



BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM  
WASHINGTON, D. C. 20551

JANET L. YELLEN  
CHAIR

May 4, 2015

The Honorable Jeb Hensarling  
Chairman  
Committee on Financial Services  
House of Representatives  
Washington, D.C. 20515

The Honorable Sean Duffy  
Chairman  
Subcommittee on Oversight  
and Investigations  
House of Representatives  
Washington, D.C. 20515

Dear Mr. Chairmen:

This letter responds to your recent request for the names of individuals who reported some contact with Medley Global Advisors during the June-October 2012 period. We addressed your earlier correspondence with a staff briefing and letter on March 23, which provided a staff summary describing our information security policies and the staff review of the possible violation of those policies that was conducted in late 2012 and early 2013, as well as by providing a link to the location on our public website that lists the names of the staff who attended the September 2012 FOMC meeting.

As we have discussed, I have directed staff to provide the remaining requested names to you with the understanding that the names will be kept confidential. As you are aware, the Board's Inspector General and the Department of Justice are in the midst of an investigation into this matter. We are cooperating fully with them and look forward to the results of their investigation. To avoid compromising that investigation, these names are being provided with the expectation that they will be kept confidential. In addition, I understand that the Inspector General has had communications with your staff, as well as with Chairman Duffy, in which he requested that no interviews of Federal Reserve personnel be conducted until the Office of the Inspector General has completed its interviews. I appreciate that your staff has on several occasions asserted a commitment to maintain the necessary confidentiality in this matter.

We have communicated with the Inspector General's office, however, our intent to inform you and the public by release of this letter that my name is on the list we are providing to you.

The Honorable Jeb Hensarling  
The Honorable Sean Duffy

As has been disclosed through the public release of my calendar in 2013, I had one meeting with Ms. Regina Schleiger of Medley Global Advisors during the period covered by the staff review. As Vice Chair of the Board, I met with Ms. Schleiger on June 11, 2012, to hear her perspectives on international developments. This meeting took place well before the Medley Global Advisors October 3, 2012, report that raised questions about FOMC information security. Nothing Medley Global Advisors reported in October about the events of the September 2012 FOMC meeting could have been conveyed in June and let me assure you that, in any case, I did not convey any confidential information.

I am informing you of this contact because I believe is appropriate to do so in my role as Chair of the FOMC.

The FOMC and I take seriously our commitment to maintain the confidentiality of our deliberations and planning. We recognize, in particular, the importance of safeguarding confidential information that could advantage individuals who obtain access to it. For this reason, the FOMC adopted--prior to this event--explicit policies pertaining to the external communications of FOMC participants and Federal Reserve staff as well as procedures to be followed in the event of an FOMC security breach. We look forward to the results of the independent investigation by the Inspector General and the Department of Justice.

Sincerely,

A handwritten signature in cursive script, reading "Janet L. Yellen". The signature is written in black ink and is positioned below the word "Sincerely,".

cc: The Honorable Maxine Waters  
The Honorable Al Green