

## **Minutes of the regular meeting of the Payments Risk Committee**

2:00 p.m. - 3:30 p.m., Thursday, March 19, 2015

Federal Reserve Bank of New York

33 Liberty St., New York, NY

### **Present:**

Kurt Woetzel, Chair, Bank of New York Mellon

Janet Ou, Bank of America\*

Jeff Kuhn, Bank of New York Mellon

Michael Gotimer, Bank of Tokyo-Mitsubishi UFJ\*

Ebru Pakcan, Citi

Scott Simon, Deutsche Bank

Christine Cumming, FRBNY

Robin Vince, Goldman Sachs\*

Diane Reyes, HSBC

Emma Loftus, JPMorgan Chase

Roy DeCicco, JPMorgan Chase

David Russo, Morgan Stanley

David Crawford, State Street

Barry Tebbutt, UBS\*

Alan Basmajian, FRBNY

Linda Fahy, FRBNY

Sandy Krieger, FRBNY

Catherine Kung, FRBNY

Lawrence Sweet, FRBNY

Staff at Board of Governors\*

*\* Participated by phone or video*

### **1. PRC Administration**

- Minutes for the December 18, 2014, meeting were approved.
- A member from FRBNY legal staff briefed the PRC on the Committee's 2015 Antitrust Guidelines.

### **2. Tour de Table**

Committee members discussed various topics involving the payments, clearing, and settlement arena. The topics of discussion included:

- Fraud and potential information sharing in the industry to mitigate risk
- Payment flows through non-bank payment providers
- Continued importance and growth of central counterparties (CCPs)

### **3. Update and next steps on continuing strategic agenda topics**

- a. Central counterparty topics

The CCP workstream lead provided an update to Committee members on the follow-on work focused on enhanced clearing member disclosure to CCPs and highlighted the importance of finalizing and implementing the output of this work.

b. Intraday Liquidity Flows (ILF) update

Committee members discussed the continued progress of work that has taken place to update the ILF study.

c. Developing industry solutions for recovery of payments activity during an extended outage

The working group lead provided an update to Committee members on the continued progress of work to develop industry solutions for the Payments Activity Recovery initiative.

d. Self-assessment project

The Chairman reminded Committee members to complete a self-assessment of individual contributions, relevance of initiatives, and meeting format to foster the continued effectiveness of the Committee.

**4. Potential Initiatives**

- a. The Chairman indicated that a potential strategic initiative to develop a framework for managing the third party relationship and risk management process in connection with financial market infrastructures would not be pursued at this time.
- b. Committee members briefly discussed The Clearing House's resolution planning initiative. Given the current level of individual bank engagement, the Committee determined that it would not pursue participation at this time.

**5. Other business**

- a. Meeting schedule for 2015
  - June 18, September 17, December 17

The meeting adjourned at approximately 3:34 p.m.