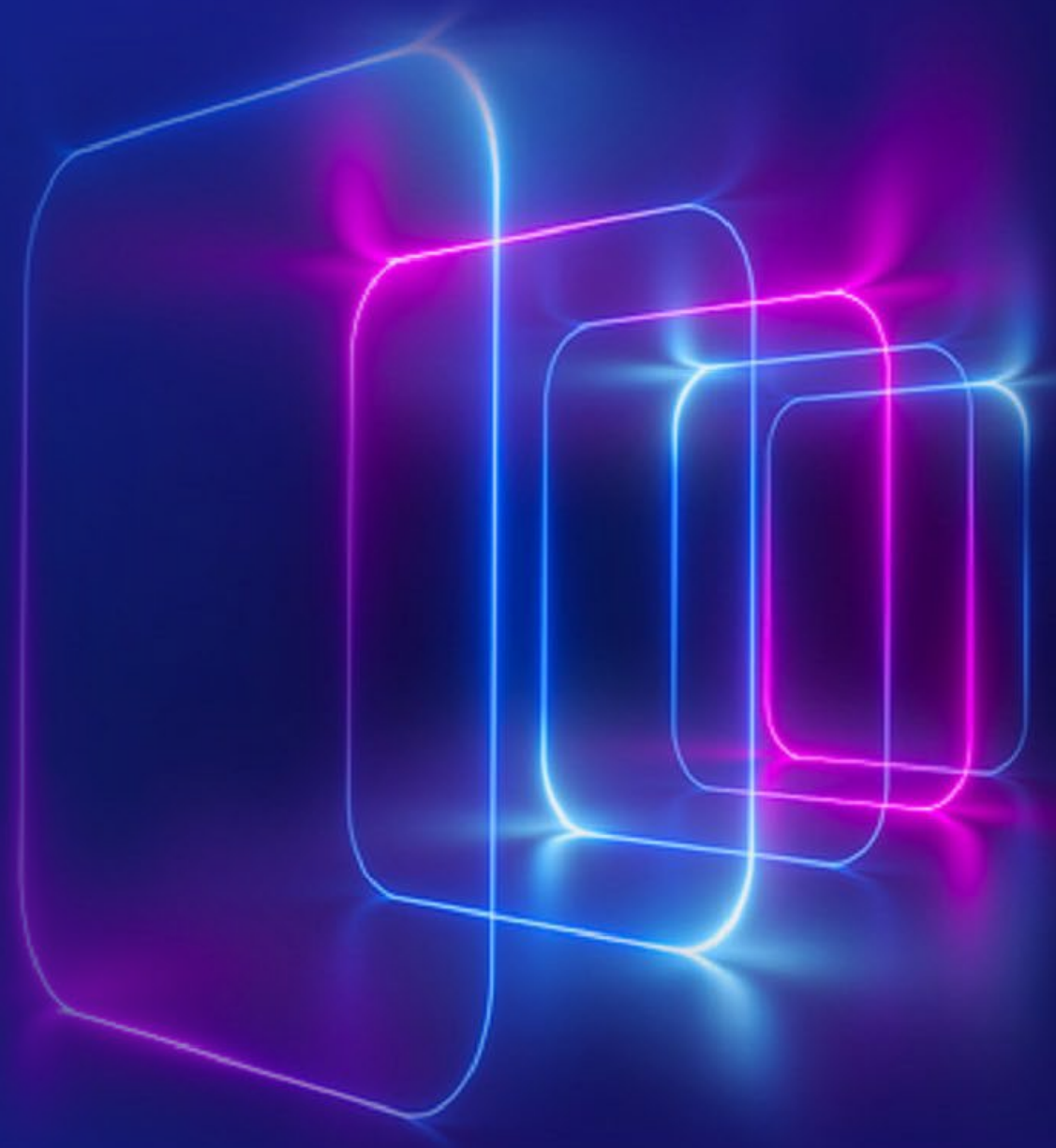




Regulatory Insights

Recap of November 2024



Regulatory Insights: November 2024

Legend

- Final
- Proposed
- Reports/Alerts
- Agenda

SEC:

- Statement: Chair to Step Down January 20, 2025
- Speech: Rules of the Road: Crypto, Disclosures, Governance
- Speech: Staying on Mission - Compliance and Investor Protection
- Report: [FY 2024 Enforcement Actions](#)

FTC:

- Report: FY 2024 Do Not Call Registry Databook
- Report: FY 2024 Annual Report

DOJ:

- Speech: Competition Policy
- Blog: Transparency in Criminal Division Enforcement

DHS:

- Framework: Deployment of AI in Critical Infrastructure
- Guidance: Venue Guide for Security Considerations (Best Practices)
- Guidance: Ten Steps to Resilient Power (Business Continuity)
- Report: Enhancing Cyber Resilience (Critical Infrastructure Assessment)

FSB:

- Report: Financial Stability Implications of AI
- Report: Progress on Consistent/Comparable Climate-Related Disclosure
- Report: 2024 Annual Report

