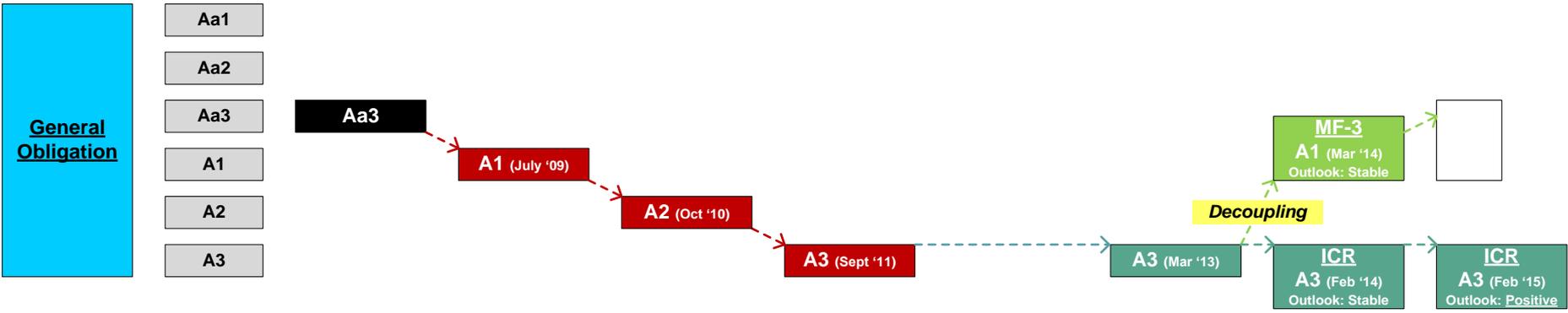
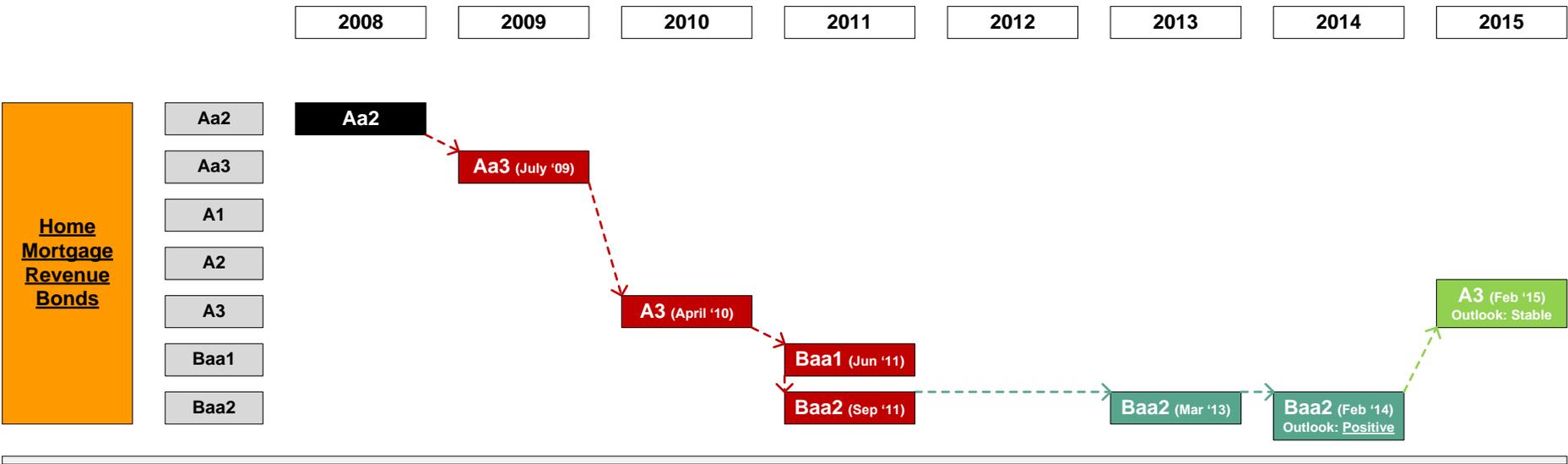


