



PUBLIC DISCLOSURE

June 26, 2023

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

Home Federal Savings & Loan Association of Grand Island
Charter Number 703519

221 South Locust Street
Grand Island, Nebraska 68801

Office of the Comptroller of the Currency

13710 FNB Parkway, Suite 110
Omaha, Nebraska 68154

NOTE: This document is an evaluation of this institution's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods, consistent with safe and sound operation of the institution. This evaluation is not, and should not be construed as, an assessment of the financial condition of this institution. The rating assigned to this institution does not represent an analysis, conclusion, or opinion of the federal financial supervisory agency concerning the safety and soundness of this financial institution.

Table of Contents

Overall CRA Rating..... 1

Description of Institution..... 2

Scope of the Evaluation..... 3

Discriminatory or Other Illegal Credit Practices Review..... 4

State Rating..... 5

 State of Nebraska 5

Lending Test 7

Appendix A: Scope of Examination..... A-1

Appendix B: Summary of MMSA and State Ratings..... B-1

Appendix C: Definitions and Common Abbreviations..... C-1

Appendix D: Tables of Performance Data..... D-1

Overall CRA Rating

Institution's CRA Rating: This institution is rated **Outstanding**.

The lending test is rated: Outstanding

The major factors that support this rating include:

- Home Federal Savings and Loan Association of Grand Island's (Home Federal) loan-to-deposit (LTD) ratio is reasonable considering the bank's size, financial condition, and the credit needs of its assessment areas (AA).
- Home Federal originates a substantial majority of its loans to customers located inside the bank's AAs.
- The distribution of loans to borrowers of different income levels and businesses of different sizes is excellent.
- The geographic distribution of loans across geographies of different income levels is reasonable.
- There were no complaints regarding Home Federal's performance in meeting the credit needs of its AAs.

Loan-to-Deposit Ratio

Considering Home Federal's size, financial condition, and the credit needs of the AAs, the bank's LTD ratio is reasonable.

The Office of the Comptroller of the Currency (OCC) reviewed the LTD ratio for each quarter from January 1, 2020 through December 31, 2021. Home Federal's quarterly average LTD ratio was 85.65 percent for the evaluation period, with a high of 93.36 percent and a low of 76.58 percent.

Home Federal's average LTD ratio was compared to the average LTD ratio of three financial institutions that are comparable in asset size, have a banking presence within the same AAs, and have primary products in common with the bank. The quarterly average LTD ratio of the comparable banks during the same evaluation period was 78.86 percent, with a high of 96.06 percent and a low of 69.69 percent.

Lending in Assessment Area

A substantial majority of Home Federal's loans were originated inside its AAs.

Home Federal originated and purchased 78.3 percent of its loans by number and 78.5 percent by dollar inside the bank's AAs during the evaluation period. This analysis is performed at the bank, rather than the AA, level. This percentage does not include extensions of credit by affiliates that may be considered under the other performance criteria.

Table D - Lending Inside and Outside of the Assessment Area										
Loan Category	Number of Loans				Total	Dollar Amount of Loans \$(000s)				Total
	Inside		Outside			Inside		Outside		
	#	%	#	%		#	\$	%	\$	%
Home Mortgage	762	78.2	213	21.8	975	158,291	80.3	38,933	19.7	197,224
Consumer	16	80.0	4	20.0	20	470	74.3	163	25.7	633
Small Business	17	85.0	3	15.0	20	852	15.5	4,657	84.5	5,509
Total	795	78.3	220	21.7	1,015	159,613	78.5	43,753	21.5	203,366
Source: Bank Data Due to rounding, totals may not equal 100.0%										

Description of Institution

Home Federal is a mutual savings association headquartered in Grand Island, Nebraska. It operates as a single-state financial institution in the state of Nebraska, with no holding company. Home Federal had total assets of \$403 million and tier 1 capital of \$40 million, as of December 31, 2021.

Home Federal operates eight branch locations and one loan production office. Four branches are located in Grand Island, one branch each in Lexington, Hastings, Holdrege, and Superior, and a loan production office is located in Lincoln, Nebraska. All branches are full-service branches except one, located in Hall County. Home Federal operates 15 automated teller machines (ATM), of which nine are deposit-taking ATMs. All ATMs are located within Home Federal's designated AAs with 13 ATMs in Grand Island, one in Hastings, and one in Lexington.

No mergers or acquisitions occurred during the evaluation period; however, Home Federal opened the loan production office in Lincoln, Nebraska in July 2021.

Home Federal's business focus is consistent with the traditional community bank model and includes a full-range of credit products within its AAs. The bank's credit products include residential mortgages, commercial, agricultural, and consumer loans. Net loans and leases represented 72.8 percent of total assets, as of December 31, 2021. The bank reported \$108 million in home mortgages, \$154 million in commercial and commercial real estate loans, \$19 million in agricultural loans, and \$13 million in consumer loans as of the December 31, 2021 call report. Home Federal also offers a full range of deposit products to businesses and individuals.

