

Federal Reserve Bank of Dallas Board of Directors

Budget Planning Committee Charter

Purpose

The Budget Planning Committee (“Committee”) is appointed by the Board of Directors (“Board”) of the Federal Reserve Bank of Dallas (“Bank”) to review and, if appropriate, endorse the annual financial plan prepared by Bank management and to make a recommendation to the Board to endorse the plan prior to submission to the Board of Governors of the Federal Reserve System for approval.

Committee Membership

The Committee shall consist of at least three members. The members of the Committee shall be appointed by the Board of Directors on the recommendation of the Nominating and Governance Committee. Committee members may be replaced by the Board. While Class A, B, and C directors shall review and approve the Bank’s overall budget and expenditures, all Class A directors and those Class B directors who are affiliated with a thrift holding company that is supervised by the Federal Reserve (“Affiliated Class B directors”) are prohibited from voting on or approving the salaries of officers over Banking Supervision and that portion of the Bank’s budget allocated to the Banking Supervision function.

Meetings

The Committee shall meet as often as it determines, but not less frequently than annually. A majority of the Committee members shall constitute a quorum for the transaction of business, and action by the Committee shall be upon the vote of a majority of those present at any meeting at which a quorum is present. The Committee shall meet at least once per year with the officer or officers of the Bank having responsibility for the Bank’s financial management function.

Committee Authority and Responsibilities

Except as otherwise prohibited in the Bank’s bylaws, the Committee is responsible for reviewing and, if appropriate, endorsing the Bank’s financial plan, which is prepared by Bank management, and recommending to the Board that they endorse the plan prior to submission to the Board of Governors of the Federal Reserve System for approval.

The Committee shall make reports to the Board at least annually. The Committee shall review and reassess the adequacy of this charter periodically and recommend any proposed changes to the Board for approval.