

**Minutes of the Financial Stability Oversight Board Meeting
March 29, 2018**

A meeting of the Financial Stability Oversight Board (the “Board”) was held at 2:15 p.m. EST on Thursday, March 29, 2018, at the offices of the Department of the Treasury (“Treasury”).

**MEMBER REPRESENTATIVES
PARTICIPATING:**

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

Ms. Berry, 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

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

STAFF PARTICIPATING:

Mr. Treacy, Executive Director

**AGENCY OFFICIALS
PARTICIPATING:**

Mr. Rasetti, Chief Financial 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

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

Ms. Hirsch, Senior Advisor, Office of
Financial Stability, Department of the
Treasury

Mr. Doerner, Senior Economist, Federal
Housing Finance Agency

The meeting was called to order by
Mr. Wilcox at approximately 2:15 p.m. EST.

Upon commencement of the meeting, Representatives discussed draft minutes for the Board’s previous meeting, held on Thursday, February 22, 2018. The minutes for that meeting had been circulated and reviewed by Representatives in advance. Upon a motion duly made and seconded, the Representatives voted to approve the minutes of the meeting, subject to such technical revisions by the Representatives as deemed necessary.

Next, 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”); the Automotive Industry Financing Program (“AIFP”); 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, 2018, Treasury had disbursed a total of \$439.1 billion, including approximately \$411.7 billion under TARP investment programs and approximately \$27.4 billion under TARP housing-related programs to assist at-risk homeowners. Total receipts on all TARP investment programs were approximately \$443.0 billion.

Next, Treasury officials provided the Representatives with a status update on TARP investment programs, beginning with CPP. During March, Bryn Mawr Bank Corporation (formerly Royal Bancshares of Pennsylvania, Inc.) repurchased in full its outstanding warrants, with total proceeds of about \$1.75 million. As of February 28, the CPP portfolio stood at five institutions, with a total remaining investment of \$44.5 million.

Treasury officials next reported on the status of the CDCI program. With no transactions in March, some 19 institutions remained in the portfolio, with a total outstanding invested amount of \$68 million.

Treasury officials then provided an update on the AIFP, which during March received \$12.9 million as Treasury’s share of a settlement for a defaulted loan to an AIFP recipient.

Treasury officials then reported on MHA. Home Affordable Modification Program (“HAMP”). 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. During March, Treasury issued the MHA Program Performance Report covering the 4th Quarter of 2017, which will be the final regular quarterly MHA report.

Treasury officials next discussed recent developments in the HHF program. As of February 28, 2018, Housing Finance Agencies in the nineteen eligible jurisdictions had disbursed approximately \$7.2 billion in program funds (\$8.0 billion in total program and administrative funds), and drawn down \$8.8 billion in total funds. During February, HHF program changes were approved for the state of Nevada.

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.

Finally, staff of the Board discussed the production and timing of the Oversight Board's Report to Congress for 4Q2017, as well as upcoming activities of the Board.

The meeting was adjourned at approximately 2:40 p.m. EST.

[signed electronically]

Mr. Treacy, Executive Director