

MEMORANDUM

To: Members of the Committee on Financial Services

From: FSC Majority Staff

Date: October 20, 2015

Subject: October 23, 2015, Subcommittee on Capital Markets and Government Sponsored Enterprises Hearing Entitled “Oversight of the SEC’s Division of Investment Management”

The Subcommittee on Capital Markets and Government Sponsored Enterprises will hold a hearing entitled “Oversight of the SEC’s Division of Investment Management,” at 9:15 a.m. on Friday, October 23, 2015, in room 2128 of the Rayburn House Office Building. David Grim, Director of the Securities and Exchange Commission’s (“SEC”) Division of Investment Management, will be the only witness.

The Division of Investment Management: Background and Activities

The SEC has a three-part mission: to protect investors; to maintain fair, orderly and efficient markets; and to facilitate capital formation. The SEC currently has five Divisions, 17 Offices, and 11 Regional Offices. The SEC’s Divisions and Offices are based at the SEC’s headquarters in Washington, D.C., and they report to current Chair Mary Jo White.

The SEC’s Division of Investment Management (Division) is responsible for the SEC’s regulation of investment companies, variable insurance companies, and registered investment advisers. The types of investment companies subject to the Division’s supervision include mutual funds, closed-end funds, business development companies, unit investment trusts, and exchange-traded funds.¹ The Division carries out its mission by focusing primarily on guidance, disclosure, rulemaking, and risk monitoring and analysis of these entities and products. David Grim has served as Director of the Division since May 2015.

¹ U.S. Securities and Exchange Commission, “About the Division of Investment Management,” http://www.sec.gov/divisions/investment/investment_about.shtml.