

2014 AUDITED FINANCIAL STATEMENTS





Dave Yost • Auditor of State

Board of Directors
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, 2013 through June 30, 2014. 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.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

October 9, 2014

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INDEPENDENT AUDITOR'S REPORT

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

To the Board of Directors:

Report on the Financial Statements

We have audited the accompanying financial statements of the Single-Family Mortgage Revenue Program Fund, General Fund, and Federal Program Fund of the Ohio Housing Finance Agency, Franklin County, Ohio (OHFA), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise OHFA's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' Government Auditing Standards. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to OHFA's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of OHFA's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Opinion

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, General Fund, and Federal Program Fund of the Ohio Housing Finance Agency, Franklin County, Ohio, as of June 30, 2014, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Accountants & Consultants for Business & Government

Ohio Housing Finance Agency
Independent Auditors' Report
Page 2

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include Management's discussion and analysis, listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Supplementary and Other Information

Our audit was conducted to opine on OHFA's basic financial statements taken as a whole.

The combining financial statements present additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditures of Federal Awards also presents additional analysis as required by the 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 financial statements.

The statements and schedule are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and the schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling statements and the schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these statements and the schedule are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 24, 2014, on our consideration of OHFA's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering OHFA's internal control over financial reporting and compliance.

KENNEDY COTTRELL RICHARDS LLC



Columbus, Ohio
September 24, 2014

Ohio Housing Finance Agency

Management's Discussion and Analysis

June 30, 2014

Unaudited

Management's discussion and analysis (MD&A) of the Ohio Housing Finance Agency's (OHFA) financial performance provides an overview of OHFA's financial activities for the fiscal year (FY) ended June 30, 2014 compared to June 30, 2013. The MD&A should be read in conjunction with the Independent Auditor's Report, financial statements and accompanying Notes. Notes to the financial statements provide additional information that is essential to a full understanding of the information provided in the financial statements.

This information is being presented to provide additional information regarding the activities of OHFA and to meet certain disclosure requirements of the Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* and Statement No. 37, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus—an amendment of GASB Statements No. 21 and No. 34*.

OHFA is a self-supporting, public purpose financial entity and follows enterprise fund reporting. The financial statements are presented using the economic resources measurement focus and the accrual basis of accounting, wherein revenues are recognized when earned and expenses are recorded when incurred. Enterprise fund statements offer short-term and long-term financial information about OHFA's activities.

The selected financial information presented was derived from OHFA's financial statements audited by the firm of Kennedy Cottrell Richards LLC for FY 2014 and FY 2013.

Overview of the Financial Statements

The basic financial statements include the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, the Statement of Cash Flows, and accompanying Notes to the Financial Statements.

The Statement of Net Position provides information about the financial position of OHFA at a specific date. Individually listed are the amounts of financial and capital resources (assets), consumption of net assets that is applicable to a future reporting period (deferred outflows of resources), the obligations to creditors (liabilities), acquisition of net assets that is applicable to a future reporting period (deferred inflows of resources), and net position. The organization of the statement separates assets and liabilities into current and non-current balances. The statement shows the totals of assets, deferred inflows of resources, liabilities, deferred outflows of resources and net position.

The Statement of Revenues, Expenses and Changes in Net Position lists revenues, expenses, and the resulting change in net position over the reporting period.

The Statement of Cash Flows lists OHFA's cash receipts, cash payments, and net changes in cash resulting from operating, investing, and financing activities during the reporting period. This statement reflects changes in the Statement of Net Position between two dates and demonstrates how OHFA has generated and disbursed cash within the reporting period.

The financial statements present the activities of OHFA's Single-Family Mortgage Revenue Program Fund (Single-Family Program), the General Fund, and Federal Program Fund. See Note 1 for a complete description of each of these funds.

Note: Year-over-year changes discussed throughout the MD&A are not inclusive of all lesser contributing factors and therefore may not tie to the dollar amounts provided in the explanations.

Ohio Housing Finance Agency

Management's Discussion and Analysis

June 30, 2014

Unaudited

Financial Highlights

The following is a comparative analysis between the years ended June 30, 2014 and June 30, 2013. The information represents significant line items from OHFA's financial statements.

	As of June 30, 2014	As of June 30, 2013	Dollar Change	Percentage Change
Cash	\$ 133,285,374	\$ 108,027,489	\$ 25,257,885	23.4%
Investments, at fair value	277,029,396	366,812,674	(89,783,278)	-24.5%
Mortgage-backed securities, at fair value	1,661,519,404	2,060,162,996	(398,643,592)	-19.4%
Loans receivable	251,369,039	281,303,985	(29,934,946)	-10.6%
Prepaid insurance and other	723,381	666,980	56,401	8.5%
Capital assets	522,085	555,463	(33,378)	-6.0%
Total assets	2,344,068,050	2,840,035,955	(495,967,905)	-17.5%
Deferred outflows of resources	56,127,444	78,563,953	(22,436,509)	-28.6%
Bonds payable	1,619,449,907	2,128,624,995	(509,175,088)	-23.9%
Current liabilities	81,348,246	93,518,277	(12,170,031)	-13.0%
Non-current liabilities	1,735,178,147	2,253,039,805	(517,861,658)	-23.0%
Total liabilities	1,816,526,393	2,346,558,082	(530,031,689)	-22.6%
Net position, restricted	427,644,523	432,737,259	(5,092,736)	-1.2%
Net position, unrestricted	155,502,493	138,749,104	16,753,389	12.1%
Total net position	583,669,101	572,041,826	11,627,275	2.0%
Change in fair value of investments and mortgage-backed securities (GASB 31)	40,777	(110,935,598)	110,976,375	100.0%
Operating revenue	149,431,739	57,944,839	91,486,900	157.9%
Operating expenses	137,804,464	156,396,405	(18,591,941)	-11.9%
Net income (loss)	11,627,275	(98,451,566)	110,078,841	111.8%

Total net position as of June 30, 2014 was \$583.7 million, an increase of \$11.6 million or 2.0% over the total net position of \$572.0 million at June 30, 2013. This increase was due to an increase in current year operating revenues over expenses of \$11.6 million.

As a result of this year's operations, OHFA's net income was \$11.6 million, an increase of \$110.0 million from a net loss of \$98.5 million reported in the prior fiscal year. This increase is primarily attributed to a year-over-year improvement in the fair value of investments and MBS of \$110.9 million partially offset by an aggregate year-over-year decrease in operating revenues over expenses of \$0.9 million for the Single-Family Program, General Fund, and Federal Program Fund. Changes in operating revenues and expenses are further explained in the **Results of Operations and Discussion of Net Income Change** sections that follow later in this MD&A.

Other Highlights:

- Cash increased \$25.3 million mostly as a result of deposits and fees collected in the Housing Development Fund and Housing Tax Credit Program accounts in the General Fund [\$12.8 million] as well as loan payments received in the Federal Program Fund for the Tax Credit Assistance Program (TCAP) [\$11.5 million].

Ohio Housing Finance Agency

Management's Discussion and Analysis

June 30, 2014

Unaudited

- Investments, at fair value decreased \$89.8 million primarily due to liquidating a portion of OHFA's investments in order to purchase MBS and making scheduled debt payments in the Single-Family Program. These decreases in investments were partially offset by proceeds from the sale of MBS in series 2005 A&B [\$45.8 million] and principal payments received on MBS.
- MBS, at fair value decreased \$398.6 million, significantly due to sales of MBS in the Single-Family Program of approximately \$656.0 million, net of MBS purchases of approximately \$257.3 million.
- Loans receivable decreased by \$29.9 million largely as a result of fewer General Fund loans originated in the Housing Development Fund [\$24.3 million] as well as lower Federal Program Fund loans resulting from increased principal repayments in the TCAP [\$11.3 million] partially offset by additional loans made in the Neighborhood Stabilization Program (NSP) [\$3.5 million] and Down Payment Assistance Product loans [\$1.1 million] financed in the To-Be-Announced market, the latter of which is described in Note 1 .
- Total assets decreased by \$496.0 million primarily due to decreases in investments and MBS at fair value and decreases in loans receivable. These decreases were partially offset by increases in cash received.
- Deferred outflow of resources decreased by \$22.4 million due to improvements in fair values for interest rate swap contracts resulting from higher current year market variable-rate interest rates relative to fixed-rate payer interest rates and exercising notional calls on interest rate swap contracts.
- Bonds payable decreased \$509.2 million. The decrease in bonds payable in the Single-Family Program consists of payments made, of approximately \$484.3 million, to redeem existing bonds as well as a \$20.7 million increase for fair value in interest rate swap agreements and net changes of \$4.1 million in deferred refunding costs. See Notes 8, 9, 10 and 11 for more information.
- Total liabilities decreased by \$530.0 million, largely due to decreases in bonds payable of \$509.2 million as well as lower bond interest payable of \$4.7 million in the Single-Family Program due to reduced bond volume outstanding and lower bond interest rates. Decreased accounts payable of \$17.1 million in the General Fund due to increased loan repayments to the Ohio Department of Commerce (Commerce) for Housing Development Fund loans funded by Commerce also contributed to decreases in total liabilities.
- Total net position increased by \$11.6 million, primarily due to current year operating revenues over expenses of \$11.6 million.
- The current year's operating revenues over expenses of \$11.6 million (which excludes fair value changes in investments and MBS) includes net income in the Single-Family Program of \$8.7 million, in the General Fund of \$0.6 million, and in the Federal Program Fund of \$2.3 million. Please note that net income as immediately stated in this paragraph, for the Single-Family Program and the General Fund, exclude a one-time contribution of \$15.0 million from the Single-Family Program to the General Fund for the Capital Funds to End Homelessness Initiative (CFEHI). Further details on operating results are provided in the section Discussion of Net Income Change reported later in this MD&A.
- Operating revenues increased \$91.5 million primarily due to \$110.9 million favorable year-over-year changes in the fair value of investments and MBS, partially offset by year-over-year realized loss of \$18.2 million in the sale of MBS in the Single-Family Program, most of which were recorded in the prior year.
- Operating expenses decreased \$18.6 million mostly due to lower Interest expenses of \$21.9 million in the current fiscal year from lower bonds payable outstanding in the Single-Family Program, lower General Fund

Ohio Housing Finance Agency

Management's Discussion and Analysis

June 30, 2014

Unaudited

contributions [\$4.0 million] to bond issues of due to reduced loan volume demand for funding associated costs in the Single-Family Program, and decreased Federal financial assistance programs expense of \$5.8 million in the Federal Program Fund. These decreases were partially offset by an \$11.0 million increase in Insurance and other expense comprised primarily of a \$15.0 million contribution from the Single-Family Program to the General Fund for the CFEHI program, which payment was partially offset when netted with the prior year unfavorable one-time settlement of a \$3.0 million payment to Commerce for the Housing Development Fund loan program of the General Fund. Other smaller increases in trustee and agency fees of \$1.0 million, and general and administrative fees of \$1.2 million, contributed to increased operating expenses. See the Results of Operations section in this MD&A for further explanations.

