

# FHLBI

FEDERAL HOME LOAN BANK OF INDIANAPOLIS

AFFORDABLE HOUSING ADVISORY COUNCIL  
2006 ANNUAL REPORT



*Hotel Barton, Indianapolis, IN  
ca 1920*



**2006 Affordable Housing Advisory Council**

Seated left to right: Meg Haller, Jane Clingman-Scott, Renee Oldham, Mark Lindenlaub  
 Standing left to right: Harold Mast, Raymond Hatter, Patrick Barder, Linda Smith, William Merry, Charles Kennedy, William Taft  
 Not pictured above: Ted Rozeboom

On the cover – the Hotel Barton in downtown Indianapolis, Indiana, was renovated into the Barton Center for victims of domestic violence with the help of a grant from the Affordable Housing Program. This is one example of how the Federal Home Loan Bank System has been helping people and changing lives. In 2007 the System will celebrate 75 years of Service to Members and Communities. Watch for our anniversary logo in the coming year; it represents all of us and our success stories. See page 7 to learn more about the newly renovated Barton Center.



**COMMUNITY INVESTMENT STAFF**

**Patricia Gamble-Moore**  
 Vice President  
 Community Investment Officer

**Debora Conley**  
 Compliance Manager

**Trish Lewis**  
 Compliance Analyst II

**John Dashiell**  
 Information/Administrative  
 Coordinator

**Ronna Edwards**  
 Community Investment Analyst

**Chelsea Church**  
 Communications Administrator

**Casey Horoho**  
 Database Administrator

**2006 AFFORDABLE HOUSING  
 ADVISORY COUNCIL**

**Patrick J. Barder**  
 Executive Director  
 Housing Authority, City of Terre Haute  
 Terre Haute, IN

**Jane Clingman-Scott, Vice Chair**  
 Executive Director  
 Neighborhood Investment Corp.  
 Muskegon, MI

**Megan Haller**  
 Executive Director  
 Gary Citywide Development Corp.  
 Gary, IN

**Raymond Hatter**  
 Executive Director  
 Salem Housing Task Force  
 Flint, MI

**Charles A. Kennedy**  
 Vice President  
 Cambridge Capital Management Corp.  
 Indianapolis, IN

**Mark Lindenlaub**  
 Executive Director  
 Housing Partnerships, Inc.  
 Columbus, IN

**Harold Mast**  
 Executive Director  
 Genesis Non-Profit Housing Corp.  
 Grand Rapids, MI

**William Merry**  
 Executive Director  
 Homestretch  
 Traverse City, MI

**G. Renée Oldham, Chair**  
 Executive Director  
 Mainstreet Richmond Wayne County  
 Centerville, IN

**Ted Rozeboom**  
 Director, Office of Legal Affairs  
 Michigan State Housing  
 Development Authority  
 Lansing, MI

**Linda Smith**  
 Executive Director  
 U-SNAP-BAC, Inc./U-SNAP-BAC  
 Non Profit Housing Corp.  
 Detroit, MI

**William Taft**  
 Program Director  
 Local Initiatives Support Corp.  
 Indianapolis, IN

## MESSAGE FROM THE ADVISORY COUNCIL CHAIR

On behalf of the Federal Home Loan Bank of Indianapolis and the Affordable Housing Advisory Council, I am eager to share with you the 2006 annual report. We are, as always, proud of the work that has been done through partnerships between our member financial institutions, nonprofits, local units of government and other invaluable organizations. These strong partnerships are the key ingredient to the success of the Affordable Housing Program, and we could not be more satisfied with the results of 2006.

In total, the FHLBI granted over \$9.3 million to 34 affordable housing projects in 2006. These projects will create 976 units of affordable housing throughout the states of Michigan and Indiana, and will serve a wide range of families and individuals. As you will read on the following pages, funds are used to assist the homeless, elderly, disabled and working class families that are otherwise unable to have stable, safe and affordable housing.

