

**Minutes of the Financial Stability Oversight Board Meeting
December 19, 2019**

A meeting of the Financial Stability Oversight Board (the “Board”) was held at 2:00 p.m. EST on Thursday, December 19, 2019, at the offices of the Department of the Treasury.

**MEMBER REPRESENTATIVES
PARTICIPATING:**

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

Mr. Curtis, Senior Deputy General
Counsel, Federal Housing
Finance Agency

Mr. Wood, Deputy Chief of Staff,
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:**

Mr. Beske, Deputy Assistant
Secretary for Community and
Economic Development,
Department of the Treasury

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

Mr. Gillen, Program Director, Budget, IT, and
Reporting, Office of Financial Stability,
Department of the Treasury

Mr. Bogin, Senior Economist, Federal
Housing Finance Agency

Ms. Fisher, Senior Advisor for Economics,
Federal Housing Finance Agency

Ms. Mukasa, Assistant Director, Federal
Reserve Board

Mr. Beirne, Counsel, Federal Reserve Board

The meeting was called to order by
Mr. Lehnert at approximately 2:06 p.m. EST.

Upon commencement of the meeting, Representatives discussed draft minutes for the Board’s previous meeting, held on Thursday, November 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.

Mr. Lehnert then discussed his intention to fill the staff position of Executive Director following the resignation of Mr. Treacy. At Mr. Lehnert’s request and without objection, the following statement was entered into the record:

STATEMENT BY THE
CHAIRPERSON TO APPOINT
STAFF OF THE FINANCIAL
STABILITY OVERSIGHT BOARD

“I hereby appoint Namirembe Mukasa to the staff position of Executive Director of the Financial Stability Oversight Board, as authorized by the Amended and Restated Bylaws of the Oversight Board.”

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 November 30, 2019, Treasury had disbursed a total of \$441.98 billion, including approximately \$411.72 billion under

TARP investment programs and approximately \$30.26 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. As of November 30, the CPP portfolio stood at 2 institutions, with a total outstanding invested amount of \$17.4 million.

Treasury officials next reported on the status of the CDCI program. As of November 30, the CDCI portfolio stood at 4 institutions, with a total outstanding invested amount of roughly \$22.4 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 November.

Treasury officials next discussed recent developments in the HHF program. As of November 30, 2019, Housing Finance Agencies in the nineteen eligible jurisdictions had disbursed approximately \$8.5 billion in program funds (\$9.4 billion in total program and administrative funds), and drawn down \$9.4 billion in total funds. During November, program changes were approved for the states of Arizona and Georgia.

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 the housing and mortgage market conditions.

Finally, Representatives and staff of the Board discussed upcoming activities of the Board.

The meeting was adjourned at approximately 2:26 p.m. EST.

(electronically signed)

Mr. Gonzalez,
General Counsel and Secretary