

Mr. Engelberg moved that the proposed amendment to Part 1611 be published for notice and comment. The motion passed. On division: Mr. Cramton, Mr. Engelberg, Ms. Esquer, Mr. Kutak, Mr. Ortique, Ms. Rodham, Mr. Smith, Mr. Trudell and Ms. Worthy voted aye; Messrs. Broughton and Stophel voted no.

Mr. Engelberg presented a report to the Board recommending against promulgation of a regulation dealing with the statutory prohibition on organizing. No formal action of the Board was required on this matter.

Mr. Kutak moved that Part 1623 (Attachment D), procedures governing the suspension of financial assistance, be republished to become effective 30 days after publication. Ms. Esquer seconded the motion, which was adopted on unanimous voice vote.

At 12:40 p.m. the meeting recessed for lunch. The meeting reconvened at 2:00 p.m.

Committee on Appropriations and Audit

Mr. Stophel presented the report of the Committee on Appropriations and Audit.

Mr. Stophel moved, and Mr. Engelberg seconded, a motion authorizing the staff to retain the Riggs National Bank as the Corporation's investment advisor and to continue the current investment policy, in accordance with the schedule set forth in the attached staff memorandum (Attachment E). After discussion, the motion was adopted on a unanimous voice vote, Ms. Esquer abstaining.