

CALIFORNIA HOUSING FINANCE AGENCY

FINANCIAL STATEMENT SUMMARY

SEPTEMBER 30, 2014

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Prepared by: Andrea Fulton, Tammy Yu and Sandy Huang

Reviewed by: 
Lori Hamahashi, Comptroller

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**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF NET POSITION
WITH ADDITIONAL COMBINING INFORMATION**

September 30, 2014

ADDITIONAL COMBINING INFORMATION				
	HOMEOWNERSHIP PROGRAMS	MULTIFAMILY RENTAL HOUSING PROGRAMS	OTHER PROGRAMS AND ACCOUNTS	COMBINED TOTALS
ASSETS				
Current assets:				
Cash and cash equivalents	4,650,099.44	22,820.65	49,294,383.78	53,967,303.87
Investments	256,345,072.00	39,688,469.21	722,990,000.00	1,019,023,541.21
Current portion - program loans receivable	68,976,605.58	48,203,790.33	23,314,012.79	140,494,408.70
Interest receivable - Program loans	11,165,278.83	5,341,508.27	16,781,151.69	33,287,938.79
Interest receivable - Investments	1,264,864.18	262,252.71	620,162.13	2,147,279.02
Accounts receivable	8,986,679.16	0.00	3,242,636.40	12,229,315.56
Due from (to) other funds	(6,716,957.71)	(36.25)	6,716,993.96	0.00
Other assets	112,005.04	538,820.39	10,476,454.55	11,127,279.98
Total current assets	344,783,646.52	94,057,625.31	833,435,795.30	1,272,277,067.13
Noncurrent assets:				
Investments	258,574,223.16	58,993,991.13	52,961,976.81	370,530,191.10
Program loans receivable	2,375,145,592.15	745,390,964.35	540,325,693.07	3,660,862,249.57
Due from (to) other funds	0.00	0.00	0.00	0.00
Deferred financing costs	0.00	0.00	0.00	0.00
Other assets	19,051,947.69	0.00	835,281.47	19,887,229.16
Total Noncurrent assets	2,652,771,763.00	804,384,955.48	594,122,951.35	4,051,279,669.83
Total Assets	2,997,555,409.52	898,442,580.79	1,427,558,746.65	5,323,556,736.96
DEFERRED OUTFLOWS OF RESOURCES				
Accumulated decrease in fair value of hedging derivatives.....	0.00	21,937,688.52	2,964,433.79	24,902,122.31
Deferred loss on refunding.....	0.00	641,860.79	0.00	641,860.79
Total Deferred outflows of resources	0.00	22,579,549.31	2,964,433.79	25,543,983.10
LIABILITIES				
Current liabilities:				
Bonds payable	63,524,096.54	23,925,000.00	0.00	87,449,096.54
Notes payable	0.00	0.00	2,286,312.05	2,286,312.05
Interest payable	11,743,655.06	5,675,179.73	6,541,487.12	23,960,321.91
Due to (from) other government entities	(102,653.04)	0.00	2,088,625.23	1,985,972.19
Compensated absences	0.00	0.00	4,162,242.56	4,162,242.56
Deposits and other liabilities	2,547,434.71	82,510.00	236,899,206.75	239,529,151.46
Total current liabilities	77,712,533.27	29,682,689.73	251,977,873.71	359,373,096.71
Noncurrent liabilities:				
Bonds payable	2,624,720,021.19	593,842,869.94	0.00	3,218,562,891.13
Notes payable	0.00	0.00	60,757,413.74	60,757,413.74
Due to (from) other government entities	2,950,585.45	11,122,895.98	22,372,751.00	36,446,232.43
Other liabilities.....	0.00	87,084,777.63	87,429,586.36	174,514,363.99
Unearned revenues.....	0.00	0.00	608,454.99	608,454.99
Total noncurrent liabilities	2,627,670,606.64	692,050,543.55	171,168,206.09	3,490,889,356.28
Total Liabilities	2,705,383,139.91	721,733,233.28	423,146,079.80	3,850,262,452.99
DEFERRED INFLOWS OF RESOURCES				
Accumulated increase in fair value of hedging derivatives.....	0.00	0.00	0.00	0.00
NET POSITION				
Net investment in capital assets	0.00	0.00	785,281.47	785,281.47
Restricted by indenture.....	292,172,269.61	199,288,896.82	0.00	491,461,166.43
Restricted by statute.....	0.00	0.00	1,006,591,819.17	1,006,591,819.17
Total Net position.....	292,172,269.61	199,288,896.82	1,007,377,100.64	1,498,838,267.07

