



***Federal Housing Finance Board
Office of Supervision***

Date: October 31, 2001

To: Federal Home Loan Bank Presidents, Federal Home Loan Bank Controllers and Directors of Internal Audit

From: Mitchell Berns, Director
Office of Supervision

Subject: Finance Board Staffing Changes

Effective October 1, 2001 the two senior accountant positions at the Finance Board, currently held by Pat Lagos and Jerry Schober, have been transferred to the Office of Supervision. This organizational shift reflects the change of the Finance Board accountants' responsibility from that of preparing the System's combined financial reports to that of assessing and ensuring that the System's financial reports are prepared in compliance with Finance Board rules and regulations. Pat and Jerry will continue to stay abreast of changes and developments with SEC and FASB accounting rules and procedures and develop guidance for the FHLBanks, as appropriate.

Pat and Jerry will continue to review each FHLBank's annual and quarterly reports. In that regard, please mail a copy of each quarterly and annual report to the Office of Supervision (Attention: Jerry Schober) within five business days of each report's public availability. Pat and Jerry will also be responsible for reviewing incoming internal audit reports. Please mail a copy of each internal audit report within five business days of each report's availability. In order to facilitate the internal audit review, please provide a copy of your annual audit plans. Should you have any questions, please contact Pat or Jerry .