

Minutes of the regular meeting of the Payments Risk Committee

3:30 p.m. - 5:00 p.m., Thursday, June 18, 2015

Federal Reserve Bank of New York

33 Liberty St., New York, NY

Present:

Kurt Woetzel, Chair, Bank of New York Mellon

Bill Pappas, Bank of America

Janet Ou, Bank of America*

Jeff Kuhn, Bank of New York Mellon

Michael Gotimer, Bank of Tokyo-Mitsubishi UFJ

Ebru Pakcan, Citi*

Steven Weinstock, Deutsche Bank*

Christine Cumming, FRBNY

Phil Armstrong, Goldman Sachs

Diane Reyes, HSBC*

Emma Loftus, JPMorgan Chase

David Russo, Morgan Stanley

Darryll Hendricks, UBS

Alan Basmajian, FRBNY

Jeanmarie Davis, FRBNY

Richard Dzina, FRBNY

Linda Fahy, FRBNY

Catherine Kung, FRBNY

Lawrence Sweet, FRBNY

Staff at Board of Governors*

** Participated by phone or video*

1. PRC Administration

- Minutes for the March 19, 2015 meeting were approved.
- The Chairman introduced the new PRC representatives – Phil Armstrong from Goldman Sachs and Richard Dzina from the FRBNY-- to the Committee.

2. Discussion regarding status and next steps for the payments activity work stream

Committee members discussed the status of work to develop industry solutions for the Payments Activity Recovery initiative and next steps to continue moving this work forward.

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 in addition to briefing Committee members that the CCPs were revisiting the disclosure requests from Central Counterparties to

Clearing Members outlined in the 2013 publication, *Recommendations for Supporting Clearing Member Due Diligence of Central Counterparties*.

b. Intraday Liquidity Flows update

The Intraday Liquidity Flows (ILF) working group lead discussed the continued progress of work that has taken place to update the ILF study.

c. Self-assessment project

Committee members discussed the results of the self-assessment project and agreed that in addition to the quarterly PRC meetings, a yearly strategy session for parent committee and working group members should be instituted.

4. Potential Initiatives

a. Fraud and potential information sharing to mitigate risk

Committee members briefly discussed a potential strategic initiative to identify fraud in large value payments and potentially share information to mitigate risk. The project sponsor will develop a formal proposal for consideration during the Committee's September meeting.

5. Other business

a. Committee members briefly discussed inviting The Clearing House to present on its resolution planning initiative at the upcoming PRC meeting in September.

b. The Chairman acknowledged PRC members for their participation in SWIFT's SC3 simulation.

c. Meeting schedule for 2015

- September 17, December 17

The meeting adjourned at approximately 4:57 p.m.