

No.: 91-479.1
Date: September 24, 1991

FEDERAL HOUSING FINANCE BOARD

Approval of Staff Proposal Regarding the Reorganization of the Fiscal Agent Function within the Federal Home Loan Bank System

WHEREAS, the Federal Housing Finance Board ("Finance Board") has reviewed an evaluation performed by its District Banks Directorate of the System's Fiscal Agent function; and

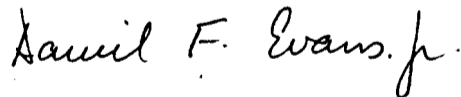
WHEREAS, the Finance Board believes that based on the findings of that evaluation, operational efficiencies can be achieved in the performance of the Fiscal Agent function; and

WHEREAS, the Finance Board has reviewed the comments from the Acting Director of the Bank System's Office of Finance and the Bank Presidents' Caucus that agree that such operational efficiencies can be achieved;

NOW, THEREFORE, BE IT RESOLVED, that the Federal Housing Finance Board hereby directs that the District Banks Directorate, in cooperation with the Bank Presidents' Finance Committee, using outside resources with expertise in the areas of debt management and Fiscal Agent operations as necessary, to:

- (1) Develop a plan for restructuring the role of the Fiscal Agent within the Bank System, with such a plan to detail:
 - a. Responsibilities of the Fiscal Agent;
 - b. Responsibility for corporate governance, including defining accountabilities and responsibilities, over the Fiscal Agent function(s);
 - c. Responsibility for regulatory oversight; and
 - d. Reporting relationships; and
- (2) Develop a 1992 business plan and budget for a downsized Fiscal Agent.

By the Federal Housing Finance Board



Daniel F. Evans, Jr., Chairman