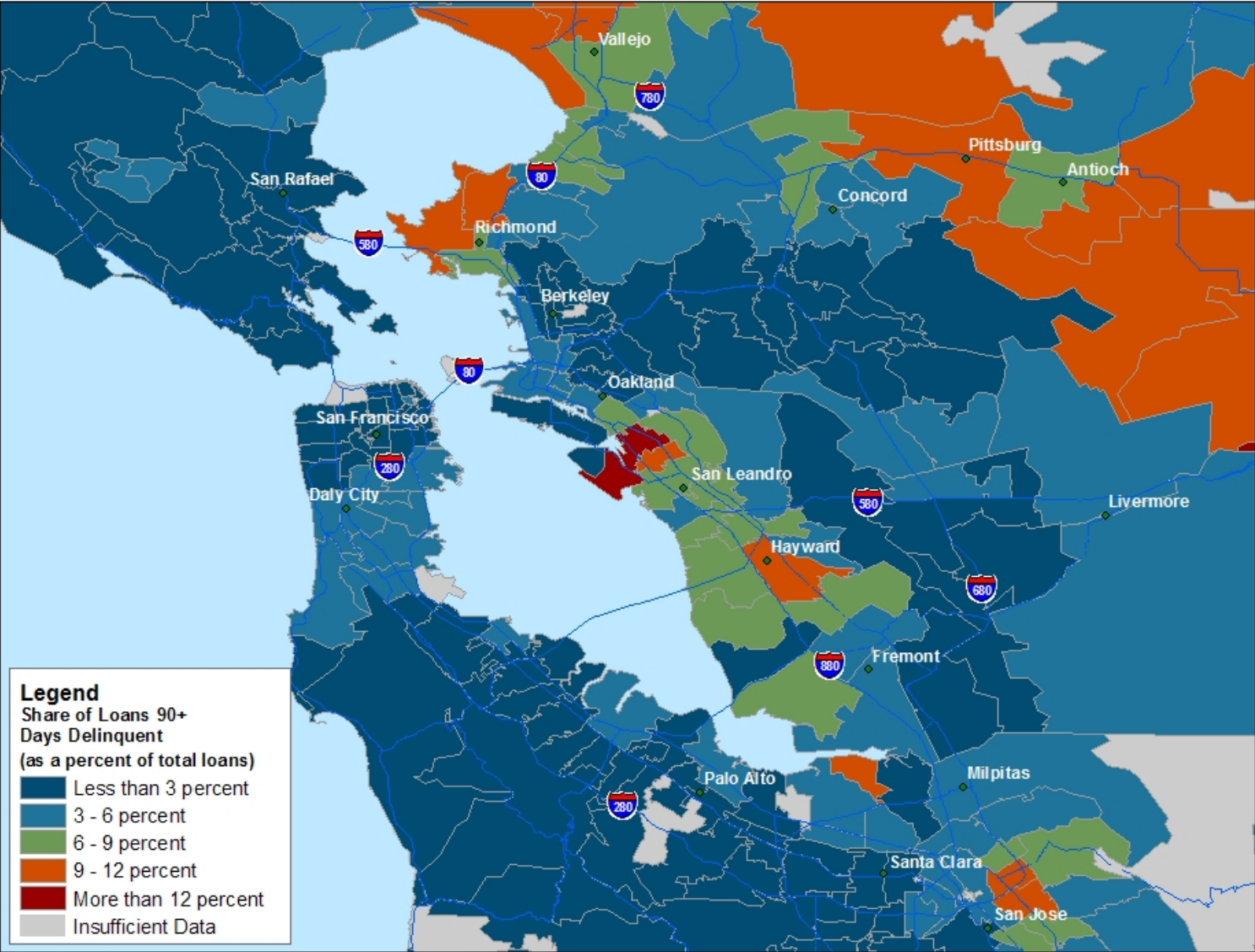
Areas at Risk of Additional Foreclosures
November 2010