There are no known legal, financial, or other factors which impede Home Federal's ability to help meet the credit needs of its AAs. Home Federal received an outstanding rating in its last performance evaluation dated July 20, 2020.

Scope of the Evaluation

Evaluation Period/Products Evaluated

The OCC evaluated Home Federal under the Small Bank examination procedures, which include a Lending Test for the State of Nebraska. The Lending Test evaluates the bank's record of meeting the credit needs of its AAs through its lending activities. The Lending Test covers Home Federal's performance from January 1, 2020 through December 31, 2021. The OCC did not consider Home Federal's 2022 performance under this evaluation period's Lending Test criteria as the US Census data for 2022 was not finalized as of the date of this review.

The Lending Test evaluated Home Federal's business loans for the Hall County AA, and consumer and home mortgage loans for the Non-MSA Nebraska AA. These products were determined to be Home Federal's primary products for each respective AA during the evaluation period. Examiners used Home Federal's Home Mortgage Disclosure Act Loan Application Register and selected a sample of business and consumers loans originated and purchased during the evaluation period to evaluate lending performance.

The following table summarizes the percentage of loan originations by loan type over the evaluation period:

Loan Originations				
Loan Type	Hall County AA		Non-MSA Nebraska AA	
	% by Number	% by Dollar	% by Number	% by Dollar
Business Loans	36%	52%	12%	24%
Consumer Loans	31%	4%	45%	9%
Home Loans	32%	42%	32%	53%
Agricultural Loans	1%	2%	11%	14%

Source: Bank-provided loan origination reports; 2020-2021

Selection of Areas for Full-Scope Review

In each state where Home Federal has an office, one or more of the AAs within that state was selected for a full-scope review. For purposes of this evaluation, bank delineated AAs located within the same metropolitan statistical area (MSA), multistate metropolitan statistical area (MMSA), or combined statistical area (CSA) are combined and evaluated as a single AA. Similarly, bank delineated non-MSA AAs within the same state are combined and evaluated as a single area. These combined AAs may be evaluated as full- or limited-scope. Refer to the "Scope" section under each State Rating for details regarding how full-scope AAs were selected. Refer to appendix A, Scope of Examination, for a list of full- and limited-scope AAs.

Ratings

The bank's overall rating is a blend of the state ratings, and where applicable, multistate ratings.

The MMSA rating and state ratings are based on performance in all bank AAs. Refer to the "Scope" section under each state and MMSA Rating section for details regarding how the areas were weighted in arriving at the respective ratings.

Discriminatory or Other Illegal Credit Practices Review

Pursuant to 12 CFR 25.28(c) or 195.28(c), respectively, in determining a national bank's or federal savings association's (collectively, bank) CRA rating, the OCC considers evidence of discriminatory or other illegal credit practices in any geography by the bank, or in any AA by an affiliate whose loans have been considered as part of the bank's lending performance. As part of this evaluation process, the OCC consults with other federal agencies with responsibility for compliance with the relevant laws and regulations, including the U.S. Department of Justice, the U.S. Department of Housing and Urban Development, and the Bureau of Consumer Financial Protection, as applicable.

The OCC has not identified that this institution has engaged in discriminatory or other illegal credit practices that require consideration in this evaluation.

The OCC will consider any information that this institution engaged in discriminatory or other illegal credit practices, identified by, or provided to the OCC before the end of the institution's next performance evaluation in that subsequent evaluation, even if the information concerns activities that occurred during the evaluation period addressed in this performance evaluation.

State Rating

State of Nebraska

CRA rating for the State of Nebraska : Outstanding

The Lending Test is rated: Outstanding

The major factors that support this rating include:

- The distribution of loans to borrowers of different income levels is excellent.
- The geographic distribution of loans across geographies of different income levels is reasonable.

Description of Institution's Operations in Nebraska

Home Federal operates in south-central Nebraska and has two AAs: Hall County AA and Non-MSA Nebraska AA. The Hall County AA is comprised of Hall County and contains 14 census tracts (CTs). In the Hall County AA, six CTs are upper income, four are middle income, four are moderate income, and there are no low-income tracts. According to the 2015 ACS U.S. Census, the AA has a population of 61 thousand. The population includes 15 thousand families and 22 thousand households. The AA has 20 percent of families categorized as low-income, 19 percent are moderate income, 24 percent are middle income, and 37 percent are upper income. The median family income is \$58 thousand. The median housing value is \$128 thousand and the median gross rent in the area is \$671 per month. The AA has 13.9 thousand of the 24 thousand housing units identified as owner-occupied, 8.5 thousand rental units in the AA are occupied, and 1.5 thousand housing units are reported vacant. The AA has 12 percent of families reported to be living below the poverty level.