2006 was my last year serving on the Council and my second term as chair. I am thankful to have been able to work with such a talented and intelligent group of people. I thank the board committee for the open dialogue that was shared throughout the years. Without the support and positive attitude of these bankers, our work would be done in vain. I am hopeful for the future community economic development efforts put forth by the FHLBI member institutions and wish you all the best in 2007 and beyond.

Respectfully submitted on behalf of the Advisory Council,



Renée Oldham  
2006 Chair  
Affordable Housing Advisory Council

### AFFORDABLE HOUSING COMMITTEE OF THE BOARD OF DIRECTORS

**Charles L. Crow**  
Chairman, President & CEO  
Community Bank  
Noblesville, IN

**Timothy P. Gaylord**  
President & CEO  
Mason State Bank  
Mason, MI

**Teresa S. Lubbers, Chair**  
Indiana State Senate  
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**Michael H. Price**  
President & CEO  
Mercantile Bank of West Michigan  
Grand Rapids, MI

**Thomas R. Sullivan**  
President & CEO  
Firstbank Corporation  
Alma, MI

**Ray D. Tooker**  
Senior Vice President  
Macatawa Bank  
Holland, MI

## AFFORDABLE HOUSING PROGRAM

In 2006, the Affordable Housing Program (AHP) granted over \$9.3 million to fund 34 projects, creating 976 units of affordable housing. Of these projects 18 are located in Indiana, 15 in Michigan and one in Kentucky.

A common project trend for 2006 was the preservation of existing affordable housing projects. These involve projects that have subsidies that are reaching the sunset period and could potentially be sold and converted to market rate units. Additional tax credits and AHP subsidies are being utilized for significant rehabilitation of these projects, ensuring these low- and moderate-income properties remain affordable for another 15-year compliance period. A detailed scope of work has been established for these projects involving repair and/or replacement of capital items such as roofs, windows, heating and cooling systems and water heaters. Most of these projects also include substantial interior rehabilitation and can include such items as kitchen and bathroom remodeling, abatement of environmental issues, installation of high speed internet wiring, plumbing reconfiguration to allow installation of individual washer and dryer hook-up and appliances.

Each application is competitively scored based on a 100-point scale, the average score in 2006 was approximately 55 points. Nearly half of the submitted applications were funded in 2006, which was a substantial increase from 2005 when approximately 20 percent of the total applications were funded. This percentage change is due to fewer applications being submitted, thus reducing the number of applications that are not awarded.

The community investment department is committed to helping applicants determine application readiness. Through several web-based training sessions and telephone help-lines, applicants that are not ready to apply are usually advised to wait for a future round.



Goodwill Inn Homeless Shelter in Traverse City, Michigan, was awarded a \$500,000 grant in the second round of 2005 through Irwin Union Bank and Trust Co. working in partnership with Goodwill Industries of Northern Michigan. This new construction project will create 77 beds to support homeless families, individuals and teens in the five county area surrounding Traverse City. Pictured above (and in the silhouette) is the grand opening of the facility that was celebrated in August 2006.