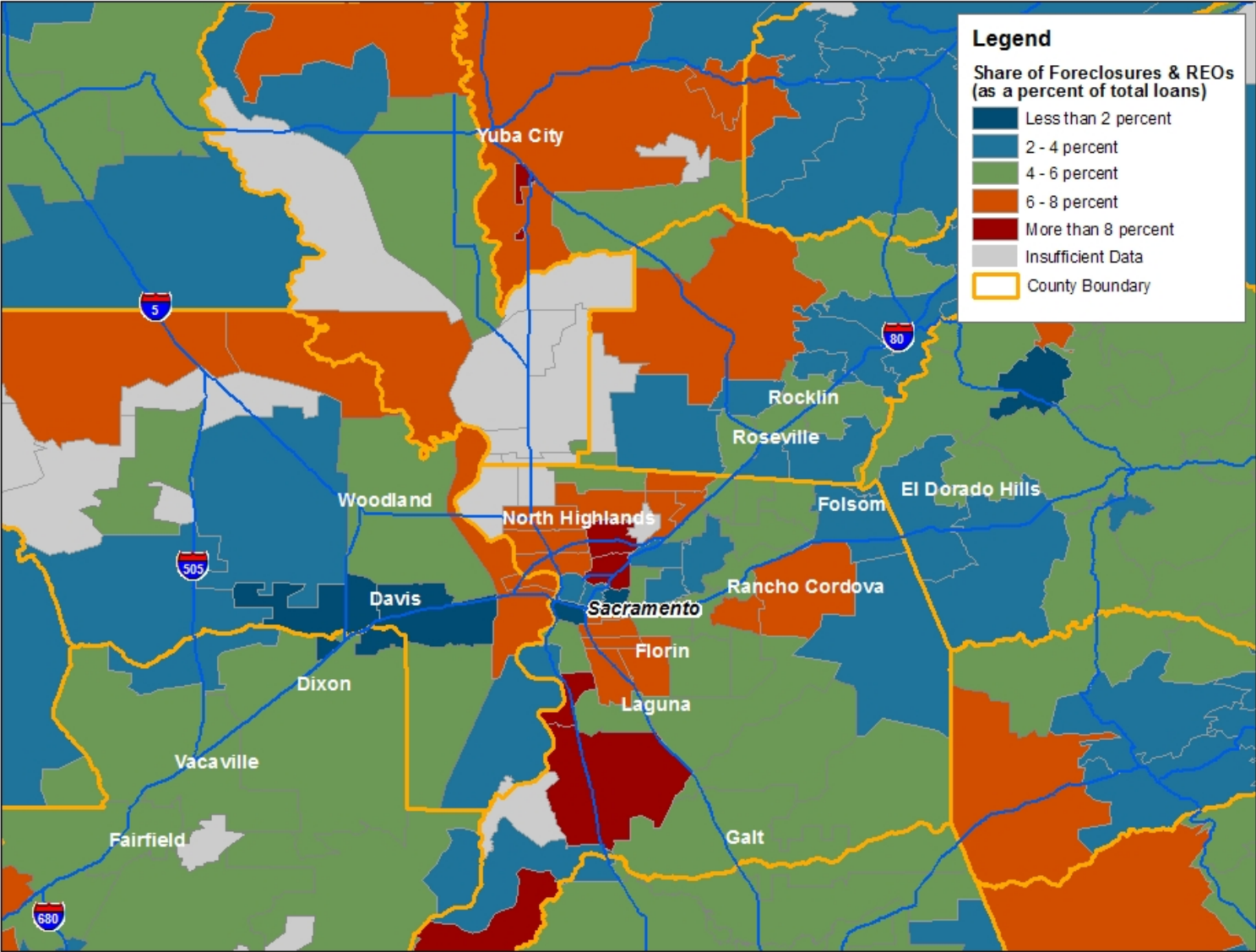
Areas Affected by Concentrated Foreclosures
November 2010