The Non-MSA Nebraska AA is comprised of Dawson, Gosper, Nuckolls, Adams, and Phelps Counties, and contains 22 CTs between the five counties. In the Non-MSA Nebraska AA, four CTs are upper income, 16 are middle income, two are moderate income, and there are no low-income tracts. The Non-MSA Nebraska AA has a population of 71 thousand as reported in the 2015 ACS U.S. Census. The Non-MSA Nebraska AA population includes 18 thousand families and 28 thousand households. The AA has 18 percent of families categorized as low-income, 19 percent are moderate income, 23 percent are middle income, and 40 percent are upper income. The median family income is \$61 thousand. The median housing value is \$97 thousand and median gross rent is \$626 per month. The AA has 31.6 thousand housing units, of which 19.5 thousand are owner-occupied, 8.5 thousand are occupied rental units, and 3.6 thousand are reported vacant. The AA has 8 percent of families reported living below the poverty level.

The substantial majority of Home Federal's market and banking activity is located within the Hall County AA. According to the FDIC market share information as of June 30, 2021, Home Federal reported \$277 million in deposits and ranked third out of 17 financial institutions in deposit market share within the Hall County AA, representing ten percent of all deposits in the AA. Management originated \$293 million in loans out of the Hall County AA branches, representing 82 percent of Home Federal's loan originations by dollar, during the evaluation period. While Home Federal holds a large portion of the deposits in Hall County, competition in

the AA is strong. Half of the financial institutions in the AA are large banks and account for one third of the number of branches and 28 percent of total deposits in the area.

Home Federal reported \$50 million in deposits and ranked 20th out of 26 financial institutions in deposit share within the Non-MSA Nebraska AA, representing 1.7 percent of all deposits in the AA. Management originated \$49 million in loans out of the Non-MSA Nebraska AA branches, or 14% of all Home Federal loans originated during the evaluation period by dollar. The remaining 4 percent of loans were originated by Home Federal's loan production office in Lincoln, Nebraska and outside of the AAs. Competition in the Non-MSA Nebraska AA is also strong. Six of the 26 financial institutions in the AA are large banks. Those six large banks represent 34 percent of branches and 28 percent of deposits in the AA.

Examiners relied on community representatives to gain additional insight of the AAs and provide performance context. Representatives from three organizations focused on economic development of Hastings, Grand Island, and Holdrege were interviewed. Community contacts interviewed describe the local economy as stable, with little to no unemployment, and expectations of an expansionary period within the next five years. Significant needs of the communities were identified to be affordable housing, available workforce, workforce housing, and start-up funding for small businesses. Interviewees agreed the financial institutions in the area were receptive to the needs of the community and were not aware of any discriminatory practices by financial institutions in the local area.

Hall County Assessment Area

Table A – Demographic Information of the Assessment Area						
Assessment Area: 2021 Hall County AA						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts)	14	0.0	28.6	28.6	42.9	0.0
Population by Geography	60,792	0.0	35.1	29.3	35.6	0.0
Housing Units by Geography	23,982	0.0	33.3	30.2	36.5	0.0
Owner-Occupied Units by Geography	13,919	0.0	29.3	28.2	42.5	0.0
Occupied Rental Units by Geography	8,514	0.0	40.1	32.7	27.2	0.0
Vacant Units by Geography	1,549	0.0	32.0	34.3	33.6	0.0
Businesses by Geography	4,456	0.0	27.2	31.0	41.8	0.0
Farms by Geography	359	0.0	13.4	10.0	76.6	0.0
Family Distribution by Income Level	14,832	19.7	19.0	23.7	37.6	0.0
Household Distribution by Income Level	22,433	23.7	17.2	21.6	37.6	0.0
Median Family Income MSA - 24260 Grand Island, NE MSA		\$57,552	Median Housing Value			\$127,579
			Median Gross Rent			\$671
			Families Below Poverty Level			11.9%
Source: 2015 ACS and 2021 D&B Data Due to rounding, totals may not equal 100.0% (*) The NA category consists of geographies that have not been assigned an income classification.						

Non-MSA Nebraska Assessment Area

Table A – Demographic Information of the Assessment Area						
Assessment Area: 2021 Non MSA NE AA						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts)	22	0.0	9.1	72.7	18.2	0.0
Population by Geography	71,094	0.0	11.1	66.4	22.5	0.0
Housing Units by Geography	31,649	0.0	9.4	69.0	21.5	0.0
Owner-Occupied Units by Geography	19,511	0.0	7.6	66.2	26.2	0.0
Occupied Rental Units by Geography	8,499	0.0	14.3	71.3	14.4	0.0
Vacant Units by Geography	3,639	0.0	7.9	78.8	13.2	0.0
Businesses by Geography	5,762	0.0	7.1	73.1	19.9	0.0
Farms by Geography	1,148	0.0	2.1	68.1	29.8	0.0
Family Distribution by Income Level	18,250	18.0	19.4	23.0	39.6	0.0
Household Distribution by Income Level	28,010	22.3	17.8	18.4	41.5	0.0
Median Family Income Non-MSAs - NE		\$61,457	Median Housing Value			\$97,201
			Median Gross Rent			\$626
			Families Below Poverty Level			8.4%
Source: 2015 ACS and 2021 D&B Data Due to rounding, totals may not equal 100.0% (*) The NA category consists of geographies that have not been assigned an income classification.						

