

CALIFORNIA HOUSING FINANCE AGENCY

FINANCIAL STATEMENT SUMMARY

DECEMBER 31, 2014

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

December 31, 2014

	ADDITIONAL COMBINING INFORMATION			
	HOMEOWNERSHIP PROGRAMS	MULTIFAMILY RENTAL HOUSING PROGRAMS	OTHER PROGRAMS AND ACCOUNTS	COMBINED TOTALS
ASSETS				
Current assets:				
Cash and cash equivalents	6,009,783.84	266,717.89	38,102,944.12	44,379,445.85
Investments	311,323,115.55	44,454,401.76	748,913,000.00	1,104,690,517.31
Current portion - program loans receivable	67,521,800.46	58,321,439.47	19,758,692.85	145,601,932.78
Interest receivable - Program loans	10,965,520.22	5,318,274.04	16,117,028.96	32,400,823.22
Interest receivable - Investments	1,712,890.41	407,893.34	657,502.26	2,778,286.01
Accounts receivable	6,274,575.92	0.00	3,620,026.48	9,894,602.40
Due from (to) other funds	(4,516,084.67)	(28.51)	4,516,113.18	0.00
Other assets	37,428.88	460,294.66	14,276,924.70	14,774,648.24
Total current assets	399,329,030.61	109,228,992.65	845,962,232.55	1,354,520,255.81
Noncurrent assets:				
Investments	245,062,740.35	60,704,816.00	52,958,945.03	358,726,501.38
Program loans receivable	2,271,202,474.38	734,164,312.02	524,787,972.39	3,530,154,758.79
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	16,235,621.33	0.00	793,259.50	17,028,880.83
Total Noncurrent assets	2,532,500,836.06	794,869,128.02	578,540,176.92	3,905,910,141.00
Total Assets	2,931,829,866.67	904,098,120.67	1,424,502,409.47	5,260,430,396.81
DEFERRED OUTFLOWS OF RESOURCES				
Accumulated decrease in fair value of hedging derivatives.....	0.00	24,135,149.91	3,085,637.10	27,220,787.01
Deferred loss on refunding.....	0.00	625,306.32	0.00	625,306.32
Total Deferred outflows of resources	0.00	24,760,456.23	3,085,637.10	27,846,093.33
LIABILITIES				
Current liabilities:				
Bonds payable	49,094,746.64	16,320,000.00	0.00	65,414,746.64
Notes payable	0.00	0.00	2,303,787.81	2,303,787.81
Interest payable	25,943,141.33	12,860,960.59	15,844,679.29	54,648,781.21
Due to (from) other government entities	(119,717.17)	0.00	1,027,380.33	907,663.16
Compensated absences	0.00	0.00	4,070,893.00	4,070,893.00
Deposits and other liabilities	3,123,829.03	213,203.26	224,967,298.86	228,304,331.15
Total current liabilities	78,041,999.83	29,394,163.85	248,214,039.29	355,650,202.97
Noncurrent liabilities:				
Bonds payable	2,537,215,003.83	588,692,581.46	0.00	3,125,907,585.29
Notes payable	0.00	0.00	60,181,041.38	60,181,041.38
Due to (from) other government entities	2,950,585.45	11,122,895.98	23,260,502.00	37,333,983.43
Other liabilities.....	0.00	96,335,897.83	86,432,100.09	182,767,997.92
Unearned revenues.....	0.00	0.00	398,118.16	398,118.16
Total noncurrent liabilities	2,540,165,589.28	696,151,375.27	170,271,761.63	3,406,588,726.18
Total Liabilities	2,618,207,589.11	725,545,539.12	418,485,800.92	3,762,238,929.15
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	743,259.50	743,259.50
Restricted by indenture.....	313,622,277.56	203,313,037.78	0.00	516,935,315.34
Restricted by statute.....	0.00	0.00	1,008,358,986.15	1,008,358,986.15
Total Net position.....	313,622,277.56	203,313,037.78	1,009,102,245.65	1,526,037,560.99

