

**AMENDMENT TO H.R. 1427**  
**OFFERED BY MR. SHAYS OF CONNECTICUT**  
**[enterprise boards of directors]**

Strike line 24 on page 281 and all that follows  
through line 2 on page 283, and insert the following:

**1 SEC. 181. BOARDS OF ENTERPRISES.**

2 (a) FANNIE MAE.—

3 (1) IN GENERAL.—Section 308(b) of the Fed-  
4 eral National Mortgage Association Charter Act (12  
5 U.S.C. 1723(b)) is amended—

6 (A) in the first sentence, by striking  
7 “eighteen persons, five of whom shall be ap-  
8 pointed annually by the President of the United  
9 States, and the remainder of whom” and insert-  
10 ing “13 persons, or such other number that the  
11 Director determines appropriate, who”;

12 (B) in the second sentence, by striking  
13 “appointed by the President”;

14 (C) in the third sentence—

15 (i) by striking “appointed or”; and

16 (ii) by striking “, except that any  
17 such appointed member may be removed

1 from office by the President for good  
2 cause”;

3 (D) in the fourth sentence, by striking  
4 “elective”; and

5 (E) by striking the fifth sentence.

6 (2) TRANSITIONAL PROVISION.—The amend-  
7 ments made by paragraph (1) shall not apply to any  
8 appointed position of the board of directors of the  
9 Federal National Mortgage Association until the ex-  
10 piration of the annual term for such position during  
11 which the effective date under Section 185 occurs.

12 (b) FREDDIE MAC.—

13 (1) IN GENERAL.—Section 303(a)(2) of the  
14 Federal Home Loan Mortgage Corporation Act (12  
15 U.S.C. 1452(a)(2)) is amended—

16 (A) in subparagraph (A)—

17 (i) in the first sentence, by striking  
18 “13 persons, 5 of whom shall be appointed  
19 annually by the President of the United  
20 States and the remainder of whom” and  
21 inserting “13 persons, or such other num-  
22 ber as the Director determines appropriate,  
23 who”; and

1 (ii) in the second sentence, by striking  
2 “appointed by the President of the United  
3 States”;

4 (B) in subparagraph (B)—

5 (i) by striking “such or”; and

6 (ii) by striking “, except that any ap-  
7 pointed member may be removed from of-  
8 fice by the President for good cause”; and

9 (C) in subparagraph (C)—

10 (i) by striking the first sentence; and

11 (ii) by striking “elective”.

12 (2) TRANSITIONAL PROVISION.—The amend-  
13 ments made by paragraph (1) shall not apply to any  
14 appointed position of the board of directors of the  
15 Federal Home Loan Mortgage Corporation until the  
16 expiration of the annual term for such position dur-  
17 ing which the effective date under Section 185 oc-  
18 curs.