



445 12th Street SW, Washington, D.C. 20024

September 30, 2026

The Honorable Kevin Warsh
Chairman, Board of Governors of the Federal Reserve System
20th Street and Constitution Avenue NW
Washington, DC 20551

RE: Funds Transfer Request, FY 2027 Quarter 1

Dear Chairman Warsh,

The Consumer Financial Protection Act requires the Board of Governors of the Federal Reserve System to transfer each quarter an “amount determined by the Director to be reasonably necessary” “from the combined earnings of the Federal Reserve System” for the Bureau of Consumer Financial Protection to carry out its authorities under law. 12 U.S.C. § 5497(a)(I).

In order to comply with the preliminary injunction of the District Court for the District of Columbia in *NTEU v. Vought*, 1:25-cv-00381, I have determined \$110,000,000 is the amount necessary for the first quarter of Fiscal Year 2027. This number does not reflect the amount that I believe to be reasonably necessary for the Bureau to perform its statutory functions. I believe that the Bureau can perform its statutory duties with a significantly smaller budget and provide the number above to comply with the referenced court order.

The funds can be deposited in the Bureau of Consumer Financial Protection Fund established at the Federal Reserve Bank of New York (“Bureau Fund”) after receipt of this letter.

Disbursement instructions to transfer funding from the Bureau Fund into the Treasury General Account (ABA number 021030004 for credit to ALC number 9585000) will be made separately, as will investment direction.

Sincerely,

Mark Paoletta
Acting Director