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

YEAR ENDED DECEMBER 31, 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.....	67,115,694.64	23,265,648.25	8,393,759.67	98,775,102.56
Interest income - Investments -- net	5,965,545.68	1,451,884.89	1,866,116.10	9,283,546.67
Increase (decrease) in fair value of investments	2,171,757.84	2,017,938.27	2,932,369.23	7,122,065.34
Loan commitment fees	0.00	0.00	130,337.50	130,337.50
Other loan fees	6,764.68	1,122,777.00	17,861,438.14	18,990,979.82
Other revenues	117,744.17	(14,628,635.59)	25,733,688.79	11,222,797.37
Total Operating revenues	75,377,507.01	13,229,612.82	56,917,709.43	145,524,829.26
OPERATING EXPENSES				
Interest	35,940,350.60	10,544,475.68	432,881.14	46,917,707.42
Amortization of bond discount and bond premium	(605,066.44)	45,580.64	0.00	(559,485.80)
Mortgage servicing fees	3,772,697.19	0.00	728.91	3,773,426.10
Provision (reversal) for estimated loan losses	(9,834,730.94)	(6,073,764.58)	(1,511,921.57)	(17,420,417.09)
Salaries and General expenses	0.00	0.00	20,151,154.99	20,151,154.99
Other expenses	6,805,425.27	2,505,463.17	36,658,396.17	45,969,284.61
Total Operating expenses	36,078,675.68	7,021,754.91	55,731,239.64	98,831,670.23
Operating income (loss) before transfers	39,298,831.33	6,207,857.91	1,186,469.79	46,693,159.03
Transfers in (out).....	0.00	0.00	750,000.00	750,000.00
Transfers (intrafund).....	(20,113,999.99)	355,574.64	19,758,425.35	0.00
Increase (decrease) in net position.....	19,184,831.34	6,563,432.55	21,694,895.14	47,443,159.03
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	313,622,277.56	203,313,037.78	1,009,102,245.65	1,526,037,560.99

