

**Supporting Statement for the
Registration of a Securities Holding Company
(FR 2082; OMB No. 7100-0347)**

Summary

The Board of Governors of the Federal Reserve System (Board), under authority delegated by the Office of Management and Budget (OMB), proposes to extend for three years, without revision, the Registration of a Securities Holding Company (FR 2082; OMB No. 7100-0347). The FR 2082 registration form is used whenever a Securities Holding Company (SHC) elects to register to become subject to supervision by the Board pursuant to section 618 of the Dodd-Frank Wall Street Reform and Consumer Protection Act (Dodd-Frank Act).¹

The estimated total annual burden for the FR 2082 is 8 hours. The form and instructions are available on the Board's public website at <https://www.federalreserve.gov/apps/ReportingForms/>.

Background and Justification

As defined in the Dodd-Frank Act, a Securities Holding Company (SHC) is a nonbank company that owns at least one registered securities broker or dealer and meets certain other criteria.² Pursuant to section 618 of the Dodd-Frank Act, an SHC that is required by a foreign regulator or a provision of foreign law to be subject to comprehensive consolidated supervision may register to be supervised by the Board, thereby becoming a supervised SHC.

Under section 618 of the Dodd-Frank Act, an SHC that elects to register to become a supervised SHC must submit a registration form that includes such information and documents the Board, by regulation, deems necessary or appropriate.³ In 2012, the Board promulgated Regulation OO - Securities Holding Companies (12 CFR Part 241) to implement section 618 of the Dodd-Frank Act,⁴ and created the FR 2082 as the required form for registration to become a supervised SHC.

The information collected by the FR 2082 registration form is used by the Federal Reserve System to determine whether the registrant meets the requirements to become a supervised SHC and to complete the registration. Without the FR 2082, non-bank parent holding companies of broker dealers would not have a mechanism to become a board supervised SHC, should such holding companies desire to do so pursuant to section 618 of the Dodd-Frank Act. This information is not available from other sources.

Description of Information Collection

Section 241.3(a)(1) of Regulation OO requires an SHC that elects to register to become a supervised SHC to file the appropriate registration form with the responsible Federal Reserve

¹ See Dodd-Frank Act § 618, 12 U.S.C. § 1850a.

² See 12 U.S.C. § 1850a(a)(4).

³ 12 U.S.C. § 1850a(b)(2)(A).

⁴ See 77 FR 32881 (June 4, 2012).

Bank. The FR 2082 requests the following from the registering SHC: an organization chart (including all subsidiaries); information regarding certain of the SHC's subsidiaries; shareholder reports and financial statements; information regarding the SHC's shareholders, senior officers and directors; information regarding the methods used by the SHC to monitor and control its operations; information regarding the SHC's foreign subsidiaries that are subject to comprehensive consolidated supervision and the regulatory system in which these foreign subsidiaries operate; and information regarding any other regulatory capital framework to which the SHC is subject. The information collected by the FR 2082 registration form is used by the Federal Reserve System to determine whether the registrant meets the requirements to become a supervised SHC and to complete the registration. This information is not available from any other sources. Submissions can be made to the Federal Reserve System in electronic or paper format.

Respondent Panel

The FR 2082 panel comprises certain nonbank companies that own at least one registered securities broker or dealer and elect to become a supervised SHC.⁵

Frequency and Time Schedule

Filing the FR 2082 is event-generated. The FR 2082 form is filed on a one-time basis when an SHC elects to register as a supervised SHC. The registration becomes effective 45 calendar days after the date the Board receives all required information, or within such shorter period if the Board notifies the SHC in writing.

Public Availability of Data

The Board does not routinely publicly release information collected through the FR 2082.

Legal Status

The FR 2082 is authorized by section 618(b)(2)(A) of the Dodd-Frank Act, which requires companies that elect SHC status to register by filing with the Board such information and documents as the Board, by regulation, may prescribe.⁶ Submission of the FR 2082 is required for an eligible company to obtain the benefit of supervised SHC status.

The information provided on the FR 2082 form and in connection with an SHC's registration is generally not treated as confidential. Firms may request certain information provided in connection with the FR 2082 be kept confidential under exemptions of the Freedom of Information Act (FOIA) in accordance with the Board's Rules Regarding Availability of Information.⁷ Confidential commercial or financial information that is both customarily and actually treated as private by a registrant may be kept confidential under FOIA exemption 4.⁸

⁵ See 12 CFR 241.2(a)(2) for a list of the types of companies that are not considered SHCs.

⁶ 12 U.S.C. § 1850a(b)(2)(A).

⁷ 12 CFR 261.17.

⁸ 12 U.S.C. § 552(b)(4).

Personal and biographical information of individuals required as part of the registration may be treated as confidential under FOIA exemption 6 if its disclosure “would constitute a clearly unwarranted invasion of personal privacy.”⁹

Consultation Outside the Agency

There has been no consultation outside the Federal Reserve System.

Public Comments

On November 18, 2024, the Board published an initial notice in the *Federal Register* (89 FR 90287) requesting public comment for 60 days on the extension, without revision, of the FR 2082. The comment period for this notice expires on January 14, 2025.

Estimate of Respondent Burden

As shown in the table below, the estimated total annual burden for the FR 2082 is 8 hours. In the past three years, the Board has received no FR 2082 filings. Because most SHCs have already registered as supervised SHCs, have become bank holding companies, or are no longer operating, the Board expects that few, if any, SHCs will file the FR 2082 in the next three years.¹⁰ To capture the burden associated with potential new SHCs that may elect to register as supervised SHCs, the Board estimates that one SHC will file the FR 2082 registration form each year. The burden estimate was produced using the standard Board burden calculation methodology. These reporting requirements represent less than 1 percent of the Board’s total paperwork burden.

FR 2082	<i>Estimated number of respondents</i> <small>11</small>	<i>Estimated annual frequency</i>	<i>Estimated average hours per response</i>	<i>Estimated annual burden hours</i>
Section 241.3(a)(1)	1	1	8	<u>8</u>
<i>Total</i>				<u>8</u>

The estimated total annual cost to the public for this collection of information is \$559.¹²

⁹ 12 U.S.C. § 552(b)(6).

¹⁰ As discussed above, the Dodd-Frank Act requires that the Board permit SHCs to register as supervised SHCs. Therefore, the Board is required to maintain a collection of information relating to SHC registration, even if no SHCs are expected to register.

¹¹ Of these respondents to this information collection, none are considered small entities as defined by the Small Business Administration (i.e., entities with less than \$850 million in total assets). Size standards effective March 17, 2023. See <https://www.sba.gov/document/support-table-size-standards>.

¹² Total cost to the responding public is estimated using the following formula: total burden hours, multiplied by the cost of staffing, where the cost of staffing is calculated as a percent of time for each occupational group multiplied

Sensitive Questions

These collections of information contain no questions of a sensitive nature, as defined by OMB guidelines.

Estimate of Cost to the Federal Reserve System

The estimated cost to the Federal Reserve System for collecting and processing this report is negligible.

by the group's hourly rate and then summed (30% Office & Administrative Support at \$23, 45% Financial Managers at \$84, 15% Lawyers at \$85, and 10% Chief Executives at \$124). Hourly rates for each occupational group are the (rounded) mean hourly wages from the Bureau of Labor Statistics (BLS), Occupational Employment and Wages, May 2023, published April 3, 2024, <https://www.bls.gov/news.release/ocwage.t01.htm#>. Occupations are defined using the BLS Standard Occupational Classification System, <https://www.bls.gov/soc/>.