

No: 96-46
Date: July 3, 1996

FEDERAL HOUSING FINANCE BOARD

Authority to Issue Federal Home Loan Bank
Putable Consolidated Obligations

WHEREAS, Section 11 (c) of the Federal Home Loan Bank Act (Act) [12 U.S.C. 1431 (c)] authorizes the Federal Housing Finance Board (Finance Board) to issue Federal Home Loan Bank (FHLBank) bonds (COs); and

WHEREAS, Finance Board regulations (12 C.F.R. 910(a)) required the Finance Board to determine and authorize the issuance of all COs including terms and conditions, and other characteristics of such bonds, but permit the Finance Board to delegate this responsibility; and

WHEREAS, Section 2B(b) of the Act [12 U.S. C. 1422b(b)] authorizes the Finance Board to delegate ministerial functions, including issuing COs, to a joint office of the Federal Home Loan Bank System (System); and

WHEREAS, the Office of Finance (OF) under the management of its Board of Directors (OF Board) has been established by the Finance Board as a joint office of the System to act as the Fiscal Agent for the FHLBanks; and

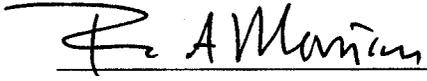
WHEREAS, the OF Board has submitted a request for authorization to issue COs whose principal maybe redeemed at the discretion of the investor; and

WHEREAS, the Finance Board has determined that authorizing such COs would expand the funding opportunities available to the FHLBanks;

NOW, THEREFORE, BE IT RESOLVED, that Resolution No. 95-58, dated December 8, 1995 is hereby amended to add the following line to Section 1(d):

debt with principal that may be redeemed in whole or in part at the discretion of the investor;

By the Board of Directors of the
Federal Housing Finance Board



Bruce A. Morrison, Chairman