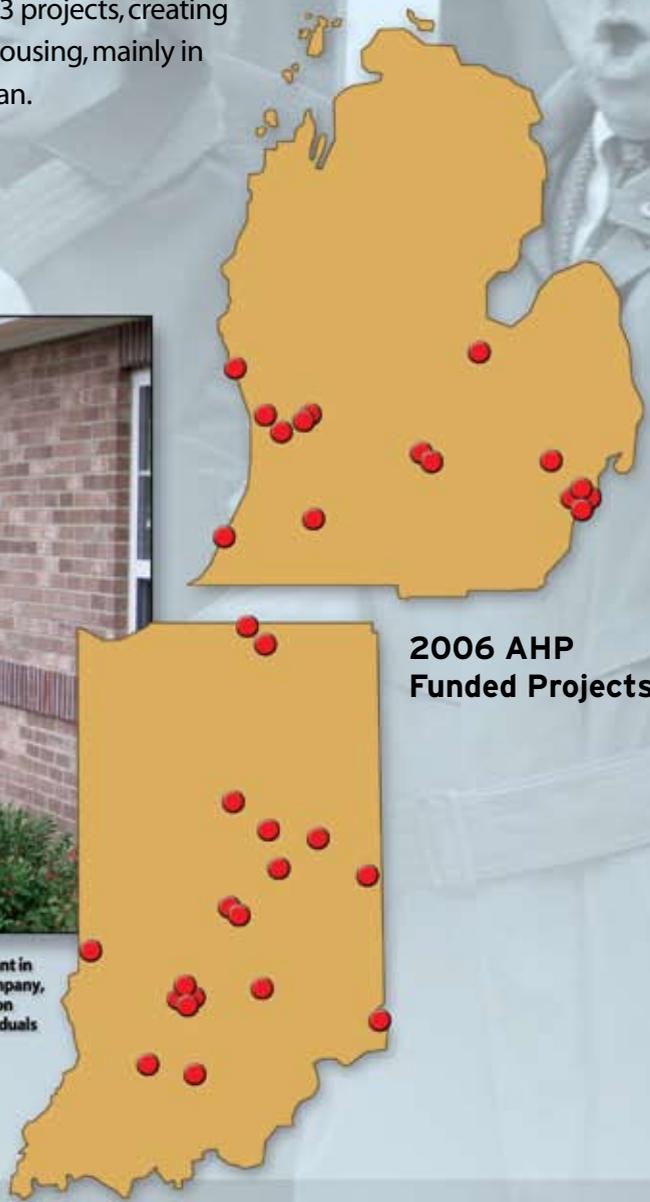


To better serve members, the application was extensively revised in the second round of funding with the intention of creating a more user-friendly format. The “Smart Score” feature of the application allows applicants to calculate the project’s approximate score prior to completing and submitting an entire application. The new Excel-based application was well received and proved to assist members and sponsors in determining project readiness.

Since the inception of the AHP in 1990, the FHLBI has awarded over \$143 million to 953 projects, creating over 21,000 units of affordable housing, mainly in its district of Indiana and Michigan.



**Newton Village in Kentland, Indiana, was awarded a \$70,000 grant in the second round of 2005 through Lafayette Bank and Trust Company, NA, in partnership with CDC Resources, Inc. This new construction project created six rental units that serve very low-income individuals that have developmental or physical disabilities.**



## COMMUNITY INVESTMENT PROGRAM

In 2006, 31 members utilized the Community Investment Program (CIP) to generate approximately \$154 million in advances. Also in 2006, over \$47 million CIP letters of credit were disbursed.

CIP provides below market-rate loans that enable financial institutions to extend long-term financing for housing and economic development that benefits low- and moderate-income families and neighborhoods. The program is a catalyst for economic development because it supports projects that create and preserve jobs and help build infrastructure to support growth. Lenders have used CIP funds to finance owner-occupied and rental housing, construct roads, bridges, retail stores, sewage treatment plants and provide small business loans.

Members are able to market the advantageous rates to customers that are interested in community economic development, but are not necessarily able or have the capacity to apply for AHP funds. In addition, the program is flexible enough for members to fund a project using several different funding sources. In several cases, the CIP is used in conjunction with the AHP, low-income housing tax credits, and other funding options.

Schefenacker Visions System USA  
Marysville, Michigan  
Citizens First Savings Bank  
Port Huron, Michigan

Citizens First Savings Bank obtained two CIP advances which has helped Schefenacker Visions System USA expand its business in Michigan. Schefenacker is a local division of Schefenacker AG, a global company. The plant, located in Marysville, Mich., produces and assembles mirror shells for automobiles. The first CIP advance in 2005 funded a new facility enabling Schefenacker to fulfill painting, production and assembly at one plant, which allowed it to remain competitive and retain 750 employees. The second advance in 2006 funded additional warehouse space attached to the new plant.



