



No.: **2002-61**

Date: **December 20, 2002**

FEDERAL HOUSING FINANCE BOARD

Amendment to the Capital Structure Plan of the Federal Home Loan Bank of Atlanta

WHEREAS, by Resolution Number 2002-12, dated April 10, 2002, the Federal Housing Finance Board (Finance Board) approved a capital structure plan (Plan) for the Federal Home Loan Bank of Atlanta (Bank) in accordance with the Gramm-Leach-Bliley Act (GLB Act) and Finance Board regulations; and

WHEREAS, section 6(b)(2) of the Federal Home Loan Bank Act, as amended by the GLB Act, 12 U.S.C. § 1426(b)(2), requires the board of directors of each Federal Home Loan Bank to submit to the Finance Board for approval any proposed modifications to an approved capital structure plan (Amendments); and

WHEREAS, on October 24, 2002, the board of directors of the Bank approved Amendments to the Plan and authorized the management of the Bank to submit the Amendments to the Finance Board for approval; and

WHEREAS, the Amendments would:

Revise section IV(C)(2)(b) to set the minimum point in the range for the acquired member asset (AMA) Activity-Based Stock Purchase Requirement at 0 percent;

Revise section IV(C)(2)(c) to change the dates on which the Activity-Based Stock Purchase Requirements in the Plan would initially apply to a member's sales of AMA or Targeted Debt/Equity Investment assets to the Bank;

Revise section IV(C)(3)(b)(3) and add new section IV(C)(3)(b)(4) and (b)(5) to alter how the Bank will apply changes in the AMA Activity-Based Stock Purchase Requirement to members;

Delete section IV(C)(4) to remove the Test for Sufficiency of Required Capital;

Revise section (E)(1) to change the date by which the Bank will implement the Plan; and

WHEREAS, the Board of Directors of the Finance Board (Board of Directors) has considered these Amendments, the supporting materials submitted by the Bank, as well as a memorandum from the Office of Supervision and the Office of General Counsel that analyzes the Amendments and recommends their approval; and

WHEREAS, the Board of Directors has determined that the Amendments meet all statutory and regulatory requirements regarding capital structure, and do not compromise the safety and soundness of the Bank or of the Federal Home Loan Bank System;

NOW, THEREFORE, IT IS RESOLVED that the Board of Directors hereby approves the Amendments, pursuant to sections 2B(a)(1) and 6(b)(2) of the Bank Act, 12 U.S.C. §§ 1422b(a)(1) and 1426(b)(2), subject to the terms of this Resolution.

IT IS FURTHER RESOLVED that any and all conditions imposed by Resolution Number 2002-12 are not affected by this action and that the Bank remains subject to those conditions.

By the Board of Directors of the
Federal Housing Finance Board

/s/ John T. Korsmo

John T. Korsmo
Chairman