

Council of Inspectors General on Financial Oversight
Meeting
March 13, 2014
Main Treasury
Room 4436
Meeting Minutes

Council Members Present

Eric M. Thorson, Inspector General, Department of the Treasury, Chair
Fred Gibson, Acting Inspector General, Federal Deposit Insurance Corporation
Carl Hoecker, Inspector General, Securities and Exchange Commission
Tony Ogden, Deputy Inspector General, Board of Governors of the Federal Reserve System/Consumer Financial Protection Bureau
Michael Stephens, Principal Deputy Inspector General and Acting Inspector General, Federal Housing Finance Agency
Judy Ringle, Attorney-Advisor, Commodity Futures Trading Commission
David Montoya, Inspector General, U.S. Department of Housing and Urban Development
James Hagen, Inspector General, National Credit Union Administration
Peggy Ellen, Deputy Inspector General, SIGTARP

Others Attending

Susan Marshall, Executive Director, Council of Inspectors General on Financial Oversight
Marla Freedman, Assistant Inspector General for Audit, Treasury Office of Inspector General
Robert Taylor, Deputy Assistant Inspector General for Audit, Treasury Office of Inspector General
Jeff Dye, Audit Director, Treasury Office of Inspector General

The meeting was called to order at 10:01 a.m. by Chairman Eric Thorson. He thanked everyone for attending and said he had invited a special guest to give a speech to CIGFO members and their staff at 11:00 a.m. in the Cash Room. That guest was Mr. Harry Markopolos author of the book, ***No One Would Listen***, a chronicle of Mr. Markopolos' journey to stop Bernie Madoff's Ponzi scheme.

Next Thorson called for consideration of the December CIGFO meeting minutes and asked Council members whether they had any corrections or additions to them. There being none, Thorson motioned for approval of the draft; it was motioned and the minutes were approved.

After the vote Thorson introduced Jeff Dye, Audit Director, Treasury Office of Inspector General, who briefed the CIGFO members on the status of the Working Group audit of FSOC's Compliance with its Transparency Policy. Dye outlined the objective, scope

and methodology by which the audit was being conducted as well as the timeline for completing the work.

Since there were no questions about the working group effort, Thorson asked Marshall to brief the group on the schedule and milestones for completing the 2014 CIGFO Annual Report. After providing details about the period covered under the report, as well as the process by which joint oversight projects would be highlighted in the report, Marshall provided copies of the report schedule to each CIGFO member.

Subsequent to that briefing Thorson provided CIGFO members with information about FSOC operations and activities, such as progress made in the implementation of new rules, and public debates about possible FSOC nonbank company designations.

Also, Thorson noted that during an appearance before the Senate Banking, Housing and Urban Affairs Committee, Office of Financial Research Director, Dr. Richard Berner, told Senate Committee Members that the CIGFO Audit of FSOC's Controls over Non-public Information had been very helpful to him in his work on data security.

Once this briefing concluded Marshall discussed the status of FSOC's implementation of certain CIGFO audit recommendations. Questions were raised about the process by which FSOC provided and CIGFO reviewed recommendation implementation data and IG Stephens suggested Treasury Office of Audit participate in the documentation review process.

After Thorson briefed CIGFO members he opened up the floor for questions. There being none, the meeting was adjourned at 10:57 a.m.