OHIO HOUSING FINANCE AGENCY




Financial Statements with
Independent Accountant's Report
Fiscal Year Ending June 30, 2007

ohfa
OHIO
Housing Finance Agency

Mary Taylor, CPA
Auditor of State

Board Members
Ohio Housing Finance Agency
57 East Main Street
Columbus, Ohio 43215

We have reviewed the *Independent Auditor's Report* of the Ohio Housing Finance Agency, Franklin County, prepared by Kennedy Cottrell Richards LLC, for the audit period July 1, 2006 through June 30, 2007. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Ohio Housing Finance Agency is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

October 18, 2007

88 E. Broad St. / Fifth Floor / Columbus, OH 43215-3506
Telephone: (614) 466-4514 (800) 282-0370 Fax: (614) 466-4490
www.auditor.state.oh.us

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Financial Section

Compliance

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383 North Front Street
Columbus, Ohio 43215

Kennedy Cottrell Richards

Phone: 614.358.4682
Fax: 614.888.8634
www.kcr-cpa.com

INDEPENDENT AUDITOR'S REPORT

Ohio Housing Finance Agency
57 East Main Street
Columbus, OH 43215

We have audited the accompanying financial statements of the Single Family Mortgage Revenue Program Fund, Multi-Family Mortgage Revenue Program Fund, General Fund, and Federal Program Fund of the Ohio Housing Finance Agency (the Agency), as of and for the year ended June 30, 2007, which collectively comprise the Agency's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Agency's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Single Family Mortgage Revenue Program Fund, Multi-Family Mortgage Revenue Program Fund, General Fund, and Federal Program Fund of the Ohio Housing Finance Agency as of June 30, 2007, and the respective changes in financial position and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 26, 2007, on our consideration of the Agency's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grants, and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing in internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards.* You should read it in conjunction with this report in assessing the results of our audit.

The accompanying management's discussion and analysis is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Agency's basic financial statements. The combining financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements. We subjected the combining financial statements and schedule of expenditures of federal awards to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

KENNEDY COTTRELL RICHARDS LLC

Kennedy Cottrell Richards LLC

September 26, 2007

OHIO HOUSING FINANCE AGENCY
Management's Discussion and Analysis
June 30, 2007
Unaudited

This section of the annual financial report for the Ohio Housing Finance Agency (OHFA) presents our discussion and analysis of financial performance during the fiscal year ended on June 30, 2007, in relation to June 30, 2006. The selected financial data presented were derived from the financial statements of OHFA that were audited by the Auditor of State, fiscal year 2006, and by the firm of Kennedy Cottrell Richards LLC for fiscal year 2007. This information is being presented to provide additional information regarding the activities of OHFA and to meet certain disclosure requirements of Government Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management Discussion Analysis – for State and Local Governments*. During the year, OHFA reviewed GASB Statements No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, and determined it has no impact on the financial statements. OHFA is a self-supporting entity and follows enterprise fund reporting and accordingly, the financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Enterprise fund statements offer short-term and long-term financial information about OHFA's activities. The Report of the Independent Accountants, financial statements, accompanying notes and supplementary information should be read in conjunction with the following discussion.

Financial Highlights

The following is a comparative analysis between the years ended June 30, 2007, and June 30, 2006. The items presented are key financial aspects of OHFA's operations.

	As of June 30, 2007	As of June 30, 2006	Dollar Change	Percentage Change
Cash	$ 29,851,708	$ 19,397,973	$ 10,453,735	53.9%
Investments, at fair value	588,432,080	486,157,701	102,274,379	21.0%
Mortgage-backed securities, at fair value	2,368,127,385	1,508,220,238	859,907,147	57.0%
Capital assets	1,615,967	1,378,069	237,898	17.3%
Total assets	3,445,062,662	2,498,855,379	946,207,283	37.9%
Bonds payable	3,003,023,898	2,051,498,824	951,525,074	46.4%
Current liabilities	177,562,067	127,914,759	49,647,308	38.8%
Non-current liabilities (see Note 8)	3,116,727,136	2,215,420,545	901,306,591	40.7%
Total liabilities	3,294,289,203	2,343,335,304	950,953,899	40.6%
Net assets, restricted	19,315,161	39,243,864	(19,928,703)	-50.8%
Net assets, unrestricted	129,842,331	114,898,142	14,944,189	13.0%
Total net assets	150,773,459	155,520,075	(4,746,616)	-3.1%
Change in fair value of investments (GASB 31)	(31,007,040)	(92,066,852)	61,059,812	66.3%
Operating revenue	226,356,331	98,296,037	128,060,294	130.3%
Operating expenses	231,102,947	175,477,624	55,625,323	31.7%
Net income	(4,746,616)	(77,181,587)	72,434,971	93.9%
Prior period adjustment	$ -	$ 598,239	$ (598,239)	-

Comments:

- Cash increased $10.5 million primarily due to an increase of $12.2 million in the General Fund; $1.8 million decrease in the Federal Funds and other net increases of $0.1 million.
- Investments increased by approximately $102.3 million (21.0%) primarily due to the Single Family Mortgage Revenue Program Fund (Single Family Program).
- Mortgage-backed securities increased $859.9 million (57.0%) primarily due to purchasing $1,034.6 million with the proceeds of new bond issues, offset by payments of $143.5 million, and a calculated decrease of $31.0 million in fair value. The relative market rate of interest decreased during 2007, which caused a favorable fair value change for FY 2007 when compared to FY 2006. The rate of prepayments on OHFA Single Family Program loans slowed in FY 2007 (see Note 5).

- Capital assets increased by $0.2 million due to the routine purchase of property and leasehold improvements partially offset by the respective increases in depreciation and amortization (see Note 7).
- Total assets increased by approximately $946.2 million (37.9%) that included an increase in cash of $10.5 million, an increase in investments of $102.3 million, an increase in mortgage-backed securities of $859.9 million and other net decreases of $26.5 million. The change in the fair value of investments of $31.0 million is primarily the mortgage-backed securities decrease due to current market interest conditions as required by GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. See Note 5 for a description of the fair value adjustment. The mortgage-backed securities increase reflects the volume increase in Single Family Program loans pooled and purchased under new bond issues, in excess of scheduled principal reduction and prepayments.
- Bonds payable increased $951.5 million (46.4%) due to bonds issued of $1,104.9 million and net amortization of $1.0 million exceeding bond redemptions from scheduled bond calls and prepayments of $152.4 million (see Notes 8, 9, 10 and 11).
- Total liabilities increased by approximately $950.9 million (40.6%), primarily due to an increase in bonds payable of $951.5 million and an increase in other liabilities of $17.1 million, offset by a decrease in accounts payable of $14.0 million, and a decrease in deferred revenue of $3.7 million (see Note 11).
- Operating revenue increased $128.1 million (130.3%) primarily from the increase of $61.1 million in the fair value of investments (primarily mortgage-backed securities) due to the change in market interest rates. Mortgage-backed securities interest income increased $39.5 million due to the increase in the amount of the mortgage-backed securities outstanding; investment interest income increased $12.5 million as market rates increased; and other net increases were $15.0 million which included other mortgage income- net of $3.2 million and a $6.4 million increase in the servicer release fee recorded in the General Fund (see Note 2).
- Operating expenses increased $55.6 million (31.7%) as interest expense increased $44.4 million due to Single Family Program bonds outstanding increasing as new bonds were issued in excess of redemptions from scheduled bond calls and prepayments; general and administrative expense increased $0.6 million; and other net expenses increased $10.6 million.
- Net income in 2007 increased $72.4 million (93.9%) from 2006 as the increase in mortgage-backed securities interest income of $39.5 million, the investment income increase of $12.5 million, the increase in the servicer release fee of $6.4 million, and the increase in the fair value of investments of $61.1 million exceeded the increase in the interest expense of $44.4 million and other net increases of $2.7 million.

Operating Activities

Mortgage-backed securities, loan and investment interest income represents the significant sources of operating revenue for OHFA.

OHFA's Revenues and Expenses were:

	FY 2007	FY 2006	Dollar Change	Percentage Change
Operating Revenues:				
Loan interest income	$ 14,193,014	$ 15,051,368	$ (858,354)	-5.7%
Mortgage-backed securities interest income	108,959,495	69,448,736	39,510,759	56.9%
Investment income	31,803,627	19,344,301	12,459,326	64.4%
Other mortgage income - net	1,936,546	(1,263,738)	3,200,284	253.2%
Federal financial assistance programs	57,997,974	55,379,639	2,618,335	4.7%
Other income	42,472,715	32,402,583	10,070,132	31.1%
Change in fair value of investments (GASB 31)	(31,007,040)	(92,066,852)	61,059,812	66.3%
Total Operating Revenues	$ 226,356,331	$ 98,296,037	$ 128,060,294	130.3%
Operating Expenses:				
Interest expense	$ 128,792,602	$ 84,413,983	$ 44,378,619	52.6%
Trustee, agency, servicer and other fees	6,021,574	3,845,985	2,175,589	56.6%
OHFA contribution to bond issues	7,496,659	6,197,238	1,299,421	21.0%
General and administrative	11,587,658	10,969,400	618,258	5.6%
Federal financial assistance programs	57,997,974	55,379,639	2,618,335	4.7%
Other expense	19,206,480	14,671,379	4,535,101	30.9%
Total Operating Expenses	231,102,947	175,477,624	55,625,323	31.7%
Net Income	$ (4,746,616)	$ (77,181,587)	$ 72,434,971	93.9%

Discussion of Net Income Change:

FY 2007 and FY 2006	Single Family Program	Multi-Family Program	General Fund	Federal Program Fund	Total
Net income (loss) FY 2007	$ (19,458,706)	$ (469,997)	$ 15,182,087	$ -	$ (4,746,616)
Add - GASB 31 FY 2007 fair value adjustment	30,514,960	696,365	(204,285)	-	31,007,040
Net income (loss) FY 2007 without the GASB 31 adjustment	$ 11,056,254	$ 226,368	$ 14,977,802	$ -	$ 26,260,424
Net income (loss) FY 2006	$ (83,900,537)	$ (1,559,676)	$ 8,278,626	$ -	$ (77,181,587)
Add - GASB 31 FY 2006 fair value adjustment	90,316,828	1,605,259	144,765	-	92,066,852
Net income (loss) FY 2006 without the GASB 31 adjustment	$ 6,416,291	$ 45,583	$ 8,423,391	$ -	$ 14,885,265
FY 2007 improvement over FY 2006	$ 4,639,963	$ 180,785	$ 6,554,411	$ -	$ 11,375,159
Improvement explained by:					
Increase in interest income	$ 47,076,826	$ 3,021,525	$ 1,013,380	$ -	$ 51,111,731
Increase in servicer release fee income	-	-	6,369,364	-	6,369,364
Increase in interest expense	(43,218,551)	(2,662,198)	(126,529)	-	(46,007,278)
Change in bond amortizations expense	(1,657,168)	28,510	-	-	(1,628,658)
Contributions to bond series - net expense	1,558,723	-	(1,558,723)	-	-
Other - net change	880,133	(207,052)	856,919	-	1,530,000
Improvement explained	$ 4,639,963	$ 180,785	$ 6,554,411	$ -	$ 11,375,159

The Single Family Program increase in interest income of $47.0 million is largely due to more interest income from mortgage-backed securities resulting from more mortgage loan originations and increased investment income from the temporary investment of new bond issue proceeds, all of which are partially offset by increased bond interest expense of $43.2 million. The decrease in bond amortizations of $1.66 million is due to a reduction in FY 2007 Single Family Program loan prepayments when compared to FY 2006. Prepayments accelerate the write-offs of deferred costs. The General Fund increase in interest income of $1.0 million is from the increase in market interest rates. The Single Family Program increase in loans purchased also provided an increase in the General Fund of $6.4 million in the servicer release fee. Changes in various other income and expense items, such as agency fees, payroll, purchased services, insurance and other generally offset when comparing FY 2007 with FY 2006.

Debt Administration

OHFA recorded an increase in bonds payable of approximately $951.5 million (46.4%) over the prior year, representing the excess in bonds issued over redemptions. Certain Single Family Program bond series also have swap agreements (see Notes 8, 9, 10, 11 and 14).

New Business

OHFA issued $1,087.3 million in Single Family Program bonds and $12.6 million in Multi-Family Program bonds. Subsequent to June 30, 2007, OHFA issued Single Family Program Series 2007DEFGH in the amount of $350.0 million, and made a $8.9 million draw of the 2007 Demand Draw Series. The Multi-Family Program issued four bond series in the total amount of $51.5 million, and expects to issue seven bond series in the total amount of $48.4 million. Certain subsequent Single Family Program bond issues have swap agreements (see Notes 8, 10, 11 and 14).

Effective July 1, 2007, the Office of Housing and Urban Development made the decision to transfer the project administration of 101 of OHFA's 106 Section 8 communities to the Columbus Metropolitan Housing Authority. This transfer will result in a decrease of federal housing assistance program disbursements from $47.0 million in 2007 to approximately $4.8 million in 2008 which will be reflected in the Federal Fund. The General Fund will experience a decrease in administrative fees from $2.6 million in 2007 to approximately $0.3 million in 2008.

Single Family

OHFA's Single Family Program is the main source of revenues.

Budget

Effective July 1, 2005, OHFA became a state agency separate from the Ohio Department of Development. The State of Ohio appropriates OHFA's spending authority for payroll and benefits. The Board approves OHFA's annual operating budget (see Note 1). As an independent Agency, OHFA is a self-supporting, related organization.

Conclusion

The above discussion and analysis is presented to provide additional information regarding the financing activities of OHFA and also to meet the disclosure requirements of GASB Statement No. 34. We believe that all requirements of GASB 34 have been met as it applies to OHFA. If you have questions about the report or need additional financial information, please contact the Chief Financial Officer, Ohio Housing Finance Agency, 57 E. Main Street, Columbus, Ohio 43215, by telephone 614-644-7039.

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OHIO HOUSING FINANCE AGENCY

Statement of Net Assets

June 30, 2007

	Single Family Mortgage Revenue Program Fund	Multi-Family Mortgage Revenue Program Fund
ASSETS		
Current assets		
Cash	$ -	$ -
Restricted cash	-	68,845
Current portion of investments, at fair value	-	-
Current portion of restricted investments, at fair value	460,915,278	22,594,375
Current portion of mortgage-backed securities, at fair value	87,736,637	10,306,959
Accounts receivable	121,203	32,803
Interest receivable on investments and mortgage-backed securities	17,688,110	691,811
Current portion of loans receivable	769,371	8,301,308
Interest receivable on loans	50,231	611,173
Current portion of unamortized bond issue costs	1,315,652	37,673
Prepaid insurance and other	53,654	-
Total current assets	568,650,136	42,644,947
Non-current assets		
Non-current portion of investments, at fair value	-	-
Non-current portion of restricted investments, at fair value	1,045,932	-
Non-current portion of mortgage-backed securities, at fair value	2,233,132,291	36,951,498
Non-current portion of loans receivable	2,551,498	167,879,133
Non-current portion of unamortized bond issue costs	20,044,014	420,030
Office equipment, and leasehold improvement, net of accumulated depreciation and amortization	-	-
Total non-current assets	2,256,773,735	205,250,661
Total assets	$ 2,825,423,871	$ 247,895,608

See accompanying notes to the financial statements.

	Federal	
General Fund	Program Fund	Total FY 2007
$ 24,466,989	$ -	$ 24,466,989
-	5,315,874	5,384,719
75,185,417	-	75,185,417
-	5,308,078	488,817,731
-	-	98,043,596
6,120,694	2,329,824	8,604,524
616,107	-	18,996,028
51,448,850	-	60,519,529
1,542,814	-	2,204,218
-	-	1,353,325
544,497	-	598,151
159,925,368	12,953,776	784,174,227
23,383,000	-	23,383,000
-	-	1,045,932
-	-	2,270,083,789
173,865,072	-	344,295,703
-	-	20,464,044
1,615,967	-	1,615,967
198,864,039	-	2,660,888,435
$ 358,789,407	$ 12,953,776	$ 3,445,062,662

	Single Family Mortgage Revenue Program Fund	Multi-Family Mortgage Revenue Program Fund
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ 6,300,972	$ 91,004
Interest payable	41,175,526	2,248,818
Current portion of bonds payable	49,570,997	12,556,156
Deposits held	-	984,630
Current portion of deferred revenue	179,470	-
Total current liabilities	97,226,965	15,880,608
Non-current liabilities		
Non-current portion of accounts payable and other	-	-
Non-current portion of bonds payable	2,708,537,898	232,358,847
Total non-current liabilities	2,708,537,898	232,358,847
Total liabilities	2,805,764,863	248,239,455
Net assets		
Invested in capital assets, net of related debt	-	-
Restricted - bond funds	19,659,008	(343,847)
Unrestricted	-	-
Total net assets	19,659,008	(343,847)
Total liabilities and net assets	$ 2,825,423,871	$ 247,895,608

See accompanying notes to the financial statements.

	General Fund	Federal Program Fund	Total FY 2007
	$ 39,493,246	$ 12,953,776	$ 58,838,998
	-	-	43,424,344
	-	-	62,127,153
	3,016,935	-	4,001,565
	8,990,537	-	9,170,007
	51,500,718	12,953,776	177,562,067
	175,830,391	-	175,830,391
	-	-	2,940,896,745
	175,830,391	-	3,116,727,136
	227,331,109	12,953,776	3,294,289,203
	1,615,967	-	1,615,967
	-	-	19,315,161
	129,842,331	-	129,842,331
	131,458,298	-	150,773,459
	$ 358,789,407	$ 12,953,776	$ 3,445,062,662

OHIO HOUSING FINANCE AGENCY

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Single Family Mortgage Revenue Program Fund	Multi-Family Mortgage Revenue Program Fund
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ 399,638	$ 8,933,336
Mortgage-backed securities	106,587,937	2,371,558
Investments	24,265,915	1,590,096
Other mortgage income - net	1,936,546	-
Net increase (decrease) in the fair value of investments and mortgage-backed securities	(30,514,960)	(696,365)
Total interest and investment income	102,675,076	12,198,625
OTHER INCOME:		
Administrative fees	-	-
Federal financial assistance programs	-	-
Service fees and other	-	-
HTF grant and loan revenue	-	-
Total other income	-	-
Total operating revenues	102,675,076	12,198,625
OPERATING EXPENSES:		
Interest expense	116,221,139	12,444,934
Payroll and benefits	-	-
Contracts	-	-
Maintenance	-	-
Rent or lease	-	-
Purchased services	-	-
Federal financial assistance programs	-	-
Trustee expense and agency fees	5,833,801	137,776
Mortgage servicing and administration fees	18,645	14,231
OHFA contribution to bond issues	-	-
Insurance and other	60,197	71,681
HTF grant and loan expense	-	-
Total operating expenses	122,133,782	12,668,622
Net income (loss)	(19,458,706)	(469,997)
Net assets, beginning of year	39,117,714	126,150
Net assets, end of year	$ 19,659,008	$ (343,847)

See accompanying notes to the financial statements.

	General Fund	Federal Program Fund	Total FY 2007
	$ 4,860,040	$ -	$ 14,193,014
	-	-	108,959,495
	5,947,616	-	31,803,627
	-	-	1,936,546
	204,285	-	(31,007,040)
	11,011,941	-	125,885,642
	8,746,789	-	8,746,789
	-	57,997,974	57,997,974
	16,146,852	-	16,146,852
	17,579,074	-	17,579,074
	42,472,715	57,997,974	100,470,689
	53,484,656	57,997,974	226,356,331
	126,529	-	128,792,602
	8,455,830	-	8,455,830
	1,092,074	-	1,092,074
	243,862	-	243,862
	847,098	-	847,098
	948,794	-	948,794
	-	57,997,974	57,997,974
	17,121	-	5,988,698
	-	-	32,876
	7,496,659	-	7,496,659
	1,495,528	-	1,627,406
	17,579,074	-	17,579,074
	38,302,569	57,997,974	231,102,947
	15,182,087	-	(4,746,616)
	116,276,211	-	155,520,075
	$ 131,458,298	$ -	$ 150,773,459

OHIO HOUSING FINANCE AGENCY

Statement of Cash Flows

Year Ended June 30, 2007

	Single Family Mortgage Revenue Program Fund	Multi-Family Mortgage Revenue Program Fund
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ 143,040,926	$ 462,781
Cash collected from program loans principal	882,411	12,201,300
Cash received from investment interest and mortgage-backed securities interest	127,354,732	3,483,622
Cash received from program loans interest	378,784	9,190,695
Cash received from closing fees	5,952,002	-
Cash received from administrative fees	-	-
Cash received from bond premiums, downpayment assistance grants and other	9,350,421	27,930
Cash received from service fees and other	877,982	561,080
Cash received from HTF grants and loans	-	-
Cash received from federal financial assistance programs	-	-
Cash received from transfers in	6,147,943	2,729,009
Payments to purchase mortgage-backed securities	(1,015,053,387)	(19,562,091)
Payments for bond premiums, downpayment assistance grants and other	(19,345,216)	-
Payments for bond interest payable	(100,156,783)	(12,425,809)
Payments to purchase program loans	-	20,209,433
Payments for trustee expense and agency fees	(4,864,787)	(235,422)
Payments for mortgage servicing and administration fees	(18,785)	(14,378)
Payments for payroll and benefits	-	-
Payments for contracts	-	-
Payments for maintenance	-	-
Payments for rent or lease	-	-
Payments for purchased services	-	-
Payments for new OHFA bond issues	-	-
Payments for insurance and other	(1,788,154)	(263,737)
Payments for HTF grants and loans	-	-
Payments for federal financial assistance programs	-	-
Payments for reverse repurchase agreement interest	-	-
Payments for transfer out	(6,147,942)	(2,729,009)
Net cash provided (used) by operating activities	(853,389,853)	13,635,404
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	1,088,478,281	16,395,691
Payments to redeem bonds	(139,100,000)	(13,289,358)
Payments for bond issue costs, unamortized	(8,517,155)	-
Net cash provided (used) by noncapital financing activities	940,861,126	3,106,333
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Payments to acquire capital assets and leasehold improvements	-	-
Net cash provided (used) by capital and related financing activities	-	-
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investments	-	-
Proceeds from sale and maturities of investments	-	-
Net cash provided (used) by investing activities	-	-
Net increase (decrease) in cash and cash equivalents	87,471,273	16,741,737
Cash and cash equivalents, beginning of year	373,444,005	5,921,483
Cash and cash equivalents, end of year	$ 460,915,278	$ 22,663,220

See accompanying notes to the financial statements.

General Fund	Federal Program Fund	Total FY 2007
$ -	$ -	$ 143,503,707
46,272,948	-	59,356,659
5,780,894	-	136,619,248
4,660,604	-	14,230,083
-	-	5,952,002
7,513,765	-	7,513,765
-	-	9,378,351
23,039,732	1,198,954	25,677,748
17,547,476	-	17,547,476
-	57,997,974	57,997,974
31,097,183	-	39,974,135
-	-	(1,034,615,478)
-	-	(19,345,216)
-	-	(112,582,592)
(38,807,892)	-	(18,598,459)
(1,800)	-	(5,102,009)
-	-	(33,163)
(8,455,830)	-	(8,455,830)
(1,092,073)	-	(1,092,073)
(243,862)	-	(243,862)
(847,098)	-	(847,098)
(948,794)	-	(948,794)
(7,496,659)	-	(7,496,659)
(18,713,200)	(2,790,144)	(23,555,235)
(17,547,476)	-	(17,547,476)
-	(57,997,974)	(57,997,974)
(126,529)	-	(126,529)
(31,097,183)	-	(39,974,134)
10,534,206	(1,591,190)	(830,811,433)
-	-	1,104,873,972
-	-	(152,389,358)
-	-	(8,517,155)
-	-	943,967,459
(625,497)	-	(625,497)
(625,497)	-	(625,497)
(40,730,130)	-	(40,730,130)
38,010,571	-	38,010,571
(2,719,559)	-	(2,719,559)
7,189,150	(1,591,190)	109,810,970
92,463,256	12,215,142	484,043,886
$ 99,652,406	$ 10,623,952	$ 593,854,856

OHIO HOUSING FINANCE AGENCY

Statement of Cash Flows

Year Ended June 30, 2007

	Single Family Mortgage Revenue Program Fund	Multi-Family Mortgage Revenue Program Fund
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ (19,458,706)	$ (469,997)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of bond issue costs	2,549,691	70,053
Amortization of bond discount (premium)	(1,491,462)	(15,209)
Amortization of loan (discount) premium	(17,389)	54,452
Net (increase) decrease in the fair value of investments and mortgage-backed securities	30,514,960	696,365
Office equipment depreciation and leasehold amortization	-	-
(Gain) loss on disposal of equipment	-	-
Amounts loaned under agency programs	-	20,209,433
Amounts collected - program loans	882,411	12,201,299
Purchases - mortgage-backed securities	(1,015,053,387)	(19,562,091)
Principal received on mortgage-backed securities	143,040,926	462,781
Decrease (increase) in accounts receivable	(14,871)	(32,803)
Decrease (increase) in interest receivable on investments and mortgage-backed securities	(5,179,258)	(478,037)
Decrease (increase) in interest receivable on loans	(3,466)	202,902
Decrease (increase) in prepaid insurance and other	(16,224)	-
Increase (decrease) in accounts payable and other	1,732,451	(93,670)
Increase (decrease) in interest payable	14,969,239	(35,718)
Increase (decrease) in deposits held	-	425,644
Increase (decrease) in deferred revenue	(5,844,768)	-
Net cash provided (used) by operating activities	$ (853,389,853)	$ 13,635,404

See accompanying notes to the financial statements.

	General Fund	Federal Program Fund	Total FY 2007
	$ 15,182,087	$ -	$ (4,746,616)
	-	-	2,619,744
	-	-	(1,506,671)
	(257,645)	-	(220,582)
	(204,285)	-	31,007,040
	383,742	-	383,742
	3,858	-	3,858
	(38,807,892)	-	(18,598,459)
	46,272,948	-	59,356,658
	-	-	(1,034,615,478)
	-	-	143,503,707
	4,435,488	(1,181,389)	3,206,425
	(166,722)	-	(5,824,017)
	52,711	-	252,147
	(359,227)	-	(375,451)
	(19,866,360)	(409,801)	(18,637,380)
	-	-	14,933,521
	1,758,743	-	2,184,387
	2,106,760	-	(3,738,008)
	$ 10,534,206	$ (1,591,190)	$ (830,811,433)

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NOTE 1 · AUTHORIZING LEGISLATION AND FUNDS

Ohio Housing Finance Agency (OHFA) was originally created as an agency within the Ohio Department of Development (ODOD) by House Bill No. 1, effective January 20, 1983, Chapter 175 of the Ohio Revised Code implementing Section 14 of Article VIII of the Constitution of Ohio of 1852. On November 30, 2004, the Ohio General Assembly passed Am. Sub H.B. 431, and on February 1, 2005, Am. Sub. H.B. 431 was signed into law by the Governor (the "Act"). The Act, effective July 1, 2005, established OHFA as a body corporate and politic performing essential governmental functions of the State, as a separate entity from the Ohio Department of Development. On the effective date of the legislation, OHFA assumed the functions, powers, duties and obligations from the Ohio Department of Development pertaining to OHFA.

OHFA's mission includes but is not limited to assisting with the financing, refinancing, production, development and preservation of safe, decent and affordable housing for occupancy by low- and moderate-income persons; provision of rental assistance and housing services for low-and moderate-income persons; allocating all state and federal laws, including Section 42 of the Internal Revenue Code; and promoting community development, economic stability and growth within Ohio.

The powers of OHFA are vested in its Board of eleven members, consisting under the Act of the Ohio Director of Development, or his or her designee, the Ohio Director of Commerce, or his or her designee, and nine public members appointed by the Governor, with the advice and consent of the Ohio Senate, for six-year terms. The Governor appoints the Chairperson of OHFA, and the members of OHFA Board appoint a Vice Chairperson.

OHFA is required to prepare an annual plan to address the State's housing needs and develop policies and program guidelines for the administration of its programs, as well as to prepare an annual financial report, including audited financial statements prepared in accordance with generally accepted accounting principles (GAAP) and appropriate accounting standards and an annual report of all of its programs. OHFA holds its own moneys, which are not deemed to be funds of the State of Ohio or public moneys.

