

DECISION MEMORANDUM OF THE BOARD OF DIRECTORS ACTING  
WITHOUT A QUORUM

Date: April 4, 1994  
No. 94-DM- 10

ISSUE:

The Board of Directors of the Federal Home Loan Bank of Chicago has requested the Federal Housing Finance Board to approve its 1994 District Priority for the Affordable Housing Program.

FACTORS CONSIDERED:

Subsection 10(j) of the Federal Home Loan Bank Act (12 U.S.C. § 1430(j) ("Bank Act") requires that each Federal Home Loan Bank ("Bank") establish an Affordable Housing Program ("AHP").

The Federal Housing Finance Board ("Finance Board") has adopted regulations for the operation of the AHP by the Bank, codified at 12 C.F.R. Part 960, that include at 12 C.F.R. § 960.5(b)(7) a Bank AHP priority recommended by the Bank's Advisory Council, adopted by the Bank's Board of Directors and approved by the Finance Board.

On February 15, 1994, the Board of Directors of the Federal Home Loan Bank of Chicago ("Chicago Bank") approved the Chicago Bank's Community Investment - Affordable Housing Plan for 1994 which contains a 1994 AHP priority recommended by the Chicago Bank's Advisory Council.

The 1994 priority approved by the Chicago Bank is for projects that meet one of the following objectives: (1) development of multifamily housing or (2) the rehabilitation of housing.

The Chicago Bank has submitted a request to the Finance Board for approval of the 1994 AHP priority recommended by its Advisory Council and adopted by the Chicago Bank's Board of Directors.

The Finance Board staff recommends approval of the Chicago Bank's 1994 AHP priority.

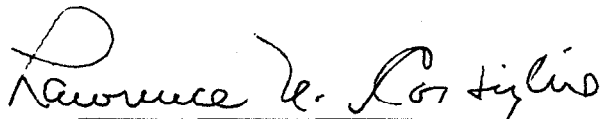
The Finance Board reviewed the proposed priority in accordance with the Bank Act, the AHP regulations and existing policy.

DECISION:

Based on the factors set forth above and the authority provided in 12 C.F.R. § 960.5(b)(7), the Chicago Bank's 1994 AHP priority for "projects that meet one of the following objectives: (1) development of multifamily housing, or (2) projects that involve the rehabilitation of housing" as provided by a motion adopted at a meeting of the Board of Directors of the Federal Home Loan Bank of Chicago on February 15, 1994, and attached to the decision memorandum as Attachment A, is approved.



Nicolas P. Retsinas



Lawrence U. Costiglio