**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
WITH ADDITIONAL COMBINING INFORMATION**

YEAR ENDED SEPTEMBER 30, 2014

	ADDITIONAL COMBINING INFORMATION			
	HOMEOWNERSHIP PROGRAMS	MULTIFAMILY RENTAL HOUSING PROGRAMS	OTHER PROGRAMS AND ACCOUNTS	COMBINED TOTALS
OPERATING REVENUES				
Interest income:				
Program loans and loan agreements -- net.....	34,122,186.36	11,694,559.25	5,082,322.49	50,899,068.10
Interest income - Investments -- net	3,090,106.35	707,001.53	931,889.97	4,728,997.85
Increase (decrease) in fair value of investments	(2,072,652.38)	29,849.37	64,442.49	(1,978,360.52)
Loan commitment fees	0.00	0.00	45,770.00	45,770.00
Other loan fees	3,136.01	686,185.00	4,573,939.51	5,263,260.52
Other revenues	63,234.23	(3,905,075.68)	17,964,230.43	14,122,388.98
Total Operating revenues	35,206,010.57	9,212,519.47	28,662,594.89	73,081,124.93
OPERATING EXPENSES				
Interest	18,295,650.98	5,344,325.88	217,035.56	23,857,012.42
Amortization of bond discount and bond premium	(460,025.18)	27,436.37	0.00	(432,588.81)
Mortgage servicing fees	1,930,120.43	0.00	396.06	1,930,516.49
Provision (reversal) for estimated loan losses	(6,083,716.59)	(33,269.96)	2,135,225.47	(3,981,761.08)
Salaries and General expenses	0.00	0.00	9,992,742.86	9,992,742.86
Other expenses	3,675,157.54	1,334,735.59	16,461,444.81	21,471,337.94
Total Operating expenses	17,357,187.18	6,673,227.88	28,806,844.76	52,837,259.82
Operating income (loss) before transfers	17,848,823.39	2,539,291.59	(144,249.87)	20,243,865.11
Transfers in (out).....	0.00	0.00	0.00	0.00
Transfers (intrafund).....	(20,114,000.00)	0.00	20,114,000.00	0.00
Increase (decrease) in net position.....	(2,265,176.61)	2,539,291.59	19,969,750.13	20,243,865.11
Net position at beginning of year, as restated.....	294,437,446.22	196,749,605.23	987,407,350.51	1,478,594,401.96
Net position at end of year, as restated	292,172,269.61	199,288,896.82	1,007,377,100.64	1,498,838,267.07

**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF CASH FLOWS
WITH ADDITIONAL COMBINING INFORMATION**

YEAR ENDED SEPTEMBER 30, 2014

	ADDITIONAL COMBINING INFORMATION			
	HOMEOWNERSHIP PROGRAMS	MULTIFAMILY RENTAL HOUSING PROGRAMS	OTHER PROGRAMS AND ACCOUNTS	COMBINED TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	34,307,763.53	11,761,467.02	3,769,839.86	49,839,070.41
Payments to suppliers	(2,035,160.54)	(27,387.98)	(2,358,760.81)	(4,421,309.33)
Payments to employees	0.00	0.00	(7,786,833.23)	(7,786,833.23)
Internal activity - payments other funds	0.00	0.00	0.00	0.00
Other receipts (payments)	95,953,377.29	(1,229,369.10)	5,322,590.82	100,046,599.01
Net cash provided by (used in) operating activities	128,225,980.28	10,504,709.94	(1,053,163.36)	137,677,526.86
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intrafund transfers	(20,114,000.00)	0.00	20,114,000.00	0.00
Changes in due to (from) other government entities	9,626.76	0.00	1,956,634.93	1,966,261.69
Net cash provided by (used for) noncapital financing activities	(20,104,373.24)	0.00	22,070,634.93	1,966,261.69
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from sales of bonds	0.00	0.00	0.00	0.00
Payment of bond principal	(17,605,000.00)	(9,606,612.89)	(550,653.24)	(27,762,266.13)
Early bond redemptions	(176,975,308.00)	(22,095,000.00)	0.00	(199,070,308.00)
Interbond transfers	0.00	0.00	0.00	0.00
Interest paid on debt	(34,562,993.01)	(12,803,260.50)	(10,701,225.91)	(58,067,479.42)
Interfund transfers	0.00	0.00	0.00	0.00
Changes in deferred financing costs	0.00	0.00	0.00	0.00
Net cash provided by (used for) capital and related financing activities	(229,143,301.01)	(44,504,873.39)	(11,251,879.15)	(284,900,053.55)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from maturity and sale of investments.....	488,980,636.73	110,966,162.75	109,846,413.37	709,793,212.85
Purchase of investments	(373,429,893.04)	(77,859,427.26)	(105,426,370.86)	(556,715,691.16)
Interest on investments	3,805,505.50	894,655.18	940,296.66	5,640,457.34
Net cash provided by (used for) investing activities	119,356,249.19	34,001,390.67	5,360,339.17	158,717,979.03
Net increase (decrease) in cash and cash equivalents	(1,665,444.78)	1,227.22	15,125,931.59	13,461,714.03
Cash and cash equivalents at beginning of year	6,315,544.22	21,593.43	34,168,452.19	40,505,589.84
Cash and cash equivalents at end of year	4,650,099.44	22,820.65	49,294,383.78	53,967,303.87
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:				
Operating income (loss)	17,848,823.39	2,539,291.59	(144,249.87)	20,243,865.11
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Interest expense on debt	18,295,650.98	5,344,325.88	217,035.56	23,857,012.42
Interest on investments	(3,090,106.35)	(707,001.53)	(931,889.97)	(4,728,997.85)
Changes in fair value of investments.....	2,072,652.38	(29,849.37)	(64,442.49)	1,978,360.52
Amortization of bond discount	7,728.59	1,589.81	0.00	9,318.40
Amortization of deferred losses	0.00	25,846.56	0.00	25,846.56
Amortization of bond premium	(467,753.77)	0.00	0.00	(467,753.77)
Unearned revenue	0.00	0.00	(45,770.00)	(45,770.00)
Depreciation	0.00	0.00	56,991.55	56,991.55
Provision (reversal for estimated loan losses	(6,083,716.59)	(33,269.96)	2,135,225.47	(3,981,761.08)
Provision for yield reduction payments	0.00	0.00	0.00	0.00
Provision for nonmortgage investment excess	(62,336.98)	0.00	0.00	(62,336.98)