OHFA is a related organization to the State of Ohio and not part of the primary government. No accounts or funds of OHFA are included in the Ohio Comprehensive Annual Financial Report or the State of Ohio Single Audit Report.

<u>Single Family Mortgage Revenue Program Fund</u>

The Single Family Mortgage Revenue Program (the Single Family Program) accounts for proceeds of three bond series under separate closed indentures and of bond series issued under an open indenture dated June 1994. The assets, liabilities, revenues and expenses reported in the Single Family Program Fund reflect the use of tax-exempt and taxable financing (see Note 9).

Prior to 1988, those bonds provided funds for the trustee to purchase directly from lending institutions eligible mortgage loans on owner-occupied, one- to four-unit residences. Since 1988, except for the 1993 Series A bonds, qualified loans have been pooled by the master servicer and purchased by the trustee as Government National Mortgage Association (GNMA) Securities or as Federal National Mortgage Association (Fannie Mae) Certificates and classified as mortgage-backed securities on the financial statements.

<u>Multi-Family Mortgage Revenue Program Fund</u>

The Multi-Family Mortgage Revenue Program (the Multi-Family Program) accounts for proceeds of bond programs under separate closed indentures. These bonds provide below-market rate financing for the purchase from lending institutions of mortgage loans or GNMAs on multiple-unit rental property. OHFA is a conduit issuer of these bonds. Expenses not covered under the indenture are the responsibility of the borrower. The borrower is required to comply with Tax Regulatory Agreements to maintain the tax-exempt status of the bonds.

<u>General Fund</u>

The General Fund receives administrative fees for bond, loan, state and federal programs and certain earnings from the Single Family Program, reported in the Bond Series Program and Escrow Funds. General and administrative expenses of

OHFA are paid with these fees. The Housing Development Fund (HDF) includes amounts borrowed as interest-free funds from the Ohio Department of Commerce Division of Unclaimed Funds (Commerce) to fund loans to qualified housing sponsors to develop low cost housing. Commerce is repaid as the loans are repaid. The Housing Development Assistance Program (HDAP) Fund includes money provided by the Ohio Housing Trust Fund to be used to provide loans and grants to projects for low or moderate-income tenants. Loan repayments are repaid to the Housing Trust Fund (HTF). OHFA's General Fund is separate and not related to the State of Ohio's General Fund.

Federal Program Fund

Under annual contributions contracts among OHFA, the owners of rental housing properties, and the U.S. Department of Housing and Urban Development (HUD), monthly Housing Assistance Payments (Section 8) are received from HUD and disbursed to the owners as rent subsidies. The Home Investment Partnership Act HOME Fund accounts for amounts allocated from the ODOD Office of Housing and Community Partnership (OHCP), the designated administrator for HOME. OHFA utilizes the allocation to fund HDAP and the Community Housing Development Organization Program (CHDO). Amounts directed to the HDAP program are used to provide loans and grants to projects for low or moderate-income tenants. Loan repayments are collected by OHFA and returned to OHCP and are used to provide future loans and grants. Funds allocated to the CHDO program are awarded to community organizations as grants by OHFA. The Financial Adjustment Factor (FAF) funds are held by OHFA for allocation to eligible projects. The FAF funds are the result of the savings generated by the refunding of Multi-Family Program Section 8 communities. OHFA provided funding for interim housing relief to evacuees from Hurricanes Katrina and Rita under a Department of Homeland Security program authorized by the Federal Emergency Management Agency (FEMA) administered by the Ohio Emergency Management Agency (OEMA).

NOTE 2 · SUMMARY OF SIGNIFICANT POLICIES

The financial statements have been prepared in conformity with GAAP as applied to government units. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. In accordance with the provisions of the GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, OHFA has elected, in addition to applying Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principle Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, to apply all FASB Statements and Interpretations issued after November 30, 1989, except for those that conflict with or contradict GASB pronouncements. OHFA utilizes the economic resource measurement focus and the accrual basis of accounting wherein revenues are recognized when earned and expenses when incurred.

Under GASB Statement No. 14, *The Financial Reporting Entity*, OHFA is a related organization to the State of Ohio's primary government as the Governor appoints the Board members and the State is not entitled to OHFA's resources, nor obligated to finance OHFA's deficits or to pay OHFA's debts.

Consistent with Section 2100 of the Codification of Governmental Accounting and Financial Reporting Standards published by the GASB, *Defining the Reporting Entity*, this report includes all funds, activities and functions for which OHFA is financially accountable.

OHFA eliminated intra-Agency balances in the General Fund on the Supplemental Information using elimination entries that reduced fund accounts receivables and payables by $5,944,790.

During the year, OHFA reviewed GASB Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans,* and determined it has no impact on the financial statements.

Recently issued accounting pronouncements that will be effective in future years are: GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* (2008); GASB Statement No. 48, *Sales and Pledges of Future Revenues* (2008); GASB Statement No. 49, *Pollution Remediation Obligations* (2009); GASB Statement No. 50, *Pension Disclosures – Conforming Changes* (2008); and GASB Statement No. 51, *Intangible Assets* (2010) . Management has not yet determined the impact that the new GASB pronouncements will have on OHFA's financial statements.

The financial statements include summarized prior year comparative information. Such information does not include sufficient financial detail and disclosure to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such prior year summary information should be read in conjunction with OHFA's financial statements for the fiscal year ending June 30, 2006, from which such summarized information was derived.

ASSETS

Cash

Cash consists of cash on hand, cash held by depository institutions and trustees (see Note 3). Cash in the bond and federal funds is restricted for use in those programs.

Cash and current investments, including the portions restricted for debt service, are considered to be cash equivalents, as defined in GASB Statement No. 9, for purposes of a Statement of Cash Flows. Current investments consist primarily of guaranteed investment contracts (GICs), which can be liquidated at any time.

Investments

The current investments within the Single Family and Multi-Family Programs, generally restricted by the various bond resolutions to direct obligations of the U.S. government and its agencies or other instruments secured by such obligations, are commonly held in guaranteed investment contracts (GICs). Other current investments reported in the bond programs, along with current investments reported in the General and Federal Program Funds, are primarily invested in money market mutual funds and securities of federal agencies or instrumentalities held by the trustees. Current investments within the General and Federal Program Funds that are not held by the trustee are invested in the State Treasury Asset Reserve of Ohio (STAR Ohio) Fund administered by the Office of Treasurer of State. Those current investments are reported at fair value, which is the same as cost for most current investments (see Notes 3 and 5).
The non-current investments reported in the General Fund are primarily invested in United States Treasury obligations or securities of federal agencies or instrumentalities and are held by a trustee. These non-current investments are reported at fair value.

OHFA complies with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools* (see Note 5) and No. 40, *Deposit and Investment Risk Disclosure* (see Note 3).

Excess Revenue Account

The excess revenue account in the series General Trust receives money transferred from the individual Single Family Program series that qualifies as excess revenue under the General Indenture. The money in the excess revenue account can be used to redeem bonds or, upon delivery of a Cash Flow Certificate, pay extraordinary trustee fees or transfer moneys to the Program UGI Fund of the General Fund. The amount of investments in the excess revenue account was $35,090,858 at June 30, 2007.

Restricted Assets

Current investments in the Single Family and Multi-Family Program Funds are restricted primarily for debt service. Other current investment account restrictions are for bond acquisition, bond revenue, bond proceeds, special funds, commitments, costs of issuance, capital reserves, mortgage reserves, mortgage prepayment, debt service reserves, construction and expenses. Cash and investments are restricted in all the funds of the Federal Program Fund. OHFA does not use restricted investments to fund unrestricted program costs. Restricted investments used to fund current operations are classified as current assets.

Mortgage-Backed Securities

Mortgage-backed securities (MBS) reported in both the Single Family and Multi-Family Programs are pass-through securities of GNMA and certificates of Fannie Mae, which securitize qualified pools of loans or individual loans under the respective programs. They are reported at fair value that varies from the value of the securities and certificates if held to maturity (see Note 5).

Capital Assets

Office equipment is capitalized at cost in the General Fund and depreciation is provided on the straight-line basis over the estimated useful lives. Leasehold improvements are capitalized at cost and amortized on the straight-line basis over the term of the building lease. OHFA capitalizes assets that have an individual line item cost exceeding $100 (see Note 7).

Bond Issue Cost

Costs relating to issuing bonds are capitalized in the related bond series and are amortized using a method that does not differ materially from the level yield method over the lives of the related bond issues. Amortization of bond issue cost is included with interest expense.

Intergovernmental Accounts Receivables\Accounts Payables

Activity in the intergovernmental accounts primarily represents advances made from the Program UGI account to the HDAP Funding and HOME Funding accounts for the purpose of advancing draws to HDAP and HOME recipients. These amounts offset each other and are eliminated in the supplemental financial statements. The intergovernmental accounts are found within the General Fund.

LIABILITIES

Accounts Payable

Current and non-current accounts payable and other includes general payables of each fund, the arbitrage rebate liability of the Single Family Program, compensated absences of the General Fund and amounts owed to the Ohio Department of Commerce Division of Unclaimed Funds in the General Fund for interest-free loans used to fund development programs.

Debt Refunding

OHFA follows GASB Statement No. 23, *Accounting and Financial Reporting for Refunding of Debt Reported by Proprietary Activities.* The Statement requires that gains and losses resulting from debt refunding be deferred and amortized over the shorter period of the remaining life of the new debt or the retired debt using the bonds outstanding method.

Arbitrage Liability

OHFA records rebatable arbitrage as a reduction in investment income (see Note 8).

Deposits Held

In the Single Family Program these contributions are held as a deposit until the loans are closed and the MBS are purchased. The deposits held in the Multi-Family Program are primarily money received in the series, which is owed to the project owners and will be used to pay future project expenses.

Deposits held in the General Fund include Bond Series Program and Escrow fund for fees remitted by the lenders of Single Family mortgage bond issues, until contributed to a new series, and miscellaneous deposits.

Deferred Revenue

Yield reductions resulting from Intercreditor Agreements for interest rate strips on previously refunded series are recorded as an investment and deferred revenue in the General Trust of the Single Family Program until needed for a new issue. The amount of deferred revenue from yield reductions available at June 30, 2007 was $179,470.

The tax credit reservation and compliance monitoring fee accounting reflects the recording of income when the fees are earned by deferring the unearned amount in the Bond Depository and Housing Tax Credit Program funds of the General Fund. The total amount of deferred reservation and compliance monitoring fees at June 30, 2007 was $8,990,537.

Compensated Absences

The State of Ohio, which governs employee leave benefits and policies, pays compensation to separated employees for leave balances accumulated during the employee's term of service. In accordance with GASB Statement No. 16, *Accounting for Compensated Absences*, the compensated absence liability provided by the State of Ohio Office of Budget and Management for OHFA employees at June 30, 2007 was included in the current and non-current portions of accounts payable and other (see Note 8).

Pension and Employee Benefits

OHFA complies with GASB Technical Bulletin No. 2004-2, *Recognition of Pension and Other Post-employment Benefit Expenditures/Expense and Liabilities by Cost-Sharing Employers*, in the recognition of expense and liabilities for pensions and post employment benefits (see Notes 12 and 13).

OPERATIONS AND OTHER

Operating Revenues

OHFA considers operating revenues to include interest earned on investments in the General Fund. The interest earned on the General Fund investments is included in operations for purposes of net income and the direct method cash flow statement.

Other Mortgage Income – Net

Other mortgage income – net reported in the Single Family Program includes closing fees (previously called commitment fees), down payment assistance grants, premiums (or inducements paid to lenders) and other items. The net total for fiscal year 2007 was $1,936,546.

Servicer Release Fee

The net servicer release fees paid by the master servicer are included in "Service fees and other" revenues in the Bond Series Program and Escrow Funds of the General Fund.

OHFA Contributions to New Bond Issues

Amounts reported on the "OHFA contribution to bond issues" line include contributions made by OHFA's General Fund to fund various uses within new Single Family Program bond issues.

HTF Grant and Loan Revenue and Expense

In compliance with GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance,* the HTF grant and loan revenue or expense amounts offset each other and primarily represent the draws paid to HDAP projects funded by HTF.

Interest Expense

OHFA records bond interest, amortized bond discounts and premiums and amortized bond issue costs and General Fund reverse repurchase agreement interest costs of $126,529 in the "Interest expense" line item.

A summary for fiscal year 2007 follows:

	Single Family Program Fund	Multi-Family Program Fund
Not Under General Indenture		
Bond interest	$ 194,381	$ 12,390,090
Amortized bond discount or (premium)	-	(15,209)
Amortized bond issue costs	16,262	70,053
Total interest expense not under general indenture	$ 210,643	$ 12,444,934
Under General Indenture		
Bond interest	$ 114,968,529	$ -
Amortized bond discount or (premium)	(1,491,462)	-
Amortized bond issue costs	2,533,429	-
Total interest expense under general indenture	$ 116,010,496	$ -
Total interest expense	$ 116,221,139	$ 12,444,934

Interest Rate Swaps

OHFA has entered into interest swap agreements to reduce its exposure to changes in variable interest rates on bonds financing fixed-rate mortgages. OHFA has adopted GASB Technical Bulletin No. 2003-1, *Disclosure Requirements for Derivatives Not Reported at Fair Value on the Statement of Net Assets* (see Notes 8 and 10).

Non-exchange Transactions

In accordance with GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*, the HOME draw requests meet the definition of reimbursement grants. The effect on revenue and expense and assets and liabilities is recognized at the time allowable costs are submitted.

Building Lease

OHFA occupies a leased office and the rent is charged to the "Rent or lease expense" line item in Fund 100 of the General Fund (see Note 14).

Pass-Through Grants

OHFA complies with GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance.* GASB Statement No. 24 requires that all cash pass-through grants received by a governmental entity be reported in its financial statements.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Estimates used in the preparation of the financial statements are based on various factors, including the current interest rate environment, and can significantly affect OHFA's net interest income.

NOTE 3 · DEPOSITS AND INVESTMENTS

Deposits

Deposits include OHFA's bank deposits in the form of cash. The book and bank balance of OHFA's deposits at June 30, 2007 is $29,851,708. Of the bank balance, $176,607 is insured by the federal deposit insurance, and $420,174 is with the Ohio Treasurer of State not subject to the classification of custodial credit risk. The remainder of $29,254,927, though subject to custodial credit risk, is collateralized at 105%.

Investments

The Investment Policy adopted by the OHFA Board provides investment guidance for the unrestricted investments in the General Fund. The objective of the Investment Policy is to maintain safety and liquidity with appropriate yield and generally limits the investments to United States Treasury or Agency obligations, certificates of deposits, money market funds, STAR Ohio funds or investment grade commercial paper notes. The credit quality of the investments are generally rated Aaa by Moody's and interest rate risk is limited due to the generally short-term nature of the investments. The investments are made in consideration with short and intermediate-term cash requirements.

The Trust Indentures provide policy for the restricted investments within the Single Family and Multi-Family Program series. The documents specify whether the financing of the mortgage loans will be by the purchase of Mortgage-Backed Securities (MBS) and also identifies the investment providers for which liquid account balances are to be invested. The Investment Agreements specify a minimum credit rating for the investment providers of at least Aa\AA by Moody's Investor Service\Standard & Poor's. The rates of interest on investments are established in the documents and are calculated to provide sufficient present value earnings to service the outstanding bonds through maturity. The MBS are subject to interest rate risks due to prepayments before maturities and the fair value of the securities vary with the change in market interest rates. However, OHFA does not expect to realize a loss on disposal of the MBS as they are held to maturity.

The restricted investments in the Federal Funds are invested in various money market accounts and are also guided by cash management rules of the federal government.

The Treasurer of State is the investment administrator of STAR Ohio as authorized under Section 135.45 of the Ohio Revised Code. Information can be obtained by accessing the Treasurer of State's website at www.ohiotreasurer.org.

As of June 30, 2007, the Agency had the following investments subject to credit risk and custodial credit risk:

		Investment Custodial Credit Risk Categories	
Investment Type	**Investment Balance (stated at fair value)**	**Not Exposed to Custodial Credit Risk**	**Held by Counterparty's Trust Dept. and not in the OHFA's Name**
U.S.Treasury Bonds [1]	$ 1,045,932	$ 1,045,932	$ -
GNMAs [1]	1,429,001,194	1,429,001,194	-
Fannie Maes (Aaa) [2]	962,559,158	-	962,559,158
U.S. Agencies Coupon (Aaa) [2]	22,882,410	-	22,882,410
U.S. Agencies Discount Notes (P-1) [2]	1,439,731	-	1,439,731
Investment Contracts (Aaa) [2]	398,964,798	398,964,798	-
Investment Contracts (Aa) [2]	59,163,579	59,163,579	-
Money Market (Aaa) [2]	43,134,055	43,134,055	-
STAR Ohio (AAA) [3]	37,672,453	37,672,453	-
Habitat for Humanity Notes (NR) [4]	696,155	-	696,155
Totals	$ 2,956,559,465	$ 1,968,982,011	$ 987,577,454

[1] Backed by the full faith and credit of the U.S. government
[2] Moody's Investor Service rating
[3] Standard & Poor's rating
[4] Not Rated

As of June 30, 2007, the Agency had the following investments and maturities subject to interest rate risk:

		Investment maturities (in Years)			
Investment Type	**Fair Value**	**Less Than 1**	**1-5**	**6-10**	**More Than 10**
U.S. Treasuries & GNMAs	$1,430,047,126	$ 65,830,514	$ 227,907,504	$ 285,153,172	$ 851,155,936
* U.S. Agencies & Fannie Maes	986,881,299	57,105,195	151,715,325	161,065,412	616,995,367
Investment Contracts	458,128,377	458,128,377	-	-	-
Money Market	43,134,055	43,134,055	-	-	-
STAR Ohio	37,672,453	37,672,453	-	-	-
Habitat for Humanity Notes	696,155	176,150	513,600	6,405	-
Totals	$2,956,559,465	$ 662,046,744	$ 380,136,429	$ 446,224,989	$ 1,468,151,303

* includes:

Federal Farm Credit Bank $ 1,993,760 matures 11/23/07 callable 08/23/07, quarterly thereafter
Federal Home Loan Mortgage Corp $ 1,485,390 matures 10/03/08 callable 10/03/07, one time only
Fannie Mae $ 999,690 matures 01/29/09 callable 01/29/08, one time only
Fannie Mae $ 1,995,620 matures 03/05/09 callable 09/05/07, quarterly thereafter
Fannie Mae $ 1,487,340 matures 04/15/09 callable 03/07/08, one time only
Fannie Mae $ 1,497,660 matures 08/28/09 callable 02/28/08, continuously thereafter
Fannie Mae $ 1,996,260 matures 10/16/09 callable 10/16/08, one time only
Fannie Mae $ 1,627,215 matures 11/23/09 callable 05/28/08, continuously thereafter
Fannie Mae $ 998,750 matures 12/03/09 callable 09/03/07, quarterly thereafter
Fannie Mae $ 998,440 matures 12/28/09 callable 03/28/07, continuously thereafter
Federal Home Loan Mortgage Corp $ 1,493,730 matures 03/03/11 callable 03/03/08, one time only

Credit Risk: The risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Custodial Credit Risk: The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

Interest Rate Risk: The risk that changes in interest rates will adversely affect the fair value of an investment or a deposit. Trust indentures require OHFA to match its Single Family Program and Multi-Family Program investments with anticipated cash flow requirements for bond debt service.

Concentration of Credit Risk: The risk of loss attributed to the magnitude of a government's investment in a single issuer. OHFA places no limit on the amount OHFA may invest in any one issuer. More than 5% of OHFA's investment portfolio is invested with Fannie Mae, $962,559,158 (32.6%) and Bayerische Landesbank, $310,942,944 (10.5%). Of the Fannie Mae investments, $939,126,191 are mortgage-backed securities and $23,432,967 are agency notes.

NOTE 4 · DEBT SERVICE RESERVES

All investments in the Single Family Program and the Multi-Family Program are restricted for debt service. In addition, the various bond trust indentures prescribe amounts to be placed into debt service reserve funds with the trustees.

These additional reserves at June 30, 2007 were as follows:

	Required Reserve	Actual Reserve
Single Family Program	$ 1,341,886	$ 1,341,886
Multi-Family Program	593,811	784,497
	$ 1,935,697	$ 2,126,383

The maintenance of the debt service reserve is the responsibility of the trustee.

The Multi-Family Mortgage Revenue Bond trust indentures represented may also require letters of credit from the projects.

NOTE 5 · FAIR VALUE OF INVESTMENTS

OHFA complies with GASB Statement No. 31 which requires that investments be reported at fair value as of the Statement of Net Assets date and that changes in the fair value during the reporting period be reported as revenue. In applying GASB Statement No. 31, OHFA determined that it held four classifications of investments.

Interest-Earning Investment Contracts - Under the Single Family and Multi-Family Programs, certain current investments are invested in guaranteed investment contracts (GICs). These contracts are not marketable and nonparticipating and are carried at cost and no change in fair value is reported.

External Investment Pools - Certain current investments held in the General Fund are invested in the STAR Ohio Fund at the Office of the Treasurer of State. The net assets of the pool are equivalent to $1 per share of the pool, and therefore cost is equal to fair value and no change in fair value is reported. The STAR Ohio Fund issues a separate annual report that may be obtained from the Office of the Treasurer of State's website at www.ohiotreasurer.org.

Open-End Mutual Funds - Certain current investments are held by the trustees in mutual funds. Those funds have reported that the net assets are equal to $1 per share, and therefore cost is equal to fair value. No change in fair value is reported for these investments.

Debt Securities - Within the Single Family and the Multi-Family Programs, qualified loans are securitized by GNMA and Fannie Mae. The resulting securities are considered by GASB Statement No. 31 to be investments and must be carried at fair value. At June 30, 2007, the trustees have provided a market price as reported by recognized pricing firms. Certain other money was invested in federal obligations, which were also reported at the fair value as reported by the trustee. Investments with less than one year to maturity at purchase are carried at amortized cost. The net decrease in fair value of $31,007,040 is reported in the operating statement.

One purpose of OHFA is to make below-market rate mortgages which, when securitized in GNMA Securities or Fannie Mae certificates, initially provide a lower-than-market coupon rate and would sell at a loss in the market. The unpredictability of cash flows resulting from mortgage prepayments creates fluctuations during the life of the security that may or may not be reflected in the market as a whole. Unrealized gains or losses will be reversed as the security reaches par value at maturity.

Single Family and Multi-Family mortgage-backed securities held at June 30, 2007 valued at fair value and principal outstanding are as follows:

Series	Fair Value	Principal Outstanding
Not Under General Indenture:		
1991E-G	$ 698,916	$ 675,621
Subtotal	698,916	675,621
Under General Indenture:		
1996B	8,433,962	8,391,333
1997A1	18,742,903	18,854,901
1996B/1997C	27,768,613	28,595,490
1997D	2,378,157	2,237,310
1998A	41,340,233	43,124,855
1997B/1998B	50,658,973	52,746,866
1998C	-	-
1999A	47,167,514	48,620,050
1999B	3,189,962	3,010,210
1999C&D	50,866,270	50,271,729
2000A&B	26,608,017	26,068,507
2000C-G	32,730,257	31,836,371
2001A&B	23,544,245	23,943,085
2001C-E	61,162,670	61,474,302
2002A-C	71,585,665	73,019,066
2002D-E	21,307,716	21,969,930
2003A	31,505,942	33,554,556
2003B&C	41,094,771	43,460,931
2004A&B	59,241,364	63,036,089
2004C&D	60,450,355	63,904,762
2004E&F	49,751,105	53,098,906
2005A&B	107,512,716	116,119,819
2005C&D	109,690,791	118,876,036
2005E&F	97,578,627	105,395,336
2006A-D	271,153,656	288,242,062
2006E-G	235,882,288	246,641,415
2006H-K	380,019,812	390,731,247
2006L-O	334,604,565	345,445,924
2007A-C	35,182,202	35,876,705
General Trust	19,016,661	18,383,380
Subtotal	2,320,170,012	2,416,931,173
Total Single Family	$ 2,320,868,928	$ 2,417,606,794
Hillwood	$ 8,511,693	$ 8,908,104
Kennedy Portfolio	10,079,305	10,604,883
Madonna	1,119,082	1,184,790
Moody/Regina Manor	2,948,334	3,045,013
Oakleaf Toledo Refunder	6,445,092	6,113,728
Salvation Army	4,175,797	4,407,406
Uptown Towers	4,863,014	5,061,791
Vistula	1,763,980	1,761,655
Wind River	7,352,160	7,379,686
Total Multi-Family	$ 47,258,457	$ 48,467,056
Grand total	$ 2,368,127,385	$ 2,466,073,850

NOTE 6 · LOANS RECEIVABLE

Loans receivable include loans made or purchased under OHFA's Single Family or Multi-Family Programs, the Downpayment Assistance Program (DAP), the OHFA 2nd Mortgage Loan program, HDF, and HDAP.

All loans made under the Single Family Program are secured by first mortgages and insured under mortgage pool insurance arrangements (subject to policy limitations). The loans in the Single Family Program Series 1987A Program are additionally secured by a limited guarantee provided by OHFA with a pledge from the Ohio Department of Commerce Division of Unclaimed Funds. Some loans no longer covered by pool insurance in the Single Family Program Series 1993A Program are insured by funds held by OHFA in the General Fund.

NOTE 7 · CAPITAL ASSETS

Capital asset activity in the General Fund for the fiscal year ending June 30, 2007 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Equipment	$ 1,966,210	$ 502,825	$ 91,568	$ 2,377,467
Leasehold improvements	713,462	124,447	-	837,909
Total	$ 2,679,672	$ 627,272	$ 91,568	$ 3,215,376
Less accumulated depreciation				
Equipment	$ 1,079,507	$ 306,172	$ 85,935	$ 1,299,744
Leasehold improvements	222,096	77,569	-	299,665
Total	$ 1,301,603	$ 383,741	$ 85,935	$ 1,599,409
Net capital assets	$ 1,378,069	$ 243,531	$ 5,633	$ 1,615,967

Depreciation of equipment and leasehold improvements are expensed in the General Fund.

