

**Minutes of the Financial Stability Oversight Board Meeting
March 28, 2019**

A meeting of the Financial Stability Oversight Board (the “Board”) was held at 2:00 p.m. EDT on Thursday, March 28, 2019, at the offices of the Department of the Treasury.

**MEMBER REPRESENTATIVES
PARTICIPATING:**

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

Mr. Valverde, Principal Advisor,
Federal Housing Finance Agency

Mr. Wood, Director, Office of
Legislative and Intergovernmental
Affairs, Securities and Exchange
Commission

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

STAFF PARTICIPATING:

Mr. Treacy, Executive Director

Mr. Gonzalez, General Counsel and
Secretary

**AGENCY OFFICIALS
PARTICIPATING:**

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

Mr. Hall, Investments Manager, Office of
Financial Stability, Department of the
Treasury

Mr. Doerner, Supervisory Economist, Federal
Housing Finance Agency

Ms. Scholz, Managing Director, Office of
Strategic Initiatives, Federal Housing
Finance Agency

Mr. Beirne, Counsel, Federal Reserve Board

The meeting was called to order by
Mr. Lehnert at approximately 2:02 p.m. EDT.

Upon commencement of the meeting, Representatives discussed draft minutes for the Board’s previous meeting, held on Thursday, February 21, 2019. The minutes for that meeting had been circulated and reviewed by Representatives in advance. Upon a motion duly made and seconded, Representatives voted to approve the minutes of the meeting, subject to such technical revisions by Representatives as deemed necessary.

Treasury officials provided the Representatives with an update on the programs Treasury established under the Troubled Asset Relief Program (“TARP”). The meeting discussion predominantly 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 related to 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 relevant to the policies and programs established under TARP.

Referring to prepared materials, Treasury officials provided a report on recent developments in the TARP program. As of February 28, 2019, Treasury had disbursed a total of \$440.96 billion, including approximately \$411.72 billion under TARP investment programs and approximately \$29.24 billion under TARP housing-related programs to assist at-risk homeowners. Total receipts on all TARP investment programs were approximately \$443 billion.

Treasury officials provided the Representatives with a status update on TARP investment programs, beginning with CPP. With no transactions in February, as of February 28 some 3 institutions remained in the portfolio with a total outstanding invested amount of \$21.4 million.

Treasury officials next reported on the status of the CDCI program. With no transactions in February, as of February 28 the CDCI portfolio stood at 7 institutions, with a total outstanding invested amount of roughly \$29 million.

Treasury officials then reported on MHA. As outlined in the Consolidated Appropriations Act, 2016, the MHA program terminated on December 31, 2016,

and servicers were required to complete all MHA transactions by December 1, 2017. As such there was no change in the number of homeowner assistance actions under MHA for February.

Treasury officials next discussed recent developments in the HHF program. As of February 28, Housing Finance Agencies in the nineteen eligible jurisdictions had disbursed approximately \$8 billion in program funds (\$-8.9 billion in total program and administrative funds), and drawn down \$9.2 billion in total funds. During February, HHF program changes were approved for the state of Florida.

Representatives and officials then engaged in a roundtable discussion related to the state of the current housing markets and the ability of the programs established under TARP to provide support to the housing markets while assisting at-risk mortgage borrowers. As part of the discussion, FHFA officials provided data related to housing and mortgage market conditions.

FHFA officials next presented an update on the status of FHFA's rulemaking regarding the new Uniform Mortgage-Backed Security.

Finally, Representatives and staff of the Board discussed the content and timing of the next quarterly report, as well as upcoming activities of the Board.

The meeting was adjourned at approximately 2:44 p.m. EDT.

Mr. Gonzalez,
General Counsel and Secretary