

Council of Inspectors General on Financial Oversight Meeting

March 28, 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
Carl Hoecker, Inspector General, Securities and Exchange Commission
Mark Bialek, Inspector General, Board of Governors of the Federal Reserve System
Emilia DiSanto, Chief of Staff, Federal Housing Finance Agency
Roy Lavik, Inspector General, Commodity Futures Trading Commission
David Montoya, Inspector General, U.S. Department of Housing and Urban
Development
William DeSarno, Inspector General, National Credit Union Administration
Rod Fillinger, Counsel, Special Inspector General for the Troubled Asset Relief Program

Others Attending

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

Guests

Angela (Nikki) Clowers, Director, Financial Markets and Community Investment,
Government Accountability Office
Kay Kuhlman, Assistant Director, Financial Markets and Community Investment,
Government Accountability Office
Marla Freedman, AIGA, Treasury Office of Inspector General
Jeff Dye, Audit Director, Treasury Office of Inspector General

The meeting was called to order at 10:03 a.m. by Chairman Eric Thorson.

Chairman Thorson began the meeting by thanking everyone for attending, and welcoming Emilia DeSanto, FHFA, Rod Fillinger, SIGTARP newest CIGFO member Carl Hoecker, SEC to the meeting. He also thanked Government Accountability Office (GAO) guests Nikki Clowers, Director, Financial Markets and Community Investment and Kay Kuhlman, Assistant Director, Financial Markets and Community Investment for attending.

Next, Thorson called for consideration of the minutes from the December meeting and asked if Council members had any corrections or additions to the minutes. Thorson motioned for approval of the draft- it was motioned, and the minutes were approved.

Following a vote on the meeting minutes, presenters from the GAO discussed their work-to-date evaluating Dodd-Frank Act implementation progress by the Financial Stability Oversight Council. Both financial experts discussed the scope, objective and methodology of recent reports and cited recommendations released in testimony to Members of Congress calling for improved processes and procedures to be implemented by FSOC to enhance its transparency and accountability to Congress and the public.

After this informative discussion, CIGFO members were provided with a status update on the CIGFO Working Group audit on the FSOC Designation of Financial Market Utilities by Jeff Dye, Audit Director, Treasury Office of Inspector General. Jeff informed CIGFO of the progress being made by each CIGFO member office in collecting the requisite information needed to complete the report. He also outlined the timeline for completing the audit.

An open discussion followed Mr. Dye's presentation at which time CIGFO discussed the following: FSOC information collection and dissemination; FSOC's oversight role in determining whether student debt is an inherent risk to the financial system; recent regulatory actions including its release of Money Market Fund reform, and CIGFO annual report activities.

The meeting adjourned at 11:15 a.m.