



**House
Legislative
Analysis
Section**

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ALLOW STATE BANKS INTO FHLB

House Bill 4390

Sponsor: Rep. John Bennett

Committee: Corporations & Finance

Complete to 2-27-91

A SUMMARY OF HOUSE BILL 4390 AS INTRODUCED 2-26-91

The bill would amend the Banking Code to permit a state-chartered bank to become a member of the Federal Home Loan Bank (FHLB) and to exercise those powers conferred upon an FHLB member by the Federal Home Loan Bank that were consistent with the act. A state bank that became an FHLB member could pledge its assets to secure liabilities incurred under the Federal Home Loan Bank Act.

MCL 487.330 et al.