Scope of Evaluation in Nebraska

Home Federal operates two AAs in the State of Nebraska, Hall County AA and Non-MSA Nebraska AA. The rating for the State of Nebraska is based on a full-scope review of these AAs. Given the majority of Home Federal's deposits and loans originate in the Hall County AA, more weight was given to the bank's performance in this AA.

LENDING TEST

Home Federal's performance under the Lending Test in Nebraska is rated Outstanding.

Conclusions for Area Receiving a Full-Scope Review

Based on a full scope review, Home Federal's lending performance in the State of Nebraska is excellent.

Distribution of Loans by Income Level of the Geography

Home Federal exhibits reasonable geographic distribution of loans in the State of Nebraska.

Non-MSA Nebraska Assessment Area

Home Mortgage Loans

Home Federal reflects excellent geographic distribution of mortgage loans in the Non-MSA Nebraska AA. The bank originated 18.8 percent of its mortgage loans in the Non-MSA Nebraska AA to borrowers in moderate-income tracts. There are no low-income tracts in the AA.

Home Federal's performance exceeds the comparative data for the AA. The demographic and aggregate data for the Non-MSA Nebraska AA indicates 7.6 percent of owner-occupied housing units and 4.5 percent of mortgage loans by financial institutions in the AA are located in moderate-income CTs, respectively.

Refer to Table O in Appendix D for the facts and data used to evaluate the geographic distribution of Home Federal's home mortgage loan originations and purchases.

Consumer Loans

Home Federal reflects excellent geographic distribution of consumer loans in the Non-MSA Nebraska AA. The bank originated 15 percent of the OCC's sample of 20 consumer loans in the Non-MSA Nebraska AA to borrowers in moderate-income CTs.

Home Federal's performance exceeds comparative data for the AA. The demographic data for the Non-MSA Nebraska AA indicates 9.6 percent of households are located in moderate-income CTs. In addition, only 9.1 percent of CTs in the AA are moderate-income.

Refer to Table U in Appendix D for the facts and data used to evaluate the geographic distribution of the bank's consumer loan originations and purchases.

Hall County Assessment Area

Small Loans to Businesses

Home Federal reflects reasonable geographic distribution of small loans to businesses in the Hall County AA. The bank originated 20 percent of the OCC's sample of 20 business loans in the Hall County AA to borrowers in moderate-income CTs.

Home Federal's performance is below comparative data for the AA. The demographic and aggregate data for the Hall County AA indicates 27.2 percent of businesses and 27.5 percent of business loans by financial institutions in the AA are located in moderate-income CT, respectively. While Home Federal's performance is below the comparative data, only one full-service branch is located in a moderate income CT. The other two full-service branches in the Hall County AA are located in and immediately surrounded by middle and upper-income CTs.

Refer to Table Q in Appendix D for the facts and data used to evaluate the geographic distribution of Home Federal's originations and purchases of small loans to businesses.

Distribution of Loans by Income Level of the Borrower

Home Federal exhibits excellent distribution of loans to individuals of different income levels and businesses of different sizes, given the product lines offered by the bank.

Non-MSA Nebraska Assessment Area***Home Mortgage Loans***

Home Federal reflects excellent distribution of home mortgages loans to low- and moderate-income families. The bank originated 13.5 percent and 24 percent of its home mortgage loans to low- and moderate- income borrowers in the Non-MSA Nebraska AA, respectively.

Home Federal's performance significantly exceeds aggregate data for low-income borrowers and exceeds demographic and aggregate data for moderate-income borrowers. The U.S. Census data for the AA reported 18 percent of families as low-income, including 8.4 percent of households living below poverty level, and 19.4 percent of families as moderate income. In comparison, the aggregate data indicates financial institutions in the area originate 5.3 percent and 19.8 percent of home mortgage loans to low-income and moderate-income borrowers, respectively. The aggregate data is compiled from larger financial institutions in the AA who are mandatory Community Reinvestment Act Loan Application Register reporters and is likely to be understated in this AA. When evaluating the market share report, it was determined that less than 25 percent of the institutions operating in the AA would qualify as mandatory reporters and drive the aggregate number. Given this performance context, the demographic data was given more consideration when evaluating the bank's performance for borrower distribution in the Non-MSA Nebraska AA.

Refer to Table P in Appendix D for the facts and data used to evaluate the borrower distribution of Home Federal's home mortgage loan originations and purchases.