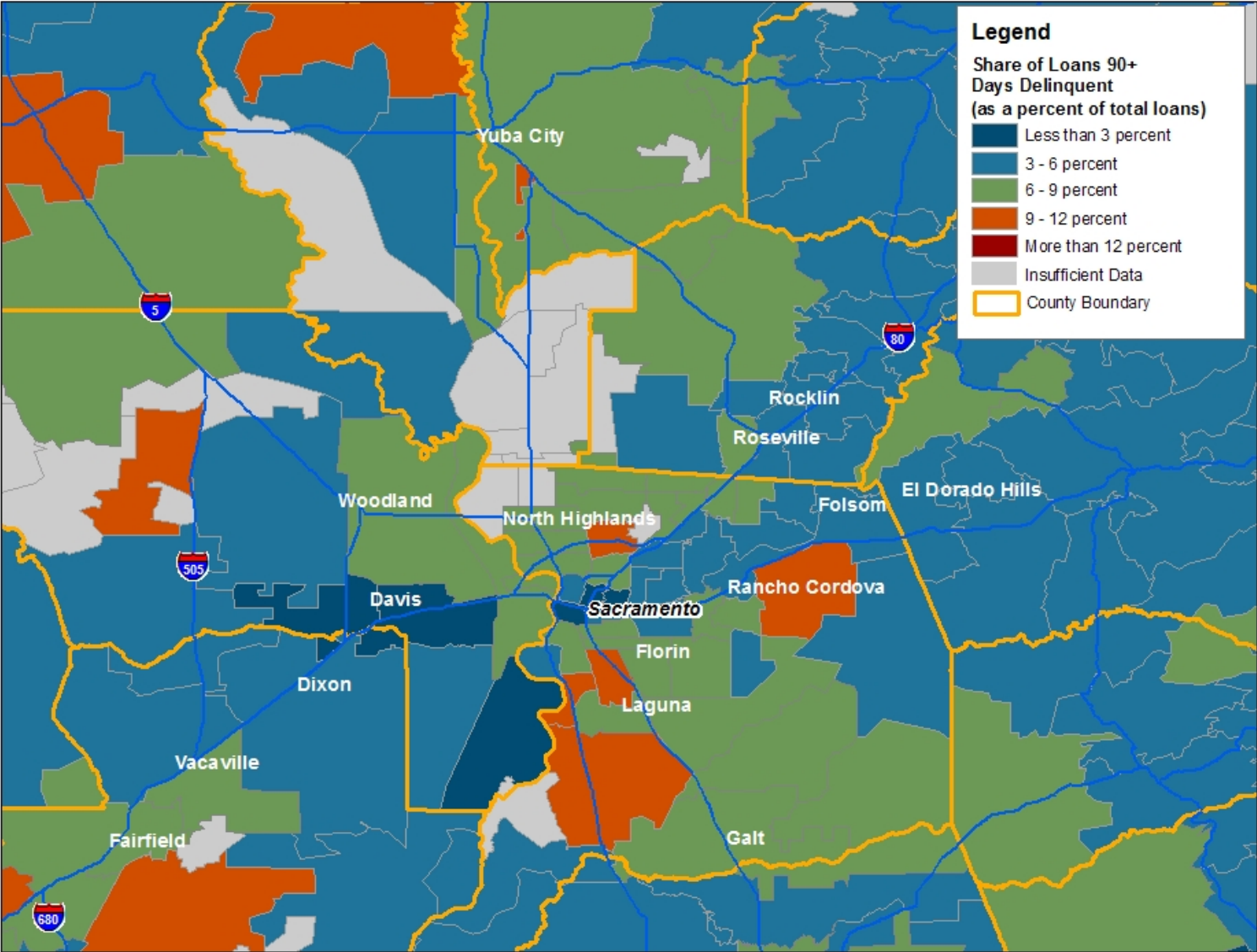
Areas at Risk of Additional Foreclosures
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