Minutes of the Financial Stability Oversight Board Meeting  
July 22, 2021

A meeting of the Financial Stability Oversight Board (the “Board”) was held at 3:00 p.m. EDT on Thursday, July 22, 2021, via video teleconference.

MEMBER REPRESENTATIVES PARTICIPATING:

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

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

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

STAFF PARTICIPATING:

Mr. Gonzalez, General Counsel and Secretary

AGENCY OFFICIALS PARTICIPATING:

Mr. Smith, Deputy Assistant Secretary for Federal Finance, Department of the Treasury

Ms. Christensen, Director, Office of Financial Stability, Department of the Treasury

Mr. Dove, Director of Operations, Office of Financial Stability, Department of the Treasury

Mr. Doerner, Supervisory Economist, Federal Housing Finance Agency

Ms. Sanders, Acting Chief of Staff, Division of Financial Stability, Federal Reserve Board

Mr. Beirne, Senior Counsel, Federal Reserve Board

The meeting was called to order by Mr. Lehnert at approximately 3:05 p.m. EDT.

Upon commencement of the meeting, Representatives discussed draft minutes for the Board’s previous meeting, held on Thursday, June 24, 2021. The minutes for that meeting had been circulated and reviewed by Representatives in advance.

Treasury officials then 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 July 1, 2021, Treasury had disbursed a total of $443 billion, including approximately $411.72 billion under TARP investment programs and approximately $31 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 July 21, one institution remains in the CPP portfolio, with a total outstanding invested amount of $12.1 million.

Treasury officials next reported on the status of the CDCI program. As of July 21, the CDCI portfolio stood at 2 institutions, with a total outstanding invested amount of roughly $1 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 June.

Treasury officials next discussed recent developments in the HHF program. As of July 1, 2021, Housing Finance Agencies in the nineteen eligible jurisdictions had disbursed approximately $8.7 billion in program funds ($9.6 billion in total program and administrative funds), and drawn down $9.5 billion in total funds. During June, there were no program changes.

Finally, Representatives and 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