

MEMORANDUM

TO: File

FROM: Jennifer B. McHugh

DATE: May 28, 2013

RE: Money Market Regulation; Money Market Fund Study; Volcker Rule

On May 24, 2013, Mary Jo White, Chair; John Ramsay, Acting Director, Division of Trading and Markets; David Grim, Deputy Director, Division of Investment Management; Nathaniel Stankard, Deputy Chief of Staff; Cristie March, Senior Advisor to the Chair; and Jennifer McHugh, Senior Advisor to the Chair met with the following members of the Systemic Risk Council (“SRC”):

- Sheila Bair, The Pew Charitable Trust and Chair of the SRC
- Ira Millstein, Chair, Columbia Law School, Center for Global Markets and Corporate Ownership and Legal Counsel to the SRC
- Alice Rivlin, Brookings Institution and SRC Member
- Jeremy Grantham, Co-founder & Chief Investment Strategist, Grantham Mayo Van Otterloo (GMO) and SRC Member.

During the meeting, the SRC representatives discussed potential money market fund reform, among other issues. The SRC representatives expressed their preference for “floating NAV” as discussed in their January 18, 2013 comment letter to the Financial Stability Oversight Council. The SRC representatives also discussed capital requirements as a potential reform. In addition, the SRC representatives addressed the Volcker Rule proposal.