

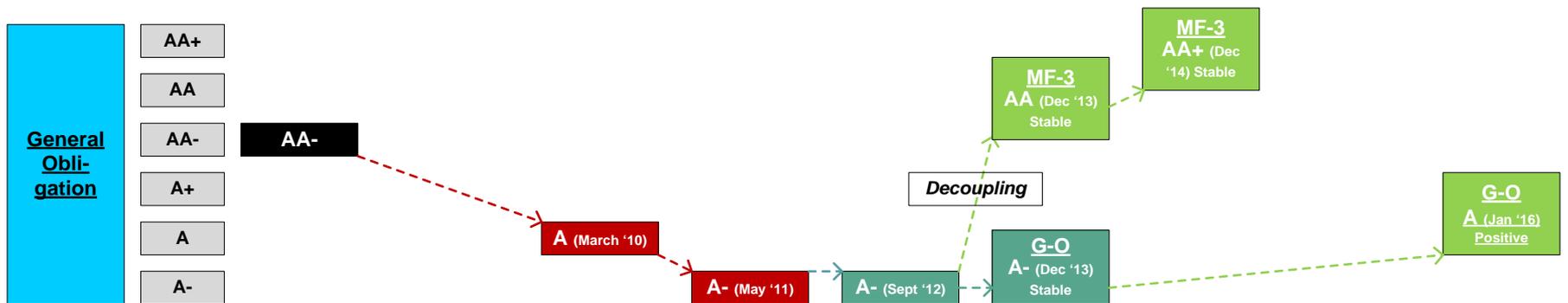
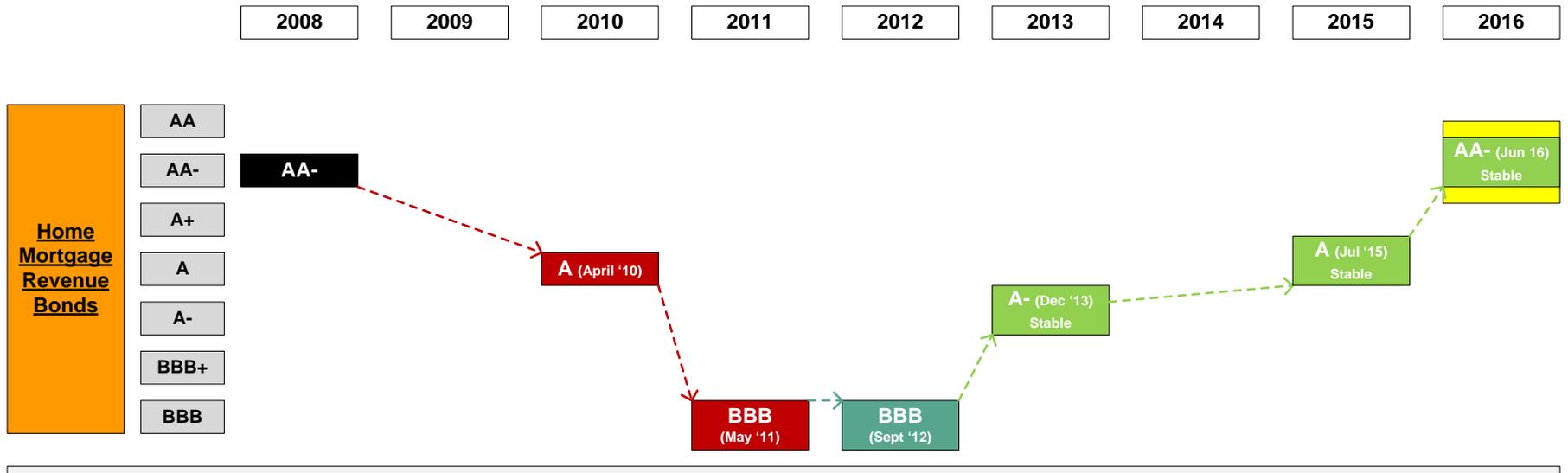
Update on credit ratings