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

YEAR ENDED DECEMBER 31, 2014

	ADDITIONAL COMBINING INFORMATION			
	HOMEOWNERSHIP PROGRAMS	MULTIFAMILY RENTAL HOUSING PROGRAMS	OTHER PROGRAMS AND ACCOUNTS	COMBINED TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	67,501,030.42	23,355,790.25	7,745,399.77	98,602,220.44
Payments to suppliers	(4,027,261.09)	(55,199.71)	(5,022,295.43)	(9,104,756.23)
Payments to employees	0.00	0.00	(15,422,361.25)	(15,422,361.25)
Internal activity - payments other funds	0.00	0.00	0.00	0.00
Other receipts (payments)	206,158,236.24	1,753,115.01	13,860,427.93	221,771,779.18
Net cash provided by (used in) operating activities	269,632,005.57	25,053,705.55	1,161,171.02	295,846,882.14
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intrafund transfers	(20,113,999.99)	355,574.64	19,758,425.35	0.00
Changes in due to (from) other government entities	(7,437.37)	0.00	1,783,141.03	1,775,703.66
Net cash provided by (used for) noncapital financing activities	(20,121,437.36)	355,574.64	21,541,566.38	1,775,703.66
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	(19,580,000.00)	(13,658,491.17)	(1,109,549.84)	(34,348,041.01)
Early bond redemptions	(276,789,634.00)	(30,800,000.00)	0.00	(307,589,634.00)
Interbond transfers	0.00	0.00	0.00	0.00
Interest paid on debt	(38,008,206.36)	(10,817,629.44)	(1,613,879.32)	(50,439,715.12)
Interfund transfers	0.00	0.00	750,000.00	750,000.00
Changes in deferred financing costs	0.00	0.00	0.00	0.00
Net cash provided by (used for) capital and related financing activities	(334,377,840.36)	(55,276,120.61)	(1,973,429.16)	(391,627,390.13)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from maturity and sale of investments	724,583,147.67	148,839,149.26	205,926,517.89	1,079,348,814.82
Purchase of investments	(646,254,554.50)	(120,221,082.29)	(224,558,516.86)	(991,034,153.65)
Interest on investments	6,232,918.60	1,493,897.91	1,837,182.66	9,563,999.17
Net cash provided by (used for) investing activities	84,561,511.77	30,111,964.88	(16,794,816.31)	97,878,660.34
Net increase (decrease) in cash and cash equivalents	(305,760.38)	245,124.46	3,934,491.93	3,873,856.01
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	6,009,783.84	266,717.89	38,102,944.12	44,379,445.85
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:				
Operating income (loss)	39,298,831.33	6,207,857.91	1,186,469.79	46,693,159.03
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Interest expense on debt	35,940,350.60	10,544,475.68	432,881.14	46,917,707.42
Interest on investments	(5,965,545.68)	(1,451,884.89)	(1,866,116.10)	(9,283,546.67)
Changes in fair value of investments	(2,171,757.84)	(2,017,938.27)	(2,932,369.23)	(7,122,065.34)
Amortization of bond discount	9,646.14	3,179.61	0.00	12,825.75
Amortization of deferred losses	0.00	42,401.03	0.00	42,401.03
Amortization of bond premium	(614,712.58)	0.00	0.00	(614,712.58)
Unearned revenue	0.00	0.00	(130,337.50)	(130,337.50)
Depreciation	0.00	0.00	114,770.98	114,770.98
Provision (reversal for estimated loan losses)	(9,834,730.94)	(6,073,764.58)	(1,511,921.57)	(17,420,417.09)
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 DECEMBER 31, 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	1,866,496.75	(37,422,003.55)	(294,754,834.76)	(330,310,341.56)
Collection of principal from program loans - net	211,546,853.01	47,961,674.83	318,774,783.17	578,283,311.01
Interest receivable	385,335.78	90,142.00	(648,359.90)	(172,882.12)
Accounts receivable	2,029,468.90	0.00	875,932.26	2,905,401.16
Due from (to) other funds	(2,483,232.56)	(18.47)	2,483,251.03	0.00
Decrease (Increase) in other assets and deferred outflow.....	14,237.05	(2,168,822.35)	(943,319.33)	(3,097,904.63)
Compensated absences	0.00	0.00	37,209.93	37,209.93
Deposits and other liab	(326,897.41)	(74,272.80)	(6,547,521.17)	(6,948,691.38)
Due to other governments.....	0.00	0.00	0.00	0.00
Unearned revenue	0.00	9,412,679.40	(13,409,347.72)	(3,996,668.32)
Net cash provided by (used for) operating activities	<u>269,632,005.57</u>	<u>25,053,705.55</u>	<u>1,161,171.02</u>	<u>295,846,882.14</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION				
Noncash transfer of program loan to REO.....	<u>2,598.09</u>	<u>0.00</u>	<u>0.00</u>	<u>2,598.09</u>

