

**Minutes of the Financial Stability Oversight Board Meeting  
May 24, 2017**

A meeting of the Financial Stability Oversight Board (the “Board”) was held at 3:00 p.m. EDT on Wednesday, May 24, 2017, via conference call.

**MEMBER REPRESENTATIVES  
PARTICIPATING:**

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

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, Chief Counsel, 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. Hall, Investment Manager, 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

The Representatives first reviewed draft minutes for the meeting of the Board on Thursday, April 27, 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.

Treasury officials next provided the Representatives with an update on the programs established by Treasury under the Troubled Asset Relief Program (“TARP”). The meeting discussion 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. Included in 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.

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

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

As of April 30, 2017, Treasury had disbursed a total of nearly \$436.9 billion, including approximately \$411.7 billion under TARP investment programs and nearly \$25.2 billion under TARP housing-related programs to assist at-risk homeowners. Total receipts on all TARP investment programs were more than \$442.4 billion.

Treasury officials next provided the Representatives with an update on recent developments in the CPP. Since the April 27, 2017, meeting of the Representatives, Treasury sold its remaining common shares in First BanCorp for approximately \$57.7 million. In total, approximately \$226.7 billion has been collected from institutions in the CPP portfolio, with eight institutions remaining.

Next, Treasury officials reported on CDCI program status. Officials noted that there had been no activity since the end of the previous month, leaving 27 institutions in the portfolio, with a total

invested amount of approximately \$98.3 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 April 30, 2017, there had been more than 2.8 million total MHA homeowner assistance actions, including nearly 1.5 million HAMP Tier 1 modifications, more than 200,000 total HAMP Tier 2 modifications, and more than 40,000 Streamline HAMP modifications. Also of April 30, 2017, more than 15,000 active trial HAMP modifications were in place, as well as nearly 953,000 active permanent HAMP modifications (including HAMP Tier 1, Tier 2 and Streamline HAMP modifications).

Officials then discussed recent borrower assistance actions under HAMP. Officials noted that servicers reported nearly 2,300 new permanent Streamline HAMP modifications had begun in April 2017, more than 60,000 Streamline HAMP trial offers had been started cumulatively and more than 4,900 trials were active.

Treasury officials then discussed recent changes to the HHF programs. As of April 30, 2017, Housing Finance Agencies had disbursed approximately \$6.2 billion in program funds (\$6.9 billion in total program and administrative funds), and drawn down more than \$8.1 billion in program funds. In the month of April, 2017, program changes were approved for Arizona, Ohio and Rhode Island.

Finally, staff of the Oversight Board discussed the timing and format of the next quarterly report, as well as activities of the

Oversight Board for the coming months.

The meeting was adjourned at approximately 3:20 p.m. EDT.

[signed electronically]  
Mr. Gonzalez, General Counsel  
and Secretary