Results of Operations

	FY 2014	FY 2013	Dollar Change	Percentage Change
Operating Revenues:				
Loan interest income	\$ 4,061,056	\$ 4,115,661	\$ (54,605)	-1.3%
Mortgage-backed securities interest income	80,538,877	107,166,295	(26,627,418)	-24.8%
Investment income	3,959,663	(11,612,185)	15,571,848	-134.1%
Realized gain (loss) on sale of on investment	(356,041)	18,157,758	(18,513,799)	-102.0%
Other mortgage income - net	37,707	(3,561,920)	3,599,627	-101.1%
Federal financial assistance programs	9,437,400	19,801,883	(10,364,483)	-52.3%
Other grant revenue	63,436	74,576	(11,140)	-14.9%
HTF grant and loan revenue	16,389,651	16,313,666	75,985	0.5%
Other income	35,259,213	18,424,703	16,834,510	91.4%
Change in fair value of investments and mortgage-backed securities (GASB 31)	40,777	(110,935,598)	110,976,375	-100.0%
Total Operating Revenues	\$ 149,431,739	\$ 57,944,839	\$ 91,486,900	157.9%
Operating Expenses:				
Interest expense	\$ 63,983,309	\$ 83,209,968	\$ (19,226,659)	-23.1%
Trustee expense and agency fees	9,970,603	8,953,444	1,017,159	11.4%
OHFA contribution to bond issues	3,336,602	7,368,312	(4,031,710)	-54.7%
General and administrative *	15,378,279	14,200,317	1,177,962	8.3%
Federal financial assistance programs	7,368,067	13,172,571	(5,804,504)	-44.1%
Other grant expense	63,436	74,576	(11,140)	-14.9%
HTF grant and loan expense	16,389,651	16,313,666	75,985	0.5%
Cost of issuance expense	141,906	2,914,694	(2,772,788)	-95.1%
Insurance and other expense	21,172,611	10,188,857	10,983,754	107.8%
Total Operating Expenses	\$ 137,804,464	\$ 156,396,405	\$ (18,591,941)	-11.9%
Net Income (Loss)	\$ 11,627,275	\$ (98,451,566)	\$ 110,078,841	111.8%

* General and administrative expenses are comprised of payroll and benefits, contracts, maintenance, rent or lease, and purchased services of the General Fund.

OHFA's net income increased by \$110.1 million primarily due to a \$110.9 million year-over-year increase in fair value of investments and MBS and an aggregate decrease in operating revenues over expenses of \$0.9 million for the Single-Family Program, General Fund, and Federal Program Fund. Please see **Discussion of Net Income Change** later in this MD&A for further details.

Ohio Housing Finance Agency

Management's Discussion and Analysis

June 30, 2014

Unaudited

Declines in MBS' interest income [\$26.6 million] occurred due to a smaller portfolio of securities outstanding as a result of loan prepayments, regularly scheduled payments, as well as the sale of certain MBS in the current period.

Investment income improved by \$15.6 million primarily due to prior year interest rate swap contract termination expenses [\$16.1 million] in the Single-Family Program that were included in investment income in accordance with GASB Statement No. 53.

Realized year-over-year loss on sale of investment of \$18.5 million primarily as a result of prior year realized gain on sales of MBS of \$18.1 million from various series in the Single-Family Program.

Other mortgage income-net increased \$3.6 million primarily due to prior year reimbursements of \$3.6 million from the Series General Trust in the Single-Family Program to the General Fund for various program expenses.

Federal financial assistance programs revenue decreased \$10.4 million mostly due to fewer loans issued in the NSP [\$5.4 million] as well as decreased loans made in the HOME program [\$5.1 million].

Other income increased by \$16.8 million largely due to a one-time Single-Family Program payment of \$15.0 million to the General Fund for the CFEHI and increased Housing Development Assistance Payment (HDAP) administrator fees of \$1.2 million in the General Fund.

Interest expense declined \$19.2 million primarily due to lower bonds payable outstanding and lower interest rate swap contract payment expense in the Single-Family Program.

OHFA contribution to bond issues decreased \$4.0 million due to reduced loan volume demand for funding associated costs in the Single-Family Program.

Federal financial assistance programs expense decreased \$5.8 million mostly due to lower HOME expenses resulting from a decrease in program disbursements [\$5.1 million] in the Federal Program Fund.

Cost of issuance expense decreased by \$2.7 million as no bonds were issued in FY 2014 in the Single-Family Program.

Insurance and other expense increased by \$11.0 million largely due to a one-time \$15.0 million contribution from the Single-Family Program to the General Fund for the CFEHI, which was partially offset when netted with the prior year \$3.0 million payment to Commerce for the Housing Development Fund Program of the General Fund.

Ohio Housing Finance Agency

Management's Discussion and Analysis

June 30, 2014

Unaudited

Discussion of Net Income Change

	Single-Family Program	General Fund	Federal Program Fund	Total
FY 2014 and FY 2013				
Net income (loss) FY 2014	\$ (6,147,762)	\$ 15,514,729	\$ 2,260,308	\$ 11,627,275
GASB 31 FY 2014 fair value adjustment	(112,522)	71,745	-	(40,777)
Net income (loss) FY 2014 without the GASB 31 adjustment	\$ (6,260,284)	\$ 15,586,474	\$ 2,260,308	\$ 11,586,498
Net income (loss) FY 2013	\$ (97,460,957)	\$ (7,797,906)	\$ 6,807,297	\$ (98,451,566)
GASB 31 FY 2013 fair value adjustment	110,650,726	284,872	-	110,935,598
Net income (loss) FY 2013 without the GASB 31 adjustment	\$ 13,189,769	\$ (7,513,034)	\$ 6,807,297	\$ 12,484,032
Net income change without GASB 31 adjustment	\$ (19,450,053)	\$ 23,099,508	\$ (4,546,989)	\$ (897,534)
Changes explained by:				
(Decrease) in loan and mortgage-backed securities interest income	\$ (26,666,959)	\$ (6,371)	\$ (8,693)	\$ (26,682,023)
Increase in investment income	15,547,236	2,929	21,683	15,571,848
(Decrease) in realized gain on sale of investment	(18,513,799)	-	-	(18,513,799)
Increase in other mortgage income - net	3,599,627	-	-	3,599,627
(Decrease) in Federal financial assistance programs income	-	-	(10,364,483)	(10,364,483)
Increase in administrative fees	-	1,144,478	-	1,144,478
Increase in service fees and other income	-	690,031	-	690,031
Increase in service fees and other income due to Single-Family Program contribution to the General Fund for CFEHI	-	15,000,000	-	15,000,000
Decrease in interest expense, excluding net swap expenses and bond amortization expense	18,012,994	-	-	18,012,994
Decrease in interest expense due to net swap expenses	3,511,417	-	-	3,511,417
(Increase) in bond amortization expense	(2,297,753)	-	-	(2,297,753)
Decrease in Federal financial assistance programs expense	-	-	5,804,504	5,804,504
Decrease in contribution to bond series	-	4,031,710	-	4,031,710
(Increase) in trustee expense and agency fee	(1,003,569)	(13,589)	-	(1,017,158)
Decrease in insurance and other expense	587,964	2,250,320	-	2,838,284
(Increase) in insurance and other expense due to Single-Family Program contribution to General Fund for CFEHI	(15,000,000)	-	-	(15,000,000)
Decrease in cost of issuance expense	2,772,789	-	-	2,772,789
Other changes	-	-	-	-
Net income change without GASB 31 adjustment	\$ (19,450,053)	\$ 23,099,508	\$ (4,546,989)	\$ (897,534)

Ohio Housing Finance Agency

Management's Discussion and Analysis

June 30, 2014

Unaudited

The Single-Family Program decrease in loan and MBS interest income of \$26.7 million is mainly due to a smaller portfolio of MBS resulting from prepayments and regularly scheduled payments on mortgage loans in the current fiscal year in addition to the sale of certain MBS. Investment income increased \$15.6 million primarily as a result of prior year interest rate swap contract termination expenses of \$16.1 million in the Single-Family Program that were included in investment income in accordance with GASB Statement No. 53. Realized gain on sale of investment decreased \$18.5 million resulting mostly from higher volume of MBS sales in the prior period. Other mortgage income-net increased \$3.6 million primarily due to prior year reimbursements from the Series General Trust in the Single-Family Program to the General Fund for various program contribution expenses. Bond interest expense, excluding net swap expenses and bond amortization expense, decreased \$18.0 million primarily due to reduced bonds payable outstanding. The \$3.5 million decrease in interest expense due to net swap expenses resulted from lower interest payments on notional amounts remaining for the interest rate swap contracts. Increased bond amortization expense of \$2.3 million resulted from decreased current period amortization of bond premiums. Increased insurance and other expense of \$15.0 million is due to the one-time contribution from the Single-Family Program to the General Fund for the CFEHI. Cost of issuance expense decreased by \$2.8 million as no bonds were issued in the current period.

The General Fund \$1.1 million increase in administrative fees is primarily due to administrative fees earned for the HDAP. Increased service fees and other income of \$15.0 million are due to the contribution from the Single-Family Program to the General Fund for the CFEHI. The \$4.0 million decrease in contribution to bond series is due to reduced loan volume demand for funding associated costs in the Single-Family Program. The \$2.2 million decrease in insurance and other expense is mostly due to a prior period one-time \$3.0 million settlement payment to Commerce, related to the Sogg vs. Zurz/Goodman class action suit, for the Housing Development Fund Program of the General Fund. This decrease in insurance and other expense was partially offset by \$1.1 million increased general and administrative expenses in the current period.

The Federal Program Fund decrease in net income of \$4.5 million is mostly due to lower revenues recorded in the NSP [\$5.4million] in the current period.

Debt Administration

At June 30, 2014, OHFA had approximately \$1,619.4 million of bonds outstanding in the Single-Family Program. This debt is secured by MBS issued by GNMA, Fannie Mae, and Freddie Mac.

New Business

In the Single-Family Program, no bonds were issued because tax-exempt mortgage revenue bond market rates did not allow for structuring competitively priced mortgage loans. In lieu of the traditional method used to finance new residential mortgage loans through the issuance of mortgage revenue bonds, on October 1, 2013, OHFA began utilizing the To-Be-Announced (TBA) market to finance new mortgage loans. See Note 1 for additional information.

See Notes 8, 9, 10, 11, and 14 for more detailed information on bonds held in the Single-Family Program.

Budget

OHFA is a self-supporting organization related to the State of Ohio and not a part of the primary government. The State of Ohio appropriates OHFA's spending authority for payroll and benefits. On a fiscal year basis, OHFA's Board approves its General Fund budget. See Note 1 for additional information.

Ohio Housing Finance Agency

Management's Discussion and Analysis

June 30, 2014

Unaudited

Conclusion

The MD&A presented above is intended to provide additional information regarding the financing activities of OHFA and to meet the disclosure requirements of GASB Statement Nos. 34 and 37. Management believes that all requirements of these GASB Statements have been met as they apply 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, or by telephone 614-644-7970.

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OHIO HOUSING FINANCE AGENCY
Statement of Net Position
June 30, 2014

	Single-Family Mortgage Revenue Program Fund
ASSETS	
Current assets	
Cash	\$ 786,309
Restricted cash	156,393
Current portion of investments, at fair value	-
Current portion of restricted investments, at fair value	239,415,174
Current portion of mortgage-backed securities, at fair value	44,015,062
Accounts receivable	3,116
Interest receivable on investments and mortgage-backed securities	6,959,435
Current portion of loans receivable	-
Interest receivable on loans	-
Prepaid insurance and other	315,267
Total current assets	291,650,756
Non-current assets	
Non-current portion of investments, at fair value	-
Non-current portion of mortgage-backed securities, at fair value	1,613,524,874
Non-current portion of loans receivable	1,163,988
Office equipment, and leasehold improvement, net of accumulated depreciation and amortization	-
Total non-current assets	1,614,688,862
Total assets	1,906,339,618
DEFERRED OUTFLOWS OF RESOURCES	
Accumulated decrease in fair value of hedging derivatives	52,534,730
Deferred current refunding	3,592,714
Total deferred outflows of resources	56,127,444

See accompanying notes to the financial statements.

