



## NOTICE OF CHANGES IN THE AHP RETENTION DOCUMENTS

July 12, 2007

TO: All Members and Project Sponsors with Unfunded Affordable Housing Program Approvals

The Federal Home Loan Bank of Boston (the FHLBBoston) has made additional revisions to the Affordable Housing Program (AHP) retention documents. The retention documentation includes the FHLBBoston's standard mortgages, notes, and other documents used in ensuring the retention of the AHP-subsidized units in the project.

In October 2006, the Federal Housing Finance Board adopted a revision to the Affordable Housing Program regulation (12 C.F.R. Part 951). The current changes to the FHLBBoston's retention documents incorporates the changes from the new regulation regarding retention, noncompliance, and reporting.

Members and project sponsors with approved, unfunded applications or transactions will be impacted. If your initiative already has a recorded retention mechanism in place for the units funded by the FHLBBoston's AHP, the changes mandated by the revised regulation are incorporated into the existing retention documentation by operation of law.

For those initiatives that have not executed AHP retention documentation, the revised standard mortgages, notes, and other documents supercede all previous versions and are available on the web site at [www.fhlbboston.com](http://www.fhlbboston.com) under the Housing and Economic Growth tab (select Forms and Applications, Affordable Housing Program).

After July 29, 2007, only current retention documentation will be accepted as security for AHP funds. All other forms of retention documentation will not be accepted without prior approval of the FHLBBoston's Housing and Community Investment staff.

We regret any inconvenience caused by this necessary change. If you have any questions, please contact your community investment manager or me at 617-292-9607.

Sincerely,

A handwritten signature in black ink, appearing to read "Mary Ellen D. Jutras".

Mary Ellen D. Jutras  
Assistant Vice President/Deputy Director