**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF CASH FLOWS
WITH ADDITIONAL COMBINING INFORMATION**

YEAR ENDED SEPTEMBER 30, 2014

ADDITIONAL COMBINING INFORMATION			
HOMEOWNERSHIP PROGRAMS	MULTIFAMILY RENTAL HOUSING PROGRAMS	OTHER PROGRAMS AND ACCOUNTS	COMBINED TOTALS
Changes in certain assets and liabilities:			
Purchase of program loans	3,618,828.22	(4,812,733.95)	(13,523,597.14)
Collection of principal from program loans - net	98,158,950.02	8,202,907.42	14,803,357.89
Interest receivable	185,577.17	66,907.77	(1,312,482.63)
Accounts receivable	(1,012,326.42)	0.00	1,253,322.34
Due from (to) other funds	(282,359.52)	(10.73)	282,370.25
Decrease (Increase) in other assets and deferred outflow.....	(60,339.11)	(49,886.69)	2,994,111.59
Compensated absences	0.00	0.00	128,559.49
Deposits and other liab	(903,291.73)	(204,966.06)	5,384,386.72
Due to other governments.....	0.00	0.00	0.00
Unearned revenue	0.00	161,559.20	(12,286,092.12)
Net cash provided by (used for) operating activities	<u>128,225,980.28</u>	<u>10,504,709.94</u>	<u>(1,053,163.36)</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION			
Noncash transfer of program loan to REO.....	(2,259,965.70)	0.00	0.00
	<u>(2,259,965.70)</u>	<u>0.00</u>	<u>(2,259,965.70)</u>

**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF NET POSITION
HOMEOWNERSHIP PROGRAMS**

September 30, 2014

	HOME MORTGAGE REVENUE BONDS	SINGLE FAMILY HOUSING PROGRAM BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS OVERCOLLATERALIZATION	TOTAL HOMEOWNERSHIP PROGRAMS
ASSETS					
Current assets:					
Cash and cash equivalents	4,545,868.26	10,353.19	92,820.74	1,057.25	4,650,099.44
Investments	227,065,872.50	2,411,000.00	24,773,596.63	2,094,602.87	256,345,072.00
Current portion - program loans receivable	58,432,254.10	0.00	8,480,352.53	2,063,998.95	68,976,605.58
Interest receivable - Program loans	9,732,161.06	186,061.94	1,061,169.40	185,886.43	11,165,278.83
Interest receivable - Investments	696,332.86	1,276.89	546,496.59	20,757.84	1,264,864.18
Accounts receivable	8,287,941.22	0.00	656,254.12	42,483.82	8,986,679.16
Due from (to) other funds	(7,037,818.19)	451,393.63	(135,840.94)	5,307.79	(6,716,957.71)
Other assets	98,690.94	0.00	13,314.10	0.00	112,005.04
Total current assets	301,821,302.75	3,060,085.65	35,488,163.17	4,414,094.95	344,783,646.52
Noncurrent assets:					
Investments	74,797,860.54	0.00	177,156,624.50	6,619,738.12	258,574,223.16
Program loans receivable	2,042,180,111.84	32,903,046.02	271,870,218.05	28,192,216.24	2,375,145,592.15
Due from (to) other funds	0.00	0.00	0.00	0.00	0.00
Deferred financing costs	0.00	0.00	0.00	0.00	0.00
Other assets	16,725,640.87	0.00	2,326,306.82	0.00	19,051,947.69
Total Noncurrent assets	2,133,703,613.25	32,903,046.02	451,353,149.37	34,811,954.36	2,652,771,763.00
Total Assets	2,435,524,916.00	35,963,131.67	486,841,312.54	39,226,049.31	2,997,555,409.52
DEFERRED OUTFLOWS OF RESOURCES					
Accumulated decrease in fair value of hedging derivatives	0.00	0.00	0.00	0.00	0.00
Deferred loss on refunding	0.00	0.00	0.00	0.00	0.00
Total Deferred outflows of resources	0.00	0.00	0.00	0.00	0.00
LIABILITIES					
Current liabilities:					
Bonds payable	52,034,096.54	0.00	11,490,000.00	0.00	63,524,096.54
Notes payable	0.00	0.00	0.00	0.00	0.00
Interest payable	9,173,236.44	329,707.50	2,240,711.12	0.00	11,743,655.06
Due to (from) other government entities	(102,653.04)	0.00	0.00	0.00	(102,653.04)
Compensated absences	0.00	0.00	0.00	0.00	0.00
Deposits and other liabilities	2,428,824.31	1,337.19	110,972.10	6,301.11	2,547,434.71
Total current liabilities	63,533,504.25	331,044.69	13,841,683.22	6,301.11	77,712,533.27
Noncurrent liabilities:					
Bonds payable	2,130,932,990.19	40,390,000.00	453,397,031.00	0.00	2,624,720,021.19
Notes payable	0.00	0.00	0.00	0.00	0.00
Due to (from) other government entities	2,950,585.45	0.00	0.00	0.00	2,950,585.45
Other liabilities	0.00	0.00	0.00	0.00	0.00
Unearned revenues	0.00	0.00	0.00	0.00	0.00
Total noncurrent liabilities	2,133,883,575.64	40,390,000.00	453,397,031.00	0.00	2,627,670,606.64
Total Liabilities	2,197,417,079.89	40,721,044.69	467,238,714.22	6,301.11	2,705,383,139.91
DEFERRED INFLOWS OF RESOURCES					
Accumulated increase in fair value of hedging derivatives	0.00	0.00	0.00	0.00	0.00
NET POSITION					
Net investment in capital assets	0.00	0.00	0.00	0.00	0.00
Restricted by indenture	238,107,836.11	(4,757,913.02)	19,602,598.32	39,219,748.20	292,172,269.61
Restricted by statute	0.00	0.00	0.00	0.00	0.00
Total Net position	238,107,836.11	(4,757,913.02)	19,602,598.32	39,219,748.20	292,172,269.61