2014 FINANCIAL STATEMENTS

	Federal Program Fund	Total FY 2014
\$ 99,101,990	\$ -	\$ 99,888,299
1,531,363	31,709,319	33,397,075
28,731,594	-	28,731,594
-	-	239,415,174
91,043	-	44,106,105
10,495,051	417,798	10,915,965
105,224	-	7,064,659
35,581,652	7,629,861	43,211,513
1,635,012	3,735	1,638,747
408,114	-	723,381
<u>177,681,043</u>	<u>39,760,713</u>	<u>509,092,512</u>
8,882,628	-	8,882,628
3,888,425	-	1,617,413,299
139,993,367	67,000,171	208,157,526
522,085	-	522,085
<u>153,286,505</u>	<u>67,000,171</u>	<u>1,834,975,538</u>
<u>330,967,548</u>	<u>106,760,884</u>	<u>2,344,068,050</u>
-	-	52,534,730
-	-	3,592,714
-	-	<u>56,127,444</u>

OHIO HOUSING FINANCE AGENCY
 Statement of Net Position
 June 30, 2014

	Single-Family Mortgage Revenue Program Fund
LIABILITIES AND NET POSITION	
Current liabilities	
Current portion of accounts payable and other	\$ 2,645,030
Interest payable	15,836,314
Current portion of bonds payable	25,274,704
Deposits held	-
Current portion of unearned revenue	27,208
Total current liabilities	43,783,256
Non-current liabilities	
Non-current portion of accounts payable and other	199,873
Non-current portion of bonds payable	1,594,175,203
Non-current portion of unearned revenue	1,359,886
Total non-current liabilities	1,595,734,962
Total liabilities	1,639,518,218
NET POSITION	
Net investment in capital assets	-
Restricted - bond funds	321,743,562
Restricted - federal funds	-
Unrestricted	1,205,282
Total net position	322,948,844
Total liabilities, deferred inflows of resources and net position	\$ 1,962,467,062

See accompanying notes to the financial statements.

2014 FINANCIAL STATEMENTS

	General Fund	Federal Program Fund	Total FY 2014
\$	32,767,911	\$	445,316
	-	-	35,858,257
	-	-	15,836,314
	1,633,520	18,049	25,274,704
	2,303,636	396,558	1,651,569
	<u>36,705,067</u>	<u>859,923</u>	<u>2,727,402</u>
	120,050,692	-	81,348,246
	-	-	120,250,565
	19,392,493	-	1,594,175,203
	<u>139,443,185</u>	<u>-</u>	<u>20,752,379</u>
	176,148,252	859,923	1,735,178,147
	<u>176,148,252</u>	<u>859,923</u>	<u>1,816,526,393</u>
	522,085	-	522,085
	-	-	321,743,562
	-	105,900,961	105,900,961
	<u>154,297,211</u>	<u>-</u>	<u>155,502,493</u>
	154,819,296	105,900,961	583,669,101
\$	<u>330,967,548</u>	\$	<u>106,760,884</u>
		\$	<u>2,400,195,494</u>

OHIO HOUSING FINANCE AGENCY
Statement of Revenues, Expenses and Changes in Net Position
Period Ended June 30, 2014

	Single-Family Mortgage Revenue Program Fund
OPERATING REVENUES	
INTEREST AND INVESTMENT INCOME:	
Loans	\$ -
Mortgage-backed securities	80,429,989
Investments	3,560,309
Realized gain (loss) on sale of investment	(356,041)
Other mortgage income - net	37,707
Net inc (dec) in the fair value of investments, mortgage-backed securities, and derivatives	112,522
Total interest and investment income	83,784,486
OTHER INCOME:	
Administrative fees	-
Federal financial assistance programs	-
Service fees and other	-
Other grant revenue	-
HTF grant and loan revenue	-
Total other income	-
Total operating revenues	83,784,486
OPERATING EXPENSES:	
Interest expense	63,983,309
Payroll and benefits	-
Contracts	-
Maintenance	-
Rent or lease	-
Purchased services	-
Federal financial assistance programs	-
Trustee expense and agency fees	9,926,386
OHFA contribution to bond issues	-
Insurance and other	15,880,647
Other grant expense	-
Cost of issuance expense	141,906
HTF grant and loan expense	-
Total operating expenses	89,932,248
Income over (under) expenses before transfer	(6,147,762)
Transfer in (out)	-
Net income (loss)	(6,147,762)
Net position, beginning of year	329,096,606
Net position, end of year	\$ 322,948,844

See accompanying notes to the financial statements.

2014 FINANCIAL STATEMENTS

	Federal Program Fund	Total FY 2014
\$ 3,903,319	\$ 157,737	\$ 4,061,056
108,888	-	80,538,877
366,116	33,238	3,959,663
-	-	(356,041)
-	-	37,707
(71,745)	-	40,777
4,306,578	190,975	88,282,039
6,766,946	-	6,766,946
-	9,437,400	9,437,400
28,492,267	-	28,492,267
63,436	-	63,436
16,389,651	-	16,389,651
51,712,300	9,437,400	61,149,700
56,018,878	9,628,375	149,431,739
-	-	63,983,309
12,174,046	-	12,174,046
1,889,302	-	1,889,302
295,043	-	295,043
917,881	-	917,881
102,007	-	102,007
-	7,368,067	7,368,067
44,217	-	9,970,603
3,336,602	-	3,336,602
5,291,964	-	21,172,611
63,436	-	63,436
-	-	141,906
16,389,651	-	16,389,651
40,504,149	7,368,067	137,804,464
15,514,729	2,260,308	11,627,275
-	-	-
15,514,729	2,260,308	11,627,275
139,304,567	103,640,653	572,041,826
\$ 154,819,296	\$ 105,900,961	\$ 583,669,101

OHIO HOUSING FINANCE AGENCY
Statement of Cash Flows
Period Ended June 30, 2014

	Single-Family Mortgage Revenue Program Fund
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash collected from mortgage-backed securities principal	\$ 655,215,593
Cash collected from program loans principal	-
Cash received from investment interest and mortgage-backed securities interest	90,595,997
Cash received from program loans interest	-
Cash received from administrative fees	-
Cash received from sales of mortgage-backed securities	4,219,300
Cash received from bond premiums, downpayment assistance grants and other	27,492
Cash received from service fees and other	-
Cash received from other grants	-
Cash received from federal financial assistance programs	-
Cash received from transfers in	362,334
Payments to purchase mortgage-backed securities	(253,679,395)
Payments for bond interest payable	(71,272,381)
Payments to purchase program loans	(1,037,667)
Payments for trustee expense and agency fees	(9,641,479)
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	(16,889,091)
Payments for other grants	-
Payments for federal financial assistance programs	-
Payments for sales of mortgage-backed securities	(8,051,700)
Payments for transfer out	(362,334)
Net cash provided (used) by operating activities	389,486,669

See accompanying notes to the financial statements.

2014 FINANCIAL STATEMENTS

General Fund	Federal Program Fund	Total FY 2014
\$ 787,692	\$ -	\$ 656,003,285
42,025,511	14,239,039	56,264,550
524,084	33,238	91,153,319
3,905,200	157,009	4,062,209
5,223,837	-	5,223,837
-	-	4,219,300
-	-	27,492
31,569,024	149,971	31,718,995
250,797	-	250,797
-	1,196,581	1,196,581
48,742,191	-	49,104,525
(3,670,555)	-	(257,349,950)
-	-	(71,272,381)
(17,611,439)	(2,916,623)	(21,565,729)
(44,215)	-	(9,685,694)
(12,174,046)	-	(12,174,046)
(1,889,302)	-	(1,889,302)
(295,043)	-	(295,043)
(917,881)	-	(917,881)
(102,007)	-	(102,007)
(3,336,602)	-	(3,336,602)
(23,599,361)	(35,254)	(40,523,706)
(63,436)	-	(63,436)
-	(2,578,018)	(2,578,018)
-	-	(8,051,700)
(48,742,191)	-	(49,104,525)
20,582,258	10,245,943	420,314,870

OHIO HOUSING FINANCE AGENCY
 Statement of Cash Flows
 Period Ended June 30, 2014

	Single-Family Mortgage Revenue Program Fund
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Cash received from bonds issued	-
Payments to redeem bonds	(484,310,845)
Payments for bond issue costs	(141,906)
Net cash provided (used) by noncapital financing activities	(484,452,751)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Cash received from sale of capital assets	-
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	(94,966,082)
Cash and cash equivalents, beginning of year	335,323,958
Cash and cash equivalents, end of year	\$ 240,357,876

See accompanying notes to the financial statements.

General Fund	Federal Program Fund	Total FY 2014
-	-	-
-	-	(484,310,845)
-	-	(141,906)
-	-	(484,452,751)
6,400	-	6,400
(424,946)	-	(424,946)
(418,546)	-	(418,546)
-	-	-
1,110,222	-	1,110,222
1,110,222	-	1,110,222
21,273,934	10,245,943	(63,446,205)
108,091,013	21,463,376	464,878,347
\$ 129,364,947	\$ 31,709,319	\$ 401,432,142

OHIO HOUSING FINANCE AGENCY
 Statement of Cash Flows
 Period Ended June 30, 2014

	Single-Family Mortgage Revenue Program Fund
Reconciliation of operating income to net cash provided (used) by operating activities	
Operating income	\$ (6,147,762)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Amortization of deferred refunding costs	1,667,314
Amortization of bond discount (premium)	(4,095,047)
Net (inc) dec in the fair value of investments, mortgage-backed securities, and derivatives	(112,522)
Office equipment depreciation and leasehold amortization	-
(Gain) loss on disposal of equipment	-
Amounts loaned under agency programs	(982,108)
Amounts collected - program loans	-
Purchases - mortgage-backed securities	(253,679,395)
Principal received on mortgage-backed securities	655,215,593
Decrease (increase) in accounts receivable	(1,687)
Decrease (increase) in interest receivable on investments and mortgage-backed securities	1,958,987
Decrease (increase) in interest receivable on loans	-
Decrease (increase) in prepaid insurance and other	84,782
Increase (decrease) in accounts payable and other	308,159
Increase (decrease) in interest payable	(4,761,222)
Increase (decrease) in deposits held	-
Increase (decrease) in unearned revenue	(110,329)
Increase (decrease) in bond issue costs	141,906
Net cash provided (used) by operating activities	\$ 389,486,669

See accompanying notes to the financial statements.

2014 FINANCIAL STATEMENTS

General Fund	Federal Program Fund	Total FY 2014
\$ 15,514,729	\$ 2,260,308	\$ 11,627,275
-	-	1,667,314
-	-	(4,095,047)
71,744	-	(40,778)
458,323	-	458,323
(6,399)	-	(6,399)
(18,622,112)	(6,367,393)	(25,971,613)
41,849,399	14,239,039	56,088,438
(3,670,555)	-	(257,349,950)
787,692	-	656,003,285
(69,701)	949,167	877,779
49,079	-	2,008,066
1,882	(728)	1,154
(141,182)	-	(56,400)
(17,130,667)	(921,649)	(17,744,157)
-	-	(4,761,222)
189,629	3,474	193,103
1,300,397	83,725	1,273,793
-	-	141,906
<u>\$ 20,582,258</u>	<u>\$ 10,245,943</u>	<u>\$ 420,314,870</u>

NOTE 1 · AUTHORIZING LEGISLATION AND FUNDS

The Ohio Housing Finance Agency (OHFA) was originally created as an Agency within the Ohio Development Services Agency (DSA), formally known as Ohio Department of Development, 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 DSA. On the effective date of the legislation, OHFA assumed the functions, powers, duties and obligations from DSA 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; the provision of rental assistance and housing services for low- and moderate-income persons; allocating all state and federal funds in accordance with applicable state and federal laws, including Section 42 of the Internal Revenue Code; and promoting community development, economic stability and growth within Ohio.