*Pictured left to right:*  
Steve Noon, Vice President Business Unit North America, Managing Director- Schefenacker Visions System USA; Michael Patterson, Vice President/Regional Manager Citizens First Savings Bank; MAN ON FAR RIGHT, Plant manager

## HOMEOWNERSHIP INITIATIVES PROGRAMS



Kami Wade, a Habitat for Humanity partner family recipient, is pictured here with her sons Michael (left) and William (right) and John Reisner EVP Community Banking in front of her new home in Midland, Michigan. Kami received \$5,000 in HOP funding through Chemical Bank in Midland in 2005.

The Homeownership Initiatives Programs provided over \$5 million to 1,168 households for assistance with down payment, closing cost or rehabilitation in 2006.

The Homeownership Initiatives Programs include the Homeownership Opportunities Program (HOP), which provides funds for down payment/closing cost assistance for first-time homebuyers and the Neighborhood Impact Program (NIP), which provides funds for rehabilitation of owner-occupied homes.

The HOPReserve and NIPReserve programs provide funds, awarded in the early spring, which are reserved for the member institution for one year. A member can apply for funds in February to be awarded in March. Once awarded, the member can develop programs to market and use the funds during the following year in their communities.

Grants are a maximum of \$5,000 per household for the HOPExpress, HOPReserve and NIPExpress programs, while the NIPReserve maximum grant is up to \$15,000 per household. NIPExpress and NIPReserve provide funds to aid existing homeowners make modifications or repairs to their homes. Modifications may include accessibility issues such as installing ramps and pull bars, or repairs such as furnaces or roofs.



Steven and Pauline Thompson received a NIP grant of \$14,364.00 in 2006 through Security Federal Savings Bank in Logansport, Indiana. The Thompson's used the funds for electrical upgrades and to install a new roof, insulation, siding, and windows.

The HOPExpress and the NIPExpress provide funding released on a first-come, first-served basis. The Express programs provided assistance households in 2006. HOPExpress funds lasted the entire year, giving members the ability to offer the funds throughout 2006 instead of a concentrated effort around release dates.

Also in 2006 several smaller member institutions utilized the HOP and NIP programs, particularly HOP funds. By engaging its smaller member institutions, the FHLBI is able to serve more communities throughout the district than were served in the past.

2006 STATS		
	HOUSEHOLDS	TOTAL GRANTED
<b>HOPExpress</b>	<b>284</b>	<b>\$1,351,048</b>
<b>HOPReserve</b>	<b>639</b>	<b>\$2,272,625</b>
<b>NIPExpress</b>	<b>74</b>	<b>\$ 324,991</b>
<b>NIPReserve</b>	<b>171</b>	<b>\$1,138,243</b>
<b>Total</b>	<b>1,168</b>	<b>\$5,086,907</b>
<b>Total Express</b>	<b>358</b>	<b>\$1,676,040</b>

### Pembroke Oaks Farm, LLC DeMotte, Indiana DeMotte State Bank

Pembroke Oaks Farm, LLC, in DeMotte, Indiana, is a swine farm that specializes in producing replacement females for other farm customers. Through Demotte State Bank, the farm received a CIP advance in 2006 for the construction of new hog finishing buildings and new equipment for the original farm. The expansion eliminated the need for additional contract growers, thus increasing the number of farm employees from 14 to 18.

*Pictured left to right:*  
Casey Horoho, Community Investment Department Database Administrator  
Jennifer Strong, Marketing Officer, DeMotte State Bank, DeMotte, Indiana  
Malcolm De Kryger, Vice President, Belstra Milling Company, Inc.

## 2006 AFFORDABLE HOUSING PROGRAM AWARDS

### INDIANA

#### BLOOMINGTON

##### **Agape House - \$375,000**

United Commerce Bank

Sponsor: Backstreet Missions, Inc.

17 rental units

New facility to provide emergency and transitional housing, supportive service space, counseling offices, common living areas and on-site daycare for homeless, chemically dependent, abused and impoverished citizens.

