

March 27, 2020

## Recommendation memorandum for the Director

<b>FROM</b>	Matt Cameron, Taskforce Staff Director, <span style="border: 1px dashed black; padding: 0 2px;">Redacted</span>
<b>THROUGH</b>	Andrew Duke, Policy Associate Director, External Affairs and CEE Kirsten Sutton, Chief of Staff, Bureau Front Office
<b>SUBJECT</b>	Request for Information to Assist the Taskforce on Federal Consumer Financial Law

## Recommendations

The Taskforce Staff Director recommends that you:

1. Review and sign the attached Decision Memorandum (Tab 1), which would (a) authorize the release and publication in the *Federal Register* of a Request for Information to Assist the Taskforce on Federal Consumer Financial Law (RFI, Tab 3); and (b) delegate authority to staff to make non-substantive changes prior to publication; and
2. Sign the attached three signature pages in blue ink (Tab 2).

## Timing Considerations

There are no statutory or other external deadlines for the issuing the RFI. The Taskforce is expected to deliver its findings to the Director within a one-year timeframe. The RFI will have a public comment period of 60 days. Thus, the Taskforce Staff Director recommends releasing the RFI on March 26, 2020 to ensure that the Taskforce obtains public comments in a timely fashion.

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## Background

In January 2020, the Director established the Taskforce on Federal Consumer Financial Law (Taskforce) pursuant to the executive and administrative powers conferred on the Bureau by sections 1013(a) and 1021(c) of the Dodd-Frank Wall Street Reform and Consumer Protection Act (Dodd-Frank Act). The Taskforce is charged with (1) examining the existing legal and regulatory environment facing consumers and providers of consumer financial products and services; and (2) reporting its recommendations for ways to improve and strengthen Federal consumer financial laws, including recommendations for resolving conflicting requirements or inconsistencies, reducing unwarranted regulatory burdens in light of market or technological developments, improving consumer understanding of markets and products and services, and identifying gaps in knowledge that the Bureau should address through future research. Where possible and within time constraints, the Taskforce's report may include recommendations relating to the 18 enumerated consumer laws and titles X and XIV of the Dodd-Frank Act, including those provisions relating to unfair, deceptive, or abusive acts or practices.

The Taskforce Staff Director recommends releasing the RFI to assist the Taskforce in obtaining information about financial services markets and to give members of the public the opportunity to inform directly the Taskforce's work. The RFI requests comment and information from interested parties on which areas of the financial services markets are functioning well—that is, which areas are fair, transparent, and competitive—and which might benefit from regulatory changes that could facilitate competition and materially increase consumer welfare. The RFI asks a series of questions about the market for consumer financial products and services, including questions about products and services such as credit and mortgage products; obstacles to financial inclusion; use of consumer data; regulations the Bureau writes and enforces; and federal and state coordination. The Taskforce intends to use the public comments to inform its analyses and recommendations regarding federal consumer financial law.

## Release Sequence and Cadence Plan

The Bureau intends to release the RFI on or near March 27, 2020. External Affairs proposes the following rollout plan.

March 27, 2020

**10:30 AM**

**Staff-to-Staff Preview Calls**

### **Office of Advisory Board and Councils (ABC)**

- Dr. Michael Baye, Chair, Academic Research Council (ARC).
- Sean Cahill, Chair, Credit Union Advisory Council (CUAC).
- Aubrey Hulings, Chair, Community Bank Advisory Council (CBAC).
- Brent Neiser, Chair, Consumer Advisory Board (CAB).

### **Office of Intergovernmental Affairs (OIA)**

- Chuck Cross, Conference of State Bank Supervisors (CSBS) Senior Vice President, Consumer Protection & Non-Depository Supervision
- Abigail Stempson, National Association of Attorneys General (NAAG), Director National Association of Attorneys General Training and Research Institute
- Amy Henderson, Federal Reserve Board Assistant Director, Division of Consumer and Community Affairs

#### **11 am      Press Release and RFI Sent to Press List and Posted to the Bureau's Website**

Communications emails the press release and RFI to reporters and coordinates with Design and Digital to post the press release and RFI on the Bureau's website.