Consumer Loans

Home Federal reflects excellent distribution of consumer loans to low- and moderate-income borrowers. The bank originated 25 percent and 35 percent of the OCC's sample of 20 consumer loans in the Non-MSA Nebraska AA to low- and moderate-income borrowers, respectively. Home Federal's performance exceeds the demographic data, which indicates 22.3 percent and 17.8 percent of households in the Non-MSA Nebraska AA are low- and moderate-income, respectively.

Refer to Table V in Appendix D for the facts and data used to evaluate the borrower distribution of the bank's consumer loan originations and purchases.

Hall County Assessment Area***Small Loans to Businesses***

Home Federal reflects excellent distribution of small loans to businesses in the Hall County AA. The bank originated 90 percent of the OCC's sample of 20 business loans in the Hall County AA to small businesses (less than \$1 million in revenue).

Home Federal's performance significantly exceeds demographic and aggregate data. The comparative data indicates 79.5 percent of businesses in the AA are small businesses. The data also indicates 53.3 percent of loans to businesses in the AA are to small businesses.

Refer to Table R in Appendix D for the facts and data used to evaluate the borrower distribution of the bank's originations and purchases of small loans to businesses.

Responses to Complaints

There were no complaints related to Home Federal's CRA performance in the State of Nebraska during the evaluation period.

Appendix A: Scope of Examination

The following table identifies the time period covered in this evaluation, affiliate activities that were reviewed, and loan products considered. The table also reflects the MSAs and non-MSAs that received comprehensive examination review, designated by the term “full-scope,” and those that received a less comprehensive review, designated by the term “limited-scope”.

Time Period Reviewed:	January 1, 2020 – December 31, 2021	
Bank Products Reviewed:	Home mortgage, small business, and consumer loans	
Affiliate(s)	Affiliate Relationship	Products Reviewed
None		
List of Assessment Areas and Type of Examination		
Rating and Assessment Areas	Type of Exam	Other Information
Nebraska		
Hall County AA	Full scope	Weighted 85% based on percentage of deposits
Non-MSA Nebraska	Full scope	Weighted 15% based on percentage of deposits

Appendix B: Summary of MMSA and State Ratings

RATINGS	Home FS&LA of Grand Island
Overall Bank:	Lending Test Rating
Home FS&LA of Grand Island	Outstanding
MMSA or State:	
Nebraska	Outstanding

Appendix C: Definitions and Common Abbreviations

The following terms and abbreviations are used in this performance evaluation, including the CRA tables. The definitions are intended to provide the reader with a general understanding of the terms, not a strict legal definition.

Affiliate: Any company that controls, is controlled by, or is under common control with another company. A company is under common control with another company if the same company directly or indirectly controls both companies. For example, a bank subsidiary is controlled by the bank and is, therefore, an affiliate.

Aggregate Lending (Aggt.): The number of loans originated and purchased by all reporting lenders (HMDA or CRA) in specified income categories as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the state/AA.

Census Tract (CT): A small, relatively permanent statistical subdivision of a county delineated by a local committee of census data users for the purpose of presenting data. Census tracts nest within counties, and their boundaries normally follow visible features, but may follow legal geography boundaries and other non-visible features in some instances, Census tracts ideally contain about 4,000 people and 1,600 housing units.

Combined Statistical Area (CSA): A geographic entity consisting of two or more adjacent Core Based Statistical Areas with employment interchange measures of at least 15. An employment interchange measure is a measure of ties between two adjacent entities. The employment interchange measure is the sum of the percentage of workers living in the smaller entity who work in the larger entity and the percentage of employment in the smaller entity that is accounted for by workers who reside in the larger entity.

Community Development (CD): Affordable housing (including multifamily rental housing) for low- or moderate-income individuals; community services targeted to low- or moderate-income individuals; activities that promote economic development by financing businesses or farms that meet Small Business Administration Development Company or Small Business Investment Company programs size eligibility standards or have gross annual revenues of \$1 million or less; or activities that revitalize or stabilize low- or moderate-income geographies, distressed or underserved nonmetropolitan middle-income geographies, or designated disaster areas.

Community Reinvestment Act (CRA): The statute that requires the OCC to evaluate a bank's record of meeting the credit needs of its entire community, including LMI areas, consistent with the safe and sound operation of the bank, and to take this record into account when evaluating certain corporate applications filed by the bank.

Consumer Loan(s): A loan(s) to one or more individuals for household, family, or other personal expenditures. A consumer loan does not include a home mortgage, small business, or small farm loan. This definition includes the following categories: motor vehicle loans, credit card loans, other secured consumer loans, and other unsecured consumer loans.

Family: Includes a householder and one or more other persons living in the same household who are related to the householder by birth, marriage, or adoption. The number of family households always equals the number of families; however, a family household may also include non-relatives living with the family. Families are classified by type as either a married-couple family or other family, which is further classified into ‘male householder’ (a family with a male householder and no wife present) or ‘female householder’ (a family with a female householder and no husband present).