##### **Hoosier House - \$365,500**

Old National Bank

Sponsor: CBH Housing, Inc.

10 rental units

Rehabilitation of a facility to correct structural issues of exterior brick and second load-bearing walls, repair water damage, and meet current fire codes and infrastructure systems. Target population is the homeless, very low-income and those disabled by serious mental illness.

##### **New Wings Development - \$500,000**

Fifth Third Bank, Indianapolis

Sponsor: Middle Way House, Inc.

31 rental units

Rehabilitation of a facility from which the agency will provide affordable housing, emergency shelter, crisis intervention, supportive services, economic opportunities and affordable childcare to low-income, formerly battered women. Food Works, a program to provide employment and on-the-job training to women entering or re-entering the workforce in the aftermath of traumatic violence, will be offered.

##### **Rev. Butler Housing Complex Renovation - \$316,653**

United Commerce Bank

Sponsor: Bloomington Housing Authority

56 rental units

Major renovation of a complex for low-income residents. The project will address needed improvements, including masonry, roof, window and porch repairs, as well as interior floor revisions.

#### COLUMBUS

##### **HPI 2005 Scattered Site Rental Project - \$189,373**

Irwin Union Bank and Trust Co.

Sponsor: Housing Partnerships, Inc.

11 rental units

Rehabilitation of high-quality, affordable, scattered-site rental homes in existing neighborhoods. Houses will be purchased and renovated with local contractors and HPI volunteers.

#### ELWOOD

##### **Forest Glen Phase II - \$200,000**

Your Community Bank, New Albany

Sponsor: New Hope Services, Inc.

8 rental units

Construction of rental units for senior citizens. Sites adjacent to Phase I, a 37-unit senior complex. Project has a community center with a beauty salon and library.

#### FOUNTAIN CITY

##### **Fountain City Lions Club Senior Housing - \$350,000**

First Bank Richmond, N.A., Richmond

Sponsor: Lions Club

12 rental units

Construction of senior housing built using Universal Design (toggle switches, lever door handles, raised stools, grab bars and barrier-free entry) and includes a community room with kitchenette. Some units will have private covered porches; others will have access to common porches.

#### GOSHEN

##### **Lincoln Avenue Redevelopment - \$266,000**

Fifth Third Bank, Grand Rapids, MI

Sponsor: LaCasa of Goshen, Inc.

28 rental units

Historic rehabilitation of two properties – The Shoots Building and the Lincoln Hotel – into 28 one- and two-bedroom apartments with large windows and unique floor plans. Commercial space to be developed on first floor of the Shoots Building.

#### INDIANAPOLIS

##### **Brookside Building - \$500,000**

Fifth Third Bank

Sponsor: John H. Boner Community Center

24 rental units

Rehabilitation construction of a 24-unit, single site, rental project. Project will provide on-site services to support the transition of the severely mentally ill homeless to a higher level of independence. A portion of total square footage will be designated as commercial space.

##### **Rink Savoy - \$500,000**

First Indiana Bank

Sponsor: Riley Area Development Corp.

60 rental units

Historic rehabilitation of a vacant building into affordable multifamily rental units. Allows low-income households a rare opportunity to participate in downtown living.

#### KOKOMO

##### **Nesting Doves - \$74,800**

Community First Bank of Howard County

Sponsor: Kokomo Rescue Mission, Inc.

8 rental units

Acquisition and rehabilitation of a Victorian-style home near downtown.

Provides housing, supportive services, educational and economic opportunities for eight first-time mothers-to-be who have low or no income.

#### LOOGOOTEE

##### **Larkin Apartments - \$356,500**

Integra Bank NA, Washington

Sponsor: Hoosier Uplands Economic Development Corp.

8 rental units

Acquisition and conversion of a vacant, historic building built in 1898. It will be converted into two-bedroom apartments for mixture of household incomes.

