

MEMORANDUM

TO: Members of the Committee on Financial Services

FROM: Committee Majority Staff

DATE: November 25, 2025

SUBJECT: December 2, 2025, Task Force on Monetary Policy, Treasury Market Resilience, and Economic Prosperity Hearing: “Examining Primary Dealers and Their Balance Sheet Constraints.”

On Tuesday, December 2, 2025, at 2:00 p.m., the Task Force on Monetary Policy, Treasury Market Resilience, and Economic Prosperity will hold a hearing in Room 2128 of the Rayburn House Office Building, entitled “Examining Primary Dealers and Their Balance Sheet Constraints.” The following witnesses will testify:

- **Ms. Susan McLaughlin**, Executive Fellow at the Yale School of Management
- **Mr. James Tabacchi**, Chairman, Independent Dealers & Trading Association
- **Ms. Laura Klimpel**, Managing Director and Head of DTCC’s Fixed Income and Financing Solutions
- **Dr. Haoxiang Zhu**, Gordon Y Billard Associate Professor of Management and Finance, MIT Sloan School of Management

This hearing will examine the role of primary dealers in the Treasury markets and how rising government debt issuance affects their ability to make markets and participate in Treasury auctions. The hearing will explore how central clearing can ease primary dealers’ balance sheet constraints and how other institutions could be encouraged to become primary dealers.