Full-Scope Review: Performance under the Lending, Investment, and Service Tests is analyzed considering performance context, quantitative factors (e.g., geographic distribution, borrower distribution, and total number and dollar amount of investments), and qualitative factors (e.g., innovativeness, complexity, and responsiveness).

Geography: A census tract delineated by the United States Bureau of the Census in the most recent decennial census.

Home Mortgage Disclosure Act (HMDA): The statute that requires certain mortgage lenders that conduct business or have banking offices in a metropolitan statistical area to file annual summary reports of their mortgage lending activity. The reports include such data as the race, gender, and the income of applicants, the amount of loan requested, the disposition of the application (e.g., approved, denied, and withdrawn), the lien status of the collateral, any requests for preapproval, and loans for manufactured housing.

Home Mortgage Loans: A closed-end mortgage loan or an open-end line of credit as these terms are defined under 12 CFR 1003.2, and that is not an excluded transaction under 12 CFR 1003.3(c)(1) through (c)(10) and (c)(13).

Household: Includes all persons occupying a housing unit. Persons not living in households are classified as living in group quarters. In 100 percent tabulations, the count of households always equals the count of occupied housing units.

Limited-Scope Review: Performance under the Lending, Investment, and Service Tests is analyzed using only quantitative factors (e.g., geographic distribution, borrower distribution, total number and dollar amount of investments, and branch distribution).

Low-Income Individual: Individual income that is less than 50 percent of the area median income.

Low Income Geography: A census tract with a median family income that is less than 50 percent.

Market Share: The number of loans originated and purchased by the institution as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the state/AA.

Median Family Income (MFI): The median income determined by the U.S. Census Bureau every five years and used to determine the income level category of geographies. The median is the point at which half of the families have income above, and half below, a range of incomes.

Also, the median income determined by the Federal Financial Institutions Examination Council (FFIEC) annually that is used to determine the income level category of individuals. For any given area, the median is the point at which half of the families have income above, and half below, a range of incomes.

Metropolitan Division: As defined by Office of Management and Budget, a county or group of counties within a Core Based Statistical Area that contains an urbanized population of at least 2.5 million. A Metropolitan Division consists of one or more main/secondary counties that represent an employment center or centers, plus adjacent counties associated with the main/secondary county or counties through commuting ties.

Metropolitan Statistical Area: An area, defined by the Office of Management and Budget, as a core based statistical area associated with at least one urbanized area that has a population of at least 50,000. The Metropolitan Statistical Area comprises the central county or counties containing the core, plus adjacent outlying counties having a high degree of social and economic integration with the central county or counties as measured through commuting.

Middle-Income: Individual income that is at least 80 percent and less than 120 percent of the area median income, or a median family income that is at least 80 percent and less than 120 percent, in the case of a geography

Moderate-Income: Individual income that is at least 50 percent and less than 80 percent of the area median income, or a median family income that is at least 50 percent and less than 80 percent, in the case of a geography.

Multifamily: Refers to a residential structure that contains five or more units.

Owner-Occupied Units: Includes units occupied by the owner or co-owner, even if the unit has not been fully paid for or is mortgaged.

Qualified Investment: A qualified investment is defined as any lawful investment, deposit, membership share, or grant that has as its primary purpose community development.

Rating Area: A rated area is a state or multi-state metropolitan statistical area. For an institution with domestic branches in only one state, the institution's CRA rating would be the state rating. If an institution maintains domestic branches in more than one state, the institution will receive a rating for each state in which those branches are located. If an institution maintains domestic branches in two or more states within a multi-state metropolitan statistical area, the institution will receive a rating for the multi-state metropolitan statistical area.

Small Loan(s) to Business(es): A loan included in 'loans to small businesses' as defined in the Consolidated Report of Condition and Income (Call Report) instructions. These loans have original amounts of \$1 million or less and typically are either secured by nonfarm or nonresidential real estate or are classified as commercial and industrial loans.

Small Loan(s) to Farm(s): A loan included in 'loans to small farms' as defined in the instructions for preparation of the Consolidated Report of Condition and Income (Call Report).

These loans have original amounts of \$500,000 or less and are either secured by farmland, or are classified as loans to finance agricultural production and other loans to farmers.

Tier 1 Capital: The total of common shareholders' equity, perpetual preferred shareholders' equity with non-cumulative dividends, retained earnings and minority interests in the equity accounts of consolidated subsidiaries.

Upper-Income: Individual income that is at least 120 percent of the area median income, or a median family income that is at least 120 percent, in the case of a geography.

Appendix D: Tables of Performance Data

Content of Standardized Tables

A separate set of tables is provided for each state. All multistate metropolitan statistical areas, if applicable, are presented in one set of tables. References to the “bank” include activities of any affiliates that the bank provided for consideration (refer to appendix A: Scope of the Examination). For purposes of reviewing the Lending Test tables, the following are applicable: (1) purchased are treated as originations; and (2) “aggregate” is the percentage of the aggregate number of reportable loans originated and purchased by all HMDA or CRA-reporting lenders in the MMSA/AA. Deposit data are compiled by the FDIC and are available as of June 30th of each year. Tables without data are not included in this PE.