July 13, 2016

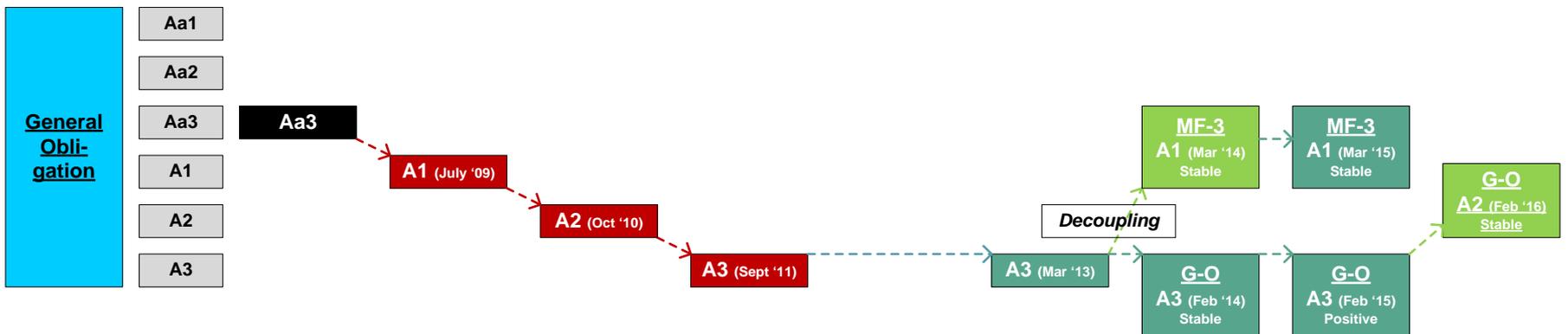
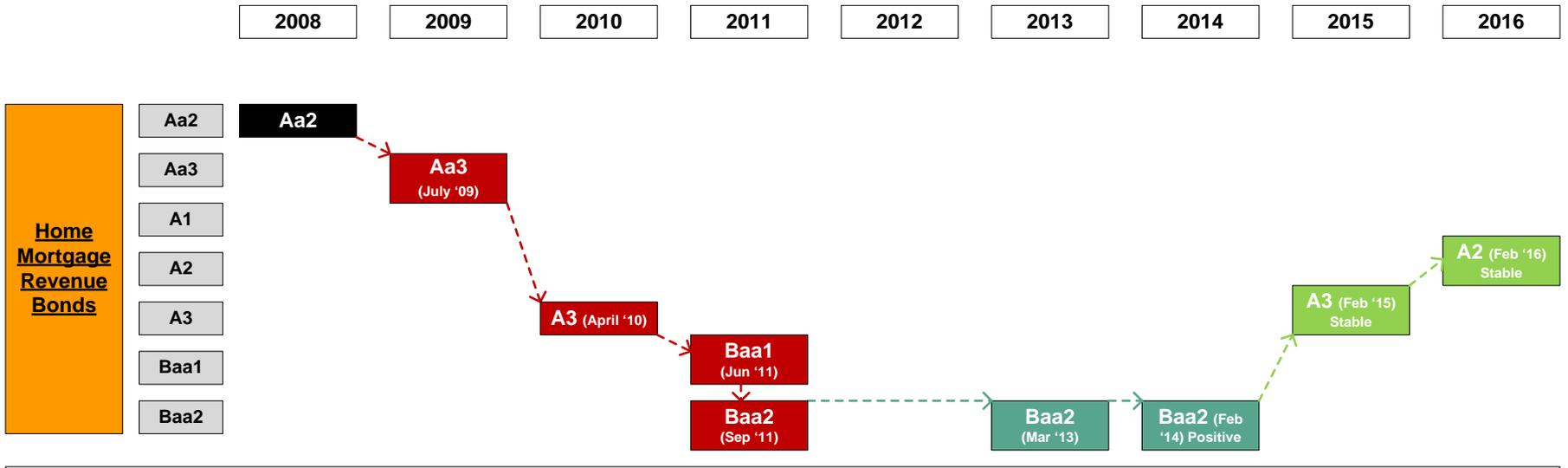
4 credit ratings upgrades in 2016

| | | |
|---------------------------|------------------|----------------|
| ■ <u># of upgrades:</u> | <u>S&P's</u> | <u>Moody's</u> |
| • In 2013: | 2 | - |
| • In 2014: | 1 | 1 |
| • In 2015: | 1 | 1 |
| • In 2016: | 2 | 2 |
| ■ <u>Current ratings:</u> | <u>S&P's</u> | <u>Moody's</u> |
| • General Obligation | A | A2 |
| • Multifamily | AA+ | A1 |
| • Single-family | AA- | A2 |

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



History of CalHFA's ratings from Moody's



Agenda Item 5 –

July 13, 2016

Resolution 16-13

- Provides authorization to enter into agreements with Federal Home Loan Bank of San Francisco for a secured credit facility for financing Fannie Mae and Ginnie Mae mortgage-backed securities, and
 - to perform its obligations under the agreements
 - to borrow each advance
 - to obtain each commitment
 - to pledge any collateral

Resolution 16-13

- The cost effective credit facility will:
 - provide capital/liquidity flexibility
 - expand lending capacity

- FY16-17 Biz Plan includes a mandate to expand working capital via credit facilities

- Expect to draw from the secured credit facility later this year – would be the 1st Housing Associate to borrow from FHLB-SF

Resolution 16-13

- Related documents to be executed
 - Settlement/Transaction Account Agreement
 - Safekeeping Agreement
 - Advances and Security Agreement
 - Certificate of Designated Persons – Wire Transfer Services
 - Resolution and Authorization: Housing Associate Transactions