Under the Act, the powers of OHFA are vested in its Board of 11 members, consisting of the Director of Ohio Department of Commerce (Commerce), or his or her designee, the Director of DSA, 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 the OHFA Board appoint a Vice Chairperson.

OHFA is required to prepare an annual plan to address the state's housing needs; develop policies and program guidelines for the administration of its programs; 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.

Single Family Mortgage Revenue Program Fund

The Single-Family Mortgage Revenue Program Fund (the Single-Family Program) accounts for proceeds of bond series issued under an open general indenture dated June 1994. In addition, OHFA was awarded funds as part of the New Issuance Bond Program (NIBP) that have been recorded in an open master indenture dated December 2009. Beginning in September 2012, OHFA began issuing Tax Exempt Mortgage Participation Securities (TEMPS) and records the bond proceeds and equivalent securities in stand-alone indentures. Under these programs, qualified loans are pooled by the loan servicer and purchased by the trustee as Government National Mortgage Association (GNMA) Securities, as Federal National Mortgage Association (Fannie Mae) Certificates, or as Federal Home Loan Mortgage Corporation (Freddie Mac) Securities and classified as mortgage-backed securities (MBS) on the financial statements.

In fiscal year 2014, OHFA began utilizing the To-Be-Announced (TBA) market for Single-Family homeownership financing. The TBA financing allows OHFA to provide competitively priced mortgage loans. Under the OHFA TBA model, originators issue OHFA loans, the loan servicer purchases and pools the loans into MBS pools, and OHFA purchases the MBS pools from the loan servicer and simultaneously sells the MBS pools to the security purchaser at a predetermined price. This results in funds to pay for the purchase of the MBS pools and the recognition of revenue.

Ohio Housing Finance Agency

Notes to the Financial Statements

June 30, 2014

The assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues and expenses reported in the Single-Family Program reflect the use of tax-exempt bond financing (see Note 9), taxable bond financing (see Note 9), and TBA market financing.

General Fund

The General Fund receives fees for the administration of bond, loan, state and federal programs and certain earnings from the Single-Family Program, reported in the Bond Series Program and Escrow Funds. Operational and programmatic expenses of OHFA are paid with these fees. The Housing Development Fund (HDF) includes amounts borrowed as interest-free funds from the Commerce Division of Unclaimed Funds to fund loans to qualified housing sponsors to develop affordable housing. Commerce is repaid principal and a portion of the interest as loan payments are received. The Housing Development Assistance Program (HDAP) includes money provided by the Ohio Housing Trust Fund (HTF) to be used to provide loans and grants to housing communities for low-to moderate-income tenants. Loan repayments are repaid to the HTF. OHFA's General Fund is separate and not related to the State of Ohio's General Revenue 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 Partnerships Program (HOME) accounts for amounts allocated from the DSA Office of Community Development (OCD), a designated State administrator for HOME. OHFA utilizes the allocation to fund HDAP and the Community Housing Development Organization (CHDO) Program. Amounts directed to HDAP are used to provide loans and grants to housing communities for low- to moderate-income tenants. Loan repayments are collected by OHFA and returned to OCD 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 savings generated by the refunding of bonds used for financing Multifamily Mortgage Revenue Bond Program Section 8 housing communities. The National Foreclosure Mitigation Counseling Program (NFMC) and Making Home Affordable (MHA) Outreach and Intake Program are both funded by grants provided by NeighborWorks® America. These federal funds are used to provide homebuyer counseling to current homeowners. The Housing Counseling Program is funded by a grant provided by HUD and is used to provide homebuyer counseling for potential homeowners. The Tax Credit Assistance Program (TCAP) was funded by the American Recovery and Reinvestment Act (ARRA) and financed the construction or acquisition and rehabilitation of qualified low-income developments. The Neighborhood Stabilization Program (NSP) utilized funds from HUD through allocations from DSA to address the abandoned and foreclosed homes crisis.

Ohio Housing Finance Agency

Notes to the Financial Statements

June 30, 2014

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. OHFA utilizes the economic resource measurement focus and the accrual basis of accounting wherein revenues are recognized when earned and expenses are recorded 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 \$5,175,577.

GASB Statement No. 51, *Intangible Assets*, provides guidance for recordation of intangible assets. OHFA uses a time tracking system to gather staff time spent related to computer software development, both external and internal, implementation, and testing. Average compensation factors are applied to these hours; a corresponding entry is entered to reduce payroll expense and increase the cost basis of the intangible asset. This entry complies with the GASB 51 requirement.

GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, provides accounting standards for derivatives. OHFA has identified its swap agreements as derivatives subject to GASB Statement No. 53 which requires each derivative to be tested for effectiveness using one of four defined methods. If found to be effective, the change in fair market value is recorded as a deferred outflow or deferred inflow of resources, as appropriate, with a corresponding entry as part of bonds payable in the Statement of Net Position. If a swap agreement is found to be ineffective, the change in fair market value is recorded against investment income (see Note 10).

GASB Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions*. GASB Statement No. 64 provides additional guidance for the recordation of swap terminations. OHFA did not have any swap terminations in the current fiscal year. OHFA will continue to evaluate the implications of GASB 64 in future years.

GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance, which does not conflict with or contradict GASB pronouncements, that is included in Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the American Institute of Certified Public Accountants (AICPA) Committee on Accounting Procedures issued on or before November 30, 1989. GASB Statement No. 66, *Technical Corrections - 2012* is also followed as it is an amendment to GASB Statement No. 62.

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources. The statement also identifies net position as the residual of all other elements presented in a balance sheet, amending the net asset reporting requirements by incorporating deferred outflows of resources and deferred

Ohio Housing Finance Agency

Notes to the Financial Statements

June 30, 2014

inflows of resources into the definitions of the required components of the residual measure of the balance sheet and by renaming that measure as net position. GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, reclassifies as deferred outflows of resources or deferred inflows of resources items that were previously reported as assets and liabilities. Statement No. 65 reclassifies losses on advanced or current debt refundings. This Statement also requires debt issuance costs to be expensed in the period incurred and assets received related to the purchase of loans to be recognized as income in the period the loans were purchased.

GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, became effective in fiscal year 2014. GASB 70 establishes accounting and financial reporting standards for nonexchange financial guarantees. In August 2010, OHFA guaranteed up to \$469,000 for the repayment of principal and interest on the loans made by the Ohio Preservation Loan Fund, LLC, a legally separate entity, as outlined in the Restricted Account Agreement. The loan guarantee will terminate on the December 31, 2020. In the event, a borrower or borrowers default(s) on a loan(s) and the default is not cured within 90 days after any applicable cure period provided in the loan documents, OHFA will be required to make a payment for its pro rata portion up to the guaranteed amount.

During fiscal year 2014, management reviewed GASB Statement No. 67, *Financial Reporting for Pension Plans* and determined it has no impact on the financial statements.

Recently issued accounting pronouncements that will be effective in fiscal year 2015 include GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, and GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*. Management is reviewing these statements to determine the impact they may 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 GAAP. Accordingly, such prior year summary information should be read in conjunction with OHFA's financial statements for the fiscal year ending June 30, 2013, 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 Single-Family Program (with exception of the Market Rate Program) and Federal Program Fund is restricted for use in those programs. Designated cash in the General Fund is restricted for specific use based on contractual obligations.

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 money market mutual funds, which can be liquidated at any time.

Investments

The current investments within the Single-Family Program are 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. The current investments reported in the Single-Family Program, along with current investments reported in the General Fund and Federal Program Fund, are primarily invested in money market mutual funds and securities of federal agencies or instrumentalities held by the trustees. Current investments within the General Fund that are not held by the trustee are invested in the State Treasury Asset Reserve of Ohio (STAR), which is administered by the Ohio Treasurer of State. These current investments are reported at fair value, which is the same as the cost for most current investments (see Notes 3 and 5).

Ohio Housing Finance Agency

Notes to the Financial Statements

June 30, 2014

The non-current investments reported in the General Fund are primarily invested in 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 Statement No. 40, *Deposit and Investment Risk Disclosure* (see Note 3).

Excess Revenue Accounts

The Excess Revenue accounts in the Single-Family Program receive money transferred from the individual Single-Family Program series that qualifies as excess revenue under the Indentures. The assets in the Excess Revenue accounts can be used to redeem bonds, originate or acquire mortgage-backed securities, pay extraordinary trustee fees or be transferred to the related Program Funds of the General Fund provided it does not adversely affect the rating category on the bonds. The amount of investments in the Excess Revenue accounts was \$108,170,787 on June 30, 2014.

Restricted Assets

Current investments in the Single-Family Program 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, and expenses. Cash and investments are restricted in all the funds of the Federal Program Fund and designated cash in the General Fund is restricted for contractual obligations. 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

MBS reported in the Single-Family Program and the General Fund are pass-through securities of GNMA and Freddie Mac and certificates of Fannie Mae, all of 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 throughout the estimated useful lives. Leasehold improvements are capitalized at cost and amortized on the straight-line basis throughout the term of the building lease. OHFA capitalizes assets with an individual cost equal to or greater than \$5,000 (see Note 7).

Intangible assets are reported in accordance with GASB Statement No. 51 which requires all expenditures associated with the research, development, and testing of internally generated intangible assets be included in the asset's base cost. Routine maintenance and updates of intangible assets are expensed.

Bond Issue Costs

Costs relating to the issuance of bonds are expensed when incurred in accordance with GASB Statement No. 65.

Intergovernmental Accounts Receivable/Accounts Payable

Activity in the intergovernmental accounts primarily consists of invoiced principal and interest amounts within the HDF Program's sub-accounts. Loan payments are billed and received within one HDF sub-account then the corresponding receipts are transferred to other HDF sub-accounts based on the originating funding source. The related amounts offset each other and are eliminated in the supplemental financial statements. The intergovernmental accounts are recorded within the General Fund.

Ohio Housing Finance Agency

Notes to the Financial Statements

June 30, 2014

Loan Loss Reserve

Historical losses and the current economic conditions are evaluated by OHFA management as they relate to certain loans in OHFA's portfolio. OHFA records a monthly loan loss reserve based on the total outstanding principal and interest payments in excess of 90 days past due. This is to ensure that all loans of OHFA are presented fairly.

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, healthcare deficits and amounts owed to Commerce for interest-free loans used to fund development programs in the General Fund.

The amounts included in current and non-current accounts payable and other for healthcare deficit liabilities are estimated by OHFA and included as of June 30, 2014.

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 (see Note 11).

Arbitrage Liability

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

Deposits Held

Deposits held in the General Fund primarily include general program funds remitted by nonprofits to be used for a re-entry rental subsidy program.

Deposits held in the Federal Program Fund include amounts received for MHA Outreach and Intake and Housing Counseling which will be used by approved counseling agencies to offset program related expenses.

