

**Minutes of the Financial Stability Oversight Board Meeting
July 26, 2018**

A meeting of the Financial Stability Oversight Board (the “Board”) was held at 3:00 p.m. EDT on Thursday, July 26, 2018, via teleconference.

**MEMBER REPRESENTATIVES
PARTICIPATING:**

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

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

Ms. Moore, Special Advisor, Federal
Housing Finance Agency

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

STAFF PARTICIPATING:

Mr. Gonzalez, General Counsel and
Secretary

**AGENCY OFFICIALS
PARTICIPATING:**

Mr. Kranbuhl, Deputy Assistant
Secretary, Office of Financial
Institutions - Small Business,
Community Development, and
Affordable Housing Policy,
Department of the Treasury

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. Gillen, Acting Budget Director, Office of
Financial Stability, Department of the
Treasury

Mr. Beirne, Senior Attorney, Federal Reserve
Board

The meeting was called to order by
Mr. Wilcox at approximately 3:01 p.m. EDT.

Upon commencement of the meeting, Representatives discussed draft minutes for the Board’s previous meeting, held on Thursday, June 21, 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”); 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 June 30, 2018, Treasury had disbursed a total of \$439.8 billion, including approximately \$411.7 billion under TARP investment programs and approximately \$28.1 billion under TARP housing-related programs to assist at-risk homeowners. Total receipts on all TARP investment programs were approximately \$442.6 billion.

Next, Treasury officials provided the Representatives with a status update on TARP investment programs, beginning with CPP. With no transactions in April, some 4 institutions remained in the portfolio, with a total outstanding invested amount of \$40 million.

Treasury officials next reported on the status of the CDCI program. As of June 30, the CDCI portfolio stood at 15 institutions, with a total outstanding invested amount of roughly \$56 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 May. During July, some \$4.0 billion was de-obligated from MHA, reducing the total obligation for the program to \$23.78 billion.

Treasury officials next discussed recent developments in the HHF program. As of May 31, 2018, Housing Finance Agencies in the nineteen eligible jurisdictions had disbursed approximately \$7.5 billion in program funds (\$8.4 billion in total program and administrative funds), and drawn down \$8.9 billion in total funds. During June, HHF program changes were approved for the states of Arizona and North Carolina.

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

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

(signed electronically)
Mr. Gonzalez, General Counsel and Secretary