

No.: 95- 28
Date: September 12, 1995

FEDERAL HOUSING FINANCE BOARD

Restriction of Access to Long-term Advances

WHEREAS, Section 10(g) of the Federal Home Loan Bank Act (12 U.S.C. § 1430(g)) requires the Federal Housing Finance Board (Finance Board) to adopt regulations establishing standards of community investment or service for members of the Federal Home Loan Banks (FHLBanks) to maintain continued access to long-term advances;

WHEREAS, the Finance Board has adopted regulations establishing standards of community investment or service for members of the FHLBanks to maintain continued access to long-term advances codified at 12 C.F.R. Part 936;

WHEREAS, the regulations require the Finance Board to order a member's access to new long-term advances suspended if the member fails to comply with Community Support requirements at 12 C.F.R. § 936.7(e);

WHEREAS, Private Bank and Trust Company, Chicago, Illinois, a member of the FHLBank of Chicago, was selected by the Finance Board for Community Support review;

WHEREAS, the announcement of this selection was published in the Federal Register on April 14, 1995 (60 Fed. Reg. 19053, 19059), as required by 12 C.F.R. § 936.4(b);

WHEREAS, Private Bank and Trust Company was notified by the FHLBank of Chicago on April 28, 1995 to submit a Community Support Statement, as required by 12 C.F.R. § 936.4(c);

WHEREAS, Private Bank and Trust Company has not submitted a Community Support Statement as required by 12 C.F.R. § 936.3;

NOW, THEREFORE, IT IS RESOLVED, that pursuant to 12 C.F.R. § 936.7(e), the Finance Board hereby determines that, as Private Bank and Trust Company has not complied with the requirements of 12 C.F.R. Part 936, one of the conditions for restricting access to long-term advances exists;

FURTHER RESOLVED, that the FHLBank of Chicago and Private Bank and Trust Company shall be notified that Private Bank and Trust

Company's access to new long-term advances shall be suspended, effective 30 days from the date of this resolution unless Private Bank and Trust Company should submit a Community Support Statement within this 30-day period;

FURTHER RESOLVED, that if Private Bank and Trust Company does submit a Community Support Statement within the 30-day period, the Director or Associate Director of the Office of Housing Finance shall notify the President of the Federal Home Loan Bank of Chicago that the restriction shall not go into effect.

By the Federal Housing Finance Board

A handwritten signature in black ink, appearing to read "B. A. Morrison". The signature is stylized with a large, sweeping initial "B" and a cursive "A" and "Morrison".

Bruce A. Morrison
Chairman