



Federal Home Loan Bank of New York Awards \$400,000 Affordable Housing Grant in Red Bank

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Cedar Crossings will create 20 units of affordable housing for low- and very low-income families.

Red Bank, New Jersey — The Federal Home Loan Bank of New York announced today the award of a \$400,000 affordable housing grant to the Red Bank Affordable Housing Corporation to help fund the construction of Cedar Crossings, which will provide 20 affordable two- and three-bedroom housing units for low- and very low-income families. Investors Savings Bank, a Home Loan Bank member, submitted the application for the funding.

"In today's economic climate, it is important that we provide low-income families with an affordable place to live," U.S. Rep. Frank Pallone, Jr. (NJ, 6) said. "With this grant from the Federal Home Loan Bank of New York and Investors Savings Bank, Cedar Crossings will provide homes for Red Bank families in need and help strengthen the entire community."

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 be partnering with the Red Bank Affordable Housing Corporation to create these affordable family housing opportunities with the support of Representative Pallone, Jr. and the Federal Home Loan Bank of New York," said Kevin Cummings, President and CEO of Investors Savings Bank. "Improving the lives of the people in the communities we serve is a cornerstone of our core values and we are committed to supporting the people and businesses of Red 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 \$400,000 grant will be used to help fund the construction of 20 two- and three-bedroom condominium units, all of which will be affordable to very low- and low-income families and will include a deed restriction that they remain affordable for future owners. The neighborhood in which the units will be built is a mixed-income neighborhood comprised of single-family homes, multi-family homes and commercial businesses. The project will be developed on vacant land that has been unused for years.

Additional financing will be provided by the State of New Jersey Housing and Mortgage Finance Agency, the Borough of Red Bank and Investors Savings Bank.

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 307 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.

Investors Savings Bank

Investors Savings Bank has been serving New Jersey residents since 1926. With over \$8 billion in assets and a network of 59 branches in ten Garden State counties, the Bank delivers personalized and friendly services and products tailored to the needs of its customers. The range of products includes mortgages, home equity loans and lines of credit, CDs, and a variety of checking and savings accounts.

Serving New Jersey's business community, the Bank provides commercial real estate loans, lines of credit and structured financing as well as sweep accounts and checking, deposit and escrow services. Investors' commercial banking services are offered to professional services firms, municipalities, small and middle market companies, commercial and industrial firms and other businesses. Investors Savings Bank is a member of the FDIC and an Equal Housing Lender. For more information about Investors Savings Bank, contact the Bank at 1-800-252-8119 or visit www.isbnj.com.

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