#### MUNCIE

##### **Advancing the Mission - \$500,000**

Mutual FSB

Sponsor: Muncie Mission Ministries

83 rental units

Construction of a dormitory-style emergency shelter for homeless men and administrative operations adjacent to existing New Life Center/Attic Window. Two emergency family apartments will be included.

#### NORTHERN INDIANA

##### **Hope - \$56,000**

1st Source Bank, Mishawaka

Sponsor: Habitat for Humanity of Elkhart County, Inc.

7 homeownership units

Construction of single-family, three- or four- bedroom self-help homes – six in Elkhart and one in Nappanee. Homes will be between 1,000 and 1,120 square feet and include a range, refrigerator, washer/dryer hook-ups, and storage shed.



Located in downtown Indianapolis, the Barton Center was awarded a \$500,000 grant in the second round of the 2004 Affordable Housing Program through Old National Bank, in partnership with The Salvation Army. Once known as the Hotel Barton in the 1920s, now the Barton Center will provide shelter to domestic violence victims. The center includes 38 permanent supportive affordable housing units that will accommodate larger families and provide recreational programming for children and case management for victims of violence.

## ORLEANS

### Lost River Place - \$300,000

Fifth Third Bank, Indianapolis

Sponsor: Hoosier Uplands Economic Development Corp.

24 rental units

Construction of one-, two-, and three-bedroom apartments that will feature washer/dryer hook-ups, microwave ovens, garbage disposals, large closets and use of on-site playground.

## PENDLETON

### Ashbury Pointe II - \$180,000

Old National Bank, Evansville

Sponsor: Milestone Ventures, Inc.

17 rental units

Construction of two-bedroom affordable rental units for senior citizens. Units will have emergency call system and porches.

## RISING SUN

### Fulton Place - \$180,000

Friendship State Bank

Sponsor: Rising Sun & Ohio County Senior Citizens

10 rental units

Construction of two-bedroom apartments that will feature washer/dryer hook-ups, microwave ovens, garbage disposals and large closets.

## WEST TERRE HAUTE

### Providence Senior Apartments - \$269,750

Terre Haute Savings Bank, Terre Haute

Sponsor: Providence Housing Corp.

10 rental units

Construction of two-bedroom apartments for individuals and couples ages 55 and older. This is Phase IV of apartments at Providence Place for a total of 44 elderly units. The 20-acre development includes clubhouse/office and 8 single-family homes for first-time homebuyers.

## MICHIGAN

### BENTON HARBOR

#### 2006 Harbor Habitat for Humanity - \$90,000

Horizon Bank NA, Michigan City, IN

Sponsor: Harbor Habitat for Humanity

9 homeownership units

Construction of single-family homes in partnership with local families whose quality of life is being negatively impacted by inadequate, substandard housing.

#### Chesterfield Apartments - \$200,000

LaSalle Bank Midwest N.A., Troy

Sponsor: Cass Corridor Neighborhood Development Corp.

24 rental units

Historical rehabilitation of a four-story, brick building that will consist of 16 two-bedroom and 8 one-bedroom units. A rehab of the interior preserved the original brick and hardwood floors. Six units will house tenants with HIV.

*continued on page 8*

## AFFORDABLE HOUSING PROGRAM AWARDS

### DETROIT *continued from page 7*

#### **Jefferson Meadows Apartments - \$500,000**

Fifth Third Bank, Southfield

Sponsor: Neighborhood Service Organization

83 rental units

Acquisition and rehabilitation of 66 one-bedroom and 17 two-bedroom units for the elderly. Rehab includes new kitchens, bathrooms, windows, carpet and exterior upgrades.

#### **Peterboro Place Rehab - \$395,000**

LaSalle Bank Midwest N.A., Troy

Sponsor: Detroit Central City C.M.H., Inc.

68 rental units

Rehabilitation of efficiency apartments for homeless persons and/or those suffering from persistent and severe mental illness. Project is adjacent to the Detroit Central City Community Mental Health (DCC) offices. Residents have easy access to DCC support services and neighborhood amenities.