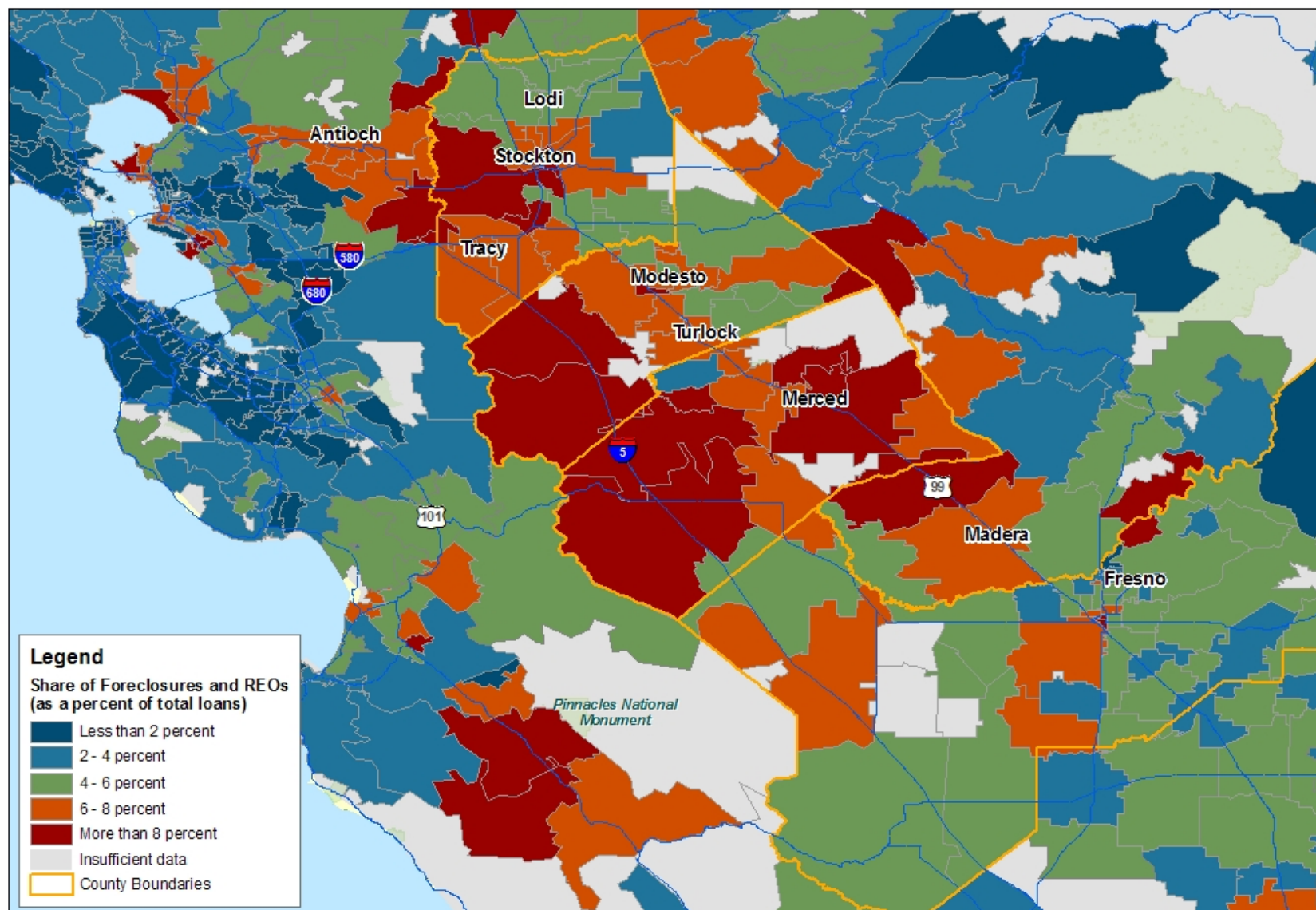
Areas Affected by Concentrated Foreclosures
November 2010