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

December 31, 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	5,489,243.98	9,004.56	510,518.46	1,016.84	6,009,783.84
Investments	281,630,983.71	3,737,000.00	23,944,682.15	2,010,449.69	311,323,115.55
Current portion - program loans receivable	57,137,349.39	0.00	8,315,088.81	2,069,362.26	67,521,800.46
Interest receivable - Program loans	9,556,241.68	140,349.87	1,097,205.61	171,723.06	10,965,520.22
Interest receivable - Investments	1,190,591.45	2,018.35	500,116.11	20,164.50	1,712,890.41
Accounts receivable	5,844,837.43	0.00	335,684.70	94,053.79	6,274,575.92
Due from (to) other funds	(5,597,034.80)	668,757.03	412,702.53	(509.43)	(4,516,084.67)
Other assets	29,112.78	0.00	8,316.10	0.00	37,428.88
Total current assets	355,281,325.62	4,557,129.81	35,124,314.47	4,366,260.71	399,329,030.61
Noncurrent assets:					
Investments	72,169,641.95	0.00	166,252,773.51	6,640,324.89	245,062,740.35
Program loans receivable	1,950,067,330.49	31,948,977.03	261,744,739.90	27,441,426.96	2,271,202,474.38
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.....	14,363,783.37	0.00	1,871,837.96	0.00	16,235,621.33
Total Noncurrent assets	2,036,600,755.81	31,948,977.03	429,869,351.37	34,081,751.85	2,532,500,836.06
Total Assets	2,391,882,081.43	36,506,106.84	464,993,665.84	38,448,012.56	2,931,829,866.67
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	38,094,746.64	0.00	11,000,000.00	0.00	49,094,746.64
Notes payable	0.00	0.00	0.00	0.00	0.00
Interest payable	22,442,120.92	824,268.75	2,676,751.66	0.00	25,943,141.33
Due to (from) other government entities	(119,717.17)	0.00	0.00	0.00	(119,717.17)
Compensated absences	0.00	0.00	0.00	0.00	0.00
Deposits and other liabilities	3,019,259.08	891.46	98,118.26	5,560.23	3,123,829.03
Total current liabilities	63,436,409.47	825,160.21	13,774,869.92	5,560.23	78,041,999.83
Noncurrent liabilities:					
Bonds payable	2,070,807,298.83	40,390,000.00	426,017,705.00	0.00	2,537,215,003.83
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	2,073,757,884.28	40,390,000.00	426,017,705.00	0.00	2,540,165,589.28
Total Liabilities	2,137,194,293.75	41,215,160.21	439,792,574.92	5,560.23	2,618,207,589.11
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.....	254,687,787.68	(4,709,053.37)	25,201,090.92	38,442,452.33	313,622,277.56
Restricted by statute.....	0.00	0.00	0.00	0.00	0.00
Total Net position.....	254,687,787.68	(4,709,053.37)	25,201,090.92	38,442,452.33	313,622,277.56

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

YEAR ENDED DECEMBER 31, 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.....	58,561,049.93	929,480.62	6,545,496.75	1,079,667.34	67,115,694.64
Interest income - Investments -- net	2,422,580.48	3,295.82	3,419,327.38	120,342.00	5,965,545.68
Increase (decrease) in fair value of investments	532,536.61	0.00	1,550,982.08	88,239.15	2,171,757.84
Loan commitment fees	0.00	0.00	0.00	0.00	0.00
Other loan fees	5,795.74	0.00	968.94	0.00	6,764.68
Other revenues	117,613.67	0.00	130.50	0.00	117,744.17
Total Operating revenues	61,639,576.43	932,776.44	11,516,905.65	1,288,248.49	75,377,507.01
OPERATING EXPENSES					
Interest	27,524,091.59	989,122.50	7,427,136.51	0.00	35,940,350.60
Amortization of bond discount and bond premium	(605,066.44)	0.00	0.00	0.00	(605,066.44)
Mortgage servicing fees	3,321,909.25	0.00	418,756.49	32,031.45	3,772,697.19
Provision (reversal) for estimated loan losses	(8,763,109.56)	(39,791.46)	(984,639.49)	(47,190.43)	(9,834,730.94)
Salaries and General expenses	0.00	0.00	0.00	0.00	0.00
Other expenses	5,515,403.85	2,674.38	1,287,033.94	313.10	6,805,425.27
Total Operating expenses	26,993,228.69	952,005.42	8,148,287.45	(14,845.88)	36,078,675.68
Operating income (loss) before transfers	34,646,347.74	(19,228.98)	3,368,618.20	1,303,094.37	39,298,831.33
Transfers in (out).....	0.00	0.00	0.00	0.00	0.00
Transfers (intrafund).....	(20,113,999.99)	0.00	5,073,618.50	(5,073,618.50)	(20,113,999.99)
Increase (decrease) in net position.....	14,532,347.75	(19,228.98)	8,442,236.70	(3,770,524.13)	19,184,831.34
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	254,687,787.68	(4,709,053.37)	25,201,090.92	38,442,452.33	313,622,277.56