NOTE 8 · NON-CURRENT LIABILITIES

Changes in non-current liabilities for the fiscal year ending June 30, 2007 are as follows:

	Balance July 1, 2006	Increases	Decreases	Balance June 30, 2007	Amount Due Within One Year
Single Family Program Fund					
Arbitrage payable	$ 2,489,690	$ 756,492	$ 781,740	$ 2,464,442	$ 2,464,442
Bonds payable	1,792,465,000	1,087,250,000	139,100,000	2,740,615,000	48,555,000
Unamortized premium and deferred costs on refunding	17,210,869	1,914,340	1,631,314	17,493,895	1,015,996
Total	$1,812,165,559	$1,089,920,832	$ 141,513,054	$2,760,573,337	$ 52,035,438
Multi-Family Program Fund					
Bonds payable	$ 241,561,000	$ 16,443,591	$ 13,289,358	$ 244,715,233	$ 12,541,919
Unamortized premium, discount and deferred costs	261,955	1,335	63,520	199,770	14,237
Total	$ 241,822,955	$ 16,444,926	$ 13,352,878	$ 244,915,003	$ 12,556,156
General Fund					
Compensated absences	$ 699,953	$ -	$ 6,509	$ 693,444	$ 81,993
Housing Development accounts payable to Commerce and Development	226,687,585	28,097,960	41,457,179	213,328,366	38,109,427
Total	$ 227,387,538	$ 28,097,960	$ 41,463,688	$ 214,021,810	$ 38,191,420
Total non-current liabilities	$2,281,376,052	$1,134,463,718	$ 196,329,620	$3,219,510,150	$ 102,783,014
Less amount due within one year:				(102,783,014)	
Total non-current liabilities				$3,116,727,136	

Interest calculations were based on rates as of June 30, 2007. As rates vary, variable-rate bond interest payments and net swap payments will vary (see Note 10). Using these rates, debt service requirements of the variable-rate debt and net swap payments are as follows:

Fiscal Year Ending June 30	Variable-Rate Bond Principal	Variable-Rate Bond Interest	Interest Rate Swap, Net	Total
2008	$ 7,840,000	$ 26,149,674	$ 2,719,950	$ 36,709,624
2009	7,515,000	26,110,236	2,676,466	36,301,702
2010	7,220,000	25,828,645	2,613,332	35,661,977
2011	3,425,000	25,576,422	2,555,875	31,557,297
2012	1,600,000	25,477,789	2,528,492	29,606,281
2013-2017	60,395,000	123,409,774	12,712,439	196,517,213
2018-2022	121,780,000	104,864,582	11,837,283	238,481,865
2023-2027	132,540,000	82,938,641	9,724,492	225,203,133
2028-2032	180,165,000	52,417,190	6,289,644	238,871,834
2033-2037	175,110,000	16,897,015	2,071,258	194,078,273
2038-2042	1,220,000	58,938	5,178	1,284,116
Total	$ 698,810,000	$ 509,728,906	$ 55,734,409	$ 1,264,273,315

Debt service on non-current bonds payable at June 30, 2007 is as follows:

	Principal	Interest	Total
Single Family Bonds Payable			
2008	$ 48,555,000	$ 128,160,088	$ 176,715,088
2009	56,970,000	127,569,455	184,539,455
2010	98,780,000	124,512,455	223,292,455
2011	62,620,000	120,519,085	183,139,085
2012	62,085,000	117,652,095	179,737,095
2013-2017	339,235,000	538,530,140	877,765,140
2018-2022	350,820,000	453,464,282	804,284,282
2023-2027	480,575,000	351,175,656	831,750,656
2028-2032	490,875,000	226,207,705	717,082,705
2033-2037	721,335,000	105,944,129	827,279,129
2038-2042	28,765,000	1,332,174	30,097,174
Total	$ 2,740,615,000	$ 2,295,067,264	$ 5,035,682,264
Multi-Family Bonds Payable			
2008	$ 12,541,919	$ 11,345,730	$ 23,887,649
2009	2,441,812	10,973,153	13,414,965
2010	6,460,316	10,757,949	17,218,265
2011	3,164,037	10,514,600	13,678,637
2012	3,637,986	10,330,537	13,968,523
2013-2017	21,313,248	48,375,666	69,688,914
2018-2022	24,785,665	42,096,637	66,882,302
2023-2027	38,797,764	34,293,264	73,091,028
2028-2032	50,541,877	21,075,061	71,616,938
2033-2037	54,702,383	9,967,782	64,670,165
2038-2042	18,897,813	3,728,037	22,625,850
2043-2047	6,585,413	1,120,416	7,705,829
2048-2052	845,000	30,088	875,088
Total	$ 244,715,233	$ 214,608,920	$ 459,324,153

See related Notes 9, 10, 11 and 14.

Debt service on variable rate bonds is calculated using the rate in effect at the end of the reporting period.

NOTE 9 · BONDS PAYABLE

Bonds issued by OHFA consist of fully registered bonds with or without coupons. The floating interest rate bonds are indexed to a percent of base lending rate of a designated bank or a specified index. The net proceeds of the bonds issued were used to purchase eligible residential mortgage loans or MBS, provide interim and permanent financing for multi-family construction projects, and establish debt service reserves as required by the various bond trust indentures. Such indentures generally provide pledges of all loans acquired, all revenues and collections with respect to such loans, all funds established by the indenture and by such other guarantees as may be required under each specific indenture for the payment of principal and interest. The bond indentures also contain various covenants which management believes all bonds are in compliance at June 30, 2007. The Single Family Program Series 1987A is guaranteed under the bond insurance policy issued by the Municipal Bond Insurance Association that unconditionally guarantees the payment of principal and interest on the respective payment dates. Westlake (Series 1996) and 10 Wilmington Place (Series 1991B) are guaranteed under bond insurance policies issued by Financial Security Insurance. Tyler's Creek (Series 2000 A&B), Pebble Brook (Series 1999 A&B), and Timberlake (Series 1999C&D) are guaranteed under the bond insurance policies issued by Sunamerica Incorporated. These policies were issued concurrently with the delivery of the bonds.
FHD Holdings, LLC is guaranteed by Mercy Housing, Inc., a Nebraska not-for-profit corporation.

Single Family Program bonds outstanding at June 30, 2007 are as follows:

Series	Composite Interest Rate	Maturity Date	Principal Amount at June 30, 2007	Carrying Amount at June 30, 2007
Not Under General Indenture:				
1987A	6.793%	2016, 2017	$ 525,000	$ 525,000
1991E-G	7.140%	2023	300,000	300,000
1993A	10.064%	2014	1,255,000	1,255,000
Subtotal			2,080,000	2,080,000
Under General Indenture:				
1996B	6.026%	2006-2028	9,085,000	9,085,000
1997A1	6.082%	2006-2029	16,695,000	16,695,000
1996B3/1997C	5.602%	2006-2028	28,145,000	28,145,000
1997D	5.029%	2007-2020	605,000	577,698
1998A	5.291%	2006-2029	44,170,000	44,170,000
1997B/1998B	5.263%	2006-2030	53,170,000	53,170,000
1999A	5.005%	2006-2030	49,840,000	49,840,000
1999B	4.650%	2006-2020	2,730,000	2,625,788
1999C&D	5.575%	2006-2030	52,655,000	52,076,479
2000A	6.250%	2021-2027	26,870,000	26,820,679
2000C-G	6.300%	2006-2032	29,210,000	28,830,383
2001A&B	5.095%	2006-2034	24,515,000	24,515,000
2001C-E	5.250%	2006-2032	64,615,000	65,052,739
2002A-C	4.903%	2006-2034	77,135,000	77,135,000
2002D&E	3.938%	2006-2034	23,570,000	23,570,000
2003A	4.072%	2006-2034	33,095,000	33,095,000
2003B&C	4.661%	2007-2034	44,545,000	45,489,673
2004A&B	4.382%	2006-2035	64,050,000	65,292,128
2004C&D	4.246%	2007-2035	65,085,000	65,892,096
2004 E&F	4.705%	2006-2035	54,815,000	55,724,958
2005A&B	4.179%	2006-2035	119,645,000	120,468,303
2005C&D	4.352%	2006-2036	121,250,000	122,727,899
2005E&F	4.414%	2007-2036	107,515,000	108,827,914
2006A-D	4.657%	2007-2036	290,775,000	296,331,999
2006E-G	4.756%	2007-2037	249,185,000	253,136,236
2006H-K	4.740%	2007-2037	398,330,000	399,498,923
2006L-O	4.514%	2008-2037	349,985,000	349,985,000
2007Demand Draw	4.357%	2042	37,250,000	37,250,000
2007A-C	4.880%	2008-2038	300,000,000	300,000,000
Subtotal			2,738,535,000	2,756,028,895
Total Single Family			$ 2,740,615,000	$ 2,758,108,895

The difference between the Principal Amount and the Carrying Amount, $17,493,895, is the amount of Unamortized Premium and Deferred Costs on Refunding, which can be found in Note 8.

Multi-Family Program bonds outstanding at June 30, 2007 are as follows:

Series		Composite Interest Rate	Maturity Date	Principal Amount at June 30, 2007	Carrying Amount at June 30, 2007
1991B	10 Wilmington Place	3.642%	2026	$ 8,945,000	$ 8,945,000
1994A-C	Oakleaf Village Refunder	5.661%	2006-2026	3,815,000	3,815,000
1996A&B	Beehive and Doan Refunder	6.530%	2007-2026	980,000	976,277
1996A&B	Club at Spring Valley	4.610%	2029	10,800,000	10,800,000
1996	Westlake	3.887%	2028	9,810,000	9,810,000
1997A-D	Willow Lake	3.750%	2009-2029	6,420,000	6,420,000
1997A&B	Wind River	5.653%	2006-2032	8,015,000	8,015,000
1998B	Courtyards of Kettering	5.486%	2008-2040	3,485,000	3,541,031
1999A&B	Pebble Brooke Apartments	5.787%	2008-2031	15,000,000	15,000,000
1999C&D	Timber Lake Apartments	6.485%	2007-2031	15,155,000	15,155,000
1999E	Hunters Glen Refunder	6.350%	2029	10,740,000	10,740,000
2000A&B	Tyler's Creek	6.140%	2013-2033	14,600,000	14,600,000
2001A&B	Asbury Woods/Towne Square Refunder	5.341%	2004-2026	3,320,000	3,309,705
2001A&B	Park Trails Apartments	5.862%	2019-2034	11,305,000	11,305,000
2002	Pine Crossing Refunder	3.689%	2036	5,670,000	5,670,000
2002A-E	Oakleaf Toledo Refunder	6.416%	2006-2027	6,550,000	6,707,757
2002F	Chambrel @ Montrose	3.644%	2032	12,451,000	12,451,000
2003A	Shannon Glen Apartments	3.700%	2036	11,800,000	11,800,000
2004B1	Robin Springs	5.235%	2037	5,650,000	5,650,000
2004E	Wingate at Belle Meadows	3.693%	2036	8,750,000	8,750,000
2005A&B	Moody Manor/Regina Manor	4.141%	2007-2035	7,270,000	7,270,000
2005G	Sharon Green	5.000%	2039	5,900,000	5,900,000
2005H	FHD Holdings, LLC	4.072%	2007	884,233	884,233
2005J	Kennedy Portfolio	4.900%	2041	10,625,000	10,625,000
2006A	Hillwood II	4.982%	2011-2047	9,725,000	9,725,000
2006B&C	Vistula Heritage Village II	4.631%	2008-2034	5,585,000	5,585,000
2006D	Salvation Army	4.927%	2007-2047	6,265,000	6,265,000
2006F	Uptown Towers	5.078%	2009-2048	12,500,000	12,500,000
2006K	Bethel Park/Zebulon Park	6.000%	2043	6,400,000	6,400,000
2006L&M	Madonna Homes	4.684%	2007-2048	6,300,000	6,300,000
Total Multi-Family				$ 244,715,233	$ 244,915,003

All bonds are redeemable at prescribed redemption prices on specified dates or upon mandatory early redemption. OHFA redeems such bonds from loan and mortgage-backed security payments. Certain bonds are subject to mandatory early redemption at 100% of the principal amount, in accordance with provisions of the trust indenture.

The difference between the Principal Amount and the Carrying Amount, $199,770, is the amount of Unamortized Premium, Discount and Deferred Cost, which can be found in Note 8.

NOTE 10 · INTEREST RATE SWAPS

Objective: As a means of hedging the interest rate risk of its variable rate bonds, OHFA entered into interest rate swap agreements with various counterparties in connection with the 2002B1, 2002B2, 2002B3, 2002E, 2003C, 2004B, 2004D, 2004F, 2005B1, 2005B2, 2005D, 2005F, 2006B, 2006F, 2006I, 2006J, 2006M, 2006N, 2007B, and 2007E bond issues. The swaps serve as hedging tools, which allow OHFA to reduce its exposure to changes in variable interest rates on bonds financing fixed-rate mortgages and effectively changes OHFA's interest rate on the bonds to a synthetic fixed rate. Under the swap agreements, OHFA has agreed to make certain payments to the counterparties based on a fixed rate of interest, and the counterparties have agreed to make certain payments to OHFA based on a floating rate of interest. The floating rate on the bonds, which is determined based on the rate the remarketing agents determine is necessary to maintain a par price on the bonds, approximates the Securities Industry and Financial Markets Association (SIFMA) municipal swap index plus 0.05% on average over time. As of June 30, 2007, $698,810,000 of the Single Family Program's outstanding bond principal included associated interest rate swap agreements. Please note that the notional amount differs from the outstanding principal by $140,000 due to a September 2006 call for 2003C that did not adhere to the series notional schedule.

Subsequent Events: OHFA has issued a Single Family Program Bond Series 2007D-H totaling $350 million of bonds with $100 million in swap agreements during August 2007 (see Note 11).

Terms: The notional amounts and basic terms of the swap agreements associated with variable rate bonds at June 30, 2007 are presented. The term of each swap agreement provides for reductions in the notional amounts to coincide with expected redemptions of outstanding amounts of the associated bonds.

Fair Value: As of June 30, 2007, the 2002B1, 2002B2, 2002B3, 2002E, 2006F,S2, 2006I, and 2006J swap agreements had a negative fair value, as reported on the following schedule; 2003C, 2004B, 2004D, 2004F, 2005B1, 2005B2, 2005D, 2005F, 2006B,S1, 2006B,S2, 2006B,S3, 2006F,S1, 2006M, 2006N, and 2007B had positive fair values. Since the coupons on OHFA's variable-rate bonds adjust to changing interest rates, the bonds do not have a corresponding fair value change. The fair value was estimated using the counterparties' proprietary valuation models on the basis of estimated mid-market quotation levels. The valuation models typically calculate the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement of the swap.

Swap Payments and Associated Debt: See Note 8 for debt service on bonds and payments on associated interest rate swap agreements.

Risks:

The hedge transactions described previously become general obligations of OHFA in the event the Single Family Program bond series cannot fulfill requirements of the swap agreements (see Note 14).

Amortization risk is the risk that the actual redemption of the bonds will differ from the notional principal amortization contained in the swap schedule, possibly producing a mismatch at any given time between the principal amount of the bonds and the notional amount of the swap. This may occur because the timing of mortgage prepayments, normally used to redeem bonds, cannot be predicted. In order to mitigate the risk of amortization mismatch, OHFA purchased cancellation options to allow for adjustments to the swap notional amount in order to better match the amount of associated bonds outstanding. See "call notional" options described in the *Termination Risk* section. Even with these cancellation options, some risk remains that the speed of mortgage prepayments could differ from expectations and result in an amortization mismatch.

Basis risk is the risk that arises when interest rates on a hedge and an associated bond are based on different indexes. OHFA pays the counterparties a fixed rate and receives a variable rate, which may be different than the variable rate payments to be made on the bonds. If the variable rate received on the swap fails to fully offset the variable rate OHFA pays on its bonds, anticipated savings may fail to be realized and OHFA may be exposed to higher costs. Certain swap agreements contain "alternate rate events," including ratings-based events that expose OHFA to added basis risk in the event that the alternate floating rate fails to offset the variable cost of the bonds.

Credit risk is the risk that a counterparty will not fulfill its obligations. Credit events can trigger certain termination provisions or collateral provisions as outlined in the swap documents. As of June 30, 2007, OHFA is exposed to credit risk because of the positive net fair value of the agreements with three of the six counterparties. If the negative fair value swaps become positive at some point in the future, the counterparty may be obligated to secure the value of the swaps with eligible collateral at varying thresholds, depending upon the particular swap and the counterparty credit rating. However, if a counterparty suddenly defaulted, prior to being downgraded from a high credit rating, OHFA would be exposed to unhedged floating rate debt and/or the cost of replacing the swap counterparty.

The counterparties and their credit ratings are:

Counterparties	Rating	Notional Amount
(1) Lehman Brothers Financial Products Inc.	Aaa/AAA	$ 18,400,000
(2) Salomon Swapco Inc.	Aaa/AAAt	8,765,000
(3) Goldman Sachs Mitsui Marine Derivative Products L.P.	Aaa/AAA	280,570,000
(4) SMBC Derivative Products Limited	Aaa/AAA	172,225,000
(5) Rabobank International, Utrecht	Aaa/AAA	34,990,000
(6) Wells Fargo Bank, National Association	Aaa/AAA	184,000,000
	Subtotal as of June 30, 2007	$ 698,950,000
(1) Lehman Brothers Financial Products Inc.	Subsequent to June 30, 2007	$ 100,000,000
	Total	$ 798,950,000

Ratings are Moody's Investors Service, Inc./Standard & Poor's Rating Services, a division of The McGraw-Hill Companies, Inc.

Rollover risk is the risk that a hedge associated with OHFA's debt does not extend to the maturity of that debt. The swap agreements terminate for 2002B1, 2002B2, and 2002B3, in 2010, 2002E in 2012, 2003C in 2021, 2004B in 2021, 2004D in 2020, 2004F in 2025, 2005D in 2035, 2005F in 2028, 2006F in 2036 and do not extend to the maturity dates of the bonds in 2033, 2034, 2035, 2036, or 2037 and therefore expose OHFA to *market-access risk* which is the risk that OHFA may not be able to re-enter the hedge market or that hedging will become more costly.

Termination risk is the risk that a swap may be terminated involuntarily prior to its scheduled termination date, presenting OHFA with potentially significant unscheduled termination payments to the counterparty or costs to replace the counterparty. The swaps are documented under International Swaps and Derivatives Association Master Agreement, which include standard termination events. The schedules to the master agreement negotiated by OHFA include additional termination events that allow the swaps to be terminated if either the counterparty or OHFA ceases to have a published credit rating above certain minimum threshold levels. If any of the swap agreements are terminated, OHFA would prospectively pay the variable rates on the associated bonds without the benefit of the hedge to a synthetic fixed rate payments under the swap agreements. The termination of the swap agreements could increase OHFA's total debt service if, at the time of termination, floating rates exceed the fixed rate payable on the swaps. In addition, if the fair value of the swaps were negative to OHFA at the time of termination, OHFA would be exposed to an unscheduled payment liability whose size could be significant.

Bond Series	Type of Swap	Notional Amount	Effective Date	Termina-tion Date	Fixed Rate	Swap Floating Rate	Bond Floating Rate (18)	Fair Value
2002B1 (1) (7)	Floating to fixed	$ 4,620,000	12/1/02	9/1/10	4.406%	Actual bond rate (12)	3.790%	$ (46,921)
2002B2 (1) (11)	Floating to fixed	8,025,000	1/6/03	9/1/10	4.610%	Actual bond rate (12)	3.780%	(117,146)
2002B3 (1) (11)	Floating to fixed	5,755,000	2/9/03	9/1/10	4.485%	Actual bond rate (12)	3.780%	(69,921)
2002E (2) (8)	Floating to fixed	8,765,000	3/1/03	3/1/12	4.970%	Actual bond rate (12)	3.790%	(233,731)
2003C (3) (9)	Floating to fixed enhanced LIBOR	13,070,000	10/27/05	9/1/21	3.377%	LIBOR-based rate (13)	3.750%	228,460
2004B (5) (11)	Floating to fixed enhanced LIBOR	19,990,000	11/2/05	3/1/21	3.410%	LIBOR-based rate (14)	3.780%	218,581
2004D (3) (7)	Floating to fixed enhanced LIBOR	20,000,000	10/27/05	3/1/20	3.370%	LIBOR-based rate (13)	3.790%	346,849
2004F (5) (8)	Floating to fixed enhanced LIBOR	15,000,000	11/2/05	3/1/25	3.436%	LIBOR-based rate (14)	3.790%	189,747
2005B1 (3) (9)	Floating to fixed enhanced LIBOR	32,500,000	9/1/05	9/1/35	3.833%	LIBOR-based rate (13)	3.750%	586,852
2005B2 (3) (7)	Floating to fixed enhanced LIBOR	17,500,000	9/1/05	9/1/35	3.833%	LIBOR-based rate (13)	3.790%	315,997
2005D (4) (10)	Floating to fixed enhanced LIBOR	50,000,000	7/6/05	9/1/35	3.652%	LIBOR-based rate (14)	3.820%	2,071,601
2005F (6) (7)	Floating to fixed enhanced LIBOR	44,000,000	9/21/05	3/1/28	3.705%	LIBOR-based rate (14)	3.790%	987,724
2006B,S1 (3) (8)	Floating to fixed enhanced LIBOR	25,000,000	4/1/06	9/1/36	3.765%	LIBOR-based rate (15)	3.790%	263,858
2006B,S2 (3) (8)	Floating to fixed enhanced LIBOR	25,000,000	4/1/06	9/1/36	3.743%	LIBOR-based rate (15)	3.790%	299,046
2006B,S3 (3) (8)	Floating to fixed enhanced LIBOR	25,000,000	4/1/06	9/1/36	3.778%	LIBOR-based rate (15)	3.790%	235,272
2006F,S1 (4) (7)	Floating to fixed enhanced LIBOR	30,000,000	11/1/06	9/1/36	3.987%	LIBOR-based rate (14)	3.790%	202,578
2006F,S2 (4) (7)	Floating to fixed enhanced LIBOR	32,500,000	11/1/06	9/1/36	4.064%	LIBOR-based rate (14)	3.790%	(6,241)
2006I (6) (8)	Floating to fixed enhanced LIBOR	70,000,000	1/2/07	9/1/36	4.188%	LIBOR-based rate (14)	3.790%	(1,029,244)
2006J (6) (8)	Floating to fixed enhanced LIBOR	70,000,000	1/2/07	9/1/36	4.283%	LIBOR-based rate (14)	3.790%	(1,654,525)
2006M (3) (7)	Floating to fixed enhanced LIBOR	32,000,000	11/2/06	9/1/36	4.205%	LIBOR-based rate (16)	3.790%	156,449
2006N (3) (7)	Floating to fixed enhanced LIBOR	90,500,000	11/2/06	9/1/36	4.117%	LIBOR-based rate (16)	3.790%	1,082,054
2007B (4) (7)	Floating to fixed enhanced LIBOR	59,725,000	4/11/07	9/1/38	3.977%	LIBOR-based rate (16)	3.790%	1,109,090
Subtotal as of June 30, 2007		$ 698,950,000						$ 5,136,429

2007E (1) (8)	Floating to fixed enhanced LIBOR	100,000,000	8/1/07	9/1/38	4.466%	LIBOR-based rate (17)	-
Subsequent to June 30, 2007		$ 100,000,000					------------
Total		$ 798,950,000					$ 5,136,429

2006B (this series has 3 swaps denoted by S1, S2, S3)
2006F (this series has 2 swaps denoted by S1, S2)

Counterparties at June 30, 2007:
(1) Lehman Brothers Financial Products, Inc.
(2) Salomon Swapco Inc.
(3) Goldman Sachs Mitsui Marine Derivative Products, L.P.
(4) SMBC Derivative Products Limited
(5) Rabobank International, Utrecht
(6) Wells Fargo Bank, National Association

Remarketing agents as of June 30, 2007:
(7) Merrill Lynch, Pierce, Fenner & Smith Incorporated
(8) Citigroup Global Markets Incorporated
(9) Goldman, Sachs & Co.
(10) George K. Baum & Co.
(11) Lehman Brothers
(12) 2002B1, B2, B3, 2002E

"Actual bond rate" means the actual rate of interest payable on the applicable bond. If certain events occur, referred to as "alternate floating rate events" the Actual bond rate on these swaps will convert to a SIFMA -based rate.

"LIBOR" refers to the London Interbank Offered Rate and LIBOR-based Rates are:
(13) 2003C, 2004D, 2005B1&2 is greater of 65.5% 1-Month LIBOR or 54.8% 1-Month LIBOR + 51.2 basis points
(14) 2004B, 2004F,2005D, 2005F, 2006F,S1&S2, 2006I, and 2006J is 63% 1-Month LIBOR + 20 basis points
(15) 2006B,S1&S2&S3 is 54.8% 1-Month LIBOR + 51.2 basis points
(16) 2006M, 2006N and 2007B is 68.5% 1-Month LIBOR
(17) 2007E is 70% 1-Month LIBOR
(18) Bond floating rates are as of the week including June 30, 2007
(19) 2007E had a confirmation with a trade in June showing a fair value of ($2,777,087). Subsequently in July this confirmation was combined with a confirmation that had a trade in July for a total notional amount of $100,000,000.

NOTE 11 · CURRENT ISSUES AND DEFEASANCE

SINGLE FAMILY BONDS

Issuance

During the fiscal year ending June 30, 2007, OHFA issued $1,250,000,000 of Residential Mortgage Revenue Bonds. Those issues included:

> The 2006 Series H, I, J and K bonds totaling $400,000,000 included fixed rate Series H bonds of $160,000,000, and Series K bonds of $100,000,000; variable rate Series I bonds of $70,000,000, and Series J bonds of $70,000,000 and bond premium of $1,228,281. The net proceeds of 2006 Series H, I, J and K bonds are being used to finance newly originated mortgage loans.
>
> The 2006 Series L, M, N and O bonds totaling $350,000,000 included fixed rate Series L bonds of $87,500,000, Series O bonds of $140,000,000; variable rate Series M bonds of $32,000,000, and Series N bonds of $90,500,000. The net proceeds of 2006 Series L, M, N and O bonds are being used to finance newly originated mortgage loans.
>
> The 2007 Series A, B and C bonds totaling $300,000,000 included fixed rate Series A bonds of $75,275,000, and Series C bonds of $165,000,000; variable rate Series B bonds of $59,725,000. The net proceeds of 2007 Series A, B and C bonds are being used to finance newly originated mortgage loans.
>
> The Demand Draw Series 2007 bonds totaling $200,000,000 included variable rate bonds. The net proceeds of the Demand Draw Series 2007 bonds are being used to provide funds to refund the maturing principal or redemption price, as the case may be, of portions of the prior bonds and to preserve private activity volume cap. The initial drawing under the bond was in the amount of $37,250,000. OHFA may make additional drawings under the bonds in any amount that will not cause the cumulative principal amount of all drawings to exceed $200,000,000 on any reset date prior to the mandatory tender date to refund all or a portion of any of the prior bonds or to preserve private activity volume cap awarded to OHFA.

Defeasance

In fiscal year 1995, OHFA deposited assets into an irrevocable trust to provide for debt service on all remaining 1985 Series B bonds. During the year ended June 30, 2002, OHFA defeased the 1985 Series A Single Family Program bonds by placing the proceeds from the sale of the mortgages in a similar irrevocable trust to provide for all future debt service payments on the remaining bonds. The trust account assets and liability for the defeased bonds are not included in OHFA's financial statements. As of June 30, 2007, the escrowed assets and remaining bonds for each were:

Series	Assets		Liabilities
	Cost	Market	
1985A	$ 241,388	$ 335,817	$ 382,725
1985B	$ 29,798,218	$ 92,958,271	$ 110,482,725

Retirements

March 1, 2007, the 1998 Series C Mortgage Revenue bonds were retired.

Subsequent Events

Subsequent to June 30, 2007, OHFA issued 2007 Series D, E, F, G and H totaling $350,000,000 on August 1, 2007. OHFA entered into two interest rate swaps related to this transaction (see Note 10).

Also, OHFA made an additional draw under the bonds of the Demand Draw Series 2007 in the amount of $8,883,000 on

August 30, 2007. The proceeds of this drawing were deposited by the trustee in the Bond Escrow account and used in accordance with the indenture and a letter of instruction from OHFA.

OHFA also expects to issue 2007 I, J and K totaling approximately $200,000,000.

MULTI-FAMILY BONDS

Issuance

During the fiscal year ended June 30, 2007, OHFA issued $12,565,000 of Multi-Family Revenue Bonds. Those issues included:

FHD Holdings LLC, Projects – 2005 Series H bonds totaling in the maximum aggregate principal amount of $4,000,000 were authorized to be issued in fiscal year 2006 however the advances totaled $3,878,591. This series was inadvertently not recorded until fiscal year 2007 and has no recorded net assets. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to finance the rehabilitation of 70 units of residential rental housing and related facilities at eleven scattered sites in Cincinnati, Ohio, to be known as FHD Holding LLC, Projects.

Madonna Homes Project – 2006 Series L and M fixed rate bonds totaling $6,300,000 were issued October 1, 2006. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to finance the acquisition, renovation, rehabilitation and equipping of a residential rental facility, located in Toledo, Ohio, to be known as Madonna Homes Project.

The Salvation Army Booth Residence – 2006 Series D fixed rate bonds totaling $6,265,000 were issued October 1, 2006. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to finance the acquisition and rehabilitation of a 150-unit eight-story affordable senior rental apartment building located in Cincinnati, Ohio to provide housing for persons of low and moderate income, to be known as The Salvation Army Booth Residence.

Retirements

On November 1, 2006, the 1996 Series A and B Mortgage Revenue bonds that financed the Detroit Terrace Multi-Family Program were retired.

On May 1, 2007, the 1985 Series A Mortgage Revenue bonds that financed the Lincoln Park Multi-Family Program were retired.

Subsequent Events

Subsequent to June 30, 2007, OHFA issued $51,088,000, which includes Capital Fund Revenue Bonds Series 2007 A totaling $39,465,000; Rolling Ridge Townhomes totaling $2,293,000; Warren Heights Apartments totaling $6,000,000; and Michaelmas Manor Apartments totaling $3,330,000.