Unearned Revenue

Yield reductions resulting from Intercreditor Agreements for interest rate strips on previously refunded series are recorded as an investment and unearned revenue in the General Trust of the Single-Family Program until needed for a new issue. The amount of unearned revenue from yield reductions available at June 30, 2014 was \$27,208.

Unearned revenue in the 2005E&F Single-Family Bond Series is the result of a swap optionality sale. The total amount received from the sale was \$1,752,000 and is being amortized over the remaining life of the original swap. In fiscal year 2014 the unamortized portion of the swap optionality was \$1,359,886.

The total unearned revenue in the General Fund is primarily housing tax credit reservation and compliance monitoring fees. The accounting of these fees reflects the recording of income when the fees are earned by deferring the recognition of the revenue amount in the Bond Depository and Housing Tax Credit Program funds of the General Fund. The total amount of unearned revenue in the General Fund at June 30, 2014 was \$21,696,129.

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*, OHFA calculates and records the current and non-current compensated absence liability (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 and has adopted GASB Statement No. 45 *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* (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.

Realized Gain on Sale of Investment

When investments are sold, all realized gains are recorded and reported as such. In addition, GASB Statement No. 53, paragraph 23, states that when hedge accounting is terminated, the balance in the deferred outflows of resources (the fair market value of the associated swap) is to be reported on the Statement of Revenues, Expenses and Changes in Net Position within the investment revenue classification. The investment revenue classification is represented by the Interest and Investment Income section of OHFA's Financial Statements.

Other Mortgage Income – Net

Other mortgage income – net reported in the Single-Family Program includes Agency contributions offset by down payment assistance grants, premiums (or inducements paid to lenders) and other items. The total amount of other mortgage income-net at June 30, 2014 was \$37,707.

Federal Financial Assistance Programs

FAF records revenues at the time grant agreements are executed while expenses/loans receivable are recorded when funds are disbursed to a project. TCAP and some NSP activities record revenues as earned at the time loans are disbursed, no expenses are recorded; instead a loans receivable is recorded.

Servicer Release Fee

The net servicer release fees paid by the servicer are included in Service fees and other revenues in the Bond Series Program 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 for 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.

Ohio Housing Finance Agency

Notes to the Financial Statements

June 30, 2014

Interest Expense

OHFA records bond interest and amortized bond discounts and premiums in the *Interest expense* line item.

A summary for fiscal year 2014 follows:

	Single-Family Program Fund
Under General Indenture	
Bond interest	\$ 17,126,629
Interest expense - LOC	-
Swap payment expense	26,587,603
Amortized bond discount or (premium)	(1,545,448)
Total interest expense Under General Indenture	\$ 42,168,784
Under Master Indenture	
Bond interest	\$ 18,890,680
Interest expense - LOC	-
Swap payment expense	-
Amortized bond discount or (premium)	(862,439)
Total interest expense Under Master Indenture	\$ 18,028,241
Under TEMPS Indenture	
Bond interest	\$ 5,473,444
Interest expense - LOC	-
Swap payment expense	-
Amortized bond discount or (premium)	(1,687,160)
Total interest expense Under TEMPS Indenture	\$ 3,786,284
Total interest expense	\$ 63,983,309

Interest Rate Swaps

OHFA has entered into interest rate swap agreements to reduce its exposure to changes in variable interest rates on bonds financing fixed-rate mortgages. OHFA has adopted GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments* (see Note 10) and GASB Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions*.

Non-exchange Transactions

In accordance with GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*, OHFA recognizes revenue and expense and assets and liabilities 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 the Operating Funds 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, 2014 is \$133,285,374. Of the bank balance, \$49,949,050 is insured by the Federal Deposit Insurance Corporation, and \$2,251,775 is with the Ohio Treasurer of State, not subject to the classification of custodial credit risk. The remainder of \$81,084,549, though subject to custodial credit risk, is collateralized at not less than 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 Investors Service (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. OHFA Board approval is required for investments that do not comply with the Investment Policy.

The Trust Indentures provide policy for the restricted investments within the Single-Family Program. The documents specify whether the financing of the mortgage loans will be by the purchase of 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 A1/A by Moody's/Standard & Poor's (S&P). If the investment provider's credit rating falls below the minimum allowable specified in the individual investment agreement, OHFA may have the option to withdraw the funds and terminate the investment agreement. 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.

The Ohio 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 Ohio Treasurer of State's website at: www.ohiotreasurer.org.

Ohio Housing Finance Agency
Notes to the Financial Statements
June 30, 2014

As of June 30, 2014, the Agency had the following investments subject to credit risk and custodial credit risk:

Investment Type	Investment Balance (stated at fair value)	Investment Custodial Credit Risk Categories	
		Not Exposed to Custodial Credit Risk	Held by Counterparty's Trust Dept. and not in OHFA's Name
U.S. Treasury Bonds ¹	\$ 971,202	\$ 971,202	\$ -
GNMA ¹	1,225,470,660	1,225,470,660	-
Fannie Mae (Aaa) ²	433,882,624	-	433,882,624
Freddie Mac (Aaa) ²	8,002,519	-	8,002,519
U.S. Agencies (Aaa) ²	2,989,010	-	2,989,010
GICs (Aaa) ²	5,164,526	5,164,526	-
GICs (Aa) ²	32,885,207	32,885,207	-
GICs (A) ²	12,919,762	12,919,762	-
GICs (Baa) ²	34,984,449	34,984,449	-
Money Market (Aaa) ²	156,250,198	156,250,198	-
STAR Ohio (AAA) ³	2,302,580	2,302,580	-
Habitat for Humanity Notes (NR) ⁴	136,702	-	136,702
Commercial Paper (P-1, A1+) ^{2,3}	22,589,361	22,589,361	-
Totals	\$ 1,938,548,800	\$ 1,493,537,945	\$ 445,010,855

¹ Backed by the full faith and credit of the U.S. government

² Moody's Investors Service rating

³ Standard & Poor's rating

⁴ Not Rated

Ohio Housing Finance Agency

Notes to the Financial Statements

June 30, 2014

As of June 30, 2014, the Agency had the following investments and maturities subject to interest rate risk:

Investment Type	Fair Value	Investment maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Treasuries & GNMA	\$ 1,226,441,860	\$ 33,213,498	\$ 133,825,190	\$ 166,067,486	\$ 893,335,686
U.S. Agencies, Fannie Mae & Freddie Mac*	444,874,153	11,892,685	51,395,746	54,463,022	327,122,700
GICs	85,953,944	85,953,944	-	-	-
Money Market	156,250,199	156,250,199	-	-	-
STAR Ohio	2,302,580	2,302,580	-	-	-
Habitat for Humanity Notes	136,703	50,606	86,097	-	-
Commercial Paper	22,589,361	22,589,361	-	-	-
Totals	\$ 1,938,548,800	\$ 312,252,873	\$ 185,307,033	\$ 220,530,508	\$ 1,220,458,386

* Includes:

Federal National Mortgage Association \$3,000,000 matures 01/30/2018, callable 7/30/14, quarterly thereafter

Federal National Mortgage Association \$900,000 matures 08/28/2017, callable 08/28/2015, once

Federal Farm Credit Bank \$1,000,000 matures 05/01/2017, callable 05/01/2014, continuously thereafter

Federal National Mortgage Association \$1,000,000 matures 05/15/2017, callable 8/15/2014, quarterly thereafter

Federal National Mortgage Association \$1,000,000 matures 05/22/2017, callable 8/22/2014, quarterly thereafter

Federal Home Loan Mortgage \$1,000,000 matures 08/23/2017, callable 08/23/2014, quarterly thereafter

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

Custodial Credit Risk: The risk that, in the event of the failure of a depository financial institution, OHFA will not be able to recover deposits, the value of investments 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 investments with anticipated cash flow requirements for bond debt service.

Concentration of Credit Risk: The risk of loss attributed to the magnitude of OHFA's investment in a single issuer. OHFA places no limit on the amount it may invest in any one issuer. More than 5% of OHFA's investment portfolio is invested with Fannie Mae, \$433,882,624 (22.2%) as mortgage-backed securities.

NOTE 4 · CONDUIT DEBT OBLIGATIONS

To provide lower-cost debt financing for the acquisition, construction, and substantial rehabilitation of multifamily housing for low- and moderate-income residents, to date OHFA has issued \$758,385,260 of tax-exempt mortgage revenue bonds. The bonds issued are limited obligations of OHFA, payable only out of the trust estate specifically pledged to each bond issue. As of June 30, 2014, the total aggregate amount of bonds outstanding is \$255,581,364. No recourse may be taken against any properties, funds, or assets of OHFA for the payment of any amounts owed with respect to these bonds. Bond owners will have no right to compel the payment of any amount owed with respect to these bonds out of any other revenues, funds or assets of OHFA or the State of Ohio, other than the security pledged to each bond issue.

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 Position date and that changes in the fair value during the reporting period be reported as part of operating revenue. In applying GASB Statement No. 31, OHFA determined that it held four classifications of investments.

Interest-Earning Investment Contracts - Under the Single-Family Program, certain current investments are invested in GICs. These contracts are not marketable, non-participating, and 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 Ohio 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 Ohio 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 Program and the General Fund, qualified mortgage loans are securitized by GNMA, Fannie Mae, and Freddie Mac. The resulting securities are considered by GASB Statement No. 31 to be investments and must be carried at fair value. On June 30, 2014, the trustees have provided a market price as reported by recognized pricing firms. Certain other money is invested in federal obligations, which were also reported at fair value by the trustee. Investments with less than one year to maturity at purchase are carried at amortized cost. The net increase in fair value of \$40,777 is reported in the Statement of Revenues, Expenses and Changes in Net Position.

One purpose of OHFA is to make low cost loans which, when securitized in GNMA and Freddie Mac securities or Fannie Mae certificates, generally 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.