The following is a listing and brief description of the tables included in each set:

Table O. Assessment Area Distribution of Home Mortgage Loans by Income Category of the Geography - Compares the percentage distribution of the number of loans originated and purchased by the bank in low-, moderate-, middle-, and upper-income geographies to the percentage distribution of owner-occupied housing units throughout those geographies. The table also presents aggregate peer data for the years the data is available.

Table P. Assessment Area Distribution of Home Mortgage Loans by Income Category of the Borrower - Compares the percentage distribution of the number of loans originated and purchased by the bank to low-, moderate-, middle-, and upper-income borrowers to the percentage distribution of families by income level in each MMSA/AA. The table also presents aggregate peer data for the years the data is available.

Table Q. Assessment Area Distribution of Loans to Small Businesses by Income Category of the Geography - The percentage distribution of the number of small loans (less than or equal to \$1 million) to businesses that were originated and purchased by the bank in low-, moderate-, middle-, and upper-income geographies compared to the percentage distribution of businesses (regardless of revenue size) in those geographies. Because aggregate small business data are not available for geographic areas smaller than counties, it may be necessary to compare bank loan data to aggregate data from geographic areas larger than the bank’s AA.

Table R. Assessment Area Distribution of Loans to Small Businesses by Gross Annual Revenue - Compares the percentage distribution of the number of small loans (loans less than or equal to \$1 million) originated and purchased by the bank to businesses with revenues of \$1 million or less to: 1) the percentage distribution of businesses with revenues of greater than \$1 million; and, 2) the percentage distribution of businesses for which revenues are not available. The table also presents aggregate peer small business data for the years the data is available.

- Table S. Assessment Area Distribution of Loans to Farms by Income Category of the Geography** - The percentage distribution of the number of small loans (less than or equal to \$500,000) to farms originated and purchased by the bank in low-, moderate-, middle-, and upper-income geographies compared to the percentage distribution of farms (regardless of revenue size) throughout those geographies. The table also presents aggregate peer data for the years the data is available. Because aggregate small farm data are not available for geographic areas smaller than counties, it may be necessary to use geographic areas larger than the bank's AA.
- Table T. Assessment Area Distribution of Loans to Farms by Gross Annual Revenues** - Compares the percentage distribution of the number of small loans (loans less than or equal to \$500 thousand) originated and purchased by the bank to farms with revenues of \$1 million or less to: 1) the percentage distribution of farms with revenues of greater than \$1 million; and, 2) the percentage distribution of farms for which revenues are not available. The table also presents aggregate peer small farm data for the years the data is available.
- Table U. Assessment Area Distribution of Consumer Loans by Income Category of the Geography** - Compares the percentage distribution of the number of loans originated and purchased by the bank in low-, moderate-, middle-, and upper-income geographies to the percentage distribution of households in those geographies.
- Table V. Assessment Area Distribution of Consumer Loans by Income Category of the Borrower** - Compares the percentage distribution of the number of loans originated and purchased by the bank to low-, moderate-, middle-, and upper-income borrowers to the percentage distribution of households by income level in each MMSA/AA.

Table O: Assessment Area Distribution of Home Mortgage Loans by Income Category of the Geography																			2020-21
Assessment Area:	Total Home Mortgage Loans				Low-Income Tracts			Moderate-Income Tracts			Middle-Income Tracts			Upper-Income Tracts			Not Available-Income Tracts		
	#	\$	% of Total	Overall Market	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate	% of Owner-Occupied Housing Units	% Bank Loans	Aggregate
Non-MSA NE AA	208	38,326	100.0	2,315	0.0	0.0	0.0	7.6	18.8	4.5	66.2	64.4	64.6	26.2	16.8	30.8	0.0	0.0	0.0
Total	208	38,326	100.0	2,315	0.0	0.0	0.0	7.6	18.8	4.5	66.2	64.4	64.6	26.2	16.8	30.8	0.0	0.0	0.0
Source: 2015 ACS; 01/01/2020 - 12/31/2021 Bank Data, 2021 HMDA Aggregate Data, "--" data not available. Due to rounding, totals may not equal 100.0%																			
Home Federal Savings & Loan As (10000703519) excluded from Aggregate																			

