



December 17, 2014

Mr. Alfred M. Pollard, General Counsel
Attention: Comments/RIN 2590-AA39
Federal Housing Finance Agency
400 Seventh Street SW, Eighth Floor
Washington, D.C. 20024

Re: Notice of Proposed Rulemaking and Request for Comments – Members of Federal Home Loan Banks (RIN 2590-AA39)

Mr. Pollard:

Habitat for Humanity of Ohio an affordable housing partner that works closely with community lenders and FHLBank Cincinnati. We know the vital role FHLBanks serve in providing funding for community banks. This proposed rule would alter the relationship between FHLBanks and their member banks and potentially harm affordable housing.

This rule will make membership in the FHLBank less attractive to banks and credit unions since continued access to FHLBank funding will be contingent on new ongoing asset tests. This will no doubt result in decreased lending by the FHLBanks which will hurt earnings. Ten percent of the net earnings of each FHLBank are directed to fund its Affordable Housing Program (AHP). Since 1990, FHLBank Cincinnati has provided approximately \$544 million in AHP grant awards to create more than 70,000 units of housing for low or very low-income residents.

Should current and prospective membership in an FHLBank be threatened, FHLBank Cincinnati's ability to provide AHP grants to affordable housing partners will be diminished. Fewer funds will thus be available to provide AHP grants to support very-low and low-income housing. There exists a stable partnership between banks, affordable housing groups and FHLBanks through the AHP program that keeps at-risk families, veterans, senior citizens and people with disabilities from falling through the cracks. In Ohio, FHLBank Cincinnati has provided more than \$12,000,000 in funding to Habitat for Humanity affiliates.

The neighborhoods we serve require access to credit to build new housing, rehab existing stock and stimulate community investment. An arbitrary asset test for continued FHLBank membership will achieve the opposite effect and hurt communities in the process. As a stakeholder in this process, Habitat for Humanity of Ohio strongly urges the FHFA to withdraw RIN 2590-AA39.

Sincerely,

A handwritten signature in blue ink, appearing to read "Ryan Miller".

Ryan Miller
Executive Director
Habitat for Humanity of Ohio