Also, OHFA expects to issue $49,095,000, which includes Cambridge I Apartments totaling $6,500,000; Cambridge II Apartments totaling $6,000,000; Covenant House Apartments totaling $5,410,000; Glenwood I and Glenwood II/Creston Station/Sunbury Heights Apartment totaling $7,400,000; Palmer Gardens Apartments totaling $3,250,000; Seton Projects Multi-Family Housing totaling $15,000,000; and Willow Lake Apartments Refunding Bonds totaling $5,535,000.

NOTE 12 · PENSION PLANS

Ohio Public Employees Retirement System (OPERS) Pension Benefits

OPERS administers three separate pension plans as described below:

1. The Traditional Pension Plan (TP) – a cost-sharing multiple-employer defined benefit pension plan.
2. The Member-Directed Plan (MD) – a defined contribution plan in which the member invest both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon.
3. The Combined Plan (CO) – a cost-sharing multiple-employer defined benefit pension plan. Under the Combined Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the Traditional Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS benefits are established under Chapter 145 of the Ohio Revised Code. OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Plan and Combined Plans. Members of the Member-Directed Plan do not quality for ancillary benefits.

Most employees who are members of OPERS and who have fewer than five years of total service credit as of December 31, 2002, and new employees hired on or after January 1, 2003, are eligible to select one of the OPERS retirement plans, as listed above, in which they wish to participate. Re-employed OPERS retirees are not eligible to select a plan. Participants may change their selection once prior to attaining five years of service credit, once after attaining five years of service credit and prior to attaining ten years of service credit, and once after attaining ten years of service credit.

Regular employees who participate in the Traditional or the Combined Plans may retire after 30 years of credited service regardless of age, at age 55 or after with 25 years of credited service, or at age 60 or after with five years of credited service. Regular employees retiring before age 65 with less than 30 years of service credit receive a percentage reduction in benefit amounts. Employees who participate in the Member-Directed Plan may retire at age 55.

The retirement allowance for the Traditional Plan is based on years of credited service and the final average salary, which is the average of the member's three highest salary years. The annual allowance for regular employees is determined by multiplying the final average salary by 2.2% for each year of Ohio contributing service up to 30 years and by 2.5% for each year in excess of 30 years of credited service. Retirement benefits increase three percent annually regardless of changes in the Consumer Price Index.

The retirement allowance for the Combined Plan is based on years of credited service and the final average salary, which is the average of the member's three highest salary years. The annual allowance for regular employees is determined by multiplying the final average salary by 1.0% for each year of Ohio contributing service up to 30 years and by 1.25% for all other years in excess of 30 years of credited service. Retirement benefits increase three percent annually regardless of changes in the Consumer Price Index. Additionally, retirees receive the proceeds of their individual retirement plans in a manner similar to retirees in the defined contribution plan, as discussed below.

The retirement allowance for the Member-Direct Plan is based entirely on the proceeds of the retirees' individual retirement plans. Retirees may choose to receive either a lump-sum distribution or a monthly annuity for life. Participants direct the investment of their accounts by selecting from nine professionally managed investment options.

Retirees covered under any one of the three OPERS plan options may also choose to take part of their retirement benefit in a Partial Lump-Sum Option Plan (PLOP). Under this option, the amount of the monthly pension benefit paid to the retiree is actually reduced to offset the amount received initially under the PLOP. The amount payable under the PLOP is limited to a minimum of six months and maximum of 36 months worth of the original unreduced monthly pension benefit, and is capped at no more than 50% of the retirement benefit amount.

Employer and member required contributions to OPERS are established under the Ohio Revised Code and are based on percentages of covered employees' gross salaries, which are calculated annually by the retirement system's actuaries. Contribution rates for calendar years 2005/2006/2007 were consistent across all three plans (TP, MD and CO) and were 13.31/13.54/13.77% for employers and 8.5/9.0/9.5% for members, respectively. OHFA contributions to OPERS for the years ending June 30, 2005, 2006 and 2007 were $663,480, $756,270 and $870,825, respectively, equal to 100% of the dollar amount billed to OHFA.

OPERS issues a stand-alone financial report, copies of which may be obtained by making a written request to: Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 222-5601 or 1-800-222-7377.

NOTE 13 · OTHER POSTEMPLOYMENT BENEFITS

Public Employees Retirement System

OPERS administers three separate pension plans: The Traditional Pension Plan (TP) – a cost-sharing multiple-employer defined benefit pension plan; the Member-Directed Plan (MD) – a defined contribution plan; and the Combined Plan – a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS provides retirement, disability, survivor and post-employment health care benefits to qualifying members of both the Traditional and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-retirement health care coverage, age and service retirees under the Traditional Plan and Combined Plan must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefits recipients and qualified survivor benefits recipients is available. The health care coverage provided by OPERS is considered to be an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 12.

A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care. The Ohio Revised Code provides statutory authority for employer contributions. The 2005/2006/2007 employer contribution rates for state employers were 13.31/13.54/13.77%, respectively of covered payroll, of which 4.5% each year was used to fund health care. The Ohio Revised Code provides the statutory authority requiring public employers to fund post-retirement health care through their contributions to OPERS.

All age and service retirees who are members of the Traditional or the Combined Plans with 10 or more years of service credit qualify for healthcare coverage under OPERS. Members hired after January 1, 2003 with no prior service credit vest according to length of service. Members with 10 years of service credit have a 25% vested interest. Vested interest increases with service credit until members attain a 100% vested interest after reaching 30 years of service credit. Members hired after January 1, 2003 can also choose various coverage options.

Members of the Member- Directed Plan may access a Retired Medical Account (RMA) upon retirement. An employee's interest in the medical account for qualifying healthcare expenses vests on the basis of length of service, with 100% vesting attained after 10 years of service credit. Employers make no further contributions to a member's medical account after retirement, nor do employers have any further obligation to provide post-employment healthcare benefits.

Healthcare coverage for disability recipients and primary survivor recipients is also available to members of the Traditional and the Combined Plans. Chapter 145 of the Ohio Revised Code provides the statutory authority for employer contributions. Employees do not fund any portion of healthcare costs.

OPEBs are advanced-funded on an actuarial determined basis. An entry-age, normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of the unfunded actuarial accrued liability. The assumptions and calculations below are based on the OPERS latest Actuarial Review performed as of December 31, 2005 (the latest information available). The investment assumption rate for 2005 was 6.5%. The individual annual pay increase assumption was 4.0% compounded annually for inflation (assuming no change in the number of active employees), and annual pay increases, over and above the 4.0% base increase, were assumed to range from 0.5% and 6.3%. Healthcare premiums were assumed to increase 4.0% annually.

The actuarial value of the retirement system's net assets available for OPEB at December 31, 2005 was $11.1 billion. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were $31.3 billion and $20.2 billion, respectively. All investments are carried at market value. For the actuarial valuation purposes, a smoothed market approach is used. Under this approach, assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets annually. At year end 2006, the number of active contributing participants in the Traditional and the Combined Plans totaled 369,214.

The portion of OHFA's contributions in fiscal year 2007 to OPERS that were used to fund post employment benefits was $289,375.

On September 9, 2004 the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. The HCPP restructures OPERS' health care coverage to improve the financial solvency of the fund in response to skyrocketing health care costs.

Under the HCPP, retirees eligible for health care coverage will receive a graded monthly allocation based on their years of service at retirement. The plan incorporates a cafeteria approach, offering a broad range of health care options that allow benefit recipients to use their monthly allocation to purchase health care coverage customized to meet their individual needs. If the monthly allocation exceeds the cost of the options selected, the excess is deposited into a Retiree Medical Account (RMA) that can be used to fund future health care expenses.

NOTE 14 · COMMITMENTS

Unexpended bond proceeds from the Single Family Program Under the General Indenture (UGI) as of June 30, 2007 are as follows:

Available for purchasing mortgage-backed securities:	
Series 2007 A-C	$ 262,830,972

OHFA leases office space from Lee Smith Properties with the current lease commencing July 1, 2005 and ending June 30, 2009. The annual rent is as follows:

Fiscal years	2008 and 2009	$ 881,257

The building lease provides for two renewal terms with the first through 2011 at $881,257 per year and the second through 2013 at no more than $922,480 per year.

Designated other commitments of OHFA are:

Net Asset Reserve Requirement FY2008, (net of Commitments)	$	24,966,062
Phoenix Fund		10,000,000
Deferred tax credit reservation and compliance monitoring fee		8,990,537
2nd Mortgage Loan Program		7,445,062
Gap financing related to housing tax credits		6,715,410
HDAP advance for HOME and HTF draws		5,215,383
Opportunity Loan 2nd Mortgage Loan Program		4,000,000
Neighborworks Foreclosure Rescue Program		3,100,000
Historic Preservation Program		2,951,925
Columbus Home Again Program		1,500,000
2007 T1-T2 (taxable bonds) agency aontribution		1,500,000
Training and Technical Assistance Grant Program		500,000
Homebuyer Counseling Program		200,000
IDA (Individual Development Accounts)		175,762
Emergency Voucher Program		97,818
Total	$	77,357,959

The FAF Fund in the Federal Program Fund contains $6,675,475 in assets available to be disbursed to qualified projects.

The swap agreements, disclosed in Note 10, and liquidity facilities are general obligations of OHFA to the extent the specified resources in the individual bond series are not sufficient to make payments.

In addition to OHFA commitments, the Housing Guarantee Fund under Commerce could be drawn upon to support loans made by the Single Family Program bond issue series 1987A. Such draws would have no effect on OHFA’s net assets.

OHFA is party to litigation arising in the ordinary course of business. While the ultimate effect of such actions cannot be predicted with certainty, OHFA expects the outcome of these matters will not result in an adverse material effect on the status of OHFA.

Sogg v. Director, Ohio Department of Commerce, is a class action suit against the Director of the Ohio Department of Commerce that alleges that the retention of interest earned on unclaimed funds by the Department of Commerce violates the Takings Clause of the United States and Ohio Constitutions. OHFA is not named as a defendant in this suit, however, the outcome of the case could have a direct impact on the funding that OHFA has historically received from the Ohio Department of Commerce. If Commerce is required to pay interest to owners of unclaimed funds, Commerce may require repayment of funds from OHFA to meet its obligations. The outcome of this claim is not determinable at this time. The potential financial impact of this case is estimated to be no more than $68 million. No accrual for OHFA’s portion of the potential settlement has been made in the financial statements.

NOTE 15 · NET ASSETS

The Restricted – bond funds of the Single Family and Multi-Family Programs are for future bond retirements or other requirements under the indentures. See Note 14 for designated other commitments of OHFA.

NOTE 16 – RISK MANAGEMENT

As a state agency, OHFA's exposure to various risks of loss events is reduced by participation in the primary government's programs for employee health insurance and other benefits, workers compensation and general insurance. Loss of office property is covered under an insurance policy with a private company. The Ohio Department of Administrative Services arranges programs and contracts for employee benefits and health and property insurance. OHFA made no insurance claims during fiscal year 2007. OHFA has developed and works to continuously improve its disaster recovery plans for business continuity.

See the various Notes to the Financial Statements for policies or arrangements regarding the risk management strategies for specific assets or liabilities.

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OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Series 1987A	Series 1991E-G
ASSETS		
Current assets		
Current portion of restricted investments, at fair value	$ 831,929	$ 110,168
Current portion of mortgage-backed securities, at fair value	-	43,682
Accounts receivable	11,188	-
Interest receivable on investments and mortgage-backed securities	210,461	4,677
Current portion of loans receivable	110,955	-
Interest receivable on loans	3,693	-
Current portion of unamortized bond issue costs	3,708	527
Prepaid insurance and other	3,056	-
Total current assets	1,174,990	159,054
Non-current assets		
Non-current portion of restricted investments, at fair value	1,045,932	-
Non-current portion of mortgage-backed securities, at fair value	-	655,234
Non-current portion of loans receivable	366,926	-
Non-current portion of unamortized bond issue costs	6,269	7,724
Total non-current assets	1,419,127	662,958
Total assets	$ 2,594,117	$ 822,012

	Series 1993A	Total Not Under the General Indenture
$	1,176,079	$ 2,118,176
	-	43,682
	63,281	74,469
	18,450	233,588
	658,416	769,371
	46,538	50,231
	-	4,235
	5,483	8,539
	1,968,247	3,302,291
	-	1,045,932
	-	655,234
	2,184,572	2,551,498
	-	13,993
	2,184,572	4,266,657
$	4,152,819	$ 7,568,948

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Series 1987A	Series 1991E-G
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ 66,311	$ 2,680
Interest payable	7,570	1,878
Current portion of bonds payable	-	-
Current portion of deferred revenue	-	-
Total current liabilities	73,881	4,558
Non-current liabilities		
Non-current portion of bonds payable	525,000	300,000
Total non-current liabilities	525,000	300,000
Total liabilities	598,881	304,558
Net assets		
Restricted - bond funds	1,995,236	517,454
Total net assets	1,995,236	517,454
Total liabilites and net assets	$ 2,594,117	$ 822,012

	Series 1993A		Total Not Under the General Indenture
$	978,198	$	1,047,189
	24,786		34,234
	-		-
	-		-
	1,002,984		1,081,423
	1,255,000		2,080,000
	1,255,000		2,080,000
	2,257,984		3,161,423
	1,894,835		4,407,525
	1,894,835		4,407,525
$	4,152,819	$	7,568,948

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Series 1996B	Series 1997A1
ASSETS		
Current assets		
Current portion of restricted investments, at fair value	$ 3,301,666	$ 2,699,610
Current portion of mortgage-backed securities, at fair value	418,703	875,155
Accounts receivable	-	-
Interest receivable on investments and mortgage-backed securities	106,365	147,306
Current portion of loans receivable	-	-
Interest receivable on loans	-	-
Current portion of unamortized bond issue costs	6,776	9,491
Prepaid insurance and other	375	375
Total current assets	3,833,885	3,731,937
Non-current assets		
Non-current portion of restricted investments, at fair value	-	-
Non-current portion of mortgage-backed securities, at fair value	8,015,259	17,867,748
Non-current portion of loans receivable	-	-
Non-current portion of unamortized bond issue costs	96,159	124,400
Total non-current assets	8,111,418	17,992,148
Total assets	$ 11,945,303	$ 21,724,085

	Series 1996B/1997C	Series 1997D	Series 1998A	Series 1997B/1998B
	$ 3,003,763	$ 3,836,940	$ 5,173,908	$ 4,888,160
	1,346,238	210,484	1,960,721	2,326,668
	-	-	-	-
	174,129	82,071	257,053	289,704
	-	-	-	-
	-	-	-	-
	14,334	961	23,668	31,691
	750	375	736	1,246
	4,539,214	4,130,831	7,416,086	7,537,469
	-	-	-	-
	26,422,375	2,167,673	39,379,512	48,332,305
	-	-	-	-
	191,747	5,111	355,894	484,204
	26,614,122	2,172,784	39,735,406	48,816,509
	$ 31,153,336	$ 6,303,615	$ 47,151,492	$ 56,353,978

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Series 1996B	Series 1997A1
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ 7,103	$ 82,457
Interest payable	183,237	339,025
Current portion of bonds payable	235,000	315,000
Current portion of deferred revenue	-	-
Total current liabilities	425,340	736,482
Non-current liabilities		
Non-current portion of bonds payable	8,850,000	16,380,000
Total non-current liabilities	8,850,000	16,380,000
Total liabilities	9,275,340	17,116,482
Net assets		
Restricted - bond funds	2,669,963	4,607,603
Total net assets	2,669,963	4,607,603
Total liabilites and net assets	$ 11,945,303	$ 21,724,085

	Series 1996B/1997C	Series 1997D	Series 1998A	Series 1997B/1998B
	$ 171,764	$ 85,683	$ 656,490	$ 158,561
	531,315	10,157	780,709	939,346
	650,000	35,684	1,240,000	1,110,000
	-	-	-	-
	1,353,079	131,524	2,677,199	2,207,907
	27,495,000	542,014	42,930,000	52,060,000
	27,495,000	542,014	42,930,000	52,060,000
	28,848,079	673,538	45,607,199	54,267,907
	2,305,257	5,630,077	1,544,293	2,086,071
	2,305,257	5,630,077	1,544,293	2,086,071
	$ 31,153,336	$ 6,303,615	$ 47,151,492	$ 56,353,978

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Series 1998C	Series 1999A
ASSETS		
Current assets		
Current portion of restricted investments, at fair value	$ -	$ 10,253,531
Current portion of mortgage-backed securities, at fair value	-	2,198,570
Accounts receivable	-	-
Interest receivable on investments and mortgage-backed securities	-	373,119
Current portion of loans receivable	-	-
Interest receivable on loans	-	-
Current portion of unamortized bond issue costs	-	33,788
Prepaid insurance and other	-	831
Total current assets	-	12,859,839
Non-current assets		
Non-current portion of restricted investments, at fair value	-	-
Non-current portion of mortgage-backed securities, at fair value	-	44,968,944
Non-current portion of loans receivable	-	-
Non-current portion of unamortized bond issue costs	-	352,714
Total non-current assets	-	45,321,658
Total assets	$ -	$ 58,181,497

	Series 1999B	Series 1999C&D	Series 2000A&B	Series 2000C-G
	$ 2,050,724	$ 8,273,483	$ 8,016,631	$ 4,796,922
	270,254	2,965,807	1,153,770	1,720,380
	-	-	-	-
	52,684	406,858	286,238	247,928
	-	-	-	-
	-	-	-	-
	2,654	26,840	-	13,769
	375	878	448	1,500
	2,376,691	11,673,866	9,457,087	6,780,499
	-	-	-	-
	2,919,708	47,900,463	25,454,247	31,009,877
	-	-	-	-
	17,498	239,341	181,404	202,401
	2,937,206	48,139,804	25,635,651	31,212,278
	$ 5,313,897	$ 59,813,670	$ 35,092,738	$ 37,992,777

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Series 1998C	Series 1999A
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ -	$ 185,617
Interest payable	-	834,251
Current portion of bonds payable	-	1,115,000
Current portion of deferred revenue	-	-
Total current liabilities	-	2,134,868
Non-current liabilities		
Non-current portion of bonds payable	-	48,725,000
Total non-current liabilities	-	48,725,000
Total liabilities	-	50,859,868
Net assets		
Restricted - bond funds	-	7,321,629
Total net assets	-	7,321,629
Total liabilites and net assets	$ -	$ 58,181,497

	Series 1999B	Series 1999C&D	Series 2000A&B	Series 2000C-G
	$ 7,650	$ 288,655	$ 547,643	$ 378,972
	42,316	976,356	559,792	604,789
	131,270	91,665	-	380,818
	-	-	-	-
	181,236	1,356,676	1,107,435	1,364,579
	2,494,518	51,984,814	26,820,679	28,449,565
	2,494,518	51,984,814	26,820,679	28,449,565
	2,675,754	53,341,490	27,928,114	29,814,144
	2,638,143	6,472,180	7,164,624	8,178,633
	2,638,143	6,472,180	7,164,624	8,178,633
	$ 5,313,897	$ 59,813,670	$ 35,092,738	$ 37,992,777

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Series 2001A&B	Series 2001C-E
ASSETS		
Current assets		
Current portion of restricted investments, at fair value	$ 3,826,443	$ 5,985,990
Current portion of mortgage-backed securities, at fair value	975,207	2,835,754
Accounts receivable	-	-
Interest receivable on investments and mortgage-backed securities	168,671	388,080
Current portion of loans receivable	-	-
Interest receivable on loans	-	-
Current portion of unamortized bond issue costs	17,045	28,528
Prepaid insurance and other	409	1,336
Total current assets	4,987,775	9,239,688
Non-current assets		
Non-current portion of restricted investments, at fair value	-	-
Non-current portion of mortgage-backed securities, at fair value	22,569,038	58,326,916
Non-current portion of loans receivable	-	-
Non-current portion of unamortized bond issue costs	263,468	334,766
Total non-current assets	22,832,506	58,661,682
Total assets	$ 27,820,281	$ 67,901,370

	Series 2002A-C	Series 2002D&E	Series 2003A	Series 2003B&C
	$ 6,862,542	$ 1,551,008	$ 2,270,250	$ 2,880,124
	2,845,753	837,041	1,203,153	1,548,214
	4,406	-	-	-
	410,666	117,601	155,194	209,917
	-	-	-	-
	-	-	-	-
	8,337	10,760	19,590	26,085
	2,250	750	552	902
	10,133,954	2,517,160	3,648,739	4,665,242
	-	-	-	-
	68,739,912	20,470,675	30,302,789	39,546,557
	-	-	-	-
	470,707	201,027	304,203	395,081
	69,210,619	20,671,702	30,606,992	39,941,638
	$ 79,344,573	$ 23,188,862	$ 34,255,731	$ 44,606,880

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Series 2001A&B	Series 2001C-E
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ 74,132	$ 54,239
Interest payable	421,927	1,137,075
Current portion of bonds payable	330,000	1,679,375
Current portion of deferred revenue	-	-
Total current liabilities	826,059	2,870,689
Non-current liabilities		
Non-current portion of bonds payable	24,185,000	63,373,364
Total non-current liabilities	24,185,000	63,373,364
Total liabilities	25,011,059	66,244,053
Net assets		
Restricted - bond funds	2,809,222	1,657,317
Total net assets	2,809,222	1,657,317
Total liabilites and net assets	$ 27,820,281	$ 67,901,370

	Series 2002A-C		Series 2002D&E		Series 2003A		Series 2003B&C
$	719,288	$	21,789	$	22,605	$	39,506
	1,078,941		365,544		460,466		681,378
	1,335,000		160,000		670,000		878,510
	-		-		-		-
	3,133,229		547,333		1,153,071		1,599,394
	75,800,000		23,410,000		32,425,000		44,611,163
	75,800,000		23,410,000		32,425,000		44,611,163
	78,933,229		23,957,333		33,578,071		46,210,557
	411,344		(768,471)		677,660		(1,603,677)
	411,344		(768,471)		677,660		(1,603,677)
$	79,344,573	$	23,188,862	$	34,255,731	$	44,606,880

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Series 2004A&B	Series 2004C&D
ASSETS		
Current assets		
Current portion of restricted investments, at fair value	$ 3,520,584	$ 3,106,204
Current portion of mortgage-backed securities, at fair value	2,194,840	2,218,933
Accounts receivable	-	-
Interest receivable on investments and mortgage-backed securities	284,956	297,305
Current portion of loans receivable	-	-
Interest receivable on loans	-	-
Current portion of unamortized bond issue costs	26,856	24,128
Prepaid insurance and other	1,109	1,126
Total current assets	6,028,345	5,647,696
Non-current assets		
Non-current portion of restricted investments, at fair value	-	-
Non-current portion of mortgage-backed securities, at fair value	57,046,524	58,231,422
Non-current portion of loans receivable	-	-
Non-current portion of unamortized bond issue costs	560,573	503,731
Total non-current assets	57,607,097	58,735,153
Total assets	$ 63,635,442	$ 64,382,849

	Series 2004E&F	Series 2005A&B	Series 2005C&D	Series 2005E&F
	$ 2,547,905	$ 6,019,530	$ 4,305,245	$ 4,039,160
	1,805,482	3,840,750	3,872,149	3,428,331
	-	-	-	-
	234,355	499,134	480,518	435,707
	-	-	-	-
	-	-	-	-
	22,768	55,500	50,797	42,307
	1,039	2,077	2,021	1,792
	4,611,549	10,416,991	8,710,730	7,947,297
	-	-	-	-
	47,945,623	103,671,966	105,818,642	94,150,296
	-	-	-	-
	498,382	895,028	956,322	884,228
	48,444,005	104,566,994	106,774,964	95,034,524
	$ 53,055,554	$ 114,983,985	$ 115,485,694	$ 102,981,821

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Series 2004A&B	Series 2004C&D
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ 58,460	$ 58,645
Interest payable	926,239	1,016,274
Current portion of bonds payable	1,221,788	1,156,893
Current portion of deferred revenue	-	-
Total current liabilities	2,206,487	2,231,812
Non-current liabilities		
Non-current portion of bonds payable	64,070,340	64,735,203
Total non-current liabilities	64,070,340	64,735,203
Total liabilities	66,276,827	66,967,015
Net assets		
Restricted - bond funds	(2,641,385)	(2,584,166)
Total net assets	(2,641,385)	(2,584,166)
Total liabilites and net assets	$ 63,635,442	$ 64,382,849

Series 2004E&F	Series 2005A&B	Series 2005C&D	Series 2005E&F
$ 47,829	$ 117,898	$ 119,621	$ 105,695
850,719	1,634,526	1,727,126	1,545,792
719,751	3,568,069	3,429,540	2,439,981
-	-	-	-
1,618,299	5,320,493	5,276,287	4,091,468
55,005,207	116,900,234	119,298,359	106,387,933
55,005,207	116,900,234	119,298,359	106,387,933
56,623,506	122,220,727	124,574,646	110,479,401
(3,567,952)	(7,236,742)	(9,088,952)	(7,497,580)
(3,567,952)	(7,236,742)	(9,088,952)	(7,497,580)
$ 53,055,554	$ 114,983,985	$ 115,485,694	$ 102,981,821

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

		Series 2006A-D		Series 2006E-G
ASSETS				
Current assets				
Current portion of restricted investments, at fair value	$	10,852,886	$	9,579,343
Current portion of mortgage-backed securities, at fair value		9,832,095		8,128,764
Accounts receivable		-		-
Interest receivable on investments and mortgage-backed securities		1,272,961		1,164,397
Current portion of loans receivable		-		-
Interest receivable on loans		-		-
Current portion of unamortized bond issue costs		160,297		126,517
Prepaid insurance and other		5,238		4,153
Total current assets		22,123,477		19,003,174
Non-current assets				
Non-current portion of restricted investments, at fair value		-		-
Non-current portion of mortgage-backed securities, at fair value		261,321,561		227,753,524
Non-current portion of loans receivable		-		-
Non-current portion of unamortized bond issue costs		2,187,312		1,937,258
Total non-current assets		263,508,873		229,690,782
Total assets	$	285,632,350	$	248,693,956

	Series 2006H-K	Series 2006L-O	Series 2007AC	2007 Demand Draw
	$ 11,691,220	$ 5,762,798	$ 264,152,120	$ 37,337,073
	12,997,526	11,298,838	1,177,534	-
	-	-	-	-
	1,886,213	3,194,568	3,508,102	152,615
	-	-	-	-
	-	-	-	-
	230,549	140,612	156,769	-
	6,639	5,833	-	-
	26,812,147	20,402,649	268,994,525	37,489,688
	-	-	-	-
	367,022,286	323,305,727	34,004,668	-
	-	-	-	-
	2,903,735	2,255,305	2,228,022	-
	369,926,021	325,561,032	36,232,690	-
	$ 396,738,168	$ 345,963,681	$ 305,227,215	$ 37,489,688

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Series 2006A-D	Series 2006E-G
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ 239,595	$ 203,768
Interest payable	4,457,417	3,898,240
Current portion of bonds payable	10,609,441	5,592,228
Current portion of deferred revenue	-	-
Total current liabilities	15,306,453	9,694,236
Non-current liabilities		
Non-current portion of bonds payable	285,722,558	247,544,008
Total non-current liabilities	285,722,558	247,544,008
Total liabilities	301,029,011	257,238,244
Net assets		
Restricted - bond funds	(15,396,661)	(8,544,288)
Total net assets	(15,396,661)	(8,544,288)
Total liabilites and net assets	$ 285,632,350	$ 248,693,956

	Series 2006H-K	Series 2006L-O	Series 2007AC	2007 Demand Draw
	$ 418,235	$ 263,854	$ 34,903	$ 78,719
	6,351,678	5,390,642	3,262,732	133,283
	6,405,984	3,070,000	1,000,000	-
	-	-	-	-
	13,175,897	8,724,496	4,297,635	212,002
	393,092,939	346,915,000	299,000,000	37,250,000
	393,092,939	346,915,000	299,000,000	37,250,000
	406,268,836	355,639,496	303,297,635	37,462,002
	(9,530,668)	(9,675,815)	1,929,580	27,686
	(9,530,668)	(9,675,815)	1,929,580	27,686
	$ 396,738,168	$ 345,963,681	$ 305,227,215	$ 37,489,688