Updates on credit ratings

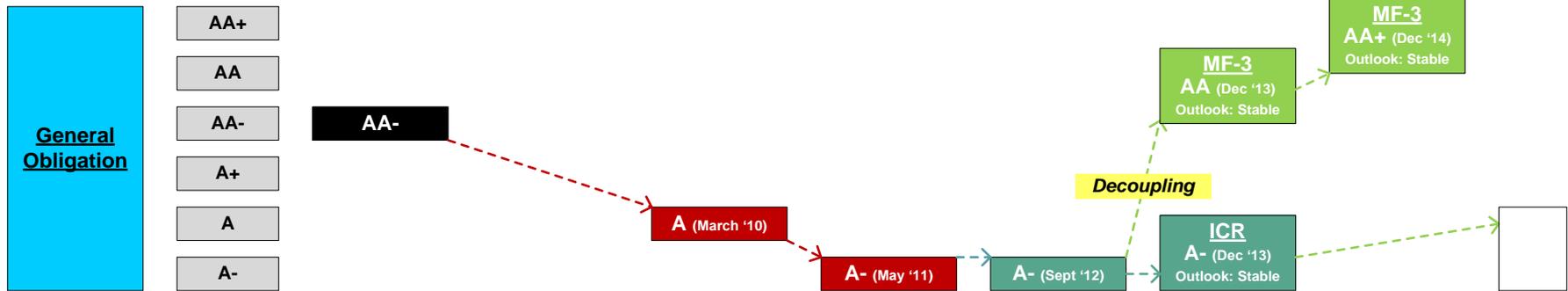
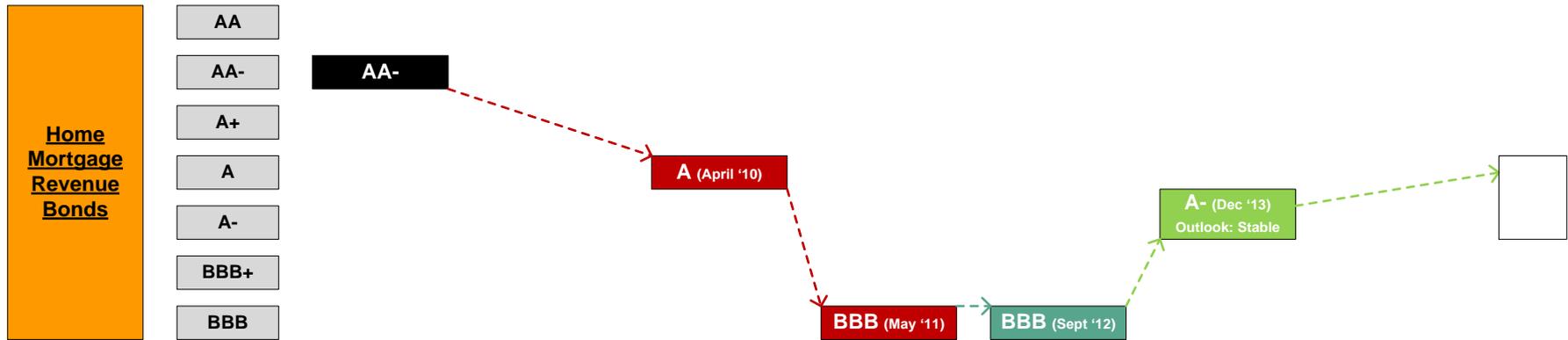
March 17, 2015

History of CalHFA's ratings from Moody's



History of CalHFA's ratings from S&P's

2008 2009 2010 2011 2012 2013 2014 2015



Agenda Item 6 – Single Family Bond Financing Resolution

March 17, 2015

New Financing Strategies

- Today's deliberation:
 - Lending activities financed with issuance of private-activity revenue bonds (mostly tax-exempt bonds)

- May Board meeting: additional resolutions on non-bond financed strategies
 - TBA for single-family lending
 - US Treasury's HUD Risk-Share Program for multifamily lending

Resolution 15-01

- **General**
 - Authorizing bond issuance up to 60 days after the first board meeting on or after March 1, 2016

- **Debt-management bonds**
 - Provides for the deposit and/or pledge of up to \$50,000,000 of Agency assets to additionally secure debt-management bonds (no more than 10% of the refunded bonds)

- **New money bonds**
 - Can create new indentures that are “similar” in forms
 - Restricted to:
 - » MBS (no whole loans)
 - » fixed-rate bonds
 - » no swaps

Agenda Item 7 – Multifamily Bond Financing Resolution

Resolution 15-02

- **General**
 - Authorizing bond issuance up to 60 days after the first board meeting on or after March 1, 2015

- **New money bonds**
 - For non-conduit transactions, restricted to:
 - » FHA risk-share or comparable credit enhancement
 - » fixed-rate bonds
 - » no swaps

Agenda Item 8 – Application to CDLAC

Resolution 15-03

- Homeownership Program
 - authorizes the Agency to apply for up to \$250Mn of private activity bond allocation
 - *(did not apply for volume cap in 2014)*

- Multifamily Program
 - authorizes the Agency to apply for up to \$250Mn of private activity bond allocation
 - *(received \$200Mn carryover allocation in 2014)*

Agenda Item 9 –
Municipalities Continuing Disclosure
Cooperation Initiative (MCDC)

MCDC questionnaire

- Filed on Oct 23, 2014
 - During the past five years, CalHFA has stated in its Official Statements that it has not failed to comply, in any material respect, with any continuing disclosure undertaking entered into pursuant to Rule 15c2-12 of the Securities Exchange Act of 1934.
 - While the Agency believes these statements to be true, we reported the following in the questionnaire:
 - filing late: financial information (3 – 17 days)
 - missed one rating downgrade, but subsequent rating downgrade (3 months later) was reported
 - incorrectly stated rating was downgraded from "Baa2" to "Baa1"
 - did not report bond rating changes resulting from bond insurer rating changes.

Disclosure Policy

- CalHFA has recently adopted formal policies and procedures for all of its disclosure obligations. The procedures and policies are intended to:
 - ensure that the Agency maintains an adequate system of disclosing all information that is required by 15c2-12;
 - satisfy, in a timely manner, all contractual obligations undertaken pursuant to its Continuing Disclosure Agreements;
 - promote best practices regarding all Agency disclosure reporting.