

**FEDERAL HOME LOAN BANK OF PITTSBURGH
CHARTER FOR THE FINANCE COMMITTEE
OF THE BOARD OF DIRECTORS**

January 2024

Purpose

The Finance Committee (Committee) is a committee of the Board of Directors of the Federal Home Loan Bank of Pittsburgh that assists the Board with the oversight management of the balance sheet and non-member counterparty credit risk.

The Committee oversees the Bank's management of the balance sheet to determine if the risk/return profile is appropriate and consistent with the Bank's risk appetite. In this role the Committee shall:

- Periodically review and approve proposals regarding financial, investment, funding, hedging, and management strategies and key decisions of the management-level committees;
- Review all key risk governance policies applicable to balance sheet management and non-member credit risk including but not limited to asset classification, hedging, asset & liability management, liquidity & funds management, and counterparty & investment (secured and unsecured) credit risk with recommendations for approval to the full Board of Directors;
- Review management's assurance of compliance with the above-referenced risk management policies;
- Review the adequacy of capital and retained earnings levels and associated assessment methodologies;
- Review new investment opportunities recommended by management;
- Monitor liquidity;
- Monitor leverage;
- Review financial performance including assessment of the Bank's operating expenses;
- Review diverse dealer outreach and utilization; and
- Annually review investment portfolio, MPF® portfolio, funding and hedging, liquidity, and balance sheet strategies.

Membership and Meetings

The Board shall appoint the members of the Committee and shall designate its Chairperson and Vice Chairperson. The Chairperson shall have overall responsibility for leading the Committee. The Vice Chairperson shall have an active role in supporting the Chairman by serving as a principal point of contact for management on a subset of the issues for which the Committee is responsible. The Chairperson and Vice Chairperson of the Board is a non-voting *ex officio* member of the Committee who may participate in discussion and debate, but does not count for quorum requirements. Sufficient meetings will be scheduled to permit full and timely oversight of the Bank's risk management functions. The Committee has the

authority to obtain advice and assistance from outside legal, accounting, or other advisors as the Committee deems necessary to carry out its duties. The Bank's Deputy Chief Risk Officer will staff the Committee. Written minutes of the Committee will be prepared by the Secretary for each meeting. Detailed minutes of any executive session of the Committee will not be maintained; however, topics discussed will be noted in the written minutes. The approved original minutes will be forwarded to the Corporate Secretary for distribution to the full Board of Directors and filing with the Federal Housing Finance Agency.

Approved by the Board of Directors: December 14, 2023