



2019 Leadership Summit Community Investment

October 2019

Community Investment Overview

- **Affordable Housing Program (AHP)**
- **Down Payment Products**
 - **Home\$tart**
 - **Native American Homeownership Initiative (NAHI)**
- **Community Investment Advance (CIA)**

Affordable Housing Program (AHP)



- Provides equity to the deal
- First-in funds attract more capital
- May be used for any reasonable affordable housing development expense

Up to \$1 million per project to acquire, construct, or rehabilitate multi-family or single-family housing

- Applications accepted in May
- Member submits application on housing sponsor's behalf and requests disbursement of funds

Down Payment Products: Home\$tart and NAHI



Up to \$7,500 (Home\$tart) or \$15,000 (NAHI) per household for down payment and closing costs assistance

Each member may access up to \$100,000 per year for Home\$tart and up to \$100,000 per year for NAHI

- Provides equity to close the mortgage
- Can be layered with other sources of down payment assistance
- May be used with conventional, FHA, VA, USDA and portfolio loans
- Funds available periodically throughout the year
- Member closes the mortgage loan and FHLBDM reimburses

Community Investment Advance (CIA)



- Reduces cost of funds
- Match funding not required

Five to 15+ basis point reduction for an advance that supports certain multi-family, single-family, commercial, and small business loans

Each member may have up to \$10 million in CIA outstanding

- Available throughout the year
- Member submits CIA application
- Minimum 1 year term

Member Benefits

- **Strengthen competitive position to win business**
- **Promote corporate brand and community profile**
- **Build business relationships**
- **Expand market share**
- **Reach new customers**