Areas at Risk of Additional Foreclosures
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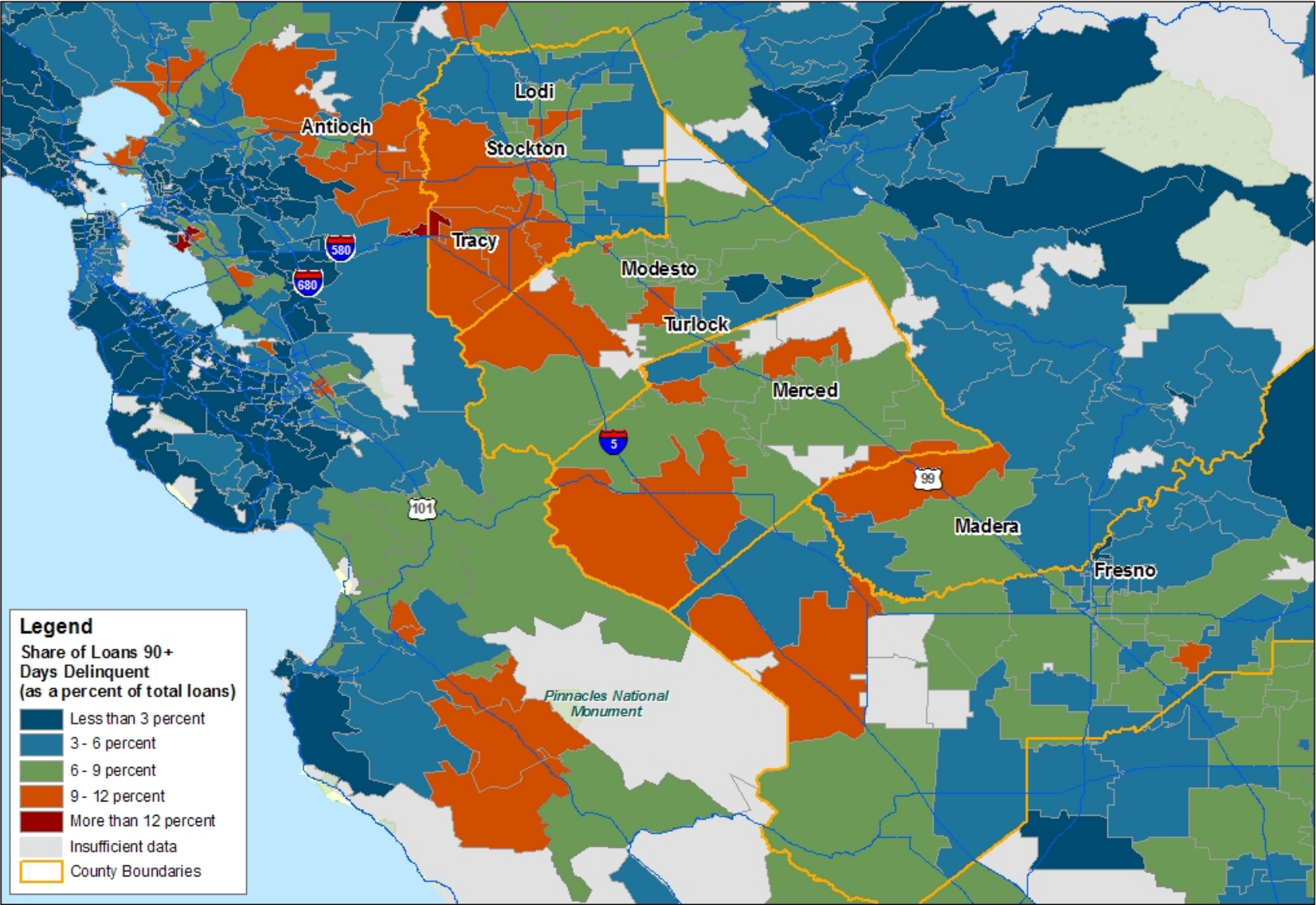