Ohio Housing Finance Agency

Notes to the Financial Statements

June 30, 2014

Mortgage-backed securities held at June 30, 2014, valued at fair value and principal outstanding, are as follows:

Single-Family Program Series	Fair Value	Principal Outstanding
Under General Indenture:		
1999A	\$ 15,869,589	\$ 14,439,574
1999B	684,113	645,528
2003B&C	15,663,077	14,383,509
2004A&B	21,274,989	19,630,902
2004C&D	20,300,664	18,561,592
2004E&F	18,458,201	16,882,005
2005C&D	44,090,553	40,726,583
2005E&F	39,970,985	36,844,678
2006A-D	47,447,411	43,260,861
2006E-G	69,181,799	62,513,083
2006H-K	90,020,965	80,675,484
2006L-O	73,643,271	66,036,347
2007A-C	65,802,561	58,840,325
2007D-H	67,952,282	60,700,383
2008A-C	49,839,265	45,264,455
2008D&E	40,526,327	36,511,929
2008F-I	48,342,236	43,206,721
2008J	22,135,055	19,772,173
2009A	23,650,629	21,319,876
2009B-D	34,557,705	31,034,898
2009E&F	39,719,036	35,629,304
2013A	20,353,890	20,688,833
General Trust	81,991,626	77,843,691
Total General Indenture	\$ 951,476,229	\$ 865,412,734
Under Master Indenture:		
2010 1/2009 1A	\$ 212,142,612	\$ 194,713,798
2011 1/2013 2	96,268,461	90,576,711
2011 2/2009 1C	137,550,750	128,830,776
2011 3/2009 1D	82,743,237	78,932,181
2009 1E	59,822,388	60,076,418
Total Master Indenture	\$ 588,527,448	\$ 553,129,884
Under TEMPS Indentures:		
2012 T1	\$ 64,632,130	\$ 62,047,131
2012 T2&T3	52,904,129	47,962,271
Total TEMPS Indentures	\$ 117,536,259	\$ 110,009,402
Total Single-Family Program	\$ 1,657,539,936	\$ 1,528,552,020
General Fund:		
Grants for Grads	\$ 3,652,285	\$ 3,710,454
OHFA Loan Escrow	327,183	294,441
Total General Fund	\$ 3,979,468	\$ 4,004,895
Grand total	\$ 1,661,519,404	\$ 1,532,556,915

NOTE 6 · LOANS RECEIVABLE

Loans receivable outstanding in the General and Federal Program Funds at June 30, 2014 are as follows:

General Fund	Principal Outstanding
General Program Funds	
Housing Development Fund	\$ 153,856,541
OHFA Loan Escrow	1,430,739
Ohio Home Rescue Program	1,824,111
Ohio Preservation Loan Fund	3,854,212
Ohio Habitat Investment Partnership	750,000
Housing Investment Fund	136,000
Subtotal	\$ 161,851,603
Bond Series Program Funds	
2nd Mortgage Loan	\$ 7,266,526
2nd Mortgage Opportunity Loan	39,855
2nd Mortgage HTCA Loan	1,166,397
2nd Mortgage HASM Loan	770,159
Grants for Grads	3,247,466
Down Payment Assistance Product	1,233,013
Subtotal	\$ 13,723,416
Total General Fund	\$ 175,575,019
Federal Fund	
Financial Adjustment Factor	\$ 1,080,410
Tax Credit Assistance Program	53,415,366
Neighborhood Stabilization Program	20,134,256
Total Federal Fund	\$ 74,630,032
Grand total	\$ 250,205,051

NOTE 7 · CAPITAL ASSETS

Capital asset activity in the General Fund for the fiscal year ending June 30, 2014 was as follows:

Asset Category	Beginning Balance	Increases	Decreases	Ending Balance
Equipment	\$ 2,018,120	\$ 134,388	\$ (12,705)	\$ 2,139,803
Leasehold improvements	1,003,416	-	-	1,003,416
Intangible assets	461,697	290,557	-	752,254
Total	\$ 3,483,233	\$ 424,945	\$ (12,705)	\$ 3,895,473
Less accumulated depreciation				
Equipment	\$ (1,581,160)	\$ (124,236)	\$ 12,705	\$ (1,692,691)
Leasehold improvements	(1,003,416)	-	-	(1,003,416)
Intangible assets	(343,194)	(334,087)	-	(677,281)
Total	\$ (2,927,770)	\$ (458,323)	\$ 12,705	\$ (3,373,388)
Net capital assets	\$ 555,463	\$ (33,378)	\$ -	\$ 522,085

Depreciation of equipment and amortization of 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, 2014 are as follows:

	Balance		Balance		Amount Due
	June 30, 2013	Increases	Decreases	June 30, 2014	Within One Year
Single-Family Program					
Arbitrage payable	\$ 89,577	\$ 110,296	\$ -	\$ 199,873	\$ -
Bonds payable	2,037,311,147	-	484,310,845	1,553,000,302	24,505,000
Unearned revenue	1,497,423	27,208	137,537	1,387,094	27,208
Unamortized premium (discount), net	18,009,922	-	4,095,047	13,914,875	769,704
Swap fair market value, net of amortization	73,303,926	-	20,769,196	52,534,730	-
Total	\$ 2,130,211,995	\$ 137,504	\$ 509,312,625	\$ 1,621,036,874	\$ 25,301,912
General Fund					
Compensated absences	\$ 1,002,985	\$ 128,566	\$ 120,412	\$ 1,011,139	\$ 179,817
Housing Development accounts payable to Commerce and Development	165,013,995	18,640,079	35,531,665	148,122,409	28,903,039
Unearned revenue	20,395,731	6,287,209	4,986,811	21,696,129	2,303,636
Total	\$ 186,412,711	\$ 25,055,854	\$ 40,638,888	\$ 170,829,677	\$ 31,386,492
Total liabilities	\$ 2,316,624,706	\$ 25,193,358	\$ 549,951,513	\$ 1,791,866,551	\$ 56,688,404

Less amount due within one year:

(56,688,404)

Total non-current liabilities

\$ 1,735,178,147

Debt service on bonds payable at June 30, 2014 is as follows:

	Principal	Interest	Total
Single-Family Program Bonds Payable			
2015	\$ 24,505,000	\$ 34,480,697	\$ 58,985,697
2016	25,025,000	33,677,495	58,702,495
2017	27,355,000	32,829,566	60,184,566
2018	30,615,000	31,901,333	62,516,333
2019	32,010,000	31,032,357	63,042,357
2020-2024	174,180,000	140,259,003	314,439,003
2025-2029	217,255,000	111,165,234	328,420,234
2030-2034	269,500,000	82,652,969	352,152,969
2035-2039	539,257,270	52,233,219	591,490,489
2040-2044	213,298,032	15,437,878	228,735,910
Total	\$ 1,553,000,302	\$ 565,669,751	\$ 2,118,670,053

See related Notes 9, 10, 11 and 14.

Interest calculations were based on rates as of June 30, 2014. As rates vary, variable-rate bond interest payments and net swap payments will vary (see Note 10).

NOTE 9 - BONDS PAYABLE

Bonds issued by OHFA consist of fully registered bonds with or without coupons. The variable rate bonds are indexed to a percent of the base lending rate of a designated bank or a specified index, or are set by the remarketing agent. The net proceeds of the bonds issued were primarily used to purchase eligible residential mortgage loans or MBS. The bond indentures also contain various covenants which management believes all bonds are in compliance with at June 30, 2014.

Single Family program bonds outstanding at June 30, 2014 are as follows:

Single-Family Program Series	Composite Interest Rate	Maturity Date	Principal Amount at June 30, 2014	Carrying Amount at June 30, 2014
Under General Indenture:				
1999A	5.102%	2019-2030	\$ 13,670,000	\$ 13,670,000
1999B	4.650%	2020	175,000	175,000
2003B&C	1.396%	2024-2034	14,005,000	14,930,769
2004A&B	1.444%	2035	18,645,000	19,901,429
2004C&D	1.116%	2035	18,825,000	20,062,870
2004E&F	1.190%	2035	17,485,000	18,904,118
2005A&B	0.167%	2035	39,335,000	39,992,973
2005C&D	0.070%	2036	42,320,000	43,569,305
2005E&F	0.070%	2036	37,395,000	39,299,950
2006A-D	4.865%	2014-2036	36,010,000	36,649,622
2006E-G	2.147%	2037	67,365,000	71,056,403
2006H-K	0.085%	2036	88,430,000	96,866,103
2006L-O	0.765%	2025-2036	74,045,000	79,080,591
2007A-C	0.658%	2014-2038	65,810,000	70,722,695
2007D-H	0.070%	2038	67,825,000	79,235,357
2008A-C	0.090%	2039	49,695,000	54,402,912
2008D&E	1.538%	2017-2039	42,540,000	45,886,518
2008F-I	0.763%	2014-2039	48,065,000	53,151,824
2008J	5.907%	2014-2033	19,460,000	19,460,000
2009A	5.380%	2014-2039	21,050,000	21,050,000
2009B-D	4.971%	2019-2040	32,455,000	32,455,000
2009E&F	4.706%	2014-2040	38,135,000	38,449,589
2013A	3.000%	2043	20,840,906	20,840,906
Subtotal			\$ 873,580,906	\$ 929,813,934
Under Master Indenture:				
2010 1/2009 1A	3.403%	2014-2041	\$ 202,415,000	\$ 204,303,568
2011 1/2009 1B/2013 2	3.199%	2014-2041	92,780,000	93,365,104
2011 2/2009 1C	2.949%	2014-2041	132,165,000	133,187,928
2011 3/2009 1D	2.774%	2014-2041	80,930,000	81,382,734
2009-1E	2.730%	2041	61,120,000	61,120,000
Subtotal			\$ 569,410,000	\$ 573,359,334
Under TEMPS Indentures:				
2012 T1	3.028%	2042	\$ 62,047,126	\$ 65,688,086
2012 T2&T3	3.527%	2038	47,962,270	50,588,553
Subtotal			\$ 110,009,396	\$ 116,276,639
Total Single-Family Program			\$ 1,553,000,302	\$ 1,619,449,907

The difference between the Principal Amount and the Carrying Amount, \$66,449,605, is the amount of unamortized premium or discount and swap fair market value, which can be found in Note 8.

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Notes to the Financial Statements

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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 2003C, 2004B, 2004D, 2004F, 2005B1, 2005B2, 2005D, 2005F, 2006F, 2006I, 2006J, 2006N, 2007B, 2007E, 2008B, 2008E, 2008H, and 2008I 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 payments to the counterparties based on a fixed-rate of interest, and the counterparties have agreed to make payments to OHFA based on a floating rate of interest. These hedge transactions become general obligations of OHFA in the event the Single-Family General Indenture cannot fulfill requirements of the swap agreements (see Note 14). The variable rate on the bonds, which is determined based on the rate the remarketing agents deem necessary to maintain a par price on the bonds, approximates the Securities Industry and Financial Markets Association (SIFMA) municipal swap index plus 0.05% for tax-exempt bonds on average over the past six years, or London Interbank Offered Rate (LIBOR) index plus 0.22% for taxable bonds on average over approximately the last three years. As of June 30, 2014, \$610,445,000 of the Single-Family Program's outstanding bond principal included associated interest rate swap agreements with an aggregate notional amount of \$655,550,000.

Terms: The notional amounts and basic terms of the swap agreements associated with variable rate bonds at June 30, 2014 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. Please note that the notional amount differs from the outstanding principal by \$45,105,000 as summarized below.

Single-Family Program Series	Bonds Outstanding	Notional Amount	Difference
2003C	\$ 10,200,000	\$ 9,740,000	\$ (460,000)
2005B-1	25,080,000	15,938,000	(9,142,000)
2005B-2	13,510,000	8,582,000	(4,928,000)
2005D	42,320,000	26,720,000	(15,600,000)
2005F	37,395,000	34,075,000	(3,320,000)
2006F	40,990,000	38,735,000	(2,255,000)
2006I	44,215,000	55,105,000	10,890,000
2006J	44,215,000	55,105,000	10,890,000
2006N	64,750,000	74,405,000	9,655,000
2007E	67,825,000	98,080,000	30,255,000
2008B	49,695,000	62,805,000	13,110,000
2008E	28,990,000	35,000,000	6,010,000
	\$ 469,185,000	\$ 514,290,000	\$ 45,105,000

Fair Value: If a swap agreement has a negative fair value and is terminated, OHFA would be obligated to pay the counterparty the fair value amount as of the termination date; a positive fair value would result in an obligation of the counterparty. As of June 30, 2014, all swap agreements had a negative fair value, as reported on the following schedule. 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 settings for either LIBOR or SIFMA. These payments are then discounted using the future settings implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement of the swap.