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

		Series General Trust
ASSETS		
Current assets		
Current portion of restricted investments, at fair value	$	16,211,339
Current portion of mortgage-backed securities, at fair value		1,205,841
Accounts receivable		42,328
Interest receivable on investments and mortgage-backed securities		170,107
Current portion of loans receivable		-
Interest receivable on loans		-
Current portion of unamortized bond issue costs		-
Prepaid insurance and other		-
Total current assets		17,629,615
Non-current assets		
Non-current portion of restricted investments, at fair value		-
Non-current portion of mortgage-backed securities, at fair value		17,810,820
Non-current portion of loans receivable		-
Non-current portion of unamortized bond issue costs		-
Total non-current assets		17,810,820
Total assets	$	35,440,435

Total Under the General Indenture	Total FY 2007
$ 458,797,102	$ 460,915,278
87,692,955	87,736,637
46,734	121,203
17,454,522	17,688,110
-	769,371
-	50,231
1,311,417	1,315,652
45,115	53,654
565,347,845	568,650,136
-	1,045,932
2,232,477,057	2,233,132,291
-	2,551,498
20,030,021	20,044,014
2,252,507,078	2,256,773,735
$ 2,817,854,923	$ 2,825,423,871

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

		Series General Trust
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$	4,407
Interest payable		-
Current portion of bonds payable		-
Current portion of deferred revenue		179,470
Total current liabilities		183,877
Non-current liabilities		
Non-current portion of bonds payable		-
Total non-current liabilities		-
Total liabilities		183,877
Net assets		
Restricted - bond funds		35,256,558
Total net assets		35,256,558
Total liabilites and net assets	$	35,440,435

	Total Under the General Indenture		Total FY 2007
$	5,253,783	$	6,300,972
	41,141,292		41,175,526
	49,570,997		49,570,997
	179,470		179,470
	96,145,542		97,226,965
	2,706,457,898		2,708,537,898
	2,706,457,898		2,708,537,898
	2,802,603,440		2,805,764,863
	15,251,483		19,659,008
	15,251,483		19,659,008
$	2,817,854,923	$	2,825,423,871

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Series 1987A	Series 1991E-G
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ 73,442	$ -
Mortgage-backed securities	-	53,620
Investments	5,110	7,438
Other mortgage income - net	-	-
Net increase (decrease) in the fair value of investments and mortgage-backed securities	(6,700)	(5,369)
Total interest and investment income	71,852	55,689
Total operating revenues	71,852	55,689
OPERATING EXPENSES:		
Interest expense	51,635	36,031
Trustee expense and agency fees	2,442	1,426
Mortgage servicing and administration fees	3,842	-
Insurance and other	23,852	-
Total operating expenses	81,771	37,457
Income over (under) expenses before transfer	(9,919)	18,232
Transfer in (out)	-	-
Net income (loss)	(9,919)	18,232
Net Assets, beginning of year	2,005,155	499,222
Net assets, end of year	$ 1,995,236	$ 517,454

	Series 1993A	Total Not Under the General Indenture
	$ 326,196	$ 399,638
	-	53,620
	65,202	77,750
	-	-
	-	(12,069)
	391,398	518,939
	391,398	518,939
	122,977	210,643
	206,645	210,513
	14,803	18,645
	31,939	55,791
	376,364	495,592
	15,034	23,347
	-	-
	15,034	23,347
	1,879,801	4,384,178
	$ 1,894,835	$ 4,407,525

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Series 1996B	Series 1997A1
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ -	$ -
Mortgage-backed securities	549,839	1,198,797
Investments	200,817	162,082
Other mortgage income - net	-	-
Net increase (decrease) in the fair value of investments and mortgage-backed securities	43,905	102,592
Total interest and investment income	794,561	1,463,471
Total operating revenues	794,561	1,463,471
OPERATING EXPENSES:		
Interest expense	607,326	1,177,945
Trustee expense and agency fees	24,692	42,923
Mortgage servicing and administration fees	-	-
Insurance and other	-	-
Total operating expenses	632,018	1,220,868
Income over (under) expenses before transfer	162,543	242,603
Transfer in (out)	-	-
Net income (loss)	162,543	242,603
Net Assets, beginning of year	2,507,420	4,365,000
Net assets, end of year	$ 2,669,963	$ 4,607,603

	Series 1996B/1997C	Series 1997D	Series 1998A	Series 1997B/1998B
	$ -	$ -	$ -	$ -
	1,629,254	197,168	2,371,198	2,908,564
	127,079	187,375	243,825	259,704
	-	-	-	-
	138,047	(28,021)	316,494	323,008
	1,894,380	356,522	2,931,517	3,491,276
	1,894,380	356,522	2,931,517	3,491,276
	1,715,671	70,485	2,588,331	3,087,946
	64,394	9,502	95,910	118,582
	-	-	-	-
	-	-	-	-
	1,780,065	79,987	2,684,241	3,206,528
	114,315	276,535	247,276	284,748
	-	-	-	-
	114,315	276,535	247,276	284,748
	2,190,942	5,353,542	1,297,017	1,801,323
	$ 2,305,257	$ 5,630,077	$ 1,544,293	$ 2,086,071

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Series 1998C	Series 1999A
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ -	$ -
Mortgage-backed securities	223,155	2,803,675
Investments	28,880	471,133
Other mortgage income - net	-	-
Net increase (decrease) in the fair value of investments and mortgage-backed securities	(292,231)	244,031
Total interest and investment income	(40,196)	3,518,839
Total operating revenues	(40,196)	3,518,839
OPERATING EXPENSES:		
Interest expense	51,930	2,748,072
Trustee expense and agency fees	10,531	107,749
Mortgage servicing and administration fees	-	-
Insurance and other	-	-
Total operating expenses	62,461	2,855,821
Income over (under) expenses before transfer	(102,657)	663,018
Transfer in (out)	(5,125,094)	-
Net income (loss)	(5,227,751)	663,018
Net Assets, beginning of year	5,227,751	6,658,611
Net assets, end of year	$ -	$ 7,321,629

	Series 1999B	Series 1999C&D	Series 2000A&B	Series 2000C-G
	$ -	$ -	$ -	$ -
	196,472	3,186,473	1,852,650	2,123,609
	98,450	309,689	59,993	(28,544)
	-	-	-	-
	(34,075)	80,286	99,101	(6,038)
	260,847	3,576,448	2,011,744	2,089,027
	260,847	3,576,448	2,011,744	2,089,027
	178,551	3,466,201	1,940,130	2,203,236
	10,327	113,694	60,070	78,091
	-	-	-	-
	-	-	-	-
	188,878	3,579,895	2,000,200	2,281,327
	71,969	(3,447)	11,544	(192,300)
	-	-	-	-
	71,969	(3,447)	11,544	(192,300)
	2,566,174	6,475,627	7,153,080	8,370,933
	$ 2,638,143	$ 6,472,180	$ 7,164,624	$ 8,178,633

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Series 2001A&B	Series 2001C-E
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ -	$ -
Mortgage-backed securities	1,466,651	3,803,138
Investments	212,774	314,492
Other mortgage income - net	-	-
Net increase (decrease) in the fair value of investments and mortgage-backed securities	184,580	257,705
Total interest and investment income	1,864,005	4,375,335
Total operating revenues	1,864,005	4,375,335
OPERATING EXPENSES:		
Interest expense	1,479,328	3,648,684
Trustee expense and agency fees	54,262	140,217
Mortgage servicing and administration fees	-	-
Insurance and other	-	-
Total operating expenses	1,533,590	3,788,901
Income over (under) expenses before transfer	330,415	586,434
Transfer in (out)	-	-
Net income (loss)	330,415	586,434
Net Assets, beginning of year	2,478,807	1,070,883
Net assets, end of year	$ 2,809,222	$ 1,657,317

	Series 2002A-C	Series 2002D&E	Series 2003A	Series 2003B&C
	$ -	$ -	$ -	$ -
	4,367,768	1,255,039	1,698,195	2,263,463
	356,774	70,924	68,598	102,717
	-	-	-	-
	421,404	145,951	171,798	225,860
	5,145,946	1,471,914	1,938,591	2,592,040
	5,145,946	1,471,914	1,938,591	2,592,040
	4,343,422	1,315,793	1,466,480	2,015,724
	206,260	71,244	73,192	126,467
	-	-	-	-
	-	-	-	-
	4,549,682	1,387,037	1,539,672	2,142,191
	596,264	84,877	398,919	449,849
	-	-	-	-
	596,264	84,877	398,919	449,849
	(184,920)	(853,348)	278,741	(2,053,526)
	$ 411,344	$ (768,471)	$ 677,660	$ (1,603,677)

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Series 2004A&B	Series 2004C&D
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ -	$ -
Mortgage-backed securities	3,194,588	3,300,446
Investments	95,456	120,894
Other mortgage income - net	-	-
Net increase (decrease) in the fair value of investments and mortgage-backed securities	243,965	260,028
Total interest and investment income	3,534,009	3,681,368
Total operating revenues	3,534,009	3,681,368
OPERATING EXPENSES:		
Interest expense	2,747,694	3,068,253
Trustee expense and agency fees	185,231	186,806
Mortgage servicing and administration fees	-	-
Insurance and other	-	-
Total operating expenses	2,932,925	3,255,059
Income over (under) expenses before transfer	601,084	426,309
Transfer in (out)	-	-
Net income (loss)	601,084	426,309
Net Assets, beginning of year	(3,242,469)	(3,010,475)
Net assets, end of year	$ (2,641,385)	$ (2,584,166)

	Series 2004E&F	Series 2005A&B	Series 2005C&D	Series 2005E&F
	$ -	$ -	$ -	$ -
	2,649,906	5,554,595	5,570,673	5,017,704
	70,911	147,832	95,367	87,952
	-	-	-	-
	181,079	525,469	477,625	420,570
	2,901,896	6,227,896	6,143,665	5,526,226
	2,901,896	6,227,896	6,143,665	5,526,226
	2,548,993	5,141,614	5,241,760	4,705,209
	150,824	371,484	374,561	331,468
	-	-	-	-
	-	-	-	-
	2,699,817	5,513,098	5,616,321	5,036,677
	202,079	714,798	527,344	489,549
	-	-	-	-
	202,079	714,798	527,344	489,549
	(3,770,031)	(7,951,540)	(9,616,296)	(7,987,129)
	$ (3,567,952)	$ (7,236,742)	$ (9,088,952)	$ (7,497,580)

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Series 2006A-D	Series 2006E-G
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ -	$ -
Mortgage-backed securities	14,509,964	11,703,310
Investments	568,548	1,790,689
Other mortgage income - net	(112,545)	447,879
Net increase (decrease) in the fair value of investments and mortgage-backed securities	(2,313,655)	(10,759,127)
Total interest and investment income	12,652,312	3,182,751
Total operating revenues	12,652,312	3,182,751
OPERATING EXPENSES:		
Interest expense	13,525,065	11,732,177
Trustee expense and agency fees	739,660	605,943
Mortgage servicing and administration fees	-	-
Insurance and other	-	-
Total operating expenses	14,264,725	12,338,120
Income over (under) expenses before transfer	(1,612,413)	(9,155,369)
Transfer in (out)	48,038	-
Net income (loss)	(1,564,375)	(9,155,369)
Net Assets, beginning of year	(13,832,286)	611,081
Net assets, end of year	$ (15,396,661)	$ (8,544,288)

	Series 2006H-K	Series 2006L-O	Series 2007AC	2007 Demand Draw
	$ -	$ -	$ -	$ -
	14,302,283	5,343,718	166,070	-
	6,664,592	6,761,577	3,345,142	549,199
	(1,056,921)	148,349	2,444,522	65,262
	(10,711,436)	(10,841,359)	(694,503)	-
	9,198,518	1,412,285	5,261,231	614,461
	9,198,518	1,412,285	5,261,231	614,461
	18,309,914	11,002,284	3,296,747	585,531
	835,981	397,075	34,904	1,244
	-	-	-	-
	-	-	-	-
	19,145,895	11,399,359	3,331,651	586,775
	(9,947,377)	(9,987,074)	1,929,580	27,686
	416,709	311,259	-	-
	(9,530,668)	(9,675,815)	1,929,580	27,686
	-	-	-	-
	$ (9,530,668)	$ (9,675,815)	$ 1,929,580	$ 27,686

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Series General Trust
OPERATING REVENUES	
INTEREST AND INVESTMENT INCOME:	
Loans	$ -
Mortgage-backed securities	1,125,952
Investments	643,244
Other mortgage income - net	-
Net increase (decrease) in the fair value of investments and mortgage-backed securities	314,056
Total interest and investment income	2,083,252
Total operating revenues	2,083,252
OPERATING EXPENSES:	
Interest expense	-
Trustee expense and agency fees	-
Mortgage servicing and administration fees	-
Insurance and other	4,406
Total operating expenses	4,406
Income over (under) expenses before transfer	2,078,846
Transfer in (out)	4,349,088
Net income (loss)	6,427,934
Net Assets, beginning of year	28,828,624
Net assets, end of year	$ 35,256,558

Total Under the General Indenture	Total FY 2007
$ -	$ 399,638
106,534,317	106,587,937
24,188,165	24,265,915
1,936,546	1,936,546
(30,502,891)	(30,514,960)
102,156,137	102,675,076
102,156,137	102,675,076
116,010,496	116,221,139
5,623,288	5,833,801
-	18,645
4,406	60,197
121,638,190	122,133,782
(19,482,053)	(19,458,706)
-	-
(19,482,053)	(19,458,706)
34,733,536	39,117,714
$ 15,251,483	$ 19,659,008

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Series 1987A	Series 1991E-G
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ -	$ 168,436
Cash collected from program loans principal	233,395	-
Cash received from investment interest and mortgage-backed securities interest	127,822	61,909
Cash received from program loans interest	65,719	-
Cash received from closing fees	-	-
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	664	-
Cash received from transfers in	-	-
Payments to purchase mortgage-backed securities	-	-
Payments for bond premiums, downpayment assistance grants and other	-	-
Payments for bond interest payable	(47,209)	(29,440)
Payments for trustee expense and agency fees	(2,079)	(1,391)
Payments for mortgage servicing and administration fees	(3,825)	-
Payments for insurance and other	(98,533)	(375)
Payments for transfer out	-	-
Net cash provided (used) by operating activities	275,954	199,139
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	-	-
Payments to redeem bonds	(375,000)	(200,000)
Payments for bond issue costs, unamortized	-	-
Net cash provided (used) by noncapital financing activities	(375,000)	(200,000)
Net increase (decrease) in cash and cash equivalents	(99,046)	(861)
Cash and cash equivalents, beginning of year	930,975	111,029
Cash and cash equivalents, end of year	$ 831,929	$ 110,168

	Series 1993A	Total Not Under the General Indenture
	$ -	$ 168,436
	649,016	882,411
	67,427	257,158
	313,065	378,784
	-	-
	-	-
	59,516	60,180
	-	-
	-	-
	-	-
	(136,210)	(212,859)
	(7,393)	(10,863)
	(14,960)	(18,785)
	(89,354)	(188,262)
	-	-
	841,107	1,316,200
	-	-
	(670,000)	(1,245,000)
	-	-
	(670,000)	(1,245,000)
	171,107	71,200
	1,004,972	2,046,976
	$ 1,176,079	$ 2,118,176

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

		Series 1987A		Series 1991E-G
Reconciliation of operating income to net cash provided (used) by operating activities				
Operating income	$	(9,919)	$	18,232
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Amortization of bond issue costs		9,886		6,376
Amortization of bond discount (premium)		-		-
Amortization of loan (discount) premium		(7,769)		-
Net (increase) decrease in the fair value of investments and mortgage-backed securities		6,700		5,369
Amounts collected - program loans		233,395		-
Purchases - mortgage-backed securities		-		-
Principal received on mortgage-backed securities		-		168,436
Decrease (increase) in accounts receivable		(7,767)		-
Decrease (increase) in interest receivable on investments and mortgage-backed securities		1,172		851
Decrease (increase) in interest receivable on loans		46		-
Decrease (increase) in prepaid insurance and other		(1,025)		-
Increase (decrease) in accounts payable and other		56,696		(340)
Increase (decrease) in interest payable		(5,461)		215
Increase (decrease) in deferred revenue		-		-
Net cash provided (used) by operating activities	$	275,954	$	199,139

	Series 1993A		Total Not Under the General Indenture
$	15,034	$	23,347
	-		16,262
	-		-
	(9,620)		(17,389)
	-		12,069
	649,016		882,411
	-		-
	-		168,436
	15,302		7,535
	2,225		4,248
	(3,512)		(3,466)
	2,113		1,088
	183,782		240,138
	(13,233)		(18,479)
	-		-
$	841,107	$	1,316,200

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Series 1996B	Series 1997A1
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ 1,429,462	$ 3,949,556
Cash collected from program loans principal	-	-
Cash received from investment interest and mortgage-backed securities interest	751,258	1,437,769
Cash received from program loans interest	-	-
Cash received from closing fees	-	-
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	-	-
Cash received from transfers in	-	-
Payments to purchase mortgage-backed securities	-	-
Payments for bond premiums, downpayment assistance grants and other	-	-
Payments for bond interest payable	(614,065)	(1,223,141)
Payments for trustee expense and agency fees	(25,976)	(45,684)
Payments for mortgage servicing and administration fees	-	-
Payments for insurance and other	-	(553,179)
Payments for transfer out	-	-
Net cash provided (used) by operating activities	1,540,679	3,565,321
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	-	-
Payments to redeem bonds	(1,450,000)	(4,475,000)
Payments for bond issue costs, unamortized	-	-
Net cash provided (used) by noncapital financing activities	(1,450,000)	(4,475,000)
Net increase (decrease) in cash and cash equivalents	90,679	(909,679)
Cash and cash equivalents, beginning of year	3,210,987	3,609,289
Cash and cash equivalents, end of year	$ 3,301,666	$ 2,699,610

Series 1996B/1997C	Series 1997D	Series 1998A	Series 1997B/1998B
$ 3,334,485	$ 412,755	$ 6,487,391	$ 7,122,117
-	-	-	-
1,837,113	393,009	2,711,001	3,210,001
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
(1,748,096)	(48,020)	(2,644,655)	(3,122,088)
(66,730)	(9,920)	(100,419)	(123,490)
-	-	-	-
(228,560)	(2,306)	-	-
-	-	-	-
3,128,212	745,518	6,453,318	7,086,540
-	-	-	-
(4,390,000)	(435,000)	(8,500,000)	(8,395,000)
-	-	-	-
(4,390,000)	(435,000)	(8,500,000)	(8,395,000)
(1,261,788)	310,518	(2,046,682)	(1,308,460)
4,265,551	3,526,422	7,220,590	6,196,620
$ 3,003,763	$ 3,836,940	$ 5,173,908	$ 4,888,160

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Series 1996B	Series 1997A1
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ 162,543	$ 242,603
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of bond issue costs	21,623	44,962
Amortization of bond discount (premium)	-	-
Amortization of loan (discount) premium	-	-
Net (increase) decrease in the fair value of investments and mortgage-backed securities	(43,905)	(102,592)
Amounts collected - program loans	-	-
Purchases - mortgage-backed securities	-	-
Principal received on mortgage-backed securities	1,429,462	3,949,556
Decrease (increase) in accounts receivable	-	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	602	25,329
Decrease (increase) in interest receivable on loans	-	-
Decrease (increase) in prepaid insurance and other	-	-
Increase (decrease) in accounts payable and other	(1,284)	(504,379)
Increase (decrease) in interest payable	(28,362)	(90,158)
Increase (decrease) in deferred revenue	-	-
Net cash provided (used) by operating activities	$ 1,540,679	$ 3,565,321

	Series 1996B/1997C	Series 1997D	Series 1998A	Series 1997B/1998B
	$ 114,315	$ 276,535	$ 247,276	$ 284,748
	43,819	29,740	91,891	106,488
	-	-	-	-
	-	-	-	-
	(138,047)	28,021	(316,494)	(323,008)
	-	-	-	-
	-	-	-	-
	3,334,485	412,755	6,487,391	7,122,117
	-	-	-	-
	33,919	(3,655)	50,882	41,820
	-	-	-	-
	-	-	142	140
	(184,035)	9,397	40,445	(5,135)
	(76,244)	(7,275)	(148,215)	(140,630)
	-	-	-	-
	$ 3,128,212	$ 745,518	$ 6,453,318	$ 7,086,540

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Series 1998C	Series 1999A
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ 4,792,531	$ 6,625,424
Cash collected from program loans principal	-	-
Cash received from investment interest and mortgage-backed securities interest	314,084	3,366,156
Cash received from program loans interest	-	-
Cash received from closing fees	-	-
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	-	-
Cash received from transfers in	-	-
Payments to purchase mortgage-backed securities	-	-
Payments for bond premiums, downpayment assistance grants and other	-	-
Payments for bond interest payable	(23,625)	(2,796,131)
Payments for trustee expense and agency fees	(15,180)	(112,638)
Payments for mortgage servicing and administration fees	-	-
Payments for insurance and other	(23,873)	-
Payments for transfer out	(5,125,094)	-
Net cash provided (used) by operating activities	(81,157)	7,082,811
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	-	-
Payments to redeem bonds	(800,000)	(9,085,000)
Payments for bond issue costs, unamortized	-	-
Net cash provided (used) by noncapital financing activities	(800,000)	(9,085,000)
Net increase (decrease) in cash and cash equivalents	(881,157)	(2,002,189)
Cash and cash equivalents, beginning of year	881,157	12,255,720
Cash and cash equivalents, end of year	$ -	$ 10,253,531

	Series 1999B	Series 1999C&D	Series 2000A&B	Series 2000C-G
	$ 504,382	$ 8,924,612	$ 5,576,082	$ 5,908,491
	-	-	-	-
	362,113	4,078,011	2,414,461	2,698,194
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	(146,824)	(3,402,818)	(2,011,093)	(2,178,173)
	(10,421)	(119,951)	(63,849)	(82,292)
	-	-	-	-
	(66,718)	(283,364)	-	(242,742)
	-	-	-	-
	642,532	9,196,490	5,915,601	6,103,478
	-	-	-	-
	(630,000)	(12,355,000)	(7,210,000)	(7,520,000)
	-	-	-	-
	(630,000)	(12,355,000)	(7,210,000)	(7,520,000)
	12,532	(3,158,510)	(1,294,399)	(1,416,522)
	2,038,192	11,431,993	9,311,030	6,213,444
	$ 2,050,724	$ 8,273,483	$ 8,016,631	$ 4,796,922

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

		Series 1998C		Series 1999A
Reconciliation of operating income to net cash				
provided (used) by operating activities				
Operating income	$	(5,227,751)	$	663,018
Adjustments to reconcile operating income to net cash				
provided (used) by operating activities:				
Amortization of bond issue costs		41,639		100,825
Amortization of bond discount (premium)		-		-
Amortization of loan (discount) premium		-		-
Net (increase) decrease in the fair value of investments and mortgage-backed securities		292,231		(244,031)
Amounts collected - program loans		-		-
Purchases - mortgage-backed securities		-		-
Principal received on mortgage-backed securities		4,792,531		6,625,424
Decrease (increase) in accounts receivable		-		-
Decrease (increase) in interest receivable on investments and mortgage-backed securities		40,973		43,444
Decrease (increase) in interest receivable on loans		-		-
Decrease (increase) in prepaid insurance and other		375		151
Increase (decrease) in accounts payable and other		(7,822)		42,865
Increase (decrease) in interest payable		(13,333)		(148,885)
Increase (decrease) in deferred revenue		-		-
Net cash provided (used) by operating activities	$	(81,157)	$	7,082,811

	Series 1999B	Series 1999C&D	Series 2000A&B	Series 2000C-G
	$ 71,969	$ (3,447)	$ 11,544	$ (192,300)
	41,492	295,030	79,244	191,575
	-	-	-	-
	-	-	-	-
	34,075	(80,286)	(99,101)	6,038
	-	-	-	-
	-	-	-	-
	504,382	8,924,612	5,576,082	5,908,491
	-	-	-	-
	1,700	94,072	50,544	56,075
	-	-	-	-
	-	206	120	-
	(1,321)	197,950	447,376	300,110
	(9,765)	(231,647)	(150,208)	(166,511)
	-	-	-	-
	$ 642,532	$ 9,196,490	$ 5,915,601	$ 6,103,478

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Series 2001A&B	Series 2001C-E
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ 4,372,454	$ 10,343,501
Cash collected from program loans principal	-	-
Cash received from investment interest and mortgage-backed securities interest	1,733,457	4,333,144
Cash received from program loans interest	-	-
Cash received from closing fees	-	-
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	-	-
Cash received from transfers in	-	-
Payments to purchase mortgage-backed securities	-	-
Payments for bond premiums, downpayment assistance grants and other	-	-
Payments for bond interest payable	(1,487,710)	(3,860,426)
Payments for trustee expense and agency fees	(57,341)	(147,554)
Payments for mortgage servicing and administration fees	-	-
Payments for insurance and other	-	(167,768)
Payments for transfer out	-	-
Net cash provided (used) by operating activities	4,560,860	10,500,897
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	-	-
Payments to redeem bonds	(5,615,000)	(11,435,000)
Payments for bond issue costs, unamortized	-	-
Net cash provided (used) by noncapital financing activities	(5,615,000)	(11,435,000)
Net increase (decrease) in cash and cash equivalents	(1,054,140)	(934,103)
Cash and cash equivalents, beginning of year	4,880,583	6,920,093
Cash and cash equivalents, end of year	$ 3,826,443	$ 5,985,990

	Series 2002A-C	Series 2002D&E	Series 2003A	Series 2003B&C
	$ 10,857,323	$ 2,900,589	$ 2,734,992	$ 3,403,665
	-	-	-	-
	4,801,500	1,344,148	1,781,721	2,387,448
	-	-	-	-
	-	-	-	-
	-	-	-	-
	655,231	-	-	-
	-	-	-	-
	-	-	-	-
	(4,406)	-	-	-
	(4,587,723)	(1,308,263)	(1,452,970)	(2,151,294)
	(218,491)	(79,164)	(74,976)	(129,101)
	-	-	-	-
	-	-	-	-
	-	-	-	-
	11,503,434	2,857,310	2,988,767	3,510,718
	-	-	-	-
	(12,805,000)	(3,250,000)	(3,275,000)	(4,410,000)
	-	-	-	-
	(12,805,000)	(3,250,000)	(3,275,000)	(4,410,000)
	(1,301,566)	(392,690)	(286,233)	(899,282)
	8,164,108	1,943,698	2,556,483	3,779,406
	$ 6,862,542	$ 1,551,008	$ 2,270,250	$ 2,880,124

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Series 2001A&B	Series 2001C-E
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ 330,415	$ 586,434
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of bond issue costs	81,449	134,377
Amortization of bond discount (premium)	-	(152,386)
Amortization of loan (discount) premium	-	-
Net (increase) decrease in the fair value of investments and mortgage-backed securities	(184,580)	(257,705)
Amounts collected - program loans	-	-
Purchases - mortgage-backed securities	-	-
Principal received on mortgage-backed securities	4,372,454	10,343,501
Decrease (increase) in accounts receivable	-	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	33,550	49,961
Decrease (increase) in interest receivable on loans	-	-
Decrease (increase) in prepaid insurance and other	94	173
Increase (decrease) in accounts payable and other	17,309	(9,726)
Increase (decrease) in interest payable	(89,831)	(193,732)
Increase (decrease) in deferred revenue	-	-
Net cash provided (used) by operating activities	$ 4,560,860	$ 10,500,897

Series 2002A-C	Series 2002D&E	Series 2003A	Series 2003B&C
$ 596,264	$ 84,877	$ 398,919	$ 449,849
104,037	39,647	46,718	62,192
-	-	-	(139,498)
-	-	-	-
(421,404)	(145,951)	(171,798)	(225,860)
-	-	-	-
-	-	-	-
10,857,323	2,900,589	2,734,992	3,403,665
(4,406)	-	-	-
76,957	18,185	14,928	21,268
-	-	-	-
33	-	55	71
642,968	(7,921)	(1,840)	(2,704)
(348,338)	(32,116)	(33,207)	(58,265)
-	-	-	-
$ 11,503,434	$ 2,857,310	$ 2,988,767	$ 3,510,718