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

YEAR ENDED DECEMBER 31, 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	58,947,534.26	905,307.27	6,558,673.82	1,089,515.07	67,501,030.42
Payments to suppliers	(3,564,828.21)	(3,120.11)	(426,867.79)	(32,444.98)	(4,027,261.09)
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)	181,810,910.43	1,874,498.11	20,064,049.62	2,408,778.08	206,158,236.24
Net cash provided by (used in) operating activities	237,193,616.48	2,776,685.27	26,195,855.65	3,465,848.17	269,632,005.57
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Intrafund transfers	(20,113,999.99)	0.00	5,073,618.50	(5,073,618.50)	(20,113,999.99)
Changes in due to (from) other government entities	(7,437.37)	0.00	0.00	0.00	(7,437.37)
Net cash provided by (used for) noncapital financing activities	(20,121,437.36)	0.00	5,073,618.50	(5,073,618.50)	(20,121,437.36)
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	(5,810,000.00)	0.00	(19,580,000.00)
Early bond redemptions	(218,015,000.00)	0.00	(58,774,634.00)	0.00	(276,789,634.00)
Interbond transfers	0.00	0.00	0.00	0.00	0.00
Interest paid on debt	(29,197,703.50)	(989,122.50)	(7,821,380.36)	0.00	(38,008,206.36)
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	(260,982,703.50)	(989,122.50)	(72,406,014.36)	0.00	(334,377,840.36)
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from maturity and sale of investments.....	543,366,022.42	1,053,000.00	174,963,214.97	5,200,910.28	724,583,147.67
Purchase of investments	(502,600,890.62)	(2,843,000.00)	(137,094,434.66)	(3,716,229.22)	(646,254,554.50)
Interest on investments	2,607,773.93	2,040.18	3,501,287.50	121,816.99	6,232,918.60
Net cash provided by (used for) investing activities	43,372,905.73	(1,787,959.82)	41,370,067.81	1,606,498.05	84,561,511.77
Net increase (decrease) in cash and cash equivalents	(537,618.65)	(397.05)	233,527.60	(1,272.28)	(305,760.38)
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	5,489,243.98	9,004.56	510,518.46	1,016.84	6,009,783.84
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:					
Operating income (loss)	34,646,347.74	(19,228.98)	3,368,618.20	1,303,094.37	39,298,831.33
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Interest expense on debt	27,524,091.59	989,122.50	7,427,136.51	0.00	35,940,350.60
Interest on investments	(2,422,580.48)	(3,295.82)	(3,419,327.38)	(120,342.00)	(5,965,545.68)
Changes in fair value of investments.....	(532,536.61)	0.00	(1,550,982.08)	(88,239.15)	(2,171,757.84)
Amortization of bond discount	9,646.14	0.00	0.00	0.00	9,646.14
Amortization of deferred losses	0.00	0.00	0.00	0.00	0.00
Amortization of bond premium	(614,712.58)	0.00	0.00	0.00	(614,712.58)
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	(8,763,109.56)	(39,791.46)	(984,639.49)	(47,190.43)	(9,834,730.94)
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 DECEMBER 31, 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	1,737,119.72	0.00	129,377.03	0.00	1,866,496.75
Collection of principal from program loans - net	185,980,728.59	1,880,722.93	22,167,907.80	1,517,493.69	211,546,853.01
Interest receivable	386,484.33	(24,173.35)	13,177.07	9,847.73	385,335.78
Accounts receivable	1,692,470.34	0.00	333,168.94	3,829.62	2,029,468.90
Due from (to) other funds	(2,069,309.40)	(6,224.82)	(1,295,466.21)	887,767.87	(2,483,232.56)
Decrease(Increase) in other assets and deferred outflow	4,241.05	0.00	9,996.00	0.00	14,237.05
Compensated absences	0.00	0.00	0.00	0.00	0.00
Deposits and other liab	(322,927.41)	(445.73)	(3,110.74)	(413.53)	(326,897.41)
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>237,193,616.48</u>	<u>2,776,685.27</u>	<u>26,195,855.65</u>	<u>3,465,848.17</u>	<u>269,632,005.57</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION					
Noncash transfer of Prog. loan to REO.....	<u>85,024.97</u>	<u>0.00</u>	<u>(82,426.88)</u>	<u>0.00</u>	<u>2,598.09</u>