#### **Tri-Centennial - Thurgood Marshall Villages (Phase III) - \$150,000**

LaSalle Bank Midwest N.A., Troy

Sponsor: Habitat for Humanity, Metro Detroit, Inc.

20 homeownership units

Construction of three- and four-bedroom, single-family homes. The Habitat house plan complements the existing architectural design of homes in the community including scale, setback and physical landscape.

### HUDSONVILLE

#### **GHH Home for Boys - \$40,000**

Macatawa Bank, Holland

Sponsor: Georgetown Harmony Homes, Inc.

6 rental units

Construction of a residential group home for six developmentally disabled men and live-in caregiver. GHH has already constructed an identical group home for women, which is fully occupied. Residents are provided with transportation, skills training and a greater degree of independence.

### GRAND RAPIDS

#### **Building Community in Inner City Grand Rapids - \$150,000**

Mercantile Bank of Michigan

Sponsor: Habitat for Humanity of Kent County

15 homeownership units

Construction of 11 single-family homes and 4 multi-unit condos throughout the city. The average unit will consist of 4 bedrooms and 2 baths. Each single-family home will include porches, detached storage building, washer/dryer hook-ups, wide hallways/doorways, and lower countertops.

#### **Campau Commons Housing Development - \$500,000**

Fifth Third Bank

Sponsor: Grand Rapids Housing Commission

92 rental units

Construction of 60 townhouse-style apartments located within four buildings and 32 semi-detached style homes. Replaces current units that did not meet disability or accessibility standards.

### KALAMAZOO

#### **Duke Lane Apartments - \$100,000**

Fifth Third Bank, Grand Rapids

Sponsor: Residential Opportunities, Inc.

16 rental units

Acquisition and rehabilitation of existing units in two apartment buildings. Eight units will be reserved for individuals and families with disabilities and incomes at or below 30% of the AMI. Eight units will be for individuals and families with incomes at or below 50% of the AMI.

### LANSING

#### **City Rescue Mission of Lansing Rehab - \$325,000**

Summit Community Bank, East Lansing

Sponsor: The City Rescue Mission of Lansing

48 rental units

Single-phase rehabilitation of emergency and transitional housing in CRML's Mission Center. Rehab is necessary to retain 34 existing units while adding 14 new units for a total of 48 housing units. Expansion will increase bathroom and shower facilities and will add an elevator.

#### **Maplewood Family Center - \$500,000**

Summit Community Bank, East Lansing

Sponsor: The City Rescue Mission of Lansing

66 rental units

Adaptive reuse of a vacant school building to increase capacity of existing homeless shelter from 26 to 66 units - 48 units for single women and 18 units for women with children.

### MUSKEGON

#### **2006 Lumbertown Build - \$72,000**

Fifth Third Bank, Grand Rapids

Sponsor: Habitat for Humanity of Muskegon County

6 homeownership units

Unique six-house, single-family homeownership construction. Classes, resources, regular homeowner meetings, counseling and other support services are offered to homeowners.

### OTTAWA COUNTY

#### **Ottawa County Supportive Housing - \$295,461**

Fifth Third Bank, Grand Rapids

Sponsor: Heritage Homes, Inc.

45 rental units

Construction at three scattered sites for special needs tenants in Grand Haven, Zeeland and Holland Charter Township. Targeted populations are extremely low- and low-income individuals or families with mental illness, developmental disability or physical disability/long-term chronic illness and who may also be homeless.

### PONTIAC

#### **Beacon Housing - \$348,956**

LaSalle Bank Midwest N.A., Troy

Sponsor: Lighthouse of Oakland County

40 rental units

Construction of 12 three-bedroom rental townhomes and major rehabilitation of vacant building into 28 multifamily rental units. Project includes play area for children and picnic area.

### SAGINAW

#### **Saginaw Habitat 11 in 3 - \$176,000**

Citizens Bank

Sponsor: Habitat for Humanity of Saginaw

11 homeownership units

Construction of single-family homes that range from 1,050 to 1,150 square feet with full basement.