Areas Affected by Concentrated Foreclosures November 2010



Areas at Risk of Additional Foreclosures

November 2010



For More Information: FRBSF Community Development Website

- ❑ Links to other resources and research on foreclosure trends and mitigation strategies
- ❑ All publications, presentations available on our website
- ❑ Conference materials also posted shortly after events

The screenshot displays the official website of the Federal Reserve Bank of San Francisco's Community Development department. The header features the bank's name and a navigation bar with links such as 'About the Fed', 'News and Events', 'Economic Research and Data', 'Educational Resources', 'Community Development', 'Consumer Information', 'Banking Information', and 'Services for Financial Institutions'. Below this, a secondary navigation bar includes links to 'Home', 'Community Reinvestment Act (CRA)', 'Community Development Issues', 'Center for Community Development Investments', 'Events and Conferences', 'Publications', and 'About Us'. The main content area is titled 'COMMUNITY DEVELOPMENT' and includes a 'Highlights' section with three featured articles: 'Focus on Community Development Policy' (Volume 20, Issue 3, 2008), 'The Enduring Challenge of Concentrated Poverty in America' (2006 report), and 'Foreclosure Resource Center'. To the right, a 'TOOL BOX' section provides links for 'Fed Links', 'FAQ', 'Subscriptions', 'Glossary', 'Publications', 'Site Map', 'Search', 'Research Pubs', 'Careers', and 'Email Us'. Below the tool box is a 'POPULAR CONTENT' section listing 'Upcoming Events' such as 'Stabilizing Communities Series: Acquiring REOs in Compliance with NSP' and 'Innovative Financial Services for the Underserved - Research Conference'. The bottom of the page features a 'Programs and Information' section with links to 'Community Reinvestment Act (CRA)', 'Events and Conferences', 'Community Development Issues', 'Publications', 'Center for Community Development Investments', and 'About Us'.

FEDERAL RESERVE BANK OF SAN FRANCISCO
Careers | Fed Links | Subscriptions

About the Fed | News and Events | Economic Research and Data | Educational Resources | Community Development | Consumer Information | Banking Information | Services for Financial Institutions

Home | Community Reinvestment Act (CRA) | Community Development Issues | Center for Community Development Investments | Events and Conferences | Publications | About Us

COMMUNITY DEVELOPMENT

Highlights

Focus on Community Development Policy
Community Investments: Volume 20, Issue 3, 2008
In this issue, we highlight new ideas, innovations, and questions around the topic of community development policy. The articles consider the role of policy in channeling public and private investment into community development efforts, with topics ranging from established federal policies, such as the Community Reinvestment Act and the Community Development Block Grant program, to more recent movements such as stakeholder-driven community development and microenterprise.

The Enduring Challenge of Concentrated Poverty in America
In 2006, the Community Affairs Offices of the Federal Reserve System partnered with the Brookings Institution to examine the issue of concentrated poverty. The resulting report, *The Enduring Challenge of Concentrated Poverty in America: Case Studies from Communities Across the U.S.* contributes to our understanding of the dynamics of poor people living in poor communities, and the policies that will be needed to bring both into the economic mainstream. Download Full Report (PDF 6.8MB)

Foreclosure Resource Center
For the latest information on the Federal Reserve's efforts to mitigate the impact of foreclosures, including local data presentations and research reports, visit our new Foreclosure Resource Center.

Programs and Information

Community Reinvestment Act (CRA)
Information on the CRA, its implementing regulations, the regulatory agencies, and other resources to assist in complying with and understanding the CRA.

Events and Conferences
Participate in one of the many events sponsored by the Community Development Department.

Community Development Issues
From affordable housing to "banking the unbanked," learn more about community development issues and initiatives within the Federal Reserve's 12th District.

Publications
Access online copies of *Community Investments*, the *Community Development Investment Review*, and research papers.

Center for Community Development Investments
The Center is dedicated to innovations in research and practice that increase the flow of investment capital to low- and moderate-income communities.

About Us
Learn more about the Community Development Department and its staff.

TOOL BOX

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Publications | Site Map
Search | Research Pubs | Careers | Email Us

Search: Go

POPULAR CONTENT

Upcoming Events:

- Stabilizing Communities Series: Acquiring REOs in Compliance with NSP
February 3
- San Francisco CA
February 4
- Fresno CA
- Innovative Financial Services for the Underserved - Research Conference
April 16 - 17
Washington D.C.

Financial Education Resource Center
Find a variety of resources on financial education

CRA Regulatory Information - Link to CRA resources for financial institutions and community groups.

Bank on San Francisco - Program information and information about replicating program

Community Development Assessments - Demographic, economic, and community development profiles for each state in the Twelfth District.