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FEDERAL HOME LOAN BANK OF NEW YORK
AWARDS \$600,000 AFFORDABLE HOUSING GRANT IN ORANGE
-Grand Central Senior Housing will create 70 affordable housing units for seniors-

Orange, New Jersey – The Federal Home Loan Bank of New York announced today the award of a \$600,000 affordable housing grant to Life Management, Inc. to help fund the construction of the Grand Central Senior Housing project, which will create 70 units of affordable housing for low- and very low-income senior citizens. Hudson City Savings Bank, a Home Loan Bank member, submitted the application for the funding.

“The construction of this affordable housing for low- and very low-income households, created with the support of the Affordable Housing Award from the Federal Home Loan Bank of New York and Hudson City Savings Bank, will contribute to the revitalization of the downtown neighborhood of the City of Orange to the benefit of both our seniors and the community as a whole,” said Representative Donald M. Payne (NJ, 10).

This year marks the 20th anniversary of the Federal Home Loan Banks’ Affordable Housing Program (AHP), which was created by Congress in 1989. Since the Program’s inception, the Federal Home Loan Banks have provided more than \$3.6 billion to facilitate more than 15,000 affordable housing projects across the nation. These grants have created nearly 670,000 units of affordable housing. At the Federal Home Loan Bank of New York, AHP has supported more than 1,100 projects with grants totaling more than \$320 million, creating more than 46,000 units of affordable housing and generating nearly \$6 billion in total development costs.

“We are very pleased to partner with Representative Payne, the Federal Home Loan Bank of New York, and Life Management, Inc. to create housing that will not only provide a safe, affordable home for seniors but also strengthen the neighborhood,” said Christopher Dooley, First Vice President of Hudson City Savings Bank.

“For 20 years, the Home Loan Bank of New York has been given the tremendous opportunity to work hand-in-hand with New Jersey’s esteemed elected officials, its locally-focused hometown banks and its terrific community organizations to bring safe, stable and affordable housing to the State,” said Alfred A. DelliBovi, president and CEO of the Home Loan Bank. “It is an opportunity, and a partnership, that we are most grateful for.”

The \$600,000 grant will be used to help fund the construction of 70 new one- and two-bedroom apartments for senior citizens. Fourteen of the units will be set aside for frail elderly residents who require assistance with two or more tasks of daily living. The sponsor will provide various social services to the residents, supporting the residents’ efforts to continue to lead active lives and remain engaged in the community. These services will include financial literacy programs, on-site computer training, and health services.

Additional financing will be provided by Low Income Housing Tax Credits, New Jersey Balanced Housing/Home Express funds, Essex County HOME funds, City of Orange Regional Contribution Agreement funds, and the New Jersey Housing and Mortgage Finance Agency.

Today’s grant is part of a total of \$16 million in AHP subsidies that the Federal Home Loan Bank of New York has announced in August. These grants will fund 39 housing projects that will generate 1,545 units of affordable housing in New Jersey, New York, Delaware and Pennsylvania. In January 2009, the Federal Home Loan Bank of New York awarded grants totaling \$19.1 million to fund 51 housing projects that will generate 2,213

units of affordable housing and an anticipated \$409.8 million in development costs. For more information on these grants, please visit www.fhlbny.com/news/pressrelease.htm.

The Federal Home Loan Bank's Affordable Housing Program, created in 1989, provides member community lenders with direct subsidies, which are passed on to qualified households through a sponsoring local non-profit organization. AHP financing is combined with other funding sources to create housing for moderate-, low- and very-low-income families. Program awardees receive this funding through semi-annual competitive rounds. Each competing project must be sponsored by a financial organization that is a member of the Federal Home Loan Bank in partnership with a community-based sponsoring organization.

Federal Home Loan Bank of New York

The Federal Home Loan Bank of New York is a Congressionally chartered, \$130 billion, wholesale Bank. It is part of the Federal Home Loan Bank System, a national wholesale banking network of 12 regional, stockholder-owned banks. The Federal Home Loan Bank of New York serves more than 300 community lenders in New Jersey, New York, Puerto Rico, and the U.S. Virgin Islands. The mission of the Home Loan Bank is to advance housing opportunity and local community development by maximizing the capacity of community-based member-lenders to serve their markets.

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