### KENTUCKY

#### **MADISONVILLE**

#### **KY Habitat 2006B - Building hope one house at a time - \$21,000**

Fifth Third Bank, Louisville

Sponsor: Kentucky Habitat for Humanity, Inc.

3 homeownership units

Construction of single-family homes to be built in partnership with qualifying families who were displaced and rendered homeless by a tornado in November 2005.

## COMMUNITY SPIRIT AWARDS

Each year, the FHLBI presents two Community Spirit Awards (CSA) to honor individuals from member financial institutions in Michigan and Indiana who have shown outstanding dedication to affordable housing and community economic development. Judging is based on a nominee's dedication to community, spirit and action.

Patrick Lonergan, vice president community affairs for Fifth Third Bank serving west Michigan, was honored in June at the Michigan Conference on Affordable Housing in Lansing. The conference brought together over 1,600 affordable housing leaders and is the largest of its kind in the nation.



**Patrick Lonergan**  
Vice President  
Community Affairs  
Fifth Third Bank  
Grand Rapids, Michigan

Patrick Botts, president and COO of Mutual Federal Savings Bank of Muncie, was honored in September at the Indiana Statewide Conference on Housing and Community Economic Development in downtown Indianapolis. The awards ceremony was presided over by Lieutenant Governor Becky Skillman.

A respected veteran of the community investment industry, Lonergan has been a positive influence in Michigan communities for several years. He joined Fifth Third Bank as a credit analyst in June 1985 and for the last 11 years has served in his current position.



**Patrick Botts**  
President & COO  
Mutual Federal  
Savings Bank,  
Muncie, Indiana

Lonergan serves on the Advisory Council of the Michigan Great Lakes Capital Fund for Housing, dedicated to creating sustainable communities for the poor and underprivileged through the use of tax benefits and investments. He is a board member for The Fair Housing Center of Grand Rapids and Capital Fund Services, Inc. He is also a member of the Grand Rapids Urban League, which promotes diversity and empowers African Americans to enter the economical and social mainstream. He received a bachelor's degree and a masters in business administration from the University of Wisconsin.

Botts was nominated by the Muncie Mission Ministries, Inc. because of his dedication to the Mission's capital campaign. Botts served as fundraising chairman for the campaign that has raised over \$2.9 million to date. In addition to the Muncie Mission, Botts is active in the Muncie community where he serves as a board member of Greater Muncie Habitat for Humanity, chair-elect of the United Way Board, a member of High Street United Methodist Church and the Muncie Home Builders Association where he is a past board member and vice president. Botts earned his bachelor's degree in finance from Ball State University. Additionally, he is a graduate of the Graduate School of Banking at the University of Wisconsin.



It is still hard for me to believe that my 26 years with the bank, 15 years as President and CEO, have come to an end. It has been an incredible career. I am so proud of the bank's accomplishments during my tenure. I will never forget the many contributions of our Boards of Directors over the years and the support they gave me. I value the members that we serve, the people that we have helped, our past and present bank staff, and the wonderful friends that I have made.

I realize that I have much to be thankful for. I'm grateful for every person and every moment I spent at FHLBI. There is no better reward in life than to know that you were a part of something bigger than yourself, something really important, where you made a difference and had a lasting positive impact. What I just described is the daily work of FHLBI...work that I had the good fortune to participate in for 26 years...work that will continue for the years to come.

I want you to know that every life the bank touched, touched mine...and that is why my life in retirement will be so full...I know; I understand that I'm the one who has been blessed...thank you and good-bye.

Martin L. Heger  
Service Years 1980 - 2006  
15 years as President & CEO

*A parting quote:*

**"We make a living by what we get.  
We make a life by what we give."**

*Sir Winston Churchill*



**FEDERAL HOME LOAN BANK OF INDIANAPOLIS**

*Building Partnerships. Serving Communities.*

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