

Council of Inspectors General on Financial Oversight

June 4, 2019

Main Treasury

Room 4436

10:00 a.m.

Meeting Minutes

Council Members Present

Eric M. Thorson, Chair

Helen Albert, Deputy Inspector General, Department of Housing and Urban Development

Jason Derr, Counsel, Board of Governors of the Federal Reserve System and Consumer Financial Protection Bureau

Roderick Fillinger, Deputy Inspector General, U.S. Securities and Exchange Commission

Jay Lerner, Inspector General, Federal Deposit Insurance Corporation

Lenard DePasquale, Acting Inspector General, Federal Housing Finance Agency

James Hagen, Inspector General, National Credit Union Administration

Arne Lavik, Inspector General, U.S. Commodity Futures Trading Commission

Guests

Travis Wiehn, Supervisory Special Agent, Federal Bureau of Investigations (FBI) – Cyber Division, assigned to the National Cyber Investigative Joint Task Force (NCIJTF)

Gail Stone, Deputy Inspector General, Office of Inspector General, Federal Deposit Insurance Corporation

Margaret (Peggy) Wolf, Auditor, Office of Inspector General, Federal Deposit Insurance Corporation

C. Bradley Williams, Special Agent, Office of Inspector General, Department of Housing and Urban Development

James Lisle, Audit Director, Federal Housing Finance Agency

Rich Delmar, Counsel to the Inspector General, Office of Inspector General, Department of the Treasury

Debbie Harker, Assistant Inspector General for Audit, Office of Inspector General, Department of the Treasury

Lisa Carter, Deputy Assistant Inspector General for Audit, Office of Inspector General, Department of the Treasury

Eileen Kao, Senior Advisor to the Assistant Inspector General for Audit, Office of Inspector General, Department of the Treasury

Jeff Dye, Audit Director, Office of Inspector General, Department of the Treasury

Thomas Brodowski, Special Agent, Office of Inspector General, Department of the Treasury

At 10:00 a.m. the Chair called the meeting to order. He asked for consideration of the March 26, 2019 meeting minutes and asked if the members had any corrections or additions to the draft. There being none, the Chair called for a motion to approve the minutes which was made and seconded. The minutes were approved by unanimous consent.

Next, the Chair introduced Travis Wiehn, Supervisory Special Agent with the FBI's Cyber Division who is currently assigned to NCIJTF's Virtual Currency Team. Mr. Wiehn provided an overview of the Virtual Currency Team and of virtual currency. He explained (1) the team's structure and core services, (2) what virtual currency is and its key attributes, and (3) Bitcoin and how users can obtain and spend Bitcoin.

The Chair then introduced Jeff Dye who provided an update on the status of the CIGFO Working Group Survey of Financial Stability Oversight Council (FSOC) and its Federal member agencies efforts to support the implementation of the Cybersecurity Act of 2015 and the status of the 2019 CIGFO annual report.

Next, the Chair introduced Peggy Wolf who provided an update on the status of the CIGFO Working Group review of the top management and performance challenges facing financial regulatory organizations.

The Chair announced that he was retiring and that Rich Delmar would be the acting Chair of CIGFO and Acting Inspector General of the Department of the Treasury. The Chair introduced Rich Delmar who shared the highlights of the May 30, 2019 FSOC meeting which included presentations on (1) FSOC's proposed interpretative guidance on nonbank financial company designations, (2) recent market developments regarding U.S. nonfinancial corporate credit and leveraged lending, and (3) several topics related to equity market structure. Mr. Delmar also shared a recent article on whether Fannie Mae and Freddie Mac should be designated as systemically important financial institutions and a proposed bill to reconstitute the Office of the Special Inspector General for the Troubled Asset Relief Program.

Finally, the Acting Chair asked if anyone had any other issues they wanted to discuss. Being none, the Acting Chair called for a motion to adjourn, which was made and seconded.

The meeting adjourned at 10:57 a.m.