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

December 31, 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	55.98	19,934.35	246,528.41	0.00	199.15	266,717.89
Investments	601,894.93	33,196,694.11	2,718,000.00	4,387,566.38	3,550,246.34	44,454,401.76
Current portion - program loans receivable	1,100,000.00	54,251,041.96	1,366,388.61	1,039,782.30	564,226.60	58,321,439.47
Interest receivable - Program loans	0.00	3,244,467.82	1,633,652.80	228,333.58	211,819.84	5,318,274.04
Interest receivable - Investments	15.57	285,319.68	1,535.13	119,739.08	1,283.88	407,893.34
Accounts receivable	0.00	0.00	0.00	0.00	0.00	0.00
Due from (to) other funds	(28.51)	0.00	0.00	0.00	0.00	(28.51)
Other assets	0.00	305,399.52	0.00	73,303.88	81,591.26	460,294.66
Total current assets	1,701,937.97	91,302,857.44	5,966,104.95	5,848,725.22	4,409,367.07	109,228,992.65
Noncurrent assets:						
Investments	0.00	22,619,891.58	0.00	38,084,924.42	0.00	60,704,816.00
Program loans receivable	611,168.02	611,285,690.76	19,950,101.76	52,144,773.37	50,172,578.11	734,164,312.02
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	611,168.02	633,905,582.34	19,950,101.76	90,229,697.79	50,172,578.11	794,869,128.02
Total Assets	2,313,105.99	725,208,439.78	25,916,206.71	96,078,423.01	54,581,945.18	904,098,120.67
DEFERRED OUTFLOWS OF RESOURCES						
Accumulated decrease in fair value of hedging derivatives	0.00	24,135,149.91	0.00	0.00	0.00	24,135,149.91
Deferred loss on refunding.....	0.00	625,306.32	0.00	0.00	0.00	625,306.32
Total Deferred outflows of resources	0.00	24,760,456.23	0.00	0.00	0.00	24,760,456.23
LIABILITIES						
Current liabilities:						
Bonds payable	0.00	15,570,000.00	0.00	750,000.00	0.00	16,320,000.00
Notes payable	0.00	0.00	0.00	0.00	0.00	0.00
Interest payable	16,137.66	12,237,309.93	0.00	329,672.00	277,841.00	12,860,960.59
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	79.73	211,690.21	0.00	716.66	716.66	213,203.26
Total current liabilities	16,217.39	28,019,000.14	0.00	1,080,388.66	278,557.66	29,394,163.85
Noncurrent liabilities:						
Bonds payable	2,300,111.75	450,902,469.71	0.00	84,510,000.00	50,980,000.00	588,692,581.46
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	96,335,897.83	0.00	0.00	0.00	96,335,897.83
Unearned revenues.....	0.00	0.00	0.00	0.00	0.00	0.00
Total noncurrent liabilities	2,300,111.75	558,361,263.52	0.00	84,510,000.00	50,980,000.00	696,151,375.27
Total Liabilities	2,316,329.14	586,380,263.66	0.00	85,590,388.66	51,258,557.66	725,545,539.12
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)	163,588,632.35	25,916,206.71	10,488,034.35	3,323,387.52	203,313,037.78
Restricted by statute.....	0.00	0.00	0.00	0.00	0.00	0.00
Total Net position.....	(3,223.15)	163,588,632.35	25,916,206.71	10,488,034.35	3,323,387.52	203,313,037.78