**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
HOMEOWNERSHIP PROGRAMS**

YEAR ENDED SEPTEMBER 30, 2014

	HOME MORTGAGE REVENUE BONDS	SINGLE FAMILY HOUSING PROGRAM BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS OVERCOLLATERALIZATION	TOTAL HOMEOWNERSHIP PROGRAMS
OPERATING REVENUES					
Interest income:					
Program loans and loan agreements -- net.....	29,849,271.81	457,253.09	3,257,724.57	557,936.89	34,122,186.36
Interest income - Investments -- net	1,242,974.94	1,277.34	1,785,042.55	60,811.52	3,090,106.35
Increase (decrease) in fair value of investments	(572,957.62)	0.00	(1,453,644.85)	(46,049.91)	(2,072,652.38)
Loan commitment fees	0.00	0.00	0.00	0.00	0.00
Other loan fees	2,651.54	0.00	484.47	0.00	3,136.01
Other revenues	63,228.71	0.00	5.52	0.00	63,234.23
Total Operating revenues	30,585,169.38	458,530.43	3,589,612.26	572,698.50	35,206,010.57
OPERATING EXPENSES					
Interest	13,966,368.64	494,561.25	3,834,721.09	0.00	18,295,650.98
Amortization of bond discount and bond premium	(460,025.18)	0.00	0.00	0.00	(460,025.18)
Mortgage servicing fees	1,702,115.80	0.00	211,050.08	16,954.55	1,930,120.43
Provision (reversal) for estimated loan losses	(5,666,728.23)	30,720.62	(441,062.69)	(6,646.29)	(6,083,716.59)
Salaries and General expenses	0.00	0.00	0.00	0.00	0.00
Other expenses	2,977,042.17	1,337.19	696,778.18	0.00	3,675,157.54
Total Operating expenses	12,518,773.20	526,619.06	4,301,486.66	10,308.26	17,357,187.18
Operating income (loss) before transfers	18,066,396.18	(68,088.63)	(711,874.40)	562,390.24	17,848,823.39
Transfers in (out).....	0.00	0.00	0.00	0.00	0.00
Transfers (intrafund).....	(20,114,000.00)	0.00	3,555,618.50	(3,555,618.50)	(20,114,000.00)
Increase (decrease) in net position.....	(2,047,603.82)	(68,088.63)	2,843,744.10	(2,993,228.26)	(2,265,176.61)
Net position at beginning of year, as restated.....	240,155,439.93	(4,689,824.39)	16,758,854.22	42,212,976.46	294,437,446.22
Net position at end of year, as restated	238,107,836.11	(4,757,913.02)	19,602,598.32	39,219,748.20	292,172,269.61

