

FEDERAL HOUSING FINANCE BOARD

No.: 92-679

Date: August 27, 1992

WHEREAS, the Federal Home Loan Bank ("Bank") Presidents have recommended, with the qualified endorsement of KPMG Peat Mat-wick, that the Bank System pursue an internal approach to its data processing needs rather than send out a Request for Proposal ("RFP");

WHEREAS, the co-Chairs of the System Efficiencies Task Force ("SETF") have agreed with this approach, subject to the substantial fulfillment of certain conditions enumerated in a letter by SETF staff of July 10, 1992;

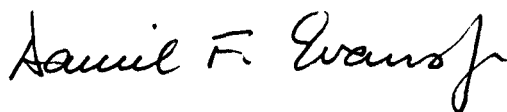
WHEREAS, on behalf of the Bank Presidents, the Chairman of the Administration and Technology Committee has responded affirmatively to the timetable for developing detailed, approved plans for all Banks and other conditions in the letter of July 10, except for the assumption of responsibility by a representative group for individual Bank and Bank Systemwide results;

WHEREAS, prior to the development of plans for all Banks, the Bank System can achieve cost savings by implementing certain plans of individual Banks already approved by their Boards that are not inconsistent with achieving Bank Systemwide economies of scale;

NOW, THEREFORE, BE IT RESOLVED, that, subject to the SETF co-Chairs' satisfaction that the Bank Presidents' Conference or a similar representative body assume sufficient accountability for the achievement of Bank Systemwide economies of scale and the other conditions of the July 10 letter being met, the Federal Housing Finance Board ("Finance Board") approves the implementation of an internal approach to data processing; and

FURTHER, BE IT RESOLVED, that with respect to plans that already have been approved by the Board of Directors of the District Banks, subject to the co-Chairs' approval of such plans and on the condition that KPMG Peat Marwick, or similar consultant, opine to the co-Chairs that the implementation of such plans is not inconsistent with achieving Bank Systemwide economies of scale, the Finance Board approves the implementation of such plans.

By the Federal Housing Finance Board



Daniel F. Evans, Jr.
Chairman