#### **11:15 PM      EA Distributes Press Release to Stakeholders**

Stakeholder Management offices will email the press release to the following stakeholder groups:

- ABC: All current advisory committee members
- OFIBL: Industry representatives and trade organizations
- OIGA: Federal, state, local, and tribal government entities
- OLA: Legislative distribution email list
- OPECL: Consumer advocacy and nonprofit organizations

- **KEY POINTS TO MAKE**

- Today the Bureau released a request for information to assist the Taskforce on Federal Consumer Financial Law. The comment period will remain open for 60 days.
- Taskforce members will examine the existing legal and regulatory environment facing consumers and financial services providers and report recommendations on ways to improve and strengthen consumer financial laws and regulations to Director Kraninger.
- The Taskforce expects to take one full year in order to produce new research and legal analysis of consumer financial laws in the United States, focusing specifically on:
  - harmonizing, modernizing, and updating the enumerated consumer credit laws—including the implementing regulations;
  - identifying gaps in knowledge that should be addressed through research, ways to improve consumer understanding of markets and products; and
  - potential conflicts or inconsistencies in existing regulations and guidance.
- The Taskforce is committed to transparency and soliciting input from the public. The questions in the RFI were informed by feedback from trade and consumer groups on March 12, and the issuance of an RFI is only one of a few opportunities for the public to provide recommendations for their work.

High-level background

- Historical background:
  - The taskforce is in part inspired by an earlier commission established by the Consumer Credit Protection Act (Act) in 1968. In addition to various changes to consumer law generally, the Act established a national commission to conduct original research and provide Congress with recommendations relating to the regulation of consumer credit. The commission's report

contains original empirical data, information, and analyses—all of which undergird the report’s final recommendations. The data, findings, and recommendations from the commission were all made public and the report led to significant legislative and regulatory developments in consumer finance.

## Post Rollout Schedule

- A public event is tentatively scheduled for June 16, 2020. The Taskforce intends to share what was heard at the March 12, 2020 Listening Session, how it informed the RFI; and to request another round of public feedback.
- During the June Advisory Committee meetings, the Taskforce will engage with the committees to share what has been heard from interested parties to date, and it will seek additional input before transitioning to developing recommendations.

## Attachments

Tab 1: Draft Decision Memorandum from the Director.

Tab 2: Signature Pages.

Tab 3: Request for Information to Assist the Taskforce on Federal Consumer Financial Law.

Tab 4: Taskforce RFI Press Release.

## Recommendation Memorandum for Decision Clearance Sheet

<b>Subject/Document Title</b> Recommendation Memorandum re Request for Information to Assist the Taskforce on Federal Consumer Financial Law		
<b>Name of Document Owner</b> Nat Weber	<b>Office</b> Taskforce on Federal Consumer Financial Law	<b>Telephone Extension</b> <div style="border: 1px dashed black; padding: 2px; display: inline-block;"><b>Redacted</b></div>
<b>Approved by (name of Associate or Assistant Director)</b> Andrew Duke, Policy Associate Director, External Affairs and CEE Kirsten Sutton, Chief of Staff, Bureau Front Office		
<b>Legal Division</b> Legal	<b>Name of Clearer</b> Lea Mosena Jarid Smith David Snyder Mark Beaudette Shiva Nagaraj	<b>Date</b> 3/17/2020
<b>Office</b> External Affairs	<b>Name of Clearer</b> Zixta Martinez Delicia Hand Tricia Kerney-Willis Alicia Criado-Hampshire Katherine Fink Cheryl Parker-Rose	<b>Date</b> 3/17/2020
<b>Office</b> Office of Communications	<b>Name of Clearer</b> Marisol Garibay	<b>Date</b> 3/17/2020

Consumer Financial Protection Bureau  
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## Decision Memorandum from the Director

<b>FROM</b>	Kathleen L. Kraninger
<b>TO</b>	Andrew Duke, Policy Associate Director, External Affairs and CEE Kirsten Sutton, Chief of Staff, Bureau Front Office
<b>SUBJECT</b>	Request for Information to Assist the Taskforce on Federal Consumer Financial Law

I authorize the issuance and publication in the *Federal Register* of a notice titled Request for Information to Assist the Taskforce on Federal Consumer Financial Law (RFI), which would request comment and information from interested parties to assist the Taskforce on Federal Consumer Financial Law.

I also delegate joint authority to Matt Cameron as Taskforce Staff Director and Shiva Nagaraj in the Legal Division to make non-substantive changes to the RFI prior to publication.

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Kathleen L. Kraninger  
Director  
Consumer Financial Protection Bureau

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Date