**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF CASH FLOWS
HOMEOWNERSHIP PROGRAMS**

YEAR ENDED SEPTEMBER 30, 2014

	HOME MORTGAGE REVENUE BONDS	SINGLE FAMILY HOUSING PROGRAM BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS OVERCOLLATERALIZATION	TOTAL HOMEOWNERSHIP PROGRAMS
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	30,059,836.76	387,367.67	3,306,937.85	553,621.25	34,307,763.53
Payments to suppliers	(1,797,686.44)	(1,337.19)	(219,509.71)	(16,627.20)	(2,035,160.54)
Payments to employees	0.00	0.00	0.00	0.00	0.00
Internal activity - payments other funds	0.00	0.00	0.00	0.00	0.00
Other receipts (payments)	83,616,136.41	1,067,280.44	9,601,086.62	1,668,873.82	95,953,377.29
Net cash provided by (used in) operating activities	111,878,286.73	1,453,310.92	12,688,514.76	2,205,867.87	128,225,980.28
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Intrafund transfers	(20,114,000.00)	0.00	3,555,618.50	(3,555,618.50)	(20,114,000.00)
Changes in due to (from) other government entities	9,626.76	0.00	0.00	0.00	9,626.76
Net cash provided by (used for) noncapital financing activities	(20,104,373.24)	0.00	3,555,618.50	(3,555,618.50)	(20,104,373.24)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from sales of bonds	0.00	0.00	0.00	0.00	0.00
Payment of bond principal	(13,770,000.00)	0.00	(3,835,000.00)	0.00	(17,605,000.00)
Early bond redemptions	(144,095,000.00)	0.00	(32,880,308.00)	0.00	(176,975,308.00)
Interbond transfers	0.00	0.00	0.00	0.00	0.00
Interest paid on debt	(28,908,865.03)	(989,122.50)	(4,665,005.48)	0.00	(34,562,993.01)
Interfund transfers	0.00	0.00	0.00	0.00	0.00
Changes in deferred financing costs	0.00	0.00	0.00	0.00	0.00
Net cash provided by (used for) capital and related financing activities	(186,773,865.03)	(989,122.50)	(41,380,313.48)	0.00	(229,143,301.01)
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from maturity and sale of investments.....	391,593,166.74	1,053,000.00	93,225,041.53	3,109,428.46	488,980,636.73
Purchase of investments	(299,996,636.55)	(1,517,000.00)	(70,093,653.62)	(1,822,602.87)	(373,429,893.04)
Interest on investments	1,922,426.98	763.16	1,820,622.19	61,693.17	3,805,505.50
Net cash provided by (used for) investing activities	93,518,957.17	(463,236.84)	24,952,010.10	1,348,518.76	119,356,249.19
Net increase (decrease) in cash and cash equivalents	(1,480,994.37)	951.58	(184,170.12)	(1,231.87)	(1,665,444.78)
Cash and cash equivalents at beginning of year	6,026,862.63	9,401.61	276,990.86	2,289.12	6,315,544.22
Cash and cash equivalents at end of year	4,545,868.26	10,353.19	92,820.74	1,057.25	4,650,099.44
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:					
Operating income (loss)	18,066,396.18	(68,088.63)	(711,874.40)	562,390.24	17,848,823.39
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Interest expense on debt	13,966,368.64	494,561.25	3,834,721.09	0.00	18,295,650.98
Interest on investments	(1,242,974.94)	(1,277.34)	(1,785,042.55)	(60,811.52)	(3,090,106.35)
Changes in fair value of investments.....	572,957.62	0.00	1,453,644.85	46,049.91	2,072,652.38
Amortization of bond discount	7,728.59	0.00	0.00	0.00	7,728.59
Amortization of deferred losses	0.00	0.00	0.00	0.00	0.00
Amortization of bond premium	(467,753.77)	0.00	0.00	0.00	(467,753.77)
Unearned revenue	0.00	0.00	0.00	0.00	0.00
Depreciation	0.00	0.00	0.00	0.00	0.00
Provision (reversal for estimated loan losses	(5,666,728.23)	30,720.62	(441,062.69)	(6,646.29)	(6,083,716.59)
Provision for yield reduction payments	0.00	0.00	0.00	0.00	0.00
Provision for nonmortgage investment excess	(62,336.98)	0.00	0.00	0.00	(62,336.98)

**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF CASH FLOWS
HOMEOWNERSHIP PROGRAMS**

YEAR ENDED SEPTEMBER 30, 2014

	HOME MORTGAGE REVENUE BONDS	SINGLE FAMILY HOUSING PROGRAM BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS OVERCOLLATERALIZATION	TOTAL HOMEOWNERSHIP PROGRAMS
Changes in certain assets and liabilities:					
Purchase of program loans	3,111,600.85	0.00	507,227.37	0.00	3,618,828.22
Collection of principal from program loans - net	85,998,844.87	856,141.86	10,572,439.71	731,523.58	98,158,950.02
Interest receivable	210,564.95	(69,885.42)	49,213.28	(4,315.64)	185,577.17
Accounts receivable	(1,009,155.75)	0.00	(58,570.26)	55,399.59	(1,012,326.42)
Due from (to) other funds	(628,526.01)	211,138.58	(746,922.74)	881,950.65	(282,359.52)
Decrease(Increase) in other assets and deferred outflow	(65,337.11)	0.00	4,998.00	0.00	(60,339.11)
Compensated absences	0.00	0.00	0.00	0.00	0.00
Deposits and other liab	(913,362.18)	0.00	9,743.10	327.35	(903,291.73)
Due to other governments.....	0.00	0.00	0.00	0.00	0.00
Unearned revenue	0.00	0.00	0.00	0.00	0.00
Net cash provided by (used for) operating activities	<u>111,878,286.73</u>	<u>1,453,310.92</u>	<u>12,688,514.76</u>	<u>2,205,867.87</u>	<u>128,225,980.28</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION					
Noncash transfer of Prog. loan to REO.....	(1,822,404.20)	0.00	(437,561.50)	0.00	(2,259,965.70)

