



**APPLICATION FOR ISSUANCE OF IRREVOCABLE LETTER OF CREDIT
TO SECURE MUNICIPAL TRANSACTIONAL DEPOSIT ACCOUNTS
(REFUNDABLE)**

Pursuant to that certain Irrevocable Letter of Credit Reimbursement Agreement (the "Reimbursement Agreement") by and between the Federal Home Loan Bank of New York ("FHLBNY") and _____ (the "Customer"), Customer hereby makes application to FHLBNY for the issuance of a Refundable Municipal Letter of Credit having the terms and issued to the Beneficiary specified below. All capitalized terms not otherwise defined herein shall have the meanings assigned to them in the Reimbursement Agreement.

A. GENERAL INFORMATION

- 1. Municipality (Beneficiary): _____
 Contact Name and Title: _____
 Phone and Fax Number: P: _____ F: _____
 Address: _____
 Banking Development District: (Required for New York State Thrifts and Savings Bank) _____
- 2. Credit Amount: \$ _____
- 3. Effective Date: _____
- 4. Expiration Date: _____

B. DEPOSIT INFORMATION

- 1. Transaction Account Name _____
- 2. Transaction Account Number _____
- 3. Estimated Average Balance \$ _____
- 4. Deposit Type City Municipal State Court BBD NYSCDP

D. CUSTOMER AGREEMENTS AND REPRESENTATIONS:

- 1. Customer agrees, in applying for a Refundable Municipal Letter of Credit, to all terms, conditions, or provisions in FHLBNY's Reimbursement Agreement, or any addendum thereto.
- 2. Customer agrees to pay to FHLBNY a market based origination fee as defined in the Member Products Guide. Such origination fee shall be due and payable on the Effective Date and on each renewal ("Renewal") until the Refundable Municipal Letter of Credit is no longer outstanding. Said fee will be debited when due by FHLBNY to Customer's demand deposit account(s) at FHLBNY. On the Refundable Municipal Letter of Credit's Expiration Date (or Renewal Date, as the case may be), the fee, based upon a certification by an officer of Customer, will be re-calculated based upon the average balance in the transaction account; if such amount is lower than the Credit Amount, the difference in fee shall be refunded to the Customer. Refunds will be limited to a maximum amount equal to 30% of the initial Letter of Credit fee, and members will not be eligible for a return of fees if the refund amount falls below \$100. Upon a renewal of the Refundable Municipal Letter of Credit, the fee shall be calculated based on the Credit Amount. In the event of a cancellation of the Refundable Municipal Letter of Credit prior to its Expiration Date, FHLBNY shall calculate the fee reimbursement to the date of cancellation based on Customer's certification as to the average balance for that period. If such amount is lower than the Credit Amount for that period, the difference shall be refunded to the Customer. The fee for the remaining term to the Expiration Date shall be calculated upon the Credit Amount and shall not be refundable.
- 3. Customer agrees to supply to FHLBNY copies of supporting documentation evidencing the deposit or deposit account relationship between Customer and Beneficiary as requested FHLBNY from time to time.

[Name of Customer]

Date of Application: _____

By: _____
(Must be an authorized signatory)

Title: _____