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Series 2004A&B	Series 2004C&D
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ 4,013,569	$ 4,291,019
Cash collected from program loans principal	-	-
Cash received from investment interest and mortgage-backed securities interest	3,305,156	3,441,963
Cash received from program loans interest	-	-
Cash received from closing fees	-	-
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	-	-
Cash received from transfers in	-	-
Payments to purchase mortgage-backed securities	-	-
Payments for bond premiums, downpayment assistance grants and other	-	-
Payments for bond interest payable	(2,838,146)	(3,140,480)
Payments for trustee expense and agency fees	(187,446)	(189,283)
Payments for mortgage servicing and administration fees	-	-
Payments for insurance and other	-	-
Payments for transfer out	-	-
Net cash provided (used) by operating activities	4,293,133	4,403,219
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	-	-
Payments to redeem bonds	(3,855,000)	(4,340,000)
Payments for bond issue costs, unamortized	-	-
Net cash provided (used) by noncapital financing activities	(3,855,000)	(4,340,000)
Net increase (decrease) in cash and cash equivalents	438,133	63,219
Cash and cash equivalents, beginning of year	3,082,451	3,042,985
Cash and cash equivalents, end of year	$ 3,520,584	$ 3,106,204

	Series 2004E&F	Series 2005A&B	Series 2005C&D	Series 2005E&F
	$ 2,976,264	$ 6,666,899	$ 4,463,516	$ 3,942,970
	-	-	-	-
	2,725,969	5,704,616	5,674,804	5,110,338
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	(2,590,057)	(5,133,261)	(5,258,012)	(4,718,391)
	(155,549)	(375,930)	(377,258)	(333,744)
	-	-	-	-
	-	-	(910)	-
	-	-	-	-
	2,956,627	6,862,324	4,502,140	4,001,173
	-	-	-	-
	(2,020,000)	(4,305,000)	(3,135,000)	(2,440,000)
	-	-	-	-
	(2,020,000)	(4,305,000)	(3,135,000)	(2,440,000)
	936,627	2,557,324	1,367,140	1,561,173
	1,611,278	3,462,206	2,938,105	2,477,987
	$ 2,547,905	$ 6,019,530	$ 4,305,245	$ 4,039,160

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Series 2004A&B	Series 2004C&D
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ 601,084	$ 426,309
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of bond issue costs	52,593	51,657
Amortization of bond discount (premium)	(111,219)	(78,982)
Amortization of loan (discount) premium	-	-
Net (increase) decrease in the fair value of investments and mortgage-backed securities	(243,965)	(260,028)
Amounts collected - program loans	-	-
Purchases - mortgage-backed securities	-	-
Principal received on mortgage-backed securities	4,013,569	4,291,019
Decrease (increase) in accounts receivable	-	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	15,111	20,623
Decrease (increase) in interest receivable on loans	-	-
Decrease (increase) in prepaid insurance and other	64	72
Increase (decrease) in accounts payable and other	(2,279)	(2,549)
Increase (decrease) in interest payable	(31,825)	(44,902)
Increase (decrease) in deferred revenue	-	-
Net cash provided (used) by operating activities	$ 4,293,133	$ 4,403,219

Series 2004E&F	Series 2005A&B	Series 2005C&D	Series 2005E&F
$ 202,079	$ 714,798	$ 527,344	$ 489,549
36,470	70,270	57,135	56,606
(63,678)	(60,864)	(83,845)	(80,256)
-	-	-	-
(181,079)	(525,469)	(477,625)	(420,570)
-	-	-	-
-	-	-	-
2,976,264	6,666,899	4,463,516	3,942,970
-	-	-	-
5,152	2,190	8,764	4,683
-	-	-	-
34	72	52	41
(4,759)	(4,518)	(3,658)	(2,318)
(13,856)	(1,054)	10,457	10,468
-	-	-	-
$ 2,956,627	$ 6,862,324	$ 4,502,140	$ 4,001,173

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Series 2006A-D	Series 2006E-G
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ 11,617,181	$ 5,278,607
Cash collected from program loans principal	-	-
Cash received from investment interest and mortgage-backed securities interest	17,228,996	13,754,047
Cash received from program loans interest	-	-
Cash received from closing fees	-	-
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	-	-
Cash received from transfers in	535,443	-
Payments to purchase mortgage-backed securities	-	(231,042,037)
Payments for bond premiums, downpayment assistance grants and other	(112,545)	(5,500,107)
Payments for bond interest payable	(14,396,309)	(9,292,519)
Payments for trustee expense and agency fees	(703,147)	(427,198)
Payments for mortgage servicing and administration fees	-	-
Payments for insurance and other	-	-
Payments for transfer out	(487,405)	-
Net cash provided (used) by operating activities	13,682,214	(227,229,207)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	-	-
Payments to redeem bonds	(9,225,000)	(815,000)
Payments for bond issue costs, unamortized	-	(293,188)
Net cash provided (used) by noncapital financing activities	(9,225,000)	(1,108,188)
Net increase (decrease) in cash and cash equivalents	4,457,214	(228,337,395)
Cash and cash equivalents, beginning of year	6,395,672	237,916,738
Cash and cash equivalents, end of year	$ 10,852,886	$ 9,579,343

	Series 2006H-K	Series 2006L-O	Series 2007A-C	2007 Demand Draw
	$ 6,152,463	$ 1,530,570	$ -	$ -
	-	-	-	-
	19,080,660	8,910,726	3,109	474,991
	-	-	-	-
	5,952,002	-	-	-
	2,500,000	3,905,832	2,776,108	65,262
	-	162,431	-	140
	416,709	311,259	-	-
	(396,883,710)	(346,976,494)	(35,876,705)	-
	(9,439,630)	(3,919,915)	(331,586)	(37,027)
	(11,858,434)	(5,495,840)	-	(415,360)
	(487,039)	(133,220)	-	(933)
	-	-	-	-
	(6,639)	(5,833)	-	-
	-	-	-	-
	(384,573,618)	(341,710,484)	(33,429,074)	87,073
	401,228,281	350,000,000	300,000,000	37,250,000
	(1,670,000)	(15,000)	-	-
	(3,293,443)	(2,511,718)	(2,418,806)	-
	396,264,838	347,473,282	297,581,194	37,250,000
	11,691,220	5,762,798	264,152,120	37,337,073
	-	-	-	-
	$ 11,691,220	$ 5,762,798	$ 264,152,120	$ 37,337,073

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Series 2006A-D	Series 2006E-G
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ (1,564,375)	$ (9,155,369)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of bond issue costs	272,869	70,105
Amortization of bond discount (premium)	(537,057)	(124,319)
Amortization of loan (discount) premium	-	-
Net (increase) decrease in the fair value of investments and mortgage-backed securities	2,313,655	10,759,127
Amounts collected - program loans	-	-
Purchases - mortgage-backed securities	-	(231,042,037)
Principal received on mortgage-backed securities	11,617,181	5,278,607
Decrease (increase) in accounts receivable	-	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	2,354,524	537,979
Decrease (increase) in interest receivable on loans	-	-
Decrease (increase) in prepaid insurance and other	(2,582)	(4,153)
Increase (decrease) in accounts payable and other	(164,945)	(95,032)
Increase (decrease) in interest payable	(607,056)	2,493,872
Increase (decrease) in deferred revenue	-	(5,947,987)
Net cash provided (used) by operating activities	$ 13,682,214	$ (227,229,207)

Series 2006H-K	Series 2006L-O	Series 2007A-C	2007 Demand Draw
$ (9,530,668)	$ (9,675,815)	$ 1,929,580	$ 27,686
			-
			-
159,159	115,802	34,015	-
(59,358)	-	-	-
-	-	-	-
10,711,436	10,841,359	694,503	-
-	-	-	-
(396,883,710)	(346,976,494)	(35,876,705)	-
6,152,463	1,530,570	-	-
-	-	-	-
(1,886,215)	(3,194,568)	(3,508,103)	(152,616)
-	-	-	-
(6,639)	(5,833)	-	-
418,236	263,853	34,904	78,719
6,351,678	5,390,642	3,262,732	133,284
-	-	-	-
$ (384,573,618)	$ (341,710,484)	$ (33,429,074)	$ 87,073

(continued)

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

		Series General Trust
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$	2,259,620
Cash collected from program loans principal		-
Cash received from investment interest and mortgage-backed securities interest		1,727,611
Cash received from program loans interest		-
Cash received from closing fees		-
Cash received from bond premiums, downpayment assistance grants and other		103,219
Cash received from service fees and other		-
Cash received from transfers in		4,884,532
Payments to purchase mortgage-backed securities		(4,274,441)
Payments for bond premiums, downpayment assistance grants and other		-
Payments for bond interest payable		-
Payments for trustee expense and agency fees		-
Payments for mortgage servicing and administration fees		-
Payments for insurance and other		(18,000)
Payments for transfer out		(535,443)
Net cash provided (used) by operating activities		4,147,098
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued		-
Payments to redeem bonds		-
Payments for bond issue costs, unamortized		-
Net cash provided (used) by noncapital financing activities		-
Net increase (decrease) in cash and cash equivalents		4,147,098
Cash and cash equivalents, beginning of year		12,064,241
Cash and cash equivalents, end of year	$	16,211,339

Total Under the General Indenture	Total FY2007
$ 142,872,490	$ 143,040,926
-	882,411
127,097,574	127,354,732
-	378,784
5,952,002	5,952,002
9,350,421	9,350,421
817,802	877,982
6,147,943	6,147,943
(1,015,053,387)	(1,015,053,387)
(19,345,216)	(19,345,216)
(99,943,924)	(100,156,783)
(4,853,924)	(4,864,787)
-	(18,785)
(1,599,892)	(1,788,154)
(6,147,942)	(6,147,942)
(854,706,053)	(853,389,853)
1,088,478,281	1,088,478,281
(137,855,000)	(139,100,000)
(8,517,155)	(8,517,155)
942,106,126	940,861,126
87,400,073	87,471,273
371,397,029	373,444,005
$ 458,797,102	$ 460,915,278

OHIO HOUSING FINANCE AGENCY

Single Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

		Series General Trust
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$	6,427,934
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of bond issue costs		-
Amortization of bond discount (premium)		-
Amortization of loan (discount) premium		-
Net (increase) decrease in the fair value of investments and mortgage-backed securities		(314,056)
Amounts collected - program loans		-
Purchases - mortgage-backed securities		(4,274,441)
Principal received on mortgage-backed securities		2,259,620
Decrease (increase) in accounts receivable		(18,000)
Decrease (increase) in interest receivable on investments and mortgage-backed securities		(41,584)
Decrease (increase) in interest receivable on loans		-
Decrease (increase) in prepaid insurance and other		-
Increase (decrease) in accounts payable and other		4,406
Increase (decrease) in interest payable		-
Increase (decrease) in deferred revenue		103,219
Net cash provided (used) by operating activities	$	4,147,098

	Total Under the General Indenture	Total FY2007
	$ (19,482,053)	$ (19,458,706)
	2,533,429	2,549,691
	(1,491,462)	(1,491,462)
	-	(17,389)
	30,502,891	30,514,960
	-	882,411
	(1,015,053,387)	(1,015,053,387)
	142,872,490	143,040,926
	(22,406)	(14,871)
	(5,183,506)	(5,179,258)
	-	(3,466)
	(17,312)	(16,224)
	1,492,313	1,732,451
	14,987,718	14,969,239
	(5,844,768)	(5,844,768)
	$ (854,706,053)	$ (853,389,853)

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OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Asbury Woods/ Towne Square Refunder	Beehive and Doan Refunder
ASSETS		
Current assets		
Cash	$ -	$ -
Restricted cash	-	-
Current portion of restricted investments, at fair value	334,477	199,311
Current portion of mortgage-backed securities, at fair value	-	-
Accounts receivable	-	583
Interest receivable on investments and mortgage-backed securities	3,837	4,240
Current portion of loans receivable	98,581	30,451
Interest receivable on loans	14,723	5,177
Current portion of unamortized bond issue costs	5,620	2,588
Total current assets	457,238	242,350
Non-current assets		
Non-current portion of mortgage-backed securities, at fair value	-	-
Non-current portion of loans receivable	3,000,934	940,804
Non-current portion of unamortized bond issue costs	58,866	28,889
Total non-current assets	3,059,800	969,693
Total assets	$ 3,517,038	$ 1,212,043

	Bethel Park Zebulon Park	Chambrel	Club at Spring Valley	Courtyards of Kettering
	$ -	$ -	$ -	$ -
	32,000	-	4	-
	12,834	55,217	24,371	338,127
	-	-	-	-
	-	-	-	-
	-	-	-	7,248
	22,686	-	-	36,132
	32,000	20,409	20,461	15,986
	-	-	-	-
	99,520	75,626	44,836	397,493
	-	-	-	-
	6,377,314	12,451,000	10,800,000	3,299,996
	-	-	-	-
	6,377,314	12,451,000	10,800,000	3,299,996
	$ 6,476,834	$ 12,526,626	$ 10,844,836	$ 3,697,489

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Asbury Woods/ Towne Square Refunder	Beehive and Doan Refunder
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ 8,147	$ 1,835
Interest payable	44,474	29,179
Current portion of bonds payable	99,104	(306)
Deposits held	-	-
Total current liabilities	151,725	30,708
Non-current liabilities		
Non-current portion of bonds payable	3,210,601	976,583
Total non-current liabilities	3,210,601	976,583
Total liabilities	3,362,326	1,007,291
Net assets		
Restricted - bond funds	154,712	204,752
Total net assets	154,712	204,752
Total liabilites and net assets	$ 3,517,038	$ 1,212,043

	Bethel Park Zebulon Park	Chambrel	Club at Spring Valley	Courtyards of Kettering
	$ -	$ -	$ -	$ 4,269
	32,000	20,409	20,877	95,716
	22,686	-	-	37,502
	12,961	55,217	23,959	2
	67,647	75,626	44,836	137,489
	6,377,314	12,451,000	10,800,000	3,503,529
	6,377,314	12,451,000	10,800,000	3,503,529
	6,444,961	12,526,626	10,844,836	3,641,018
	31,873	-	-	56,471
	31,873	-	-	56,471
	$ 6,476,834	$ 12,526,626	$ 10,844,836	$ 3,697,489

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Detroit Terrace Refunder	FHD Holdings, LLC
ASSETS		
Current assets		
Cash	$ -	$ -
Restricted cash	-	-
Current portion of restricted investments, at fair value	-	-
Current portion of mortgage-backed securities, at fair value	-	-
Accounts receivable	-	-
Interest receivable on investments and mortgage-backed securities	-	-
Current portion of loans receivable	-	884,233
Interest receivable on loans	-	2,995
Current portion of unamortized bond issue costs	-	-
Total current assets	-	887,228
Non-current assets		
Non-current portion of mortgage-backed securities, at fair value	-	-
Non-current portion of loans receivable	-	-
Non-current portion of unamortized bond issue costs	-	-
Total non-current assets	-	-
Total assets	$ -	$ 887,228

Hillwood II	Hunters Glen Refunder	Kennedy Portfolio	Lincoln Park
$ -	$ -	$ -	$ -
-	-	-	-
892,948	311,841	136,542	93
8,511,693	-	298,646	-
-	32,220	-	-
43,144	-	44,108	-
-	-	-	-
-	-	-	-
-	-	-	-
9,447,785	344,061	$ 479,296	93
-	-	9,780,659	-
-	10,740,000	-	-
-	-	-	-
-	10,740,000	9,780,659	-
$ 9,447,785	$ 11,084,061	$ 10,259,955	$ 93

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Detroit Terrace Refunder	FHD Holdings, LLC
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ -	$ -
Interest payable	-	2,995
Current portion of bonds payable	-	884,233
Deposits held	-	-
Total current liabilities	-	887,228
Non-current liabilities		
Non-current portion of bonds payable	-	-
Total non-current liabilities	-	-
Total liabilities	-	887,228
Net assets		
Restricted - bond funds	-	-
Total net assets	-	-
Total liabilites and net assets	$ -	$ 887,228

	Hillwood II	Hunters Glen Refunder	Kennedy Portfolio	Lincoln Park
	$ 10,869	$ 2,506	$ 750	$ -
	55,182	295,529	102,680	-
	180,000	-	120,000	-
	43,417	46,026	86,693	93
	289,468	344,061	310,123	93
	9,545,000	10,740,000	10,505,000	-
	9,545,000	10,740,000	10,505,000	-
	9,834,468	11,084,061	10,815,123	93
	(386,683)	-	(555,168)	-
	(386,683)	-	(555,168)	-
	$ 9,447,785	$ 11,084,061	$ 10,259,955	$ 93

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Madonna Homes	Moody Manor/ Regina Manor
ASSETS		
Current assets		
Cash	$ -	$ -
Restricted cash	-	-
Current portion of restricted investments, at fair value	5,158,874	63,375
Current portion of mortgage-backed securities, at fair value	497,370	104,059
Accounts receivable	-	-
Interest receivable on investments and mortgage-backed securities	44,205	13,119
Current portion of loans receivable	-	4,220,000
Interest receivable on loans	-	26,023
Current portion of unamortized bond issue costs	-	-
Total current assets	5,700,449	4,426,576
Non-current assets		
Non-current portion of mortgage-backed securities, at fair value	621,712	2,844,275
Non-current portion of loans receivable	-	-
Non-current portion of unamortized bond issue costs	-	-
Total non-current assets	621,712	2,844,275
Total assets	$ 6,322,161	$ 7,270,851

	Oakleaf Toledo Refunder	Oakleaf Village Refunder	Parktrails	Pebble Brooke
	$ -	$ -	$ -	$ -
	-	-	-	-
	232,274	493,443	107,757	445,025
	316,972	-	-	-
	-	-	-	-
	43,612	4,295	-	-
	-	107,534	149,167	1,120,833
	-	17,476	55,134	-
	21,394	8,071	-	-
	614,252	630,819	312,058	1,565,858
	6,128,120	-	-	-
	-	3,545,776	11,155,833	13,879,167
	239,458	92,817	-	-
	6,367,578	3,638,593	11,155,833	13,879,167
	$ 6,981,830	$ 4,269,412	$ 11,467,891	$ 15,445,025

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Madonna Homes	Moody Manor/ Regina Manor
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ 292	$ 5,372
Interest payable	38,508	32,271
Current portion of bonds payable	-	4,330,000
Deposits held	51,113	62,635
Total current liabilities	89,913	4,430,278
Non-current liabilities		
Non-current portion of bonds payable	6,300,000	2,940,000
Total non-current liabilities	6,300,000	2,940,000
Total liabilities	6,389,913	7,370,278
Net assets		
Restricted - bond funds	(67,752)	(99,427)
Total net assets	(67,752)	(99,427)
Total liabilites and net assets	$ 6,322,161	$ 7,270,851

	Oakleaf Toledo Refunder	Oakleaf Village Refunder	Parktrails	Pebble Brooke
	$ 7,566	$ 15,129	$ -	$ -
	118,259	72,020	66,239	361,666
	237,937	100,000	150,000	1,000,000
	116,816	4,818	96,652	83,359
	480,578	191,967	312,891	1,445,025
	6,469,820	3,715,000	11,155,000	14,000,000
	6,469,820	3,715,000	11,155,000	14,000,000
	6,950,398	3,906,967	11,467,891	15,445,025
	31,432	362,445	-	-
	31,432	362,445	-	-
	$ 6,981,830	$ 4,269,412	$ 11,467,891	$ 15,445,025

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Pine Crossing Refunder	Robin Springs
ASSETS		
Current assets		
Cash	$ -	$ -
Restricted cash	-	439
Current portion of restricted investments, at fair value	2	5,074
Current portion of mortgage-backed securities, at fair value	-	-
Accounts receivable	-	-
Interest receivable on investments and mortgage-backed securities	-	-
Current portion of loans receivable	-	77,525
Interest receivable on loans	17,558	116,687
Current portion of unamortized bond issue costs	-	-
Total current assets	17,560	199,725
Non-current assets		
Non-current portion of mortgage-backed securities, at fair value	-	-
Non-current portion of loans receivable	5,670,000	5,572,475
Non-current portion of unamortized bond issue costs	-	-
Total non-current assets	5,670,000	5,572,475
Total assets	$ 5,687,560	$ 5,772,200

	Salavation Army Booth Residence	Shannon Glen	Sharon Green	Timber Lake
	$ -	$ -	$ -	$ -
	-	-	-	-
	1,936,511	-	72	92,076
	103,532	-	-	-
	-	-	-	-
	30,760	-	-	-
	-	-	-	650,000
	-	19,582	122,917	-
	-	-	-	-
	2,070,803	19,582	122,989	742,076
	4,072,265	-	-	-
	-	11,800,000	5,900,000	14,505,000
	-	-	-	-
	4,072,265	11,800,000	5,900,000	14,505,000
	$ 6,143,068	$ 11,819,582	$ 6,022,989	$ 15,247,076

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Pine Crossing Refunder	Robin Springs
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ -	$ -
Interest payable	17,558	113,449
Current portion of bonds payable	-	-
Deposits held	2	8,751
Total current liabilities	17,560	122,200
Non-current liabilities		
Non-current portion of bonds payable	5,670,000	5,650,000
Total non-current liabilities	5,670,000	5,650,000
Total liabilities	5,687,560	5,772,200
Net assets		
Restricted - bond funds	-	-
Total net assets	-	-
Total liabilites and net assets	$ 5,687,560	$ 5,772,200

	Salavation Army Booth Residence	Shannon Glen	Sharon Green	Timber Lake
	$ 5,574	$ -	$ -	$ -
	35,153	19,582	122,917	81,896
	-	-	-	650,000
	67,025	-	72	10,180
	107,752	19,582	122,989	742,076
	6,265,000	11,800,000	5,900,000	14,505,000
	6,265,000	11,800,000	5,900,000	14,505,000
	6,372,752	11,819,582	6,022,989	15,247,076
	(229,684)	-	-	-
	(229,684)	-	-	-
	$ 6,143,068	$ 11,819,582	$ 6,022,989	$ 15,247,076

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Tylers Creek	Uptown Towers
ASSETS		
Current assets		
Cash	$ -	$ -
Restricted cash	-	-
Current portion of restricted investments, at fair value	167,424	7,541,961
Current portion of mortgage-backed securities, at fair value	-	119,338
Accounts receivable	-	-
Interest receivable on investments and mortgage-backed securities	-	362,657
Current portion of loans receivable	165,833	-
Interest receivable on loans	29,021	-
Current portion of unamortized bond issue costs	-	-
Total current assets	362,278	8,023,956
Non-current assets		
Non-current portion of mortgage-backed securities, at fair value	-	4,743,676
Non-current portion of loans receivable	14,434,167	-
Non-current portion of unamortized bond issue costs	-	-
Total non-current assets	14,434,167	4,743,676
Total assets	$ 14,796,445	$ 12,767,632

	Vistula Heritage Village II	Westlake	Willow Lake	10 Wilmington Place
	$ -	$ -	$ -	$ -
	7,373	-	-	28,528
	3,879,487	4,286	8	-
	65,132	-	-	-
	-	-	-	-
	55,018	-	-	-
	-	-	600,000	-
	-	31,682	20,045	-
	-	-	-	-
	4,007,010	35,968	620,053	28,528
	1,698,848	-	-	-
	-	9,810,000	5,820,000	8,945,000
	-	-	-	-
	1,698,848	9,810,000	5,820,000	8,945,000
	$ 5,705,858	$ 9,845,968	$ 6,440,053	$ 8,973,528

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Tylers Creek	Uptown Towers
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ -	$ 15,708
Interest payable	90,247	125,184
Current portion of bonds payable	165,000	-
Deposits held	106,198	40,000
Total current liabilities	361,445	180,892
Non-current liabilities		
Non-current portion of bonds payable	14,435,000	12,500,000
Total non-current liabilities	14,435,000	12,500,000
Total liabilities	14,796,445	12,680,892
Net assets		
Restricted - bond funds	-	86,740
Total net assets	-	86,740
Total liabilites and net assets	$ 14,796,445	$ 12,767,632

Vistula Heritage Village II	Westlake	Willow Lake	10 Wilmington Place
$ 833	$ 9,435	$ -	$ -
75,683	25,216	20,045	27,602
3,840,000	-	600,000	-
30,840	1,317	8	926
3,947,356	35,968	620,053	28,528
1,745,000	9,810,000	5,820,000	8,945,000
1,745,000	9,810,000	5,820,000	8,945,000
5,692,356	9,845,968	6,440,053	8,973,528
13,502	-	-	-
13,502	-	-	-
$ 5,705,858	$ 9,845,968	$ 6,440,053	$ 8,973,528

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Wind River	Wingate at Belle Meadows
ASSETS		
Current assets		
Cash	$ -	$ -
Restricted cash	-	501
Current portion of restricted investments, at fair value	160,965	-
Current portion of mortgage-backed securities, at fair value	290,217	-
Accounts receivable	-	-
Interest receivable on investments and mortgage-backed securities	35,568	-
Current portion of loans receivable	138,333	-
Interest receivable on loans	16,150	27,147
Current portion of unamortized bond issue costs	-	-
Total current assets	641,233	27,648
Non-current assets		
Non-current portion of mortgage-backed securities, at fair value	7,061,943	-
Non-current portion of loans receivable	481,667	8,750,000
Non-current portion of unamortized bond issue costs	-	-
Total non-current assets	7,543,610	8,750,000
Total assets	$ 8,184,843	$ 8,777,648

Total FY 2007
$ -
68,845
22,594,375
10,306,959
32,803
691,811
8,301,308
611,173
37,673
42,644,947
36,951,498
167,879,133
420,030
205,250,661
$ 247,895,608

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Net Assets

June 30, 2007

	Wind River	Wingate at Belle Meadows
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ 2,719	$ -
Interest payable	79,135	27,147
Current portion of bonds payable	140,000	-
Deposits held	35,049	501
Total current liabilities	256,903	27,648
Non-current liabilities		
Non-current portion of bonds payable	7,875,000	8,750,000
Total non-current liabilities	7,875,000	8,750,000
Total liabilities	8,131,903	8,777,648
Net assets		
Restricted - bond funds	52,940	-
Total net assets	52,940	-
Total liabilites and net assets	$ 8,184,843	$ 8,777,648

Total FY 2007
$ 91,004
2,248,818
12,556,156
984,630
15,880,608
232,358,847
232,358,847
248,239,455
(343,847)
(343,847)
$ 247,895,608

OHIO HOUSING FINANCE AGENCY
Multi-Family Mortgage Revenue Program
Statement of Revenues, Expenses
and Changes in Net Assets
Year Ended June 30, 2007

	Asbury Woods/ Towne Square Refunder	Beehive and Doan Refunder
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ 179,130	$ 58,280
Mortgage-backed securities	-	-
Investments	17,079	8,989
Net increase (decrease) in the fair value of investments and mortgage-backed securities	-	-
Total operating revenues	196,209	67,269
OPERATING EXPENSES:		
Interest expense	186,925	67,388
Trustee expense and agency fees	8,070	3,482
Mortgage servicing and administration fees	3,928	1,143
Insurance and other	-	-
Total operating expenses	198,923	72,013
Net income (loss)	(2,714)	(4,744)
Net Assets, beginning of year	157,426	209,496
Net assets, end of year	$ 154,712	$ 204,752

Bethel Park Zebulon Park		Chambrel		Club at Spring Valley		Courtyards of Kettering
$	395,606	$ 453,510	$	505,014	$	192,736
	-	-		-		-
	-	-		-		14,583
	-	-		-		-
	395,606	453,510		505,014		207,319
	363,733	453,510		505,014		189,267
	-	-		-		8,358
	-	-		-		4,190
	-	-		-		-
	363,733	453,510		505,014		201,815
	31,873	-		-		5,504
	-	-		-		50,967
$	31,873	$ -	$	-	$	56,471

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Detroit Terrace Refunder	FHD Holdings, LLC
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ (30,440)	$ 129,305
Mortgage-backed securities	-	-
Investments	7,179	-
Net increase (decrease) in the fair value of investments and mortgage-backed securities	-	-
Total operating revenues	(23,261)	129,305
OPERATING EXPENSES:		
Interest expense	49,027	129,305
Trustee expense and agency fees	1,257	-
Mortgage servicing and administration fees	373	-
Insurance and other	71,681	-
Total operating expenses	122,338	129,305
Net income (loss)	(145,599)	-
Net Assets, beginning of year	145,599	-
Net assets, end of year	$ -	$ -

