

**Minutes of the Financial Stability Oversight Board Meeting
September 20, 2018**

A meeting of the Financial Stability Oversight Board (the “Board”) was held at 2:00 p.m. EDT on Thursday, September 20, 2018, at the offices of the Department of the Treasury (“Treasury”).

**MEMBER REPRESENTATIVES
PARTICIPATING:**

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

Mr. Kranbuhl, Acting Assistant
Secretary for Financial
Institutions, 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. Rasetti, Chief Financial Officer,
Office of Financial Stability,
Department of the Treasury

Mr. Hall, Investments 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

Mr. Leventis, Principal Economist, Federal
Housing Finance Agency

Mr. Beirne, Counsel, Federal Reserve Board

The meeting was called to order by
Mr. Wilcox at approximately 2:03 p.m. EDT.

Upon commencement of the meeting, Representatives discussed draft minutes for the Board’s previous meeting, held on Monday, August 20, 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 August 31, 2018, Treasury had disbursed a total of \$440.2 billion, including approximately \$411.7 billion under TARP investment programs and approximately \$28.5 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. As of August 31, some 3 institutions remained in the portfolio with a total outstanding invested amount of \$23 million.

Treasury officials next reported on the status of the CDCI program. During August, Treasury completed the partial repurchase of First American International Corporation, generating \$10 million in proceeds, and completed the full repurchase of Tulane-Loyola Federal Credit Union, generating \$0.4 million in proceeds. As of August 31, the CDCI portfolio stood at 14

institutions, with a total outstanding invested amount of roughly \$45 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 August.

Treasury officials next discussed recent developments in the HHF program. As of August 31, 2018, Housing Finance Agencies in the nineteen eligible jurisdictions had disbursed approximately \$7.6 billion in program funds (\$8.5 billion in total program and administrative funds), and drawn down \$9.0 billion in total funds. During August, HHF program changes were approved for the states of Illinois, Michigan, Mississippi, New Jersey, Ohio, and Rhode Island.

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, 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 2:21 p.m. EDT.

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