

# Supervising Large, Complex Financial Institutions: Defining Objectives and Measuring Effectiveness

March 18, 2016

Federal Reserve Bank of New York  
10<sup>th</sup> Floor, Benjamin Strong Room

8:30 a.m. **Registration and Continental Breakfast**

9:00 a.m. **[Welcome and Opening Remarks](#)**

**William C. Dudley**

President and Chief Executive Officer  
Federal Reserve Bank of New York

9:15 a.m. **Session 1: The Theory and Practice of Supervision**

**[“Supervising Large Complex Financial Institutions: What Do Supervisors Do?”](#)**

Thomas Eisenbach, Andrew Haughwout, Beverly Hirtle, Anna Kovner, David Lucca and Matthew Plosser

Presenter: **Beverly Hirtle** [presentation](#) PDF  
Senior Vice President, Research & Statistics Group  
Federal Reserve Bank of New York

**[“The Economics of Bank Supervision”](#)**

Thomas Eisenbach, David Lucca and Robert Townsend

Presenter: **Thomas Eisenbach** [presentation](#) PDF  
Economist, Research & Statistics Group  
Federal Reserve Bank of New York

Discussants: **Douglas W. Diamond** [presentation](#) PDF  
Merton H. Miller Distinguished Service Professor of Finance  
The University of Chicago Booth School of Business

**Mark J. Flannery** [presentation](#) PDF  
Chief Economist and Director of Economic and Risk Analysis Division  
Securities and Exchange Commission

Moderator: **Kevin J. Stiroh**  
Executive Vice President, Head of the Supervision Group  
Federal Reserve Bank of New York

10:30 a.m. **Break**

11:00 a.m. **Session 2: Panel Discussion on Defining the Objectives and Goals of Supervision**

**Panelists:**

**Andrew Bailey**

Deputy Governor for Prudential Regulation and Chief Executive Officer  
U.K. Prudential Regulation Authority, Bank of England

**Michael S. Gibson**

Director, Division of Supervision and Regulation  
Board of Governors of the Federal Reserve System

**Thomas M. Hoenig** [full text of remarks](#)

Vice Chairman  
Federal Deposit Insurance Corporation

**Eric S. Rosengren** [full text of remarks](#)

President and Chief Executive Officer  
Federal Reserve Bank of Boston

Chair: **James J. McAndrews**

Executive Vice President, Director of Research & Statistics Group  
Federal Reserve Bank of New York

12:30 p.m. **Lunch** (*1st Floor, Liberty Room*)

1:45 p.m. **Session 3: Measuring the Impact of Supervision**

[“Parsing the Content of Bank Supervision”](#)

Paul Goldsmith-Pinkham, Beverly Hirtle and David Lucca

Presenter: **Paul Goldsmith-Pinkham** [presentation](#) PDF  
Economist, Research & Statistics Group  
Federal Reserve Bank of New York

[“The Impact of Supervision on Bank Performance”](#)

Beverly Hirtle, Anna Kovner and Matthew Plosser

Presenter: **Matthew Plosser** [presentation](#) PDF  
Economist, Research & Statistics Group  
Federal Reserve Bank of New York

Discussants: **Antoinette Schoar** [presentation](#) PDF  
Michael Koerner ’49 Professor of Entrepreneurial Finance  
MIT Sloan School of Management

**Philip E. Strahan** [presentation](#) PDF  
John L. Collins Chair in Finance  
Carroll School of Management, Boston College

Moderator: **Margaret M. McConnell**  
Senior Vice President, Integrated Policy Analysis Group  
Federal Reserve Bank of New York

3:00 p.m.

**Break**

3:30 p.m.

**Session 4: Panel Discussion on Measuring the Effectiveness of Supervision**

**Panelists:**

**Ron J. Feldman**

Executive Vice President and Senior Policy Advisor  
Federal Reserve Bank of Minneapolis

**Timothy P. Clark**

Senior Associate Director, Division of Supervision and Regulation  
Board of Governors of the Federal Reserve System

**Martin Pfinsgraff**

Senior Deputy Comptroller for Large Bank Supervision  
Office of the Comptroller of the Currency

**Stefan Walter**

Director General of Micro-prudential Supervision I  
European Central Bank

Chair: **Joao Santos**

Vice President, Research & Statistics Group  
Federal Reserve Bank of New York

4:45 p.m.

**Reception** (*1st Floor, East Wing*)