



No.: 2000-50
Date: December 21, 2000

FEDERAL HOUSING FINANCE BOARD

Approval of an Elective Directorship for the Federal Home Loan Bank of Dallas

WHEREAS, section 7(b) of the Federal Home Loan Bank Act (Act) (12 U.S.C. § 1427(b)), provides that the Federal Housing Finance Board (Finance Board) shall designate the number of elective directorships on the boards of directors of the Federal Home Loan Banks (Banks) to represent the member institutions located in each state; and

WHEREAS, section 7(a) of the Act provides that, in any Bank district that comprises five or more states, the Finance Board may increase by regulation the number of elective directorships to a maximum of thirteen directorships and the appointive directorships to a number not exceeding three-fourths the number of elective directorships; and

WHEREAS, section 915.3(b)(5) of the Finance Board Elections regulation, 12 C.F.R. § 915.3(b)(5), gives the Finance Board the discretion to increase the number of elective directorships to a maximum of thirteen in any district containing five or more states; and

WHEREAS, the Federal Home Loan Bank of Dallas (Dallas Bank) contains five states, thus making it eligible for discretionary seats; and

WHEREAS, under section 915.3(b)(5) of the Finance Board Elections regulation, the Finance Board completed its annual designation of directorships for the Banks, (*see* Resolution No. 2000-21 (May 17, 2000)), in which it increased the number of appointive directorships at the Dallas Bank from six to seven and set the number of elective directorships at nine; and

WHEREAS, the Dallas Bank has requested Finance Board approval, pursuant to section 907.3 of the Finance Board's Procedures regulation (12 C.F.R. § 907.3) of an additional elective directorship, to be designated for the State of Texas, with a term of office beginning in 2001; and

WHEREAS, the Dallas Bank seeks approval for an additional elective directorship since an additional appointive directorship was authorized by the Board of Directors of the Finance Board in Resolution No. 2000-21, and

WHEREAS, since more than half of the stock in the Dallas Bank is owned by members located in Texas, the Dallas Bank requests that the additional elective directorship be designated for the State of Texas; and

WHEREAS, the adjusted sequence of staggering the terms of office resulting from the approval of an additional elective directorship would be in compliance with the staggering requirements of the Gramm-Leach-Bliley Act; and

WHEREAS, there is nothing in the Act or the Finance Board Elections regulation that would preclude the Finance Board from adding an additional directorship at this time;

NOW THEREFORE IT IS RESOLVED that, pursuant to the discretionary authority conferred by section 7(a) of the Act, the Board of Directors of the Finance Board hereby approves a discretionary, elective directorship for the Dallas Bank to be designated for the State of Texas, with a one-year term of office beginning in 2001.

By the Board of Directors
of the Federal Housing Finance Board

/s/ William C. Apgar

William C. Apgar
HUD Secretary's Designee to the Board