IAIS:

- Insurance Capital Standard
- Proposal: Application Paper on the Supervision of Artificial Intelligence

Executive/Legislative/SCOTUS

- Speech: Remarks Before the G20 Summit
- Hearings: Oversight of Prudential Regulators
- New Administration Nominations:

Treasury	DOJ	DOL
DOC	DHS	HHS
DOE	EPA	HUD

Treasury:

- Alert: Fraud Schemes Involving Deepfake Media (FinCEN)
- Report: Cyberattacks and Financial Stability (OFR)
- Speech: U.S. Cross-Border Payments Agenda

FRB:

- Statements: Powell and Barr intend to stay through their terms
- Report: [Supervision and Regulation](#) (November 2024)
- Report: Financial Stability (November 2024)
- Speech: Approaching Policymaking Pragmatically
- Speech: AI In The Financial System

FDIC:

- Report: 2023 Survey of Unbanked and Underbanked Households
- Proposal: Comments Extension Custodial Account Recordkeeping

CFPB:

- Report: Insights from 2023-2024 Student Loan Borrower Survey
- Report: State Consumer Privacy Laws and Consumer Financial Data
- Final: [Larger Participant Rule for Digital Consumer Payment Apps](#)

State Activities:

NY DFS:

- Final: Market Conduct Regulations



Regulatory Insights: November 2024

Stage	Topic	Agency/ Issuer	KPMG Insights	Regulatory Alerts/Articles
Final Rule	Nonbank Supervision	CFPB	<ul style="list-style-type: none"> • Expanding Regulatory Perimeter: CFPB finalizes its rule to supervise via ongoing examinations “general-use digital consumer payment applications”—many of which are “Big Tech”. • Crypto Excluded: Does not apply to the transfer of digital assets, including crypto assets. • Rule Application: Large participants with at least fifty (50) million consumer payment transactions annually. 	Supervision of Nonbank Digital Wallet/Payment Providers: CFPB Final Rule
Report	Supervision and Regulation	FRB	<p>Rulemaking:</p> <ul style="list-style-type: none"> • A “hold over” on rulemaking processes for capital, long-term debt, and liquidity requirements until after the new Administration takes office. • A recognition of 2024 rulemaking slow-down due to volume of commentaries and a desire for interagency coordination (e.g., Basel III, long-term debt). <p>Supervision:</p> <ul style="list-style-type: none"> • Current attention to rising delinquencies (CRE portfolios, consumer lending) and governance and controls findings (operational resilience, cybersecurity, AML/BSA). • Recognition of a strong banking system, elevated capital levels and increased credit loss reserves. • Expect continued short-term 2025 intensity in supervision, and particular attention to resiliency (expected and unexpected stresses), cyber and technology risks, growth (size and complexity), issue identification to remediation and emerging/forward-looking risk analysis. 	FRB Report: Supervision and Regulation
	Enforcement Actions	SEC	<ul style="list-style-type: none"> • Record Financial Remedies: A total of \$8.2 billion in financial remedies, representing the highest amount ordered in the SEC’s history; notably, more than half of that amount is attributable to a single case involving a crypto assets-related securities fraud. • Tips and Complaints: Record setting 45,130 tips, complaints, and referrals received by the SEC. • Agency Leadership: SEC Chair announced his resignation effective with the start of the new Administration. 	SEC FY 2024 Enforcement Actions & Leadership Changes

Regulatory Insights: November 2024

Stage	Topic	Agency/ Issuer	KPMG Insights	Regulatory Alerts/Articles
Agenda	Post Election Impacts	KPMG Regulatory Insights	<ul style="list-style-type: none"> • Agency Shifts: Leadership at the agency level will help to drive and/or limit divergence of regulatory initiatives. Expect significant regulatory shifts to agencies covering such policy areas as the environment, financial consumer protections, etc. • Regulatory Intensity: The potential for a decrease in regulatory intensity will likely differ by industry, agency leadership changes and the Administration’s evolving priorities on “day one” and thereafter. In the interim, expect potential impacts to supervision and enforcement intensity, and continued legal action/challenges to regulation (as well as continued state regulatory activity). • Regulatory Divergence: Expect geopolitical, national security and economic drivers to set increases in select regulatory areas (e.g., sanctions) while limiting US to global regulatory coordination. This divergence will have differing business impacts based on industry, operational sites, etc. 	Post-Election Regulatory Insights Industry View 
	Post Election Impacts	KPMG Regulatory Insights	<p>With a new presidential Administration coming, 2025 is poised to be a pivotal “Year of Regulatory Shift” as the new Administration looks to advance key initiatives while also working within the realities of what is feasible by way of legislation. In concert with nullifying or revising the prior Administration’s Executive Orders, expect the potential issuance of new Executive Orders in/around the following areas and the establishment of new agency leadership to drive execution:</p> <ul style="list-style-type: none"> • Focus on “Critical” Security • Focus on Resiliency • Reduction of Regulatory Burden 	Three Regulatory Takeaways: Post-Election Shifts 

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