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

YEAR ENDED DECEMBER 31, 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.....	83,680.76	19,581,383.17	751,756.01	1,463,815.77	1,385,012.54	23,265,648.25
Interest income - Investments -- net	32.66	722,885.09	2,643.99	722,203.46	4,119.69	1,451,884.89
Increase (decrease) in fair value of investments	0.00	1,273,414.25	0.00	744,524.02	0.00	2,017,938.27
Loan commitment fees	0.00	0.00	0.00	0.00	0.00	0.00
Other loan fees	0.00	1,110,931.00	11,846.00	0.00	0.00	1,122,777.00
Other revenues	0.00	(14,628,635.59)	0.00	0.00	0.00	(14,628,635.59)
Total Operating revenues	83,713.42	8,059,977.92	766,246.00	2,930,543.25	1,389,132.23	13,229,612.82
OPERATING EXPENSES						
Interest	83,325.14	8,481,499.22	0.00	1,018,388.49	961,262.83	10,544,475.68
Amortization of bond discount and bond premium	0.00	45,580.64	0.00	0.00	0.00	45,580.64
Mortgage servicing fees	0.00	0.00	0.00	0.00	0.00	0.00
Provision (reversal) for estimated loan losses	0.00	(2,841,521.96)	(62,763.81)	(59,240.44)	(3,110,238.37)	(6,073,764.58)
Salaries and General expenses	0.00	0.00	0.00	0.00	0.00	0.00
Other expenses	388.28	1,576,138.08	0.00	522,163.48	406,773.33	2,505,463.17
Total Operating expenses	83,713.42	7,261,695.98	(62,763.81)	1,481,311.53	(1,742,202.21)	7,021,754.91
Operating income (loss) before transfers	0.00	798,281.94	829,009.81	1,449,231.72	3,131,334.44	6,207,857.91
Transfers in (out).....	0.00	0.00	0.00	0.00	0.00	0.00
Transfers (intrafund).....	0.00	355,574.64	0.00	0.00	0.00	355,574.64
Increase (decrease) in net position.....	0.00	1,153,856.58	829,009.81	1,449,231.72	3,131,334.44	6,563,432.55
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)	163,588,632.35	25,916,206.71	10,488,034.35	3,323,387.52	203,313,037.78

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

December 31, 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	5,576,214.41	2,924,708.75	16.11	463.79	25,081,729.61	25,465.90	4,494,345.55	38,102,944.12
Investments	176,760,000.00	304,101,000.00	16,638,000.00	32,171,000.00	203,199,000.00	0.00	16,044,000.00	748,913,000.00
Current portion - program loans receivable	15,321,849.72	2,113,766.34	0.00	0.00	0.00	2,323,076.79	0.00	19,758,692.85
Interest receivable - Program loans	1,335,715.69	14,414,588.33	0.00	0.00	0.00	366,724.94	0.00	16,117,028.96
Interest receivable - Investments	293,001.60	193,654.35	10,271.84	19,709.48	131,368.87	0.00	9,496.12	657,502.26
Accounts receivable	563,380.59	0.00	0.00	128,984.55	2,518,943.87	0.00	408,717.47	3,620,026.48
Due from (to) other funds	259,057.33	1,843,836.36	9,449,675.87	0.00	(7,893,906.11)	(73,080.19)	930,529.92	4,516,113.18
Other assets	14,253,954.31	0.00	0.00	0.00	0.00	0.00	22,970.39	14,276,924.70
Total current assets	214,363,173.65	325,591,554.13	26,097,963.82	32,320,157.82	223,037,136.24	2,642,187.44	21,910,059.45	845,962,232.55
Noncurrent assets:								
Investments	52,958,945.03	0.00	0.00	0.00	0.00	0.00	0.00	52,958,945.03
Program loans receivable	114,416,093.12	350,237,320.78	0.00	0.00	0.00	60,134,558.49	0.00	524,787,972.39
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	743,259.50	793,259.50
Total Noncurrent assets	167,425,038.15	350,237,320.78	0.00	0.00	0.00	60,134,558.49	743,259.50	578,540,176.92
Total Assets	381,788,211.80	675,828,874.91	26,097,963.82	32,320,157.82	223,037,136.24	62,776,745.93	22,653,318.95	1,424,502,409.47
DEFERRED OUTFLOWS OF RESOURCES								
Accumulated decrease in fair value of hedging derivatives.....	3,085,637.10	0.00	0.00	0.00	0.00	0.00	0.00	3,085,637.10
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	3,085,637.10	0.00	0.00	0.00	0.00	0.00	0.00	3,085,637.10
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	2,303,787.81	0.00	2,303,787.81
Interest payable	15,504,896.72	0.00	0.00	0.00	0.00	339,782.57	0.00	15,844,679.29
Due to (from) other government entities	0.00	330,000.00	0.00	0.00	0.00	0.00	697,380.33	1,027,380.33
Compensated absences	0.00	0.00	0.00	0.00	0.00	0.00	4,070,893.00	4,070,893.00
Deposits and other liabilities	1,454,847.61	2,216,851.90	0.00	0.00	215,657,977.31	0.00	5,637,622.04	224,967,298.86
Total current liabilities	16,959,744.33	2,546,851.90	0.00	0.00	215,657,977.31	2,643,570.38	10,405,895.37	248,214,039.29
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	60,181,041.38	0.00	60,181,041.38
Due to (from) other government entities	0.00	0.00	0.00	0.00	0.00	0.00	23,260,502.00	23,260,502.00
Other liabilities.....	86,432,100.09	0.00	0.00	0.00	0.00	0.00	0.00	86,432,100.09
Unearned revenues.....	0.00	0.00	0.00	0.00	0.00	0.00	398,118.16	398,118.16
Total noncurrent liabilities	86,432,100.09	0.00	0.00	0.00	0.00	60,181,041.38	23,658,620.16	170,271,761.63
Total Liabilities	103,391,844.42	2,546,851.90	0.00	0.00	215,657,977.31	62,824,611.76	34,064,515.53	418,485,800.92
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	743,259.50	743,259.50
Restricted by indenture.....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Restricted by statute.....	281,482,004.48	673,282,023.01	26,097,963.82	32,320,157.82	7,379,158.93	(47,865.83)	(12,154,456.08)	1,008,358,986.15
Total Net position.....	281,482,004.48	673,282,023.01	26,097,963.82	32,320,157.82	7,379,158.93	(47,865.83)	(11,411,196.58)	1,009,102,245.65