**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF NET POSITION
MULTIFAMILY RENTAL HOUSING PROGRAMS**

September 30, 2014

	MULTIFAMILY LOAN PURCHASE BONDS	MULTIFAMILY HOUSING REVENUE BONDS III	MULTIFAMILY HOUSING PROGRAM BONDS	AFFORDABLE MULTIFAMILY HOUSING REVENUE BONDS	MULTIFAMILY RESIDENTIAL MORTGAGE REVENUE BONDS	TOTAL MULTIFAMILY RENTAL HOUSING PROGRAMS
ASSETS						
Current assets:						
Cash and cash equivalents	68.60	21,741.02	910.25	0.00	100.78	22,820.65
Investments	241,182.00	26,882,899.55	2,163,000.00	7,057,645.34	3,343,742.32	39,688,469.21
Current portion - program loans receivable	2,200,000.00	43,305,309.51	1,424,472.72	1,024,008.09	250,000.01	48,203,790.33
Interest receivable - Program loans	0.00	3,249,531.87	1,603,025.07	229,393.27	259,558.06	5,341,508.27
Interest receivable - Investments	8.56	139,437.56	1,108.86	120,507.81	1,189.92	262,252.71
Accounts receivable	0.00	0.00	0.00	0.00	0.00	0.00
Due from (to) other funds	(36.25)	0.00	0.00	0.00	0.00	(36.25)
Other assets	0.00	347,888.50	0.00	70,805.67	120,126.22	538,820.39
Total current assets	2,441,222.91	73,946,808.01	5,192,516.90	8,502,360.18	3,974,717.31	94,057,625.31
Noncurrent assets:						
Investments	0.00	21,378,801.10	0.00	37,615,190.03	0.00	58,993,991.13
Program loans receivable	505,159.05	618,237,331.11	20,290,497.72	52,353,923.57	54,004,052.90	745,390,964.35
Due from (to) other funds	0.00	0.00	0.00	0.00	0.00	0.00
Deferred financing costs	0.00	0.00	0.00	0.00	0.00	0.00
Other assets.....	0.00	0.00	0.00	0.00	0.00	0.00
Total Noncurrent assets	505,159.05	639,616,132.21	20,290,497.72	89,969,113.60	54,004,052.90	804,384,955.48
Total Assets	2,946,381.96	713,562,940.22	25,483,014.62	98,471,473.78	57,978,770.21	898,442,580.79
DEFERRED OUTFLOWS OF RESOURCES						
Accumulated decrease in fair value of hedging derivatives	0.00	21,937,688.52	0.00	0.00	0.00	21,937,688.52
Deferred loss on refunding.....	0.00	641,860.79	0.00	0.00	0.00	641,860.79
Total Deferred outflows of resources	0.00	22,579,549.31	0.00	0.00	0.00	22,579,549.31
LIABILITIES						
Current liabilities:						
Bonds payable	0.00	15,665,000.00	0.00	1,770,000.00	6,490,000.00	23,925,000.00
Notes payable	0.00	0.00	0.00	0.00	0.00	0.00
Interest payable	17,516.28	5,001,555.95	0.00	342,896.00	313,211.50	5,675,179.73
Due to (from) other government entities	0.00	0.00	0.00	0.00	0.00	0.00
Compensated absences	0.00	0.00	0.00	0.00	0.00	0.00
Deposits and other liabilities	98.80	80,977.88	0.00	716.66	716.66	82,510.00
Total current liabilities	17,615.08	20,747,533.83	0.00	2,113,612.66	6,803,928.16	29,682,689.73
Noncurrent liabilities:						
Bonds payable	2,931,990.03	453,020,879.91	0.00	86,910,000.00	50,980,000.00	593,842,869.94
Notes payable	0.00	0.00	0.00	0.00	0.00	0.00
Due to (from) other government entities	0.00	11,122,895.98	0.00	0.00	0.00	11,122,895.98
Other liabilities.....	0.00	87,084,777.63	0.00	0.00	0.00	87,084,777.63
Unearned revenues.....	0.00	0.00	0.00	0.00	0.00	0.00
Total noncurrent liabilities	2,931,990.03	551,228,553.52	0.00	86,910,000.00	50,980,000.00	692,050,543.55
Total Liabilities	2,949,605.11	571,976,087.35	0.00	89,023,612.66	57,783,928.16	721,733,233.28
DEFERRED INFLOWS OF RESOURCES						
Accumulated increase in fair value of hedging derivatives.....	0.00	0.00	0.00	0.00	0.00	0.00
NET POSITION						
Net investment in capital assets	0.00	0.00	0.00	0.00	0.00	0.00
Restricted by indenture.....	(3,223.15)	164,166,402.18	25,483,014.62	9,447,861.12	194,842.05	199,288,896.82
Restricted by statute.....	0.00	0.00	0.00	0.00	0.00	0.00
Total Net position.....	(3,223.15)	164,166,402.18	25,483,014.62	9,447,861.12	194,842.05	199,288,896.82

