

**Minutes of the Financial Stability Oversight Board Meeting
April 27, 2017**

A meeting of the Financial Stability Oversight Board (the “Board”) was held at 3:00 p.m. EDT on Thursday, April 27, 2017, via conference call.

**MEMBER REPRESENTATIVES
PARTICIPATING:**

Mr. Wilcox, Division Director, Federal Reserve Board (Chairperson)

Ms. Rollins, Acting Assistant Secretary for Financial Markets, Department of the Treasury

Mr. Usowski, Deputy Assistant Secretary, Office of Economic Affairs, Department of Housing and Urban Development

Ms. Moore, Special Advisor, Federal Housing Finance Agency

Ms. Klima, Co-Chief of Staff, Securities and Exchange Commission

STAFF PARTICIPATING:

Mr. Treacy, Executive Director

Mr. Gonzalez, General Counsel and Secretary

**AGENCY OFFICIALS
PARTICIPATING:**

Mr. Rasetti, Chief Financial Officer, Office of Financial Stability, Department of the Treasury

Mr. Montano, Chief Investment Officer, Office of Financial Stability, Department of the Treasury

Ms. Johnson-Kutch, Director of Policy and Programs, Office of Financial Stability, Department of the Treasury

Ms. Perkovich, Budget Director, Office of Financial Stability, Department of the Treasury

Ms. Latner, Senior Supervisory Financial Analyst, Federal Reserve Board

The meeting was called to order by Mr. Wilcox at approximately 3:00 p.m. EDT

First, the Representatives reviewed draft minutes for the meeting of the Board on Thursday, March 30, 2017, which had been circulated in advance of the meeting. Upon a motion duly made and seconded, the Representatives voted to approve the minutes of the meeting, subject to such technical revisions as may be received from the Representatives.

Next, Treasury officials provided the Representatives with an update on the programs established by Treasury under the Troubled Asset Relief Program (“TARP”). Discussion during the meeting focused on the Capital Purchase Program (“CPP”); the Community Development Capital Initiative (“CDCI”); and the Making Home Affordable (“MHA”) and Hardest Hit Fund (“HHF”) initiatives. Among the materials distributed in

advance of the meeting was the latest monthly report issued by Treasury under Section 105(a) of the Emergency Economic Stabilization Act (“Monthly Report”), which contained information concerning the programs established by Treasury under TARP and aggregate information regarding the allocated and disbursed amounts under TARP.

Throughout the meeting, Representatives raised and discussed issues related to the policies and programs established under TARP.

Using prepared materials, Treasury officials provided Representatives with a report on recent developments in the TARP program.

As of March 31, 2017, Treasury had disbursed a total of nearly \$435.9 billion, including approximately \$411.7 billion under TARP investment programs and nearly \$24.2 billion under TARP housing-related programs to assist at-risk homeowners. Total receipts on all TARP investment programs were more than \$442.4 billion.

Next, Treasury officials provided the Representatives with an update on recent developments in the CPP. Since the March 30, 2017, meeting of the Representatives, California International Bank, N.A. / Saigon National Bank repurchased its CPP preferred shares in full at par value for approximately \$1.6 million. As of the meeting date, Treasury’s aggregate remaining CPP investment was approximately \$191.2 million in nine institutions.

Treasury officials next reported on CDCI program status. Officials reported

that there had been no activity since the end of the month. As of the meeting date, 27 institutions remained in the portfolio, totaling approximately \$98 million.

Treasury officials next provided an update on the TARP housing initiatives, including the MHA’s Home Affordable Modification Program (“HAMP”). Treasury officials reported that as of February 28, 2017, there had been more than 2.8 million total MHA homeowner assistance actions, including nearly 1.5 million total HAMP Tier 1 modifications, more than 0.2 million total HAMP Tier 2 modifications, and nearly 35,000 total streamline HAMP modifications. Also of February 28, 2017, more than 28,000 total active trial HAMP modifications and more than 958,000 active permanent HAMP modifications (including HAMP Tier 1, Tier 2 and Streamline HAMP modifications) were in place.

Officials then discussed recent borrower assistance actions under HAMP, noting that in the month of February 2017, more than 2,000 new permanent HAMP Tier 1 modifications and more than 3,000 new permanent HAMP Tier 2 modifications were initiated. Also, servicers reported that more than 3,000 new permanent Streamline HAMP modifications had begun in March 2017, and more than 59,000 Streamline HAMP trial offers had been started and nearly 7,000 trials were active.

Treasury officials then discussed recent changes to the HHF programs. As of February 28, 2017, HFAs had disbursed approximately \$6.0 billion in program funds (\$6.8 billion in total program and administrative funds), and HFAs had drawn down approximately \$7.3 billion in program funds. In the month of March, 2017, program changes occurred in Georgia, New Jersey and South Carolina.

Finally, staff of the Oversight Board discussed the timing of the next quarterly report and activities of the Oversight Board for the coming months.

The meeting was adjourned at approximately 3:25 p.m. EDT.

[signed electronically]

Mr. Gonzalez, General Counsel
and Secretary