	Hillwood II	Hunters Glen Refunder	Kennedy Portfolio	Lincoln Park
	$ (40,574)	$ 686,286	$ -	$ 223,084
	407,192	-	483,180	-
	116,734	-	16,350	-
	(396,411)	-	139,641	-
	86,941	686,286	639,171	223,084
	459,162	681,990	523,605	223,084
	13,725	4,296	5,515	-
	-	-	-	-
	-	-	-	-
	472,887	686,286	529,120	223,084
	(385,946)	-	110,051	-
	(737)	-	(665,219)	-
	$ (386,683)	$ -	$ (555,168)	$ -

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Madonna Homes	Moody Manor/ Regina Manor
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ -	$ 156,140
Mortgage-backed securities	27,156	164,533
Investments	170,032	-
Net increase (decrease) in the fair value of investments and mortgage-backed securities	(65,708)	38,374
Total operating revenues	131,480	359,047
OPERATING EXPENSES:		
Interest expense	196,740	306,179
Trustee expense and agency fees	2,492	17,241
Mortgage servicing and administration fees	-	-
Insurance and other	-	-
Total operating expenses	199,232	323,420
Net income (loss)	(67,752)	35,627
Net Assets, beginning of year	-	(135,054)
Net assets, end of year	$ (67,752)	$ (99,427)

Oakleaf Toledo Refunder	Oakleaf Village Refunder	Parktrails	Pebble Brooke
$ -	$ 210,877	$ 667,712	$ 867,997
517,656	-	-	-
9,019	19,810	-	-
(34,294)	-	-	-
492,381	230,687	667,712	867,997
434,122	226,611	667,712	867,997
12,953	9,389	-	-
-	4,597	-	-
-	-	-	-
447,075	240,597	667,712	867,997
45,306	(9,910)	-	-
(13,874)	372,355	-	-
$ 31,432	$ 362,445	$ -	$ -

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Pine Crossing Refunder	Robin Springs
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ 209,197	$ 300,719
Mortgage-backed securities	-	-
Investments	-	-
Net increase (decrease) in the fair value of investments and mortgage-backed securities	-	-
Total operating revenues	209,197	300,719
OPERATING EXPENSES:		
Interest expense	209,197	300,719
Trustee expense and agency fees	-	-
Mortgage servicing and administration fees	-	-
Insurance and other	-	-
Total operating expenses	209,197	300,719
Net income (loss)	-	-
Net Assets, beginning of year	-	-
Net assets, end of year	$ -	$ -

Salavation Army Booth Residence	Shannon Glen	Sharon Green	Timber Lake
$ -	$ 436,568	$ 295,000	$ 982,758
106,704	-	-	-
110,305	-	-	-
(231,609)	-	-	-
(14,600)	436,568	295,000	982,758
207,761	436,568	295,000	982,758
7,323	-	-	-
-	-	-	-
-	-	-	-
215,084	436,568	295,000	982,758
(229,684)	-	-	-
-	-	-	-
$ (229,684)	$ -	$ -	$ -

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Tylers Creek	Uptown Towers
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ 903,990	$ (105,786)
Mortgage-backed securities	-	138,008
Investments	-	858,830
Net increase (decrease) in the fair value of investments and mortgage-backed securities	-	(198,777)
Total operating revenues	903,990	692,275
OPERATING EXPENSES:		
Interest expense	903,990	585,327
Trustee expense and agency fees	-	20,208
Mortgage servicing and administration fees	-	-
Insurance and other	-	-
Total operating expenses	903,990	605,535
Net income (loss)	-	86,740
Net Assets, beginning of year	-	-
Net assets, end of year	$ -	$ 86,740

	Vistula Heritage Village II	Westlake	Willow Lake	10 Wilmington Place
	$ (62,924)	$ 381,303	$ 242,935	$ 329,022
	103,666	-	-	-
	232,814	-	-	-
	15,065	-	-	-
	288,621	381,303	242,935	329,022
	259,046	381,303	242,935	329,022
	3,333	-	-	-
	-	-	-	-
	-	-	-	-
	262,379	381,303	242,935	329,022
	26,242	-	-	-
	(12,740)	-	-	-
	$ 13,502	$ -	$ -	$ -

(continued)

OHIO HOUSING FINANCE AGENCY
Multi-Family Mortgage Revenue Program
Statement of Revenues, Expenses
and Changes in Net Assets
Year Ended June 30, 2007

	Wind River	Wingate at Belle Meadows
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ 42,131	$ 323,760
Mortgage-backed securities	423,463	-
Investments	8,372	-
Net increase (decrease) in the fair value of investments and mortgage-backed securities	37,354	-
Total operating revenues	511,320	323,760
OPERATING EXPENSES:		
Interest expense	456,177	323,760
Trustee expense and agency fees	20,134	-
Mortgage servicing and administration fees	-	-
Insurance and other	-	-
Total operating expenses	476,311	323,760
Net income (loss)	35,009	-
Net Assets, beginning of year	17,931	-
Net assets, end of year	$ 52,940	$ -

Total FY 2007
$ 8,933,336
2,371,558
1,590,096
(696,365)
12,198,625
12,444,934
137,776
14,231
71,681
12,668,622
(469,997)
126,150
$ (343,847)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Asbury Woods/ Towne Square Refunder	Beehive and Doan Refunder
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ -	$ -
Cash collected from program loans principal	93,131	25,930
Cash received from investment interest and mortgage-backed securities interest	16,991	8,954
Cash received from program loans interest	179,574	68,350
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	-	-
Cash received from transfers in	-	-
Payments to purchase mortgage-backed securities	-	-
Payments for bond interest payable	(181,339)	(64,765)
Payments to purchase program loans	-	-
Payments for trustee expense and agency fees	(6,998)	(4,180)
Payments for mortgage servicing and administration fees	(3,936)	(1,143)
Payments for insurance and other	-	-
Payments for transfer out	-	-
Net cash provided (used) by operating activities	97,423	33,146
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	-	-
Payments to redeem bonds	(95,000)	(30,000)
Net cash provided (used) by noncapital financing activities	(95,000)	(30,000)
Net increase (decrease) in cash and cash equivalents	2,423	3,146
Cash and cash equivalents, beginning of year	332,054	196,165
Cash and cash equivalents, end of year	$ 334,477	$ 199,311

	Bethel Park Zebulon Park	Chambrel	Club at Spring Valley	Courtyards of Kettering
	$ -	$ -	$ -	$ -
	-	-	-	34,117
	-	-	-	14,523
	395,606	454,602	508,639	192,900
	-	-	-	-
	12,961	21,111	21,207	-
	-	-	-	-
	-	-	-	-
	(363,733)	(454,602)	(508,223)	(192,633)
	-	-	-	-
	-	(1,043)	(19,277)	(8,401)
	-	-	-	(4,192)
	-	-	-	-
	-	-	-	-
	44,834	20,068	2,346	36,314
	-	-	-	-
	-	-	-	(35,000)
	-	-	-	(35,000)
	44,834	20,068	2,346	1,314
	-	35,149	22,029	336,813
	$ 44,834	$ 55,217	$ 24,375	$ 338,127

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Asbury Woods/ Towne Square Refunder	Beehive and Doan Refunder
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ (2,714)	$ (4,744)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of bond issue costs	6,714	3,445
Amortization of bond discount (premium)	-	410
Amortization of loan (discount) premium	-	4,607
Net (increase) decrease in the fair value of investments and mortgage-backed securities	-	-
Amounts loaned under agency programs	-	-
Amounts collected - program loans	93,131	25,930
Purchases - mortgage-backed securities	-	-
Principal received on mortgage-backed securities	-	-
Decrease (increase) in accounts receivable	-	(583)
Decrease (increase) in interest receivable on investments and mortgage-backed securities	(90)	(35)
Decrease (increase) in interest receivable on loans	442	5,463
Increase (decrease) in accounts payable and other	1,068	(115)
Increase (decrease) in interest payable	(1,128)	(1,232)
Increase (decrease) in deposits held	-	-
Net cash provided (used) by operating activities	$ 97,423	$ 33,146

	Bethel Park Zebulon Park	Chambrel	Club at Spring Valley	Courtyards of Kettering
	$ 31,873	$ -	$ -	$ 5,504
	-	-	-	-
	-	-	-	(2,525)
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	34,117
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	(61)
	-	1,092	3,625	163
	-	(1,043)	(19,277)	(44)
	-	(1,092)	(3,209)	(840)
	12,961	21,111	21,207	-
	$ 44,834	$ 20,068	$ 2,346	$ 36,314

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Detroit Terrace Refunder	FHD Holdings, LLC
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ -	$ -
Cash collected from program loans principal	1,220,351	2,994,358
Cash received from investment interest and mortgage-backed securities interest	11,335	-
Cash received from program loans interest	23,996	126,310
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	-	-
Cash received from transfers in	-	-
Payments to purchase mortgage-backed securities	-	-
Payments for bond interest payable	(46,945)	(126,310)
Payments to purchase program loans	-	(3,878,591)
Payments for trustee expense and agency fees	(2,182)	-
Payments for mortgage servicing and administration fees	(500)	-
Payments for insurance and other	(71,680)	-
Payments for transfer out	-	-
Net cash provided (used) by operating activities	1,134,375	(884,233)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	-	3,878,591
Payments to redeem bonds	(1,430,000)	(2,994,358)
Net cash provided (used) by noncapital financing activities	(1,430,000)	884,233
Net increase (decrease) in cash and cash equivalents	(295,625)	-
Cash and cash equivalents, beginning of year	295,625	-
Cash and cash equivalents, end of year	$ -	$ -

	Hillwood II	Hunters Glen Refunder	Kennedy Portfolio	Lincoln Park
	$ -	$ -	$ 112,354	$ -
	-	-	-	7,188,333
	480,782	-	543,351	-
	-	743,476	-	223,084
	-	-	-	-
	43,417	42,267	-	93
	-	-	-	-
	(8,908,104)	-	-	-
	(444,147)	(681,990)	(596,264)	(271,626)
	9,772,900	-	-	-
	(4,000)	(18,140)	(5,165)	(1,107)
	-	-	-	-
	-	(32,220)	(9,540)	-
	-	-	-	-
	940,848	53,393	44,736	7,138,777
	(47,900)	-	-	-
	-	-	(110,000)	(7,565,000)
	(47,900)	-	(110,000)	(7,565,000)
	892,948	53,393	(65,264)	(426,223)
	-	258,448	201,806	426,316
	$ 892,948	$ 311,841	$ 136,542	$ 93

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Detroit Terrace Refunder	FHD Holdings, LLC
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ (145,599)	$ -
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of bond issue costs	29,611	-
Amortization of bond discount (premium)	-	-
Amortization of loan (discount) premium	48,333	-
Net (increase) decrease in the fair value of investments and mortgage-backed securities	-	-
Amounts loaned under agency programs	-	(3,878,591)
Amounts collected - program loans	1,220,351	2,994,358
Purchases - mortgage-backed securities	-	-
Principal received on mortgage-backed securities	-	-
Decrease (increase) in accounts receivable	-	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	4,156	-
Decrease (increase) in interest receivable on loans	6,102	(2,995)
Increase (decrease) in accounts payable and other	(1,050)	-
Increase (decrease) in interest payable	(27,527)	2,995
Increase (decrease) in deposits held	(2)	-
Net cash provided (used) by operating activities	$ 1,134,375	$ (884,233)

Hillwood II	Hunters Glen Refunder	Kennedy Portfolio	Lincoln Park
$ (385,946)	$ -	$ 110,051	$ -
-	-	-	-
210	-	-	-
-	-	-	-
396,411	-	(139,641)	-
9,772,900	-	-	-
-	-	-	7,188,333
(8,908,104)	-	-	-
-	-	112,354	-
-	(32,220)	-	-
(43,143)	-	43,820	-
40,574	57,190	-	-
9,724	(13,844)	350	(1,107)
14,805	-	(72,659)	(48,542)
43,417	42,267	(9,539)	93
$ 940,848	$ 53,393	$ 44,736	$ 7,138,777

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Madonna Homes	Moody Manor/ Regina Manor
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ -	$ 99,424
Cash collected from program loans principal	-	-
Cash received from investment interest and mortgage-backed securities interest	152,983	164,961
Cash received from program loans interest	-	156,140
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	51,113	12,017
Cash received from transfers in	-	-
Payments to purchase mortgage-backed securities	(1,184,790)	-
Payments for bond interest payable	(158,232)	(304,140)
Payments to purchase program loans	-	-
Payments for trustee expense and agency fees	(2,200)	(11,870)
Payments for mortgage servicing and administration fees	-	-
Payments for insurance and other	-	-
Payments for transfer out	-	-
Net cash provided (used) by operating activities	(1,141,126)	116,532
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	6,300,000	-
Payments to redeem bonds	-	(100,000)
Net cash provided (used) by noncapital financing activities	6,300,000	(100,000)
Net increase (decrease) in cash and cash equivalents	5,158,874	16,532
Cash and cash equivalents, beginning of year	-	46,843
Cash and cash equivalents, end of year	$ 5,158,874	$ 63,375

	Oakleaf Toledo Refunder	Oakleaf Village Refunder	Parktrails	Pebble Brooke
	$ 104,947	$ -	$ -	$ -
	-	100,080	140,000	-
	527,243	19,705	-	-
	-	212,874	631,547	867,997
	-	-	-	-
	-	-	56,172	-
	-	-	-	-
	-	-	-	-
	(428,310)	(220,082)	(668,579)	(867,997)
	-	-	-	-
	(12,957)	(5,582)	-	(19,948)
	-	(4,607)	-	-
	-	-	-	(28,784)
	-	-	-	-
	190,923	102,388	159,140	(48,732)
	-	-	-	-
	(155,000)	(95,000)	(140,000)	-
	(155,000)	(95,000)	(140,000)	-
	35,923	7,388	19,140	(48,732)
	196,351	486,055	88,617	493,757
	$ 232,274	$ 493,443	$ 107,757	$ 445,025

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Madonna Homes	Moody Manor/ Regina Manor
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ (67,752)	$ 35,627
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of bond issue costs	-	-
Amortization of bond discount (premium)	-	-
Amortization of loan (discount) premium	-	-
Net (increase) decrease in the fair value of investments and mortgage-backed securities	65,708	(38,374)
Amounts loaned under agency programs	-	-
Amounts collected - program loans	-	-
Purchases - mortgage-backed securities	(1,184,790)	-
Principal received on mortgage-backed securities	-	99,424
Decrease (increase) in accounts receivable	-	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	(44,205)	428
Decrease (increase) in interest receivable on loans	-	-
Increase (decrease) in accounts payable and other	292	5,371
Increase (decrease) in interest payable	38,508	2,039
Increase (decrease) in deposits held	51,113	12,017
Net cash provided (used) by operating activities	$ (1,141,126)	$ 116,532

Oakleaf Toledo Refunder	Oakleaf Village Refunder	Parktrails	Pebble Brooke
$ 45,306	$ (9,910)	$ -	$ -
21,999	8,284	-	-
(13,304)	-	-	-
-	1,512	-	-
34,294	-	-	-
-	-	-	-
-	100,079	140,000	-
-	-	-	-
104,947	-	-	-
-	-	-	-
568	(106)	-	-
-	483	(36,165)	-
(4)	3,803	-	(19,948)
(2,883)	(1,757)	(867)	-
-	-	56,172	(28,784)
$ 190,923	$ 102,388	$ 159,140	$ (48,732)

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Pine Crossing Refunder	Robin Springs
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ -	$ -
Cash collected from program loans principal	-	-
Cash received from investment interest and mortgage-backed securities interest	-	-
Cash received from program loans interest	208,984	263,951
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	-	8,710
Cash received from transfers in	-	-
Payments to purchase mortgage-backed securities	-	-
Payments for bond interest payable	(208,984)	(267,189)
Payments to purchase program loans	-	-
Payments for trustee expense and agency fees	-	-
Payments for mortgage servicing and administration fees	-	-
Payments for insurance and other	-	-
Payments for transfer out	-	-
Net cash provided (used) by operating activities	-	5,472
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	-	-
Payments to redeem bonds	-	-
Net cash provided (used) by noncapital financing activities	-	-
Net increase (decrease) in cash and cash equivalents	-	5,472
Cash and cash equivalents, beginning of year	2	41
Cash and cash equivalents, end of year	$ 2	$ 5,513

Salavation Army Booth Residence	Shannon Glen	Sharon Green	Timber Lake
$ -	$ -	$ -	$ -
-	-	-	-
186,249	-	-	-
-	437,599	295,000	982,758
-	-	-	-
67,025	-	-	9,514
-	-	-	-
(4,407,406)	-	-	-
(172,608)	(437,644)	(295,000)	(982,758)
-	-	-	-
(1,749)	-	-	(15,521)
-	-	-	-
-	-	(16,796)	-
-	-	-	-
(4,328,489)	(45)	(16,796)	(6,007)
6,265,000	-	-	-
-	-	-	-
6,265,000	-	-	-
1,936,511	(45)	(16,796)	(6,007)
-	45	16,868	98,083
$ 1,936,511	$ -	$ 72	$ 92,076

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Pine Crossing Refunder	Robin Springs
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ -	$ -
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of bond issue costs	-	-
Amortization of bond discount (premium)	-	-
Amortization of loan (discount) premium	-	-
Net (increase) decrease in the fair value of investments and mortgage-backed securities	-	-
Amounts loaned under agency programs	-	-
Amounts collected - program loans	-	-
Purchases - mortgage-backed securities	-	-
Principal received on mortgage-backed securities	-	-
Decrease (increase) in accounts receivable	-	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	-	-
Decrease (increase) in interest receivable on loans	(213)	(36,767)
Increase (decrease) in accounts payable and other	-	-
Increase (decrease) in interest payable	213	33,530
Increase (decrease) in deposits held	-	8,709
Net cash provided (used) by operating activities	$ -	$ 5,472

	Salavation Army Booth Residence		Shannon Glen		Sharon Green		Timber Lake
$	(229,684)	$	-	$	-	$	-
	-		-		-		-
	-		-		-		-
	-		-		-		-
	231,609		-		-		-
	-		-		-		-
	-		-		-		-
	(4,407,406)		-		-		-
	-		-		-		-
	-		-		-		-
	(30,761)		-		-		-
	-		1,031		-		-
	5,575		-		-		(15,521)
	35,153		(1,076)		-		-
	67,025		-		(16,796)		9,514
$	(4,328,489)	$	(45)	$	(16,796)	$	(6,007)

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Tylers Creek	Uptown Towers
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ -	$ -
Cash collected from program loans principal	190,000	-
Cash received from investment interest and mortgage-backed securities interest	-	634,181
Cash received from program loans interest	874,969	-
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	69,355	40,000
Cash received from transfers in	-	-
Payments to purchase mortgage-backed securities	-	(5,061,791)
Payments for bond interest payable	(905,026)	(565,929)
Payments to purchase program loans	-	12,500,000
Payments for trustee expense and agency fees	(68,713)	(4,500)
Payments for mortgage servicing and administration fees	-	-
Payments for insurance and other	-	-
Payments for transfer out	-	-
Net cash provided (used) by operating activities	160,585	7,541,961
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	-	-
Payments to redeem bonds	(190,000)	-
Net cash provided (used) by noncapital financing activities	(190,000)	-
Net increase (decrease) in cash and cash equivalents	(29,415)	7,541,961
Cash and cash equivalents, beginning of year	196,839	-
Cash and cash equivalents, end of year	$ 167,424	$ 7,541,961

	Vistula Heritage Village II	Westlake	Willow Lake	10 Wilmington Place
	$ 25,152	$ -	$ -	$ -
	-	-	205,000	-
	289,994	-	-	-
	(2,606)	381,830	243,342	356,173
	27,930	-	-	-
	-	104,223	-	926
	2,729,009	-	-	-
	-	-	-	-
	(269,856)	(388,296)	(243,342)	(328,490)
	1,815,124	-	-	-
	(2,500)	-	-	(81)
	-	-	-	-
	-	(104,717)	-	-
	(2,729,009)	-	-	-
	1,883,238	(6,960)	205,000	28,528
	-	-	-	-
	(15,000)	-	(205,000)	-
	(15,000)	-	(205,000)	-
	1,868,238	(6,960)	-	28,528
	2,018,622	11,246	8	-
	$ 3,886,860	$ 4,286	$ 8	$ 28,528

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Tylers Creek	Uptown Towers
Reconciliation of operating income to net cash		
provided (used) by operating activities		
Operating income	$ -	$ 86,740
Adjustments to reconcile operating income to net cash		
provided (used) by operating activities:		
Amortization of bond issue costs	-	-
Amortization of bond discount (premium)	-	-
Amortization of loan (discount) premium	-	-
Net (increase) decrease in the fair value of investments and mortgage-backed securities	-	198,777
Amounts loaned under agency programs	-	12,500,000
Amounts collected - program loans	190,000	-
Purchases - mortgage-backed securities	-	(5,061,791)
Principal received on mortgage-backed securities	-	-
Decrease (increase) in accounts receivable	-	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	-	(362,657)
Decrease (increase) in interest receivable on loans	(29,021)	105,786
Increase (decrease) in accounts payable and other	(68,713)	15,708
Increase (decrease) in interest payable	(1,036)	19,398
Increase (decrease) in deposits held	69,355	40,000
Net cash provided (used) by operating activities	$ 160,585	$ 7,541,961

	Vistula Heritage Village II		Westlake		Willow Lake		10 Wilmington Place
$	26,242	$	-	$	-	$	-
	-		-		-		-
	-		-		-		-
	-		-		-		-
	(15,065)		-		-		-
	1,815,124		-		-		-
	-		-		205,000		-
	-		-		-		-
	25,152		-		-		-
	-		-		-		-
	(46,486)		-		-		-
	60,318		527		407		27,151
	833		3,527		-		(81)
	(10,810)		(6,993)		(407)		532
	27,930		(4,021)		-		926
$	1,883,238	$	(6,960)	$	205,000	$	28,528

(continued)

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Wind River	Wingate at Belle Meadows
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from mortgage-backed securities principal	$ 120,904	$ -
Cash collected from program loans principal	10,000	-
Cash received from investment interest and mortgage-backed securities interest	432,370	-
Cash received from program loans interest	40,156	323,444
Cash received from bond premiums, downpayment assistance grants and other	-	-
Cash received from service fees and other	968	1
Cash received from transfers in	-	-
Payments to purchase mortgage-backed securities	-	-
Payments for bond interest payable	(457,326)	(323,444)
Payments to purchase program loans	-	-
Payments for trustee expense and agency fees	(19,308)	-
Payments for mortgage servicing and administration fees	-	-
Payments for insurance and other	-	-
Payments for transfer out	-	-
Net cash provided (used) by operating activities	127,764	1
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from bonds issued	-	-
Payments to redeem bonds	(130,000)	-
Net cash provided (used) by noncapital financing activities	(130,000)	-
Net increase (decrease) in cash and cash equivalents	(2,236)	1
Cash and cash equivalents, beginning of year	163,201	500
Cash and cash equivalents, end of year	$ 160,965	$ 501

	Total FY 2007
	$ 462,781
	12,201,300
	3,483,622
	9,190,695
	27,930
	561,080
	2,729,009
	(19,562,091)
	(12,425,809)
	20,209,433
	(235,422)
	(14,378)
	(263,737)
	(2,729,009)
	13,635,404
	16,395,691
	(13,289,358)
	3,106,333
	16,741,737
	5,921,483
	$ 22,663,220

OHIO HOUSING FINANCE AGENCY

Multi-Family Mortgage Revenue Program

Statement of Cash Flows

Year Ended June 30, 2007

	Wind River	Wingate at Belle Meadows
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ 35,009	$ -
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of bond issue costs	-	-
Amortization of bond discount (premium)	-	-
Amortization of loan (discount) premium	-	-
Net (increase) decrease in the fair value of investments and mortgage-backed securities	(37,354)	-
Amounts loaned under agency programs	-	-
Amounts collected - program loans	10,000	-
Purchases - mortgage-backed securities	-	-
Principal received on mortgage-backed securities	120,904	-
Decrease (increase) in accounts receivable	-	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	535	-
Decrease (increase) in interest receivable on loans	(1,975)	(316)
Increase (decrease) in accounts payable and other	826	-
Increase (decrease) in interest payable	(1,149)	316
Increase (decrease) in deposits held	968	1
Net cash provided (used) by operating activities	$ 127,764	$ 1

	Total FY 2007
$	(469,997)
	70,053
	(15,209)
	54,452
	696,365
	20,209,433
	12,201,299
	(19,562,091)
	462,781
	(32,803)
	(478,037)
	202,902
	(93,670)
	(35,718)
	425,644
$	13,635,404

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OHIO HOUSING FINANCE AGENCY

General Fund

Statement of Net Assets

June 30, 2007

	Operating Funds	Admin. Fee Funds
ASSETS		
Current assets		
Cash	$ 453,976	$ 10,827,872
Current portion of investments, at fair value	-	4,334,703
Accounts receivable	-	1,321,866
Intergovernmental accounts receivable	-	281,081
Interest receivable on investments and mortgage-backed securities	-	-
Current portion of loans receivable	-	751,909
Interest receivable on loans	-	1,426,138
Prepaid insurance and other	485,961	-
Total current assets	939,937	18,943,569
Non-current assets		
Non-current portion of investments, at fair value	-	-
Non-current portion of loans receivable	-	8,484,897
Office equipment, and leasehold improvement, net of accumulated depreciation and amortization	1,615,967	-
Total non-current assets	1,615,967	8,484,897
Total assets	$ 2,555,904	$ 27,428,466

	General Program Funds	Bond Series Program Funds	Bond Series Escrow Funds
	$ 13,185,141	$ -	$ -
	35,649,611	5,238,695	29,962,408
	1,133,426	3,655,854	9,548
	2,163,709	3,500,000	-
	9,153	22,494	584,460
	50,517,367	179,574	-
	74,644	42,032	-
	58,536	-	-
	102,791,587	12,638,649	30,556,416
	-	-	23,383,000
	159,519,814	5,860,361	-
	-	-	-
	159,519,814	5,860,361	23,383,000
	$ 262,311,401	$ 18,499,010	$ 53,939,416

(continued)

OHIO HOUSING FINANCE AGENCY

General Fund

Statement of Net Assets

June 30, 2007

	Operating Funds	Admin. Fee Funds
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ 854,371	$ 86,547
Current portion of intergovernmental accounts payable	28,416	1,724,992
Deposits held	-	-
Current portion of deferred revenue	-	4,231,620
Total current liabilities	882,787	6,043,159
Non-current liabilities		
Non-current portion of accounts payable and other	611,451	-
Total non-current liabilities	611,451	-
Total liabilities	1,494,238	6,043,159
Net assets		
Invested in capital assets, net of related debt	1,615,967	-
Unrestricted	(554,301)	21,385,307
Total net assets	1,061,666	21,385,307
Total liabilities and net assets	$ 2,555,904	$ 27,428,466

	General Program Funds	Bond Series Program Funds	Bond Series Escrow Funds
	$ 38,225,375	$ 8,883	$ 318,070
	4,176,670	-	14,712
	2,756	-	3,014,179
	4,758,917	-	-
	47,163,718	8,883	3,346,961
	175,218,940	-	-
	175,218,940	-	-
	222,382,658	8,883	3,346,961
	-	-	-
	39,928,743	18,490,127	50,592,455
	39,928,743	18,490,127	50,592,455
	$ 262,311,401	$ 18,499,010	$ 53,939,416

(continued)

OHIO HOUSING FINANCE AGENCY

General Fund

Statement of Net Assets

June 30, 2007

		Total
ASSETS		
Current assets		
Cash	$	24,466,989
Current portion of investments, at fair value		75,185,417
Accounts receivable		6,120,694
Intergovernmental accounts receivable		5,944,790
Interest receivable on investments and mortgage-backed securities		616,107
Current portion of loans receivable		51,448,850
Interest receivable on loans		1,542,814
Prepaid insurance and other		544,497
Total current assets		165,870,158
Non-current assets		
Non-current portion of investments, at fair value		23,383,000
Non-current portion of loans receivable		173,865,072
Office equipment, and leasehold improvement,		
net of accumulated depreciation and amortization		1,615,967
Total non-current assets		198,864,039
Total assets	$	364,734,197