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

YEAR ENDED DECEMBER 31, 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.....	5,948,687.22	2,445,072.45	0.00	0.00	0.00	0.00	0.00	8,393,759.67
Interest income - Investments -- net	1,393,505.10	380,568.90	31,744.44	38,727.45	1,024.89	0.00	20,545.32	1,866,116.10
Increase (decrease) in fair value of investments	2,932,369.23	0.00	0.00	0.00	0.00	0.00	0.00	2,932,369.23
Loan commitment fees	0.00	0.00	0.00	0.00	0.00	0.00	130,337.50	130,337.50
Other loan fees	10,953,164.00	0.00	0.00	0.00	2,159,127.03	0.00	4,749,147.11	17,861,438.14
Other revenues	(4,352,954.23)	317,099.03	0.00	0.00	29,556,859.90	0.00	212,684.09	25,733,688.79
Total Operating revenues	16,874,771.32	3,142,740.38	31,744.44	38,727.45	31,717,011.82	0.00	5,112,714.02	56,917,709.43
OPERATING EXPENSES								
Interest	432,881.14	0.00	0.00	0.00	0.00	0.00	0.00	432,881.14
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	728.91	0.00	0.00	0.00	0.00	0.00	0.00	728.91
Provision (reversal) for estimated loan losses	(716,621.74)	(783,932.77)	0.00	0.00	0.00	(11,367.06)	0.00	(1,511,921.57)
Salaries and General expenses	0.00	0.00	0.00	0.00	0.00	0.00	20,151,154.99	20,151,154.99
Other expenses	1,932,990.88	3,672,380.01	0.00	0.00	30,322,566.87	0.00	730,458.41	36,658,396.17
Total Operating expenses	1,649,979.19	2,888,447.24	0.00	0.00	30,322,566.87	(11,367.06)	20,881,613.40	55,731,239.64
Operating income (loss) before transfers	15,224,792.13	254,293.14	31,744.44	38,727.45	1,394,444.95	11,367.06	(15,768,899.38)	1,186,469.79
Transfers in (out).....	0.00	750,000.00	0.00	0.00	0.00	0.00	0.00	750,000.00
Transfers (intrafund).....	7,095,425.35	0.00	0.00	0.00	50,000.00	0.00	12,613,000.00	19,758,425.35
Increase (decrease) in net position.....	22,320,217.48	1,004,293.14	31,744.44	38,727.45	1,444,444.95	11,367.06	(3,155,899.38)	21,694,895.14
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	281,482,004.48	673,282,023.01	26,097,963.82	32,320,157.82	7,379,158.93	(47,865.83)	(11,411,196.58)	1,009,102,245.65

