



No.: **2005-01**
Date: **January 5, 2005**

FEDERAL HOUSING FINANCE BOARD

Rescission of Resolution Number 2004-18: Federal Home Loan Bank Directorships

WHEREAS, on December 30, 2004, the Board of Directors of the Federal Housing Finance Board (Finance Board) adopted Resolution Number 2004-18, which authorized each individual who then was serving as an appointed director for any Federal Home Loan Bank (Bank) and whose term was scheduled to expire on December 31, 2004, to continue to serve as an appointed director of that Bank in a holdover capacity until the earlier of June 30, 2005, or the date on which the Finance Board filled the appointive director position;

WHEREAS, section 7 of the Federal Home Loan Bank Act provides that the term of each Bank director is three years and does not expressly provide for Bank directors to hold over past the expiration of their term of office (12 U.S.C. § 1427);

WHEREAS, the Office of Legal Counsel of the U.S. Department of Justice (OLC) has advised that, in its view, the absence of an express statutory holdover provision for Bank directors limits the tenure of Bank directors to the statutory term; and

WHEREAS, the Board of Directors has determined that it is prudent to rescind Resolution Number 2004-18 in order to avoid any risk that the actions of a Bank's board of directors might be called into question based on the participation of a holdover director.

NOW, THEREFORE, IT IS RESOLVED that Resolution Number 2004-18, dated December 30, 2004, hereby is rescinded; and

IT IS FURTHER RESOLVED that any appointed director whose term expired on December 31, 2004 is, as of that date, no longer a member of the Bank's board of directors.

By the Board of Directors of the
Federal Housing Finance Board

/s/ Ronald A. Rosenfeld

Ronald A. Rosenfeld
Chairman