Elimination Entries		Total
Debit	Credit	FY2007
$ -	$ -	$ 24,466,989
		75,185,417
		6,120,694
	(5,944,790)	-
		616,107
		51,448,850
		1,542,814
		544,497
-	(5,944,790)	159,925,368
		23,383,000
		173,865,072
		1,615,967
-	-	198,864,039
$ -	$ (5,944,790)	$ 358,789,407

OHIO HOUSING FINANCE AGENCY

General Fund

Statement of Net Assets

June 30, 2007

		Total
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$	39,493,246
Current portion of intergovernmental accounts payable		5,944,790
Deposits held		3,016,935
Current portion of deferred revenue		8,990,537
Total current liabilities		57,445,508
Non-current liabilities		
Non-current portion of accounts payable and other		175,830,391
Total non-current liabilities		175,830,391
Total liabilities		233,275,899
Net assets		
Invested in capital assets, net of related debt		1,615,967
Unrestricted		129,842,331
Total net assets		131,458,298
Total liabilities and net assets	$	364,734,197

Elimination Entries					Total
Debit		Credit			FY2007
$	-	$	-	$	39,493,246
	(5,944,790)				-
					3,016,935
					8,990,537
	(5,944,790)		-		51,500,718
					175,830,391
	-		-		175,830,391
	(5,944,790)		-		227,331,109
					1,615,967
					129,842,331
	-		-		131,458,298
$	(5,944,790)	$	-	$	358,789,407

OHIO HOUSING FINANCE AGENCY

General Fund

Statement of Revenues, Expenses

and Change in Net Assets

Year Ended June 30, 2007

	Operating Funds	Admin. Fee Funds
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$ -	$ 4,142,277
Investments	1,592	696,456
Net increase (decrease) in the fair value of investments and mortgage-backed securities	-	-
Total interest and investment income	1,592	4,838,733
OTHER INCOME:		
Administrative fees	-	4,219,414
Service fees and other	1,775	767,944
HTF grant and loan revenue	-	-
Total other income	1,775	4,987,358
Total operating revenues	3,367	9,826,091
OPERATING EXPENSES:		
Interest Expense	-	-
Payroll and benefits	8,455,830	-
Contracts	1,092,074	-
Maintenance	243,862	-
Rent or lease	847,098	-
Purchased services	928,794	-
Trustee expense and agency fees	-	-
OHFA contribution to bond issues	-	-
Insurance and other	1,208,502	-
HTF grant and loan expense	-	-
Total operating expenses	12,776,160	-
Income over (under) expenses before transfer	(12,772,793)	9,826,091
Transfer in (out)	13,076,358	(1,876,393)
Net income (loss)	303,565	7,949,698
Net assets, beginning of year	758,101	13,435,609
Net assets, end of year	$ 1,061,666	$ 21,385,307

	General Program Funds	Bond Series Program Funds	Bond Series Escrow Funds
	$ 400,862	$ 316,901	$ -
	2,270,285	235,823	2,743,460
	-	-	204,285
	2,671,147	552,724	2,947,745
	198,904	4,328,471	-
	1,752,221	13,552,782	72,130
	17,579,074	-	-
	19,530,199	17,881,253	72,130
	22,201,346	18,433,977	3,019,875
	-	-	126,529
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	20,000	-
	300	-	16,821
	2,500,000	4,996,659	-
	187,895	99,131	-
	17,579,074	-	-
	20,267,269	5,115,790	143,350
	1,934,077	13,318,187	2,876,525
	(1,641,590)	(6,558,375)	(3,000,000)
	292,487	6,759,812	(123,475)
	39,636,256	11,730,315	50,715,930
	$ 39,928,743	$ 18,490,127	$ 50,592,455

(continued)

OHIO HOUSING FINANCE AGENCY

General Fund

Statement of Revenues, Expenses

and Change in Net Assets

Year Ended June 30, 2007

		Total
OPERATING REVENUES		
INTEREST AND INVESTMENT INCOME:		
Loans	$	4,860,040
Investments		5,947,616
Net increase (decrease) in the fair value of investments and mortgage-backed securities		204,285
Total interest and investment income		11,011,941
OTHER INCOME:		
Administrative fees		8,746,789
Service fees and other		16,146,852
HTF grant and loan revenue		17,579,074
Total other income		42,472,715
Total operating revenues		53,484,656
OPERATING EXPENSES:		
Interest Expense		126,529
Payroll and benefits		8,455,830
Contracts		1,092,074
Maintenance		243,862
Rent or lease		847,098
Purchased services		948,794
Trustee expense and agency fees		17,121
OHFA contribution to bond issues		7,496,659
Insurance and other		1,495,528
HTF grant and loan expense		17,579,074
Total operating expenses		38,302,569
Income over (under) expenses before transfer		15,182,087
Transfer in (out)		-
Net income (loss)		15,182,087
Net assets, beginning of year		116,276,211
Net assets, end of year	$	131,458,298

Elimination Entries		Total
Debit	Credit	FY2007
$ -	$ -	$ 4,860,040
		5,947,616
		204,285
-	-	11,011,941
		8,746,789
		16,146,852
		17,579,074
-	-	42,472,715
-	-	53,484,656
		126,529
		8,455,830
		1,092,074
		243,862
		847,098
		948,794
		17,121
		7,496,659
		1,495,528
		17,579,074
-	-	38,302,569
-	-	15,182,087
-	-	-
-	-	15,182,087
-	-	116,276,211
$ -	$ -	$ 131,458,298

OHIO HOUSING FINANCE AGENCY

General Fund

Statement of Cash Flows

Year Ended June 30, 2007

	Operating Funds	Admin. Fee Funds
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from program loans principal	$ -	$ 749,913
Cash received from investment interest and mortgage-backed securities interest	1,592	696,456
Cash received from program loans interest	-	4,220,364
Cash received from administrative fees	-	4,220,266
Cash received from service fees and other	91,684	961,886
Cash received from HTF grants and loans	-	-
Cash received from transfers in	21,766,358	3,000,000
Payments to purchase program loans	-	(3,000,000)
Payments for trustee expense and agency fees	-	-
Payments for payroll and benefits	(8,455,830)	-
Payments for contracts	(1,092,073)	-
Payments for maintenance	(243,862)	-
Payments for rent or lease	(847,098)	-
Payments for purchased services	(928,794)	-
Payments for new OHFA bond issues	-	-
Payments for insurance and other	(976,352)	(705,553)
Payments for HTF grants and loans	-	-
Payments for reverse repurchase agreement interest	-	-
Payments for transfer out	(8,690,000)	(4,876,393)
Net cash provided (used) by operating activities	625,625	5,266,939
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Payments to acquire capital assets and leasehold improvements	(625,497)	-
Net cash provided (used) by capital and related financing activities	(625,497)	-
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investments	-	-
Proceeds from sale and maturities of investments	-	-
Net cash provided (used) by investing activities	-	-
Net increase (decrease) in cash and cash equivalents	128	5,266,939
Cash and cash equivalents, beginning of year	453,848	9,895,636
Cash and cash equivalents, end of year	$ 453,976	$ 15,162,575

	General Program Funds		Bond Series Program Funds		Bond Series Escrow Funds
$	45,307,486	$	215,549	$	-
	2,273,168		228,990		2,580,688
	156,739		283,501		-
	257,788		3,035,711		-
	6,198,963		13,552,782		2,234,417
	17,547,476		-		-
	3,330,825		3,000,000		-
	(31,527,274)		(4,280,618)		-
	(300)		-		(1,500)
	-		-		-
	-		-		-
	-		-		-
	-		-		-
	-		(20,000)		-
	(2,500,000)		(4,996,659)		-
	(15,747,825)		(129,838)		(1,153,632)
	(17,547,476)		-		-
	-		-		(126,529)
	(4,972,415)		(9,558,375)		(3,000,000)
	2,777,155		1,331,043		533,444
	-		-		-
	-		-		-
	-		-		(40,730,130)
	-		-		38,010,571
	-		-		(2,719,559)
	2,777,155		1,331,043		(2,186,115)
	46,057,597		3,907,652		32,148,523
$	48,834,752	$	5,238,695	$	29,962,408

(continued)

OHIO HOUSING FINANCE AGENCY

General Fund

Statement of Cash Flows

Year Ended June 30, 2007

	Operating Funds	Admin. Fee Funds
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ 303,565	$ 7,949,698
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Amortization of loan (discount) premium	-	-
Net (increase) decrease in the fair value of investments and mortgage-backed securities	-	-
Office equipment depreciation and leasehold amortization	383,742	-
(Gain) loss on disposal of equipment	3,858	-
Amounts loaned under agency programs	-	(3,000,000)
Amounts collected - program loans	-	749,913
Decrease (increase) in intergovernmental accounts receivable	-	(281,081)
Decrease (increase) in accounts receivable	91,684	(1,076,464)
Decrease (increase) in interest receivable on investments and mortgage-backed securities	-	-
Decrease (increase) in interest receivable on loans	-	78,087
Decrease (increase) in prepaid insurance and other	(401,407)	-
Increase (decrease) in intergovernmental accounts payable	28,416	1,724,992
Increase (decrease) in accounts payable and other	215,767	(174,470)
Increase (decrease) in deposits held	-	-
Increase (decrease) in deferred revenue	-	(703,736)
Net cash provided (used) by operating activities	$ 625,625	$ 5,266,939

	General Program Funds	Bond Series Program Funds	Bond Series Escrow Funds
	$ 292,487	$ 6,759,812	$ (123,475)
	(257,645)	-	-
	-	-	(204,285)
	-	-	-
	-	-	-
	(31,527,274)	(4,280,618)	-
	45,307,486	215,549	-
	(2,163,709)	(3,500,000)	-
	1,090,331	2,167,650	2,162,287
	2,883	(6,833)	(162,772)
	8,024	(33,400)	-
	42,180	-	-
	4,176,670	-	14,712
	(17,004,774)	8,883	(2,911,766)
	-	-	1,758,743
	2,810,496	-	-
	$ 2,777,155	$ 1,331,043	$ 533,444

(continued)

OHIO HOUSING FINANCE AGENCY

General Fund

Statement of Cash Flows

Year Ended June 30, 2007

		Total
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash collected from program loans principal	$	46,272,948
Cash received from investment interest and mortgage-backed securities interest		5,780,894
Cash received from program loans interest		4,660,604
Cash received from administrative fees		7,513,765
Cash received from service fees and other		23,039,732
Cash received from HTF grants and loans		17,547,476
Cash received from transfers in		31,097,183
Payments to purchase program loans		(38,807,892)
Payments for trustee expense and agency fees		(1,800)
Payments for payroll and benefits		(8,455,830)
Payments for contracts		(1,092,073)
Payments for maintenance		(243,862)
Payments for rent or lease		(847,098)
Payments for purchased services		(948,794)
Payments for new OHFA bond issues		(7,496,659)
Payments for insurance and other		(18,713,200)
Payments for HTF grants and loans		(17,547,476)
Payments for federal financial assistance programs		(126,529)
Payments for transfer out		(31,097,183)
Net cash provided (used) by operating activities		10,534,206
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Payments to acquire capital assets and leasehold improvements		(625,497)
Net cash provided (used) by capital and related financing activities		(625,497)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investments		(40,730,130)
Proceeds from sale and maturities of investments		38,010,571
Net cash provided (used) by investing activities		(2,719,559)
Net increase (decrease) in cash and cash equivalents		7,189,150
Cash and cash equivalents, beginning of year		92,463,256
Cash and cash equivalents, end of year	$	99,652,406

Elimination Entries		Total
Debit	Credit	FY2007
$ -	$ -	$ 46,272,948
		5,780,894
		4,660,604
		7,513,765
		23,039,732
		17,547,476
		31,097,183
		(38,807,892)
		(1,800)
		(8,455,830)
		(1,092,073)
		(243,862)
		(847,098)
		(948,794)
		(7,496,659)
		(18,713,200)
		(17,547,476)
		(126,529)
		(31,097,183)
-	-	10,534,206
		(625,497)
-	-	(625,497)
		(40,730,130)
		38,010,571
-	-	(2,719,559)
		7,189,150
		92,463,256
$ -	$ -	$ 99,652,406

OHIO HOUSING FINANCE AGENCY

General Fund

Statement of Cash Flows

Year Ended June 30, 2007

		Total
Reconciliation of operating income to net cash		
provided (used) by operating activities		
Operating income	$	15,182,087
Adjustments to reconcile operating income to net cash		
provided (used) by operating activities:		
Amortization of loan (discount) premium		(257,645)
Net (increase) decrease in the fair value of investments and mortgage-backed securities		(204,285)
Office equipment depreciation and leasehold amortization		383,742
(Gain) loss on disposal of equipment		3,858
Amounts loaned under agency programs		(38,807,892)
Amounts collected - program loans		46,272,948
Decrease (increase) in intergovernmental accounts receivable		(5,944,790)
Decrease (increase) in accounts receivable		4,435,488
Decrease (increase) in interest receivable on investments and mortgage-backed securities		(166,722)
Decrease (increase) in interest receivable on loans		52,711
Decrease (increase) in prepaid insurance and other		(359,227)
Increase (decrease) in intergovernmental accounts payable		5,944,790
Increase (decrease) in accounts payable and other		(19,866,360)
Increase (decrease) in deposits held		1,758,743
Increase (decrease) in deferred revenue		2,106,760
Net cash provided (used) by operating activities	$	10,534,206

Elimination Entries		Total
Debit	Credit	FY2007
$ -	$ -	$ 15,182,087
		(257,645)
		(204,285)
		383,742
		3,858
		(38,807,892)
		46,272,948
5,944,790		-
		4,435,488
		(166,722)
		52,711
		(359,227)
	(5,944,790)	-
		(19,866,360)
		1,758,743
		2,106,760
$ 5,944,790	$ (5,944,790)	$ 10,534,206

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OHIO HOUSING FINANCE AGENCY

Federal Program

Statement of Net Assets

June 30, 2007

	Housing Assistance Payment	HOME
ASSETS		
Current assets		
Cash	$ -	$ -
Restricted cash	3,870,474	-
Current portion of investments, at fair value	-	-
Current portion of restricted investments, at fair value	-	-
Accounts receivable	914,800	1,414,128
Total current assets	4,785,274	1,414,128
Total assets	$ 4,785,274	$ 1,414,128

	FAF	Disaster Relief Federal	Total FY 2007
	$ -	$ -	$ -
	1,367,397	78,003	5,315,874
	-	-	-
	5,308,078	-	5,308,078
	-	896	2,329,824
	6,675,475	78,899	12,953,776
	$ 6,675,475	$ 78,899	$ 12,953,776

OHIO HOUSING FINANCE AGENCY

Federal Program

Statement of Net Assets

June 30, 2007

	Housing Assistance Payment	HOME
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of accounts payable and other	$ 4,785,274	$ 1,414,128
Total current liabilities	4,785,274	1,414,128
Non-current liabilities		
Non-current portion of accounts payable and other	-	-
Total non-current liabilities	-	-
Total liabilities	4,785,274	1,414,128
Net assets		
Restricted	-	-
Unrestricted	-	-
Total net assets	-	-
Total liabilities and net assets	$ 4,785,274	$ 1,414,128

	Disaster Relief	Total
FAF	Federal	FY 2007
$ 6,675,475	$ 78,899	$ 12,953,776
6,675,475	78,899	12,953,776
-	-	-
-	-	-
6,675,475	78,899	12,953,776
-	-	-
-	-	-
-	-	-
$ 6,675,475	$ 78,899	$ 12,953,776

OHIO HOUSING FINANCE AGENCY

Federal Program

Statement of Revenues, Expenses

and Changes in Net Assets

Year Ended June 30, 2007

	Housing Assistance Payment	HOME
OPERATING REVENUES		
OTHER INCOME:		
Federal financial assistance programs	47,090,068	10,800,785
Total other income	47,090,068	10,800,785
Total operating revenues	47,090,068	10,800,785
OPERATING EXPENSES:		
Federal financial assistance programs	47,090,068	10,800,785
Total operating expenses	47,090,068	10,800,785
Net income (loss)	-	-
Net assets, beginning of year	-	-
Net assets, end of year	$ -	$ -

	FAF		Disaster Relief Federal		Total FY 2007
	-		107,121		57,997,974
	-		107,121		57,997,974
	-		107,121		57,997,974
	-		107,121		57,997,974
	-		107,121		57,997,974
	-		-		-
	-		-		-
$	-	$	-	$	-

OHIO HOUSING FINANCE AGENCY

Federal Program

Statement of Cash Flows

Year Ended June 30, 2007

	Housing Assistance Payment	HOME
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from service fees and other	$ -	$ -
Cash received from federal financial assistance programs	47,090,068	10,800,785
Payments for insurance and other	(2,550,593)	-
Payments for federal financial assistance programs	(47,090,068)	(10,800,785)
Net cash provided (used) by operating activities	(2,550,593)	-
Net increase (decrease) in cash and cash equivalents	(2,550,593)	-
Cash and cash equivalents, beginning of year	6,421,067	-
Cash and cash equivalents, end of year	$ 3,870,474	$ -

	Disaster Relief	Total
FAF	Federal	FY2007
$ 881,654	$ 317,300	$ 1,198,954
-	107,121	57,997,974
-	(239,551)	(2,790,144)
-	(107,121)	(57,997,974)
881,654	77,749	(1,591,190)
881,654	77,749	(1,591,190)
5,793,821	254	12,215,142
$ 6,675,475	$ 78,003	$ 10,623,952

OHIO HOUSING FINANCE AGENCY

Federal Program

Statement of Cash Flows

Year Ended June 30, 2007

	Housing Assistance Payment	HOME
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income	$ -	$ -
Decrease (increase) in accounts receivable	(84,561)	(1,414,128)
Increase (decrease) in accounts payable and other	(2,466,032)	1,414,128
Net cash provided (used) by operating activities	$ (2,550,593)	$ -

FAF	Disaster Relief Federal	Total FY2007
$ -	$ -	$ -
-	317,300	(1,181,389)
881,654	(239,551)	(409,801)
$ 881,654	$ 77,749	$ (1,591,190)

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Ohio Housing Finance Agency
Schedule of Expenditures of Federal Awards
By Federal Agency and Federal Program
For the Fiscal Year Ended June 30, 2007

Federal Agency/CFDA Number/Program Title			
U.S. Department of Housing and Urban Development			
Office of Housing - Federal Housing Commissioner			
14.195	Section 8 Housing Assistance Payments Program	$	49,658,929
14.195	Section 8 Financial Adjustment Factor Program		-
Office of Community Planning and Development			
14.239	HOME Investment Partnership Program Pass-through from the Ohio Department of Development		11,204,785
	Total U.S. Department of Housing and Urban Development	$	60,863,714
U.S. Department of Homeland Security			
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters) Pass-through from the Ohio Emergency Management Agency	$	133,455
	Total U.S. Department of Homeland Security	$	133,455
	Total Expenditures	$	60,997,169

The accompanying notes are an integral part of this schedule.

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, revised June 27, 2003, requires a Schedule of Expenditures of Federal Awards (Schedule). The Ohio Housing Finance Agency (OHFA) reports this information using the following presentation:

- Schedule of Expenditures of Federal Awards by Federal Agency and Federal Program

The Schedule must report total disbursements for each federal finance assistance program, as listed in the *Catalog of Federal Domestic Assistance* (CFDA).

The U.S. Department of Housing and Urban Development (HUD) has approved the accounting method OHFA uses to report the Housing Assistance Payment (HAP) administrative fee earned in the administration of the Section 8 program in Ohio. OHFA records the HAP administrative fee in the General Fund and uses the fee to pay HAP program contract administration expenses and other housing related program expenses of the Agency. The administrative fee is considered a "fee-for-service" under OMB Circular A-87 A(2)(b), not a "cost reimbursement" grant, and is available to OHFA for housing program expenses as outlined in Ohio Revised Code 175.02. The HAP administrative fee included in CFDA 14.195 for fiscal year 2007 is $2,568,861.

A. Basis of Accounting

OHFA prepares the Schedule on the accrual basis of accounting.

NOTE 2 - FEDERAL MORTGAGE INSURANCE AND GUARANTEES

Certain mortgage loans of OHFA are insured by the Federal Housing Administration (FHA) or guaranteed by the Veterans' Administration (VA). As of June 30, 2007, outstanding FHA-insured loans were $416,998 and there were no mortgage loans guaranteed by the VA.

NOTE 3 - SUBRECIPIENTS

Of the federal expenditures presented in the Schedule, OHFA provided federal awards to the following subrecipient:

Partnership Center, LTD (FEMA)	$ 63,636

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383 North Front Street
Columbus, Ohio 43215

Kennedy Cottrell Richards

Phone: 614.358.4682
Fax: 614.888.8634
www.kcr-cpa.com

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Ohio Housing Finance Agency
57 East Main Street
Columbus, OH 43215

We have audited the accompanying financial statements of the Single Family Mortgage Revenue Program Fund, Multi-Family Mortgage Revenue Program Fund, General Fund, and Federal Program Fund of the Ohio Housing Finance Agency (the Agency), as of and for the year ended June 30, 2007, which collectively comprise the Agency's basic financial statements, and have issued our report thereon dated September 26, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Agency's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Agency's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

We noted certain other matters that we reported to management of the Agency in a separate letter dated September 26, 2007.

This report is intended for the information and use of the audit committee, management, Board of Directors, the Ohio General Assembly, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Kennedy Cottrell Richards LLC

Kennedy Cottrell Richards LLC
September 26, 2007

383 North Front Street
Columbus, Ohio 43215

Kennedy Cottrell Richards

Phone: 614.358.4682
Fax: 614.888.8634
www.kcr-cpa.com

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO MAJOR FEDERAL PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Ohio Housing Finance Agency
57 East Main Street
Columbus, OH 43215

Compliance

We have audited the compliance of The Ohio Housing Finance Agency (the Agency) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal programs for the year ended June 30, 2007. The Agency's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the Agency's management. Our responsibility is to express an opinion on the Agency's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organization*s. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the Agency's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Agency's compliance with those requirements.

In our opinion, the Agency complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2007. However, the results of our auditing procedures disclosed one instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 2007-1.

Internal Control over Compliance

The management of the Agency is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Agency's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

The Agency's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. We did not audit the Agency's response and, accordingly, we express no opinion on it.

This report is intended for the information and use of the audit committee, management, Board of Directors, the Ohio General Assembly, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Kennedy Cottrell Richards LLC

Kennedy Cottrell Richards LLC
September 26, 2007

OHIO HOUSING FINANCE AGENCY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133 § .505

JUNE 30, 2007

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material internal control weaknesses reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any other significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510(a) of Circular A-133?	Yes
(d)(1)(vii)	Major Programs (list):	Lower Income Housing Assistance Program - Section 8 CFDA #14.195 HOME Investment Partnership Program CFDA #14.239
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > $1,829,915 Type B: All others
(d)(1)(ix)	Low Risk Auditee?	No

2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

2007-1 INSUFFICIENT NUMBER OF SITE INSPECTIONS

CFDA Number and Title	14.239 – HOME Investment Partnerships Program
Federal Agency	Department of Housing and Urban Development
Federal Award Year	2007

NONCOMPLIANCE

24 CFR 92.504 (d) contains requirements related to the frequency and purpose of on-site inspections required during administration of the HOME Investment Partnerships Program to satisfy the affordability requirements of the program. The Code states the following:

> *(d) On site inspections*—(1) *HOME assisted rental housing.* During the period of affordability, the participating jurisdiction must perform on-site inspections of HOME-assisted rental housing to determine compliance with the property standards of §92.251 and to verify the information submitted by the owners in accordance with the requirements of §92.252 no less than: every three years for projects containing 1 to 4 units; every two years for projects containing 5 to 25 units; and every year for projects containing 26 or more units. Inspections must be based on a sufficient sample of units.

The Ohio Housing Finance Agency (OHFA) entered into a funding agreement, for the period beginning July 1, 2006 and ending June 30, 2010, with the Ohio Department of Development (the recognized participating jurisdiction for the state) to administer part of the HOME program. Appendix B, Section 10, of the agreement states "… the Grantee (OHFA) will undertake the following monitoring activities, and maintain documentation of such monitoring activities for three years after the period of affordability: … annually review the tenants of the assisted project to verify that the units which received HOME assistance are occupied by low-income tenants as defined by Section 8 income guidelines."

During our audit of the HOME program, we noted that OHFA had previously implemented an on-site inspection schedule of once every three years per project, which is not compliant with the above regulations. The Director of Program Compliance indicated this was due to misinterpretation of the HUD guidelines. Initially, OHFA interpreted that inspections were to occur based on the number of assisted units; however, the guidelines state that inspections should occur based on the total of units. Therefore, the HOME inspections were scheduled at the same time as the tax-credit inspections, which occurred every three years per project.

Because of the noncompliant inspection schedule used by OHFA, in our testing, we found that OHFA did not perform the required number of annual on-site inspections for eight of the 35 projects we tested. Continued noncompliance by OHFA could result in federal funding being reduced or taken away, or sanctions imposed by the federal grantor agency. Noncompliance could also result in OHFA having to repay part or all of the grant awards to the federal government.

2007-1 INSUFFICIENT NUMBER OF SITE INSPECTIONS (CONTINUED)

OHFA management has indicated that they began taking steps later in fiscal year 2007 to ensure inspections will occur yearly. OHFA is now keeping a Master Listing of projects showing inspection dates, which will better enable management to track whether inspections occur on a yearly basis. Each analyst updates a tracking sheet and one staff member is responsible for consolidating each tracking sheet into the Master Listing. As of the date of this report, formal policies and procedures for completing yearly inspections have been finalized, but have not yet been implemented. We recommend that OHFA continue its efforts to ensure compliance with the inspection regulations.

Officials' Response and Corrective Action Plan

OHFA agrees with the comment and the Program Compliance (PC) division has worked diligently to prepare a HOME monitoring policy and procedures for the long-term compliance requirements of 24 CFR 92. The compliance review will include annual on-site inspections and receiving annual certification reports from the projects. A checklist has also been prepared for use during on-site inspections to record the project's compliance or non-compliance with the various HOME requirements. A monitoring requirement matrix has also been prepared for staff that shows the required frequency of inspections for the numerous programs that are reviewed by PC. A master project control log has been modified to assist management in planning and monitoring the compliance work for the 315 HOME projects. The PC staff has attended in-house training and has participated in the development of the documented control process. PC has and will continue to communicate the change to the projects by newsletters, training sessions, conferences and regional meetings. The OHFA website will be used to post forms. The effective start date for planning work under the new HOME compliance program will be approximately October 1, 2007. Since on-site inspections are normally scheduled two months out, the first will be performed in January 2008. The annual certification reports will be due on March 1, 2008. Staff from OHFA and the Department of Development, Office of Housing and Community Partnerships, have met over the past six months and an amendment to the HOME Funding Agreement dated October 14, 2005 and a supplemental memorandum of understanding are nearing completion.

OHIO HOUSING FINANCE AGENCY

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

JUNE 30, 2007

Fiscal Year	Finding Number	Finding Summary	Status
2006	2006-01	Variance in Summary and Support Documents	Corrected.
2006	2006-02	Insufficient Number of On-site Inspections	Not corrected.
2006	2006-03	Reporting Deficiencies	Corrected.
2006	2006-04	Contracts / Relationships With Housing Projects	Corrected.

State of Ohio
Ted Strickland, Governor

Ohio Housing Finance Agency
Douglas A. Garver, Executive Director

57 East Main Street
Columbus, Ohio 43215

Phone 614.466.7970
Toll Free 888.362.OHFA
TDD 614.466.1940

www.ohiohome.org

OHIO HOUSING FINANCE AGENCY

FRANKLIN COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
NOVEMBER 8, 2007

88 E. Broad St. / Fourth Floor / Columbus, OH 43215-3506
Telephone: (614) 466-4514 (800) 282-0370 Fax: (614) 466-4490
www.auditor.state.oh.us