

No: 95- 36
Date: 10/25/95

FEDERAL HOUSING FINANCE BOARD

Amendment of the Federal Home Loan Bank System
Directors' Fees and Allowances Policy

WHEREAS, Federal Housing Finance Board (Finance Board) Resolution No. 93-12 (Feb. 23, 1993) approved the implementation of the Federal Home Loan Bank (FHLBank) System Directors' Fees and Allowances Policy (Policy); and

WHEREAS, section III(A)(1) of the Policy states that meetings of the Board of Directors of each FHLBank normally should be held within the district served by the FHLBank, and that all requests for exceptions should be submitted to the Finance Board for determination on a case-by-case basis; and

WHEREAS, neither the Federal Home Loan Bank Act, 12 U.S.C. §§ 1421-49 (Supp. V 1993), nor the Regulations of the Finance Board, 12 C.F.R. ch. IX (1995), require that meetings of a FHLBank's Board of Directors, or committees thereof, be held within the district served by the FHLBank; and

WHEREAS, the Finance Board expects that meetings of each FHLBank's Board of Directors, and committees thereof, normally will be held within that FHLBank's district regardless of whether the Policy requires Finance Board approval for exceptions; and

WHEREAS, since the adoption of the Policy, the need to review requests by FHLBanks to hold meetings of their Boards of Directors out-of-district has not proved to be sufficiently compelling to justify the time and resources that the Finance Board, its staff and the FHLBanks must devote to such requests; and

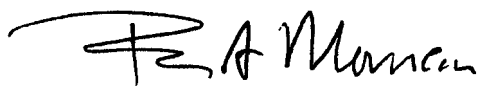
WHEREAS, there exists no reason related to the statutory mission of the FHLBank System to permit the FHLBanks to hold meetings of their Boards of Directors or committees thereof in any location outside of the United States, its possessions, or territories; and

WHEREAS, the heading to section III(A) of the Policy reads "Board & Board Committee Meetings", while the text of section III(A) inadvertently contains no clear reference to committees of FHLBank Boards of Directors;

NOW, THEREFORE, BE IT RESOLVED, that section III(A)(1) of the Policy is hereby revised by deleting the second sentence thereof, thus eliminating the requirement that the Finance Board approve out-of-district meetings of FHLBank Boards of Directors and committees thereof;

FURTHER RESOLVED, that the remaining sentence of section III(A)(1) of the Policy is hereby revised by inserting between the words "Directors" and "should" the words "and committees thereof"; and by deleting the period and adding the phrase ", and in no circumstances may be held in any location that is not within the United States, including its possessions and territories."

By the Federal Housing Finance Board

A handwritten signature in black ink, appearing to read "Bruce A. Morrison". The signature is written in a cursive style with a large, sweeping initial "B".

Bruce A. Morrison
Chairman