Thursday, November 4, 2010,

FCIC RETREAT MEETING – DAY 2
Time: 10:00am-2:00pm

Location: Commissioners are welcome to join telephonically instead of in person:
Conference Dial-In Number: 866-692-3582
Participant Access Code: 3387529
or
FCIC Office, Large Conference Room
1717 Pennsylvania Avenue NW, Suite 800
Washington, D.C. 20006

RECORDER

10:00-10:30am **Session One: Business Meeting**

Agenda Item 1: Call to Order 10:05

Agenda Item 2: Roll Call

xPhil Angelides
xBill Thomas
xBrooksley Born
xByron Georgiou
xBob Graham (joined at 10:20am)
--Keith Hennessey
xDoug Holtz-Eakin
xHeather Murren
--John W. Thompson
xPeter Wallison (10:07am)

Agenda Item 3: Approval of Minutes of Telephonic Meeting of October 12, 2010 ***(attached)***

Motion: Doug moved; second by Byron. Motion passes 7-0 (Bob absent)

Agenda Item 4: Amendment to Commission Rules re: Report Approval Procedures ***(attached)***

Chairman Angelides introduced the rule. PW: what is the deadline for a separate statement. PA: hope to have something formal in terms of process within next few days from staff. Thinks it will work – if delivery date is December 15, the final approval will be sometime between December 1-7th. We will get something out in writing with steps. Envisions that the additional views

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be concurrent with the draft of the report. Hope would be that a draft additional view would be submitted within a couple of days of the draft report going out. Additional view submitted right after the report is disseminated. BT: Thanksgiving is a target date. PA: assume November 24th. Byron: additional views circulated with time to review – majority have opportunity to respond to items submitted to modify the report to accommodate or comment on them. PA: yes. We will get out a time schedule. Deal with format issue in upcoming meeting – shortly.

BT: friendly amendment – where is says ansent another vote – only technical non-substantive – add "grammatical" – Byron moves with amendment and Peter seconds. Motion passes 7-0. (bob absent)

<u>Agenda Item 5</u>: Comments and Questions from Commissioners

Nothing

<u>Agenda Item 6</u>: Other Items of Business

PA – revised schedule and Little Brown unwilling to meet our revised schedule. Little Brown is no longer our publisher. Replaced by Public Affairs. We have royalties (same – 7.5%) in place but no advance. Two items – given the rapid time delivery – if we deliver our PDF on December 7th – they will guartentee a December 15th delivery date - also be doing a Kindle and enhanced e-version of the book – extra shipping charge – if by December 7th - $29,000-$40,000. Also, the agents – have on as consultants at $8500/month. Expect to recoup those costs with royalties. Deliver the book on time. Bill – why the range. How much per a book. Gary: depends on how the orders break (3 to Spokane) Byron: on the royalities – how does that break out? PA: customary is 7.5% to us to the Treasury – agents get 15% of our royalties – but whatever paid to date is an advance. PW:GPO? PA: yes, GPO version of the book for official submission to President and Congress and available on website and for order. Gary: we have to pay for copies delivered to Congress. PW: ready the same day? Gary: yes. BT: strategy – if we're going to deliver on time and ship it right, contemplate having books on book shelves when GPO copy is available – also online – if convenient and easy you will sell more books if available during the first week and out of those sales we're assuming we can make enough for the postage cost and agents fees. (BOB GRAHAM joins) PA: 9/11 is not a good marker – sold more than a million copies – Iraq sold 200,000. We are whole on potential expenditures on postage and agent advance if we sell 50,000. Bob: members should look for book fairs and attend and sell books. PA: Staff working on a rollout. Hopes Commissioners should be available for the rollout- and where Commissioners know of avenues in community, take bull b y the horns.

Rought schedule – Thanksgiving for noticed report draft for adoption and date for additional views. Chapter 6 and 9 flowing to Commissioners shortly.

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Followed shortly by Section 1 – setting of the stage for the crisis laid out. Section 2 – housing crisis plus (era of 2000-2007) and thing occurring – such as capital flows and development of securities market.

<u>Agenda Item 7</u>: Adjournment at 10:29am

Motion: by Bob Graham. Second my Born. Motion passes 8-0.

10:30-12:00pm **<u>Session Two:</u> Discussion of Report**
<u>Background materials</u>: See attached Outline distributed by Chairman Angelides and Draft Chapters Distributed by FCIC Staff under separate cover – additional background materials, including outline from Vice Chairman Thomas, may be forthcoming

12:00-12:15pm **Break**
(Lunch and Beverages served in the conference room for those attending in person.)

12:15-1:45pm **<u>Session Three:</u> Discussion of Report**
<u>Background materials</u>: See attached Outline distributed by Chairman Angelides and Draft Chapters Distributed by FCIC Staff under separate cover – additional background materials, including outline from Vice Chairman Thomas, may be forthcoming

1:45-2:00pm **Wrap Up and Next Steps**

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