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OHFA has the following cash flow pay-fixed interest rate swaps:

OHFA has the following cash flow pay-fixed interest rate swaps:

Single-Family Program Series	Bond Maturity	Notional Amount	Effective Date	Termination Date	Fixed Rate	Swap Floating Rate	Fair Value
2003C (1) (8)	9/1/34	\$ 9,740,000	10/27/05	9/1/21	3.377%	LIBOR-based rate	\$ (737,832)
2004B (2) (10)	9/1/35	13,170,000	11/2/05	3/1/21	3.410%	LIBOR-based rate	(964,540)
2004D (1) (6)	9/1/35	15,110,000	10/27/05	3/1/20	3.370%	LIBOR-based rate	(1,055,809)
2004F (2) (7)	9/1/35	13,635,000	11/2/05	3/1/25	3.436%	LIBOR-based rate	(1,194,360)
2005B1* (1) (8)	9/1/35	15,938,000	9/1/05	9/1/35	3.833%	LIBOR-based rate	(291,493)
2005B2* (1) (6)	9/1/35	8,582,000	9/1/05	9/1/35	3.833%	LIBOR-based rate	(156,957)
2005D (3) (9)	9/1/36	26,720,000	7/6/05	9/1/35	3.652%	LIBOR-based rate	(834,287)
2005F (4) (11)	9/1/36	34,075,000	9/21/05	3/1/28	3.705%	LIBOR-based rate	(1,535,551)
2006F (3) (12)	3/1/37	38,735,000	11/1/06	9/1/36	4.028%	LIBOR-based rate	(2,907,366)
2006I (4) (11)	9/1/36	55,105,000	1/2/07	9/1/36	4.188%	LIBOR-based rate	(4,076,343)
2006J (4) (7)	9/1/36	55,105,000	1/2/07	9/1/36	4.283%	LIBOR-based rate	(4,188,011)
2006N (1) (6)	9/1/36	74,405,000	11/2/06	9/1/36	4.117%	LIBOR-based rate	(5,035,591)
2007B (3) (12)	9/1/38	57,310,000	4/11/07	9/1/38	3.977%	LIBOR-based rate	(4,912,695)
2007E (5) (12)	9/1/38	98,080,000	9/23/08	9/1/38	4.833%	LIBOR-based rate	(11,456,275)
2008B (5) (10)	9/1/39	62,805,000	4/21/08	3/1/39	3.675%	LIBOR-based rate	(4,754,278)
2008E (5) (8)	3/1/39	35,000,000	7/2/08	3/1/39	3.851%	LIBOR-based rate	(3,346,518)
2008H (4) (9)	9/1/39	10,000,000	8/27/08	9/1/39	3.920%	LIBOR-based rate	(1,035,630)
2008I (4) (9)	9/1/39	32,035,000	8/27/08	3/1/39	4.966%	LIBOR-based rate	(4,051,194)
		\$ 655,550,000					\$ (52,534,730)

Counterparties at June 30, 2014:

- (1) Goldman Sachs Mitsui Marine Derivative Products, L.P. (Baa1/A-)
- (2) Rabobank International, Utrecht (NR/AA-)
- (3) SMBC Derivative Products Limited (Aa1/AA)
- (4) Wells Fargo Bank, National Association (Aa3/AA-)
- (5) The Bank of New York Mellon (Aa2/AA-)

Remarketing agents as of June 30, 2014:

- (6) Merrill Lynch, Pierce, Fenner & Smith Incorporated
- (7) Citigroup Global Markets Incorporated
- (8) Goldman, Sachs & Co.
- (9) George K. Baum & Co.
- (10) Barclays Capital
- (11) Wells Fargo
- (12) JP Morgan

LIBOR-based rates are:

- (13) 2003C, 2004D, 2005B1-B2 the lesser of USD-LIBOR or 1-Month LIBOR where USD-LIBOR equals the greater of 65.5% USD 1-Month LIBOR or 54.8% USD 1-Month LIBOR + 51.2 basis points
- (14) 2004B, 2004F, 2005D, 2005F, 2006F, 2006I, 2006J is 63% USD - LIBOR - BBA + 20 basis points
- (15) 2006N, 2007B is 68.5% USD 1-Month LIBOR
- (16) 2007E is 70.0% USD 1-Month LIBOR
- (17) 2008I is USD 1-Month LIBOR
- (18) 2008B is 63% USD 1-Month LIBOR + 24 basis points
- (19) 2008E, 2008H is 63% USD 1-Month LIBOR + 35 basis points

* 2005 B Swap consists of two separate bond series (2005 B-1 and 2005 B-2). The notional amount and the fair value on the swap is split by the breakdown percentage on the bonds.

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Swap Payments and Associated Debt: See the following schedule for debt service on bonds and payments on associated interest rate swap agreements. Interest calculations were based on rates as of June 30, 2014. As rates vary, variable-rate bond interest payments and net swap payments will vary.

Using these rates, debt service requirements of the Single-Family Program variable-rate debt (hedged and unhedged) and net swap payments are as follows:

Fiscal Year Ending June 30	Variable-Rate Bond		Interest Rate		Total
	Principal	Interest	Swap, Net		
2015	\$ 1,075,000	\$ 509,691	\$ 25,246,756	\$ 26,831,447	
2016	1,265,000	487,965	24,781,402	26,534,367	
2017	3,125,000	484,409	24,289,842	27,899,251	
2018	7,635,000	481,648	23,617,090	31,733,738	
2019	9,730,000	474,746	22,790,777	32,995,523	
2020-2024	53,400,000	2,247,302	101,433,183	157,080,485	
2025-2029	79,530,000	1,986,460	78,493,744	160,010,204	
2030-2034	127,245,000	1,582,169	48,938,517	177,765,686	
2035-2039	325,605,000	564,559	14,641,022	340,810,581	
2040-2044	1,835,000	950	347	1,836,297	
Total	\$ 610,445,000	\$ 8,819,899	\$ 364,232,680	\$ 983,497,579	

Amortization Risk: 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. 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: 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. For variable swap receipts based upon a taxable index (LIBOR), OHFA assumes the risk of reductions in marginal federal tax rates or the elimination of the tax preference for municipal securities. Those tax changes would increase the interest rates on the underlying variable rate debt but would not impact the variable rate swap receipt based on the LIBOR index. 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: 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. 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 *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.

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OHFA has entered into netting arrangements with some of the counterparties whenever there is more than one derivative instrument transaction with a counterparty. Under the terms of these arrangements, should one party become insolvent or otherwise default on its obligations, close-out provisions permit the non-defaulting party to accelerate and terminate all outstanding transactions and net the transactions' fair values so that a single sum will be owed by, or owed to, the non-defaulting party.

The aggregate fair value of hedging derivative instruments at June 30, 2014, is \$52,534,730. This represents the maximum loss at the reporting date that would be recognized if all the counterparties fail to perform as contracted.

Interest Rate Risk: OHFA is exposed to interest rate risk on the interest rate swaps. On the pay-fixed, received-variable interest rate swaps, as LIBOR or the SIFMA swap index decreases, OHFA's net payment on the swap increases.

Rollover Risk: The risk that a hedge associated with OHFA's debt does not extend to the maturity of that debt. The following swap agreements do not extend to the maturity dates of the bonds and therefore expose OHFA to market-access risk.

Single-Family Program Series	Swap Termination Date	Bond Maturity
2003C	9/1/2021	9/1/2034
2004B	3/1/2021	9/1/2035
2004D	3/1/2020	9/1/2035
2004F	3/1/2025	9/1/2035
2005D	9/1/2035	9/1/2036
2005F	3/1/2028	9/1/2036
2006F	9/1/2036	3/1/2037
2008B	3/1/2039	9/1/2039
2008I	3/1/2039	9/1/2039

Termination Risk: 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 the 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 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.

Commitments: All of OHFA's derivative instruments include provisions that obligate OHFA to secure the value of the swaps with eligible collateral at varying thresholds, depending upon the particular swap and OHFA's issuer credit rating. If OHFA does not post collateral, the derivative instrument may be terminated by the counterparty. As of June 30, 2014, OHFA was not required to post collateral.

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Swap Effectiveness: As of June 30, 2014, all interest rate swaps have been determined to be effective. Accordingly, the accumulated changes in fair value of the swaps were reported as deferred outflows of resources of \$52,534,730, of which \$20,769,196 can be attributed to the change in fiscal year 2014. In accordance with GASB Statement No. 53, the fair values of the reassigned swaps are not included in the deferred outflows.

NOTE 11 - CURRENT ISSUES AND DEFEASANCE

SINGLE FAMILY BONDS

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 fiscal year that 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 liabilities for the defeased bonds are not included in OHFA's financial statements. As of June 30, 2014, the escrowed assets and remaining bonds for each were:

Series	Assets		Liabilities
	Cost	Market	
1985A	\$ 104,016	\$ 175,147	\$ 82,725
1985B	\$ 7,479,705	\$ 37,802,809	\$ 14,300,000

Subsequent Events

On September 1, 2014, OHFA expects to exercise approximately \$38,000,000 of swap cancellation options.

On September 1, 2014, OHFA expects to exercise the full call option and terminate approximately \$24,520,000 in swaps at no cost to the agency.

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 – a cost-sharing multiple-employer defined benefit pension plan.
2. The Member-Directed Plan – a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20.00% 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.
3. The Combined Plan – a cost-sharing multiple-employer defined benefit pension plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to, but less than the Traditional Pension 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.

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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 qualify for ancillary benefits.

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 10 years of service credit.

Employees who participate in the Traditional or the Combined Plans may retire after 30 years of credited service regardless of age (Group A), at age 55 or after with 25 years of credited service (Group A - Reduced), or at age 60 or after with five years of credited service (Group A - Reduced). Employees may retire at age 52 with 31 years of service (Group B), or at any age with 32 years of service (Group B), they may retire at age 55 with 25 years of service (Group B - Reduced) or Age 60 with 5 years of service (Group B - Reduced). Employees may retire at age 55 with 32 years of service (Group C), age 57 with 25 years of service (Group C - Reduced) or age 62 with 5 years of service (Group C - Reduced). 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 the years of credited service and the final average salary, which is the average of the member's three highest salary years for Groups A and B and the average of the member's five highest salary years for Group C. The annual allowance for employees is determined by multiplying the final average salary by 2.20% for each year of Ohio contributing service up to 30 years and by 2.50% for each year in excess of 30 years of credited service. Retirement benefits increase three percent annually (Cost of Living Adjustment (COLA)) regardless of changes in the Consumer Price Index this is a not a compounding rate and is based off your original entitlement amount.

The retirement allowance for the Combined Plan is based on the 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 employees is determined by multiplying the final average salary by 1.00% 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-Directed 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 a maximum of 36 months' worth of the original unreduced monthly pension benefit, and is capped at no less than 50.00% 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 2012/2013/2014 were consistent across all three

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plans and were 14.00% for employers and 10.00% for members. OHFA contributions to OPERS for the years ending June 30, 2012, 2013, 2014 were \$1,283,485, \$1,224,587, and \$1,166,084 respectively, equal to 100.00% 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, visiting <https://www.opers.org/investments/cafr.shtml>, or by calling (614) 222-5601 or 1-800-222-7377.

NOTE 13 - OTHER POST-EMPLOYMENT BENEFITS

Public Employees Retirement Systems

OPERS provides retirement, disability, survivor and death benefits and annual cost-of living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits.

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. 45.

A portion of OHFA'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 2012/2013/2014 employer contribution rates for state employers were 14.00% for all three years. Effective January 1, 2014, the portion of employer contributions allocated to healthcare was raised to 2% for both plans, as recommended by the OPERS actuary. The Ohio Revised Code provides the statutory authority requiring public employers to fund post-retirement health care through their contributions to OPERS.

