

By: Representative Zuber

To: Insurance

HOUSE BILL NO. 50

1 AN ACT TO REQUIRE FEDERAL HOME LOAN BANKS TO ESTABLISH A
2 COLLATERAL LIQUIDATION PLAN TO SATISFY A DELINQUENT BORROWER'S
3 OUTSTANDING ADVANCES AND OTHER CREDIT OBLIGATIONS TO THE BANK; AND
4 FOR RELATED PURPOSES.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

6 **SECTION 1.** (1) Notwithstanding any other provisions of
7 federal or state law, a federal home loan bank shall establish a
8 collateral liquidation plan to liquidate a delinquent borrower's
9 collateral to satisfy such borrower's outstanding advances and
10 other credit obligations to the bank.

11 (2) Such collateral liquidation plan shall require the bank
12 to foreclose upon, sell, lease or otherwise dispose of such
13 collateral, or any portion thereof, or otherwise exercise its
14 rights as a secured party, taking into account the nature and
15 amount of such collateral, the markets in which such collateral is
16 normally traded or sold, and other relevant factors, provided that
17 the bank acts in good faith and in a commercially reasonable
18 manner and otherwise in accordance with applicable law.



19 **SECTION 2.** This act shall take effect and be in force from
20 and after July 1, 2023.