**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
MULTIFAMILY RENTAL HOUSING PROGRAMS**

YEAR ENDED SEPTEMBER 30, 2014

	MULTIFAMILY LOAN PURCHASE BONDS	MULTIFAMILY HOUSING REVENUE BONDS III	MULTIFAMILY HOUSING PROGRAM BONDS	AFFORDABLE MULTIFAMILY HOUSING REVENUE BONDS	MULTIFAMILY RESIDENTIAL MORTGAGE REVENUE BONDS	TOTAL MULTIFAMILY RENTAL HOUSING PROGRAMS
OPERATING REVENUES						
Interest income:						
Program loans and loan agreements -- net.....	45,383.49	9,817,078.84	381,619.30	733,634.28	716,843.34	11,694,559.25
Interest income - Investments -- net	0.74	341,519.71	1,108.86	362,129.17	2,243.05	707,001.53
Increase (decrease) in fair value of investments	0.00	(60,763.03)	0.00	90,612.40	0.00	29,849.37
Loan commitment fees	0.00	0.00	0.00	0.00	0.00	0.00
Other loan fees	0.00	686,185.00	0.00	0.00	0.00	686,185.00
Other revenues	0.00	(3,905,075.68)	0.00	0.00	0.00	(3,905,075.68)
Total Operating revenues	45,384.23	6,878,944.84	382,728.16	1,186,375.85	719,086.39	9,212,519.47
OPERATING EXPENSES						
Interest	45,166.88	4,280,177.75	0.00	515,156.00	503,825.25	5,344,325.88
Amortization of bond discount and bond premium	0.00	27,436.37	0.00	0.00	0.00	27,436.37
Mortgage servicing fees	0.00	0.00	0.00	0.00	0.00	0.00
Provision (reversal) for estimated loan losses	0.00	(9,986.53)	(13,089.56)	447.70	(10,641.57)	(33,269.96)
Salaries and General expenses	0.00	0.00	0.00	0.00	0.00	0.00
Other expenses	217.35	849,690.84	0.00	261,713.66	223,113.74	1,334,735.59
Total Operating expenses	45,384.23	5,147,318.43	(13,089.56)	777,317.36	716,297.42	6,673,227.88
Operating income (loss) before transfers	0.00	1,731,626.41	395,817.72	409,058.49	2,788.97	2,539,291.59
Transfers in (out).....	0.00	0.00	0.00	0.00	0.00	0.00
Transfers (intrafund).....	0.00	0.00	0.00	0.00	0.00	0.00
Increase (decrease) in net position.....	0.00	1,731,626.41	395,817.72	409,058.49	2,788.97	2,539,291.59
Net position at beginning of year, as restated.....	(3,223.15)	162,434,775.77	25,087,196.90	9,038,802.63	192,053.08	196,749,605.23
Net position at end of year, as restated	(3,223.15)	164,166,402.18	25,483,014.62	9,447,861.12	194,842.05	199,288,896.82

**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF NET POSITION
OTHER PROGRAMS AND ACCOUNTS**

September 30, 2014

	HOUSING ASSISTANCE TRUST	CONTRACT ADMINISTRATION PROGRAMS	SUPPLEMENTARY BOND SECURITY ACCOUNT	EMERGENCY RESERVE ACCOUNT	LOAN SERVICING	CITIGROUP GLOBAL MARKETS	OPERATING ACCOUNT	TOTAL OTHER PROGRAMS AND ACCOUNTS
ASSETS								
Current assets:								
Cash and cash equivalents	6,051,438.22	9,683,037.27	6.38	135.15	28,906,100.36	98,518.99	4,555,147.41	49,294,383.78
Investments	136,147,000.00	310,658,000.00	16,162,000.00	32,188,000.00	210,243,000.00	0.00	17,592,000.00	722,990,000.00
Current portion - program loans receivable	20,497,573.93	581,717.06	0.00	0.00	0.00	2,234,721.80	0.00	23,314,012.79
Interest receivable - Program loans	1,604,317.68	14,882,757.02	0.00	0.00	0.00	294,076.99	0.00	16,781,151.69
Interest receivable - Investments	269,455.24	185,110.84	9,380.97	19,017.97	126,147.91	0.00	11,049.20	620,162.13
Accounts receivable	120,966.31	0.00	0.00	93,295.22	2,612,919.47	0.00	415,455.40	3,242,636.40
Due from (to) other funds	214,290.81	1,753,165.13	9,910,232.76	0.00	(6,216,497.97)	(69.52)	1,055,872.75	6,716,993.96
Other assets	10,429,095.73	0.00	0.00	0.00	0.00	0.00	47,358.82	10,476,454.55
Total current assets	175,334,137.92	337,743,787.32	26,081,620.11	32,300,448.34	235,671,669.77	2,627,248.26	23,676,883.58	833,435,795.30
Noncurrent assets:								
Investments	52,961,976.81	0.00	0.00	0.00	0.00	0.00	0.00	52,961,976.81
Program loans receivable	142,743,212.42	336,881,491.71	0.00	0.00	0.00	60,700,988.94	0.00	540,325,693.07
Due from (to) other funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deferred financing costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other assets	50,000.00	0.00	0.00	0.00	0.00	0.00	785,281.47	835,281.47
Total Noncurrent assets	195,755,189.23	336,881,491.71	0.00	0.00	0.00	60,700,988.94	785,281.47	594,122,951.35
Total Assets	371,089,327.15	674,625,279.03	26,081,620.11	32,300,448.34	235,671,669.77	63,328,237.20	24,462,165.05	1,427,558,746.65
DEFERRED OUTFLOWS OF RESOURCES								
Accumulated decrease in fair value of hedging derivatives.....	2,964,433.79	0.00	0.00	0.00	0.00	0.00	0.00	2,964,433.79
Deferred loss on refunding.....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Deferred outflows of resources	2,964,433.79	0.00	0.00	0.00	0.00	0.00	0.00	2,964,433.79
LIABILITIES								
Current liabilities:								
Bonds payable	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Notes payable	0.00	0.00	0.00	0.00	0.00	2,286,312.05	0.00	2,286,312.05
Interest payable	6,198,929.01	0.00	0.00	0.00	0.00	342,558.11	0.00	6,541,487.12
Due to (from) other government entities	0.00	684,613.72	0.00	0.00	0.00	0.00	1,404,011.51	2,088,625.23
Compensated absences	0.00	0.00	0.00	0.00	0.00	0.00	4,162,242.56	4,162,242.56
Deposits and other liabilities	8,351.75	2,288,981.33	0.00	0.00	229,076,097.16	0.00	5,525,776.51	236,899,206.75
Total current liabilities	6,207,280.76	2,973,595.05	0.00	0.00	229,076,097.16	2,628,870.16	11,092,030.58	251,977,873.71
Noncurrent liabilities:								
Bonds payable	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Notes payable	0.00	0.00	0.00	0.00	0.00	60,757,413.74	0.00	60,757,413.74
Due to (from) other government entities	0.00	0.00	0.00	0.00	0.00	0.00	22,372,751.00	22,372,751.00
Other liabilities.....	87,429,586.36	0.00	0.00	0.00	0.00	0.00	0.00	87,429,586.36
Unearned revenues.....	0.00	0.00	0.00	0.00	0.00	0.00	608,454.99	608,454.99
Total noncurrent liabilities	87,429,586.36	0.00	0.00	0.00	0.00	60,757,413.74	22,981,205.99	171,168,206.09
Total Liabilities	93,636,867.12	2,973,595.05	0.00	0.00	229,076,097.16	63,386,283.90	34,073,236.57	423,146,079.80
DEFERRED INFLOWS OF RESOURCES								
Accumulated increase in fair value of hedging derivatives.....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
NET POSITION								
Net investment in capital assets	0.00	0.00	0.00	0.00	0.00	0.00	785,281.47	785,281.47
Restricted by indenture.....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Restricted by statute.....	280,416,893.82	671,651,683.98	26,081,620.11	32,300,448.34	6,595,572.61	(58,046.70)	(10,396,352.99)	1,006,591,819.17
Total Net position.....	280,416,893.82	671,651,683.98	26,081,620.11	32,300,448.34	6,595,572.61	(58,046.70)	(9,611,071.52)	1,007,377,100.64