Table P: Assessment Area Distribution of Home Mortgage Loans by Income Category of the Borrower																			2020-21
Assessment Area:	Total Home Mortgage Loans				Low-Income Borrowers			Moderate-Income Borrowers			Middle-Income Borrowers			Upper-Income Borrowers			Not Available-Income Borrowers		
	#	\$	% of Total	Overall Market	% Families	% Bank Loans	Aggregate	% Families	% Bank Loans	Aggregate	% Families	% Bank Loans	Aggregate	% Families	% Bank Loans	Aggregate	% Families	% Bank Loans	Aggregate
Non MSA-NE AA	208	38,326	100.0	2,315	18.0	13.5	5.3	19.4	24.0	19.8	23.0	27.4	21.3	39.6	31.3	28.7	0.0	3.8	25.0
Total	208	38,326	100.0	2,315	18.0	13.5	5.3	19.4	24.0	19.8	23.0	27.4	21.3	39.6	31.3	28.7	0.0	3.8	25.0
Source: 2015 ACS; 01/01/2020 - 12/31/2021 Bank Data, 2021 HMDA Aggregate Data, "--" data not available. Due to rounding, totals may not equal 100.0%																			
Home Federal Savings & Loan As (10000703519) excluded from Aggregate																			

The total loan amount presented in the tables for each AA may differ from the total loan amount reported in the aggregate table due to how the underlying loan data is rounded in each table.

Table Q: Assessment Area Distribution of Loans to Small Businesses by Income Category of the Geography **2020-21**

Assessment Area:	Total Loans to Small Businesses				Low-Income Tracts			Moderate-Income Tracts			Middle-Income Tracts			Upper-Income Tracts			Not Available-Income Tracts		
	#	\$	% of Total	Overall Market	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	Aggregate
Hall County AA	20.0	1,241	100.0	1,066	0.0	0.0	0.0	27.2	20.0	27.5	31.0	40.0	24.4	41.8	40.0	46.8	0.0	0.0	1.3
Total	20.0	1,241	100.0	1,066	0.0	0.0	0.0	27.2	20.0	27.5	31.0	40.0	24.4	41.8	40.0	46.8	0.0	0.0	1.4

Source: 2021 D&B Data; 01/01/2020 - 12/31/2021 Bank Data; 2021 CRA Aggregate Data, "--" data not available.
Due to rounding, totals may not equal 100.0%

Home Federal Savings & Loan As (10000703519) excluded from Aggregate

Table R: Assessment Area Distribution of Loans to Small Businesses by Gross Annual Revenues **2020-21**

Assessment Area:	Total Loans to Small Businesses				Businesses with Revenues <= 1MM			Businesses with Revenues > 1MM		Businesses with Revenues Not Available	
	#	\$	% of Total	Overall Market	% Businesses	% Bank Loans	Aggregate	% Businesses	% Bank Loans	% Businesses	% Bank Loans
Hall County AA	20	1,241	100.0	1,066	79.5	90.0	53.3	6.1	5.0	14.4	5.0
Total	20	1,241	100.0	1,066	79.5	90.0	53.3	6.1	5.0	14.4	5.0

Source: 2021 D&B Data; 01/01/2020 - 12/31/2021 Bank Data; 2021 CRA Aggregate Data, "--" data not available.
Due to rounding, totals may not equal 100.0%

Home Federal Savings & Loan As (10000703519) excluded from Aggregate

The total loan amount presented in the tables for each AA may differ from the total loan amount reported in the aggregate table due to how the underlying loan data is rounded in each table.

Table U: Assessment Area Distribution of Consumer Loans by Income Category of the Geography													2020-21
Assessment Area:	Total Consumer Loans			Low-Income Tracts		Moderate-Income Tracts		Middle-Income Tracts		Upper-Income Tracts		Not Available-Income Tracts	
	#	\$	% of Total	% of Households	% Bank Loans	% of Households	% Bank Loans	% of Households	% Bank Loans	% of Households	% Bank Loans	% of Households	% Bank Loans
Non-MSA NE AA	20	410,474	100.0	0.0	0.0	9.6	15.0	67.8	80.0	22.6	5.0	0.0	0.0
Total	20	410,474	100.0	0.0	0.0	9.6	15.0	67.8	80.0	22.6	5.0	0.0	0.0
Source: 2015 ACS; 01/01/2020 - 12/31/2021 Bank Data. Due to rounding, totals may not equal 100.0%													

Table V - Assessment Area Distribution of Consumer Loans by Income Category of the Borrower													2020-21
Assessment Area:	Total Consumer Loans			Low-Income Borrowers		Moderate-Income Borrowers		Middle-Income Borrowers		Upper-Income Borrowers		Not Available-Income Borrowers	
	#	\$	% of Total	% of Households	% Bank Loans	% of Households	% Bank Loans	% of Households	% Bank Loans	% of Households	% Bank Loans	% of Households	% Bank Loans
2021 Non MSA NE AA	20	410,474	100.0	22.3	25.0	17.8	35.0	18.4	30.0	41.5	10.0	0.0	0.0
Total	20	410,474	100.0	22.3	25.0	17.8	35.0	18.4	30.0	41.5	10.0	0.0	0.0
Source: 2015 ACS; 01/01/2020 - 12/31/2020 Bank Data. Due to rounding, totals may not equal 100.0%													

The total loan amount presented in the tables for each AA may differ from the total loan amount reported in the aggregate table due to how the underlying loan data is rounded in each table.