

The Honorable Ronald A. Rosenfeld
Chairman
Federal Housing Finance Board
1625 I Street N.W.
Washington, DC 20006-4001

Re: Public Comments
Excess Stock Restrictions and Retained Earnings Requirements
for the Federal Home Loan Banks
#3069-AB30

June 30, 2006

Dear Chairman Rosenfeld:

I am writing in response to the proposal that was released on March 8, 2006 in regards to the required level of retained earnings and excess stock of the Federal Home Loan Banks, specifically the affect this proposal has on the Federal Home Loan Bank of Indianapolis.

As a non-profit organization committed to revitalizing the neighborhoods of Gary, IN, we are sincerely concerned with the affect that this proposal will have on the people that we serve on a daily basis. By reducing the FHLBank asset size, mortgage holdings and liquidity investments, Bank income is also reduced. In turn, the amount of funding that is available through the successful Affordable Housing Program will be greatly reduced. Although, it is hard to predict the exact dollar amount, it is predicted that for the FHLBI that AHP grants to our moderate- to low-income families will be reduced by over \$1 million per year. This has a drastic affect on low-income families and children, as well as our community as a whole.

We ask you with sincere respect and concern to reconsider this proposal. We hope to be able to continue the work that we do with the FHLBI to create safe, decent and affordable housing in the neighborhoods of Gary, IN.

Sincerely,



Megan Haller, CEO
Gary Citywide Development