



# Federal Housing Finance Agency

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## FINAL SUSPENSION ORDER

The Federal Housing Finance Agency, as safety and soundness regulator of Fannie Mae, Freddie Mac, and the eleven Federal Home Loan Banks (the “regulated entities”), is issuing this Final Order pursuant to the following legal authorities:

1. Section 1313B of the Federal Housing Enterprises Financial Safety and Soundness Act of 1992 (Safety and Soundness Act) authorizes FHFA to establish standards for the regulated entities regarding prudential management of risks. FHFA is authorized to issue orders requiring the regulated entities to take any action that will best carry out the purposes of that section. *See* 12 U.S.C. 4513b(b)(2)(B)(iii).
2. Section 1319G of the Safety and Soundness Act authorizes FHFA to issue any orders necessary to ensure that the purposes of the Safety and Soundness Act are accomplished. *See* 12 U.S.C. 4526(a).
3. Section 1313 of the Safety and Soundness Act authorizes FHFA to exercise such incidental powers as may be necessary in the supervision and regulation of each regulated entity. *See* 12 U.S.C. 4513(a)(2).

Consistent with these authorities, FHFA has determined that any business relationship between Michael James Sims and a regulated entity would present excessive risk to the safety and soundness of the regulated entity.

This determination is based on the following findings:

1. Michael James Sims was the Chief Financial Officer of the Federal Home Loan Bank of Dallas (“FHLB Dallas”).
2. Michael James Sims did knowingly and willfully not make known his knowledge of the actual commission of a felony cognizable by a Court of the United States, that is, False Statements to a Federal Home Loan Bank.
3. On November 26, 2019, Michael James Sims was sentenced by the United States District Court, Northern District of Texas Dallas Division to a term of five (5) years of probation.
4. The conduct above occurred in connection with financial transactions.

With this Final Order, FHFA is directing each regulated entity to cease any business relationship with Michael James Sims for ten (10) years, beginning on September 8, 2020. This suspension extends to any individual, company, partnership or other group that FHFA determines to be an affiliate of Michael James Sims.

The Final Order's requirement for regulated entities to cease any business relationship with Michael James Sims does not apply to the existing or future purchase, sale, modification, foreclosure alternative transaction, or other foreclosure-related transaction of a residential mortgage loan owned by a regulated entity, if Michael James Sims is the borrower of such residential mortgage loan and the transaction is for the borrower's own personal or household residence. The Final Order does not apply to any existing retirement plans.

This Final Order is a final action of the Federal Housing Finance Agency.

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Alfred M. Pollard  
Suspending Official