**CALIFORNIA HOUSING FINANCE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
OTHER PROGRAMS AND ACCOUNTS**

YEAR ENDED SEPTEMBER 30, 2014

	HOUSING ASSISTANCE TRUST	CONTRACT ADMINISTRATION PROGRAMS	SUPPLEMENTARY BOND SECURITY ACCOUNT	EMERGENCY RESERVE ACCOUNT	LOAN SERVICING	CITIGROUP GLOBAL MARKETS	OPERATING ACCOUNT	TOTAL OTHER PROGRAMS AND ACCOUNTS
OPERATING REVENUES								
Interest income:								
Program loans and loan agreements -- net.....	2,952,600.84	2,129,721.65	0.00	0.00	0.00	0.00	0.00	5,082,322.49
Interest income - Investments -- net	701,378.48	184,472.61	15,400.73	19,017.97	570.98	0.00	11,049.20	931,889.97
Increase (decrease) in fair value of investments	64,442.49	0.00	0.00	0.00	0.00	0.00	0.00	64,442.49
Loan commitment fees	0.00	0.00	0.00	0.00	0.00	0.00	45,770.00	45,770.00
Other loan fees	1,126,983.84	0.00	0.00	0.00	1,087,524.34	0.00	2,359,431.33	4,573,939.51
Other revenues	2,989,924.47	26,835.95	0.00	0.00	14,831,032.90	0.00	116,437.11	17,964,230.43
Total Operating revenues	7,835,330.12	2,341,030.21	15,400.73	19,017.97	15,919,128.22	0.00	2,532,687.64	28,662,594.89
OPERATING EXPENSES								
Interest	217,035.56	0.00	0.00	0.00	0.00	0.00	0.00	217,035.56
Amortization of bond discount and bond premium	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Mortgage servicing fees	396.06	0.00	0.00	0.00	0.00	0.00	0.00	396.06
Provision (reversal) for estimated loan losses	(214,882.10)	2,351,293.76	0.00	0.00	0.00	(1,186.19)	0.00	2,135,225.47
Salaries and General expenses	0.00	0.00	0.00	0.00	0.00	0.00	9,992,742.86	9,992,742.86
Other expenses	180,673.78	615,782.34	0.00	0.00	15,258,269.59	0.00	406,719.10	16,461,444.81
Total Operating expenses	183,223.30	2,967,076.10	0.00	0.00	15,258,269.59	(1,186.19)	10,399,461.96	28,806,844.76
Operating income (loss) before transfers	7,652,106.82	(626,045.89)	15,400.73	19,017.97	660,858.63	1,186.19	(7,866,774.32)	(144,249.87)
Transfers in (out).....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Transfers (intrafund).....	13,603,000.00	0.00	0.00	0.00	0.00	0.00	6,511,000.00	20,114,000.00
Increase (decrease) in net position.....	21,255,106.82	(626,045.89)	15,400.73	19,017.97	660,858.63	1,186.19	(1,355,774.32)	19,969,750.13
Net position at beginning of year, as restated.....	259,161,787.00	672,277,729.87	26,066,219.38	32,281,430.37	5,934,713.98	(59,232.89)	(8,255,297.20)	987,407,350.51
Net position at end of year, as restated	280,416,893.82	671,651,683.98	26,081,620.11	32,300,448.34	6,595,572.61	(58,046.70)	(9,611,071.52)	1,007,377,100.64

