

# **Council of Inspectors General on Financial Oversight Meeting**

June 24, 2013  
Main Treasury  
Room 4436  
Meeting Minutes

## **Council Members Present**

Eric M. Thorson, Inspector General, Department of the Treasury, Chair  
Jon T. Rymer, Inspector General, Federal Deposit Insurance Corporation, Vice Chair  
Carl Hoecker, Inspector General, Securities and Exchange Commission  
J. Anthony Ogden, Deputy Inspector General, Board of Governors of the Federal Reserve System/Consumer Financial Protection Bureau  
Steve Linick, Federal Housing Finance Agency  
Roy Lavik, Inspector General, Commodity Futures Trading Commission  
David Montoya, Inspector General, U.S. Department of Housing and Urban Development  
Sharon Separ, Counsel to the Inspector General, and Assistant Inspector General for Investigations, National Credit Union Administration

## **Others Attending**

Susan Marshall, Executive Director, Council of Inspectors General on Financial Oversight

## **Guests**

Jason Derr, Counsel, Federal Reserve Board System/CFPB  
Kaitlin Romano, Federal Reserve Board System/CFPB  
Marla Freedman, Assistant Inspector General for Audit, Department of Treasury  
Theresa Cameron, Supervisor Auditor, Office of Audit, Department of Treasury

The meeting was called to order at 10:10 a.m. by Chairman Eric Thorson.

The meeting began with Chairman Thorson thanking everyone for attending the meeting, especially Sharon Separ, Tony Ogden, Jason Derr, and Kaitlin Romano. He also thanked his staff Marla Freedman and Theresa Cameron for being there to assist with potential questions about the draft CIGFO audit of the Financial Stability Oversight Council's Designation of Financial Market Utilities.

After initial greetings, Thorson called for consideration of the March meeting minutes, and asked if Council members had any corrections or additions to them. Thorson motioned for approval of the minutes, a motion was raised by IG Rymer, seconded by IG Hoecker, and the minutes were unanimously approved.

Jason Derr, Counsel, Board of Governors of the Federal Reserve System (FRB) Office of Inspector General (OIG) briefed CIGFO members on FRB Regulation PP, Definitions Relating to Title I of the Dodd- Frank Act, [Final Rule: 77 Fed.Reg.20,756 (April 5, 2013)] described the purpose and intent of the rule's three key terms relating to FSOC's process for designating nonbank financial companies for Board supervision. In addition Derr stated that FSOC completed its final rule on the designation process before the Board issued this regulation.

Both Inspectors General Rymer and Thorson asked Derr questions about the FRB rule to which he responded.

As a result of this presentation there was a discussion on CIGFO working groups where IG Rymer offered to lead a group of audit staff in the development of ideas for CIGFO consideration at the next meeting. CIGFO members thanked Vice Chair Rymer for agreeing to lead the audit staff group, and agreed to have their staff participate in such a meeting.

The next action was a review of a working group proposal offered by Chairman Thorson to review FSOC's nonbank designation process; however, it was tabled by the members.

Next, there was a discussion and vote on the CIGFO working group audit of FSOC's Designation of Financial Market Utilities. After a short discussion on the audit's contents and findings there was a unanimous vote of approval for the final report.

This was followed by an offer to vote on the final CIGFO annual report. After much discussion, and multiple questions the vote was laid on the table and scheduled via email at a separate time. The CIGFO annual report was approved on July 3, 2013 and released to the public and to the Congress.

There being no further business the Chairman asked for a motion to adjourn which was made by FHFA IG Linick and seconded by SEC IG Hoecker.

The meeting adjourned at 11:15 a.m.