

Minutes of the regular meeting of the Payments Risk Committee

3:30 p.m. - 5:30 p.m., December 6, 2017

Federal Reserve Bank of New York

33 Liberty St., New York, NY

Meeting Participants:

David Russo, Chair, Morgan Stanley
Bill Pappas, Bank of America*
Jessica Goodwin, Bank of New York Mellon
Greg Fell, Citi
Steve Weinstock, Deutsche Bank
Agustin Romo, Goldman Sachs
Mike Sklow, Goldman Sachs
Tom Halpin, HSBC
Roy DeCicco, JP Morgan
Erin McCourt, Morgan Stanley
Brian Casey, MUFG
Suzanne Case, State Street*
Brian Boglitz, UBS*
Joel Feazell, Wells Fargo
Yoko Horio, Wells Fargo
Richard Dzina, New York Fed

Alan Basmajian, New York Fed
Kelli Cumiskey, New York Fed
Joey Patel, New York Fed
Joseph Sommer, New York Fed
Ronald Stroz, New York Fed

Staff at Board of Governors*

**Participated by phone*

1. PRC Administration

- Minutes for the November 1, 2017 meeting were approved.

2. Update and next steps on strategic agenda topics

a. Best Practices Document

Committee members discussed the payment lifecycle chapter of the best practices document for payments, clearing, and settlement activities. Committee members agreed to revise the introduction and plan to review a draft chapter on direct/indirect payment system membership guidelines during the next meeting.

b. Operationalizing the Day 1 Recovery Playbook

Committee members discussed proposed next steps for operationalizing the PRC's Day 1 Recovery Playbook. Committee members will discuss recommendations during the next meeting.

3. Discussion topics

a. Lessons from 2017 hurricane experience

Committee members shared lessons from the 2017 hurricanes and how best to prepare ahead of natural disasters to ensure payment operations are minimally impacted.

b. Lessons from Equifax data breach

Committee members discussed the Equifax data breach. Lessons were predominantly retail-based, focusing on the potential impacts of the data breach to bank customers.

c. CCP study group disclosures

Committee members discussed the bilateral reporting of risk management practices between PRC clearing members and CCPs and agreed that members' needs were being met with the current disclosures.

4. 2018 workplan

- Committee members agreed to focus on the current strategic agenda topics in 2018: the best practices document for payments, clearing, and settlement activities, and operationalizing the PRC's Day 1 Recovery Playbook.
- Committee members agreed to meet six times in 2018.
- Committee members expressed their continued support for the current PRC operating structure.

5. Tour de table

Committee members discussed various topics involving the payments, clearing and settlement arena. The main topic of discussion was the Financial Systemic Analysis & Resilience Center (FSARC) ongoing resiliency efforts.

The meeting adjourned at approximately 5:40 p.m.