Health care coverage for each group is listed below:

Group 1 - Members who are retired or are eligible to retire with at least 10 years of service prior to or on January 1, 2007, will receive an allowance equal to 100.00% of the cost of health care coverage in 2007.

Group 2 - Members who will be eligible to retire after January 1, 2007 and were hired prior to January 1, 2003, will receive an allowance if they have at least 10 years of qualifying service credit at retirement. The allowance will increase with each year of service and range from between 50.00% of the cost of health care coverage with between 10 and 15 years of service to 100.00% with 30 years of service.

Eligible family members will receive an allowance of between 25.00% and 90.00% of the retiree's allowance depending on the retiree's years of service.

Group 3 - Members who were hired after January 1, 2003, with no prior service credit will receive an allowance if they have at least 10 years of qualifying service credit at retirement. Members with between 10 and 15 years of service at retirement will receive an allowance equal to 25.00% of the cost of health care coverage.

The allowance will increase with each year of service and range from between 25.00% with 15 years of service to 100.00% with 30 years of service. Eligible family members will receive an allowance of between 12.50% and 65.00% of the retiree's allowance depending on the retiree's years of service.

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 health care expenses vests on the basis of the length of service, with 100.00% vesting attained after five 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.

Health care 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 health care costs.

OPERS Board of Trustees Adopt Changes to the Health Care Plan

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contributions toward the health care fund after the end of the transition period.

The portion of OHFA’s contributions to OPERS in fiscal year 2014 that were used to fund post-employment benefits was \$ 83,258.

NOTE 14 · COMMITMENTS

Under the Single-Family Program, OHFA operates a continuous lending program. As of June 30, 2014, OHFA has committed to fund \$25,761,375.

OHFA’s initial lease term with Lee Smith Properties ended June 30, 2009 and the Agency subsequently entered into two renewal terms commencing on July 1, 2009 and ending on June 30, 2011 and also July 1, 2011 and ending on June 30, 2013. OHFA exercised the option to renew the lease for one six month period beginning July 1, 2013 and then continue with quarterly renewals until the contract ends on June 30, 2015. Six month notice is required to terminate the lease, and the termination of the lease must be at the end of a quarter. Therefore, OHFA is currently committed to leasing through March 31, 2015. The rent for the committed period is as follows:

Fiscal year	2015	\$	676,625
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The current building lease expires on March 31, 2015.

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Designated other commitments of OHFA are:

Net Asset Reserve Requirement FY2014 (net of Commitments)	\$	20,156,028
Capital Funding to End Homelessness Initiative		15,000,000
Capital Improvement Program / Hoover Cottages Advance		2,500,000
Comprehensive Housing Counseling Grant 2010 Match funds		81,432
Unearned Fees (Tax credit reservation and compliance monitoring fees)		21,696,128
Down Payment Assistance		5,029,463
Gap financing related to Housing Tax Credits		17,696,018
Grants for Grads		4,590,968
HDAP advance for HOME and HTF draws		4,191,078
Historic Preservation Program		1,756,892
Housing Counseling Agency Advance Fund		420,123
Housing Investment Fund		5,862,577
HUD Counseling Grant 2012 (Agency Match)		114,263
HUD Lead Based Paint Control Grant		115,000
Individual Development Accounts		7,235
Lead-Safe Housing Initiative Match funds		25,974
MacArthur Grant Agency Match funds		614,788
NFMC (Agency Contribution)		40,281
NFMC (Round 7)		92,763
NFMC (Round 8)		200,000
Ohio Habitat Investment Partnership (Grant)		28,070
Save the Dream Counseling Agency Advances		497,000
Training and Technical Assistance Grant Program		68,753
Total	\$	100,784,834

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The interest rate swap agreements, disclosed in Note 10, and liquidity facilities are general obligations of OHFA to the extent the specified resources in the individual series' trust indenture and any excess revenues of the general indenture are not sufficient to make payments.

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 financial position of OHFA.

Arlington Housing Partners, Inc vs. Ohio Housing Finance Agency, is a complainant in which the plaintiff alleges Breach of Contract for failure to increase Wilbeth Arlington's rents automatically on an annual basis. The plaintiff also alleges that OHFA reduced the Annual Adjustment Factors by .01 for units that were vacant for the contract year. On July 2, 2010, a decision was filed by Judge Schneider denying the plaintiffs complaint that OHFA breached the Housing Assistance Payment Contract. On July 13, 2010 the trial court granted summary judgment in favor of OHFA. The Arlington Housing Partners has appealed the decision. The case has been fully briefed and argued in the court of appeals. Appeals court found in favor of OHFA on most issues but remanded the case for further proceedings to determine if OHFA is liable for unpaid increases in rent for a portion of the 328 units. Neither side appealed to the Ohio Supreme Court. OHFA was reviewing calculation methods to better determine the correct amount owed. A motion to compel OHFA to implead HUD was filed on August 17, 2012 but was later withdrawn. The Attorney General's office drafted a settlement demand to HUD. On December 19, 2012, HUD advised OHFA that it will not negotiate at this stage of the litigation. On January 8, 2013, the court ordered OHFA to either implead HUD or waive its right to do so by February 7, 2013. On February 7, 2013, OHFA filed a third party complaint against HUD. HUD did not remove action to federal court; it sought an answer-deadline extension in order to negotiate with Arlington. The court granted HUD's motion for extension. HUD answered OHFA's third-party complaint on May 14, 2013. A status conference was held on October 8, 2013; all parties agreed to stay the case to allow Arlington and HUD to discuss settlement. The agreed stay entry was filed on October 22, 2013. The stay may be lifted upon motion by any party. On December 17, 2013, Arlington requested formal mediation with the magistrate, who scheduled mediation for February 13, 2014 at 9:00 a.m. All parties submitted mediation statements to the magistrate. Mediation was held as scheduled on February 13, 2014, before Magistrate Watters. Counsel for Arlington, HUD and OHFA participated. The case did not settle.

NOTE 15 - NET POSITION

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

Restricted – federal funds are for future Federal Program Fund expenditures under program guidelines.

NOTE 16 - RISK MANAGEMENT

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. The Ohio Department of Administrative Services arranges programs and contracts for employee benefits and health and property insurance. See the various Notes to the Financial Statements for policies or arrangements regarding the risk management strategies for specific assets or liabilities. OHFA did not make any insurance claims during fiscal year 2014. OHFA has developed a disaster recovery plan for business continuity.

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OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series 1999A
ASSETS	
Current assets	
Cash	-
Restricted cash	\$ -
Current portion of restricted investments, at fair value	11,766,360
Current portion of mortgage-backed securities, at fair value	763,002
Accounts receivable	-
Interest receivable on investments and mortgage-backed securities	241,464
Current portion of loans receivable	-
Interest receivable on loans	-
Prepaid insurance and other	458
Total current assets	12,771,284
Non-current assets	
Non-current portion of mortgage-backed securities, at fair value	15,106,587
Non-current portion of loans receivable	-
Total non-current assets	15,106,587
Total assets	27,877,871
DEFERRED OUTFLOWS OF RESOURCES	
Accumulated decrease in fair value of hedging derivatives	-
Deferred current refunding	-
Total deferred outflows of resources	-

2014 FINANCIAL STATEMENTS

Series 1999B	Series 2003B&C	Series 2004A&B	Series 2004C&D	Series 2004E&F
-	-	-	-	-
\$ 2,919,762	\$ 2,285,756	\$ 2,130,544	\$ 2,878,769	\$ 868,984
120,498	509,665	676,202	628,287	567,633
-	-	-	-	-
52,755	92,914	79,249	126,317	67,554
-	-	-	-	-
-	-	-	-	-
458	7,406	9,039	16,857	15,080
3,093,473	2,895,741	2,895,034	3,650,230	1,519,251
563,615	15,153,412	20,598,787	19,672,377	17,890,568
-	-	-	-	-
563,615	15,153,412	20,598,787	19,672,377	17,890,568
3,657,088	18,049,153	23,493,821	23,322,607	19,409,819
-	737,832	964,540	1,055,809	1,194,360
3,104	-	-	-	-
3,104	737,832	964,540	1,055,809	1,194,360

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series 1999A
LIABILITIES AND NET POSITION	
Current liabilities	
Current portion of accounts payable and other	\$ 9,881
Interest payable	232,495
Current portion of bonds payable	1,135,000
Current portion of unearned revenue	-
Total current liabilities	1,377,376
Non-current liabilities	
Non-current portion of accounts payable and other	38,076
Non-current portion of bonds payable	12,535,000
Non-current portion of unearned revenue	-
Total non-current liabilities	12,573,076
Total liabilities	13,950,452
NET POSITION	
Restricted - bond funds	13,927,419
Unrestricted	-
Total net position	13,927,419
Total liabilities, deferred inflows of resources and net position	\$ 27,877,871

2014 FINANCIAL STATEMENTS

Series 1999B	Series 2003B&C	Series 2004A&B	Series 2004C&D	Series 2004E&F
\$ 1,643	\$ 12,601	\$ 16,764	\$ 16,793	\$ 15,199
2,713	168,455	223,823	228,886	209,178
30,000	322,601	13,840	8,621	10,619
-	-	-	-	-
34,356	503,657	254,427	254,300	234,996
-	-	-	59,338	-
145,000	14,608,168	19,887,589	20,054,249	18,893,499
-	-	-	-	-
145,000	14,608,168	19,887,589	20,113,587	18,893,499
179,356	15,111,825	20,142,016	20,367,887	19,128,495
-	-	-	-	-
3,480,836	3,675,160	4,316,345	4,010,529	1,475,684
-	-	-	-	-
3,480,836	3,675,160	4,316,345	4,010,529	1,475,684
\$ 3,660,192	\$ 18,786,985	\$ 24,458,361	\$ 24,378,416	\$ 20,604,179

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series 2005A&B
ASSETS	
Current assets	
Cash	-
Restricted cash	\$ -
Current portion of restricted investments, at fair value	46,479,523
Current portion of mortgage-backed securities, at fair value	-
Accounts receivable	-
Interest receivable on investments and mortgage-backed securities	190
Current portion of loans receivable	-
Interest receivable on loans	-
Prepaid insurance and other	41,664
Total current assets	46,521,377
Non-current assets	
Non-current portion of mortgage-backed securities, at fair value	-
Non-current portion of loans receivable	-
Total non-current assets	-
Total assets	46,521,377
DEFERRED OUTFLOWS OF RESOURCES	
Accumulated decrease in fair value of hedging derivatives	448,450
Deferred current refunding	-
Total deferred outflows of resources	448,450

2014 FINANCIAL STATEMENTS

Series 2005C&D	Series 2005E&F	Series 2006A-D	Series 2006E-G	Series 2006H-K
-	-	-	-	-
\$ 3,765,610	\$ 4,494,412	\$ 5,631,315	\$ 14,628,955	\$ 13,700,517
1,310,171	1,164,636	1,561,593	1,853,668	2,312,956
-	-	-	-	-
155,428	208,981	179,221	457,643	370,918
-	-	-	-	-
-	-	-	-	-
50,442	665	1,046	2,066	1,594
5,281,651	5,868,694	7,373,175	16,942,332	16,385,985
42,780,382	38,806,349	45,885,818	67,328,131	87,708,009
-	-	-	-	-
42,780,382	38,806,349	45,885,818	67,328,131	87,708,009
48,062,033	44,675,043	53,258,993	84,270,463	104,093,994
834,287	1,535,551	-	2,907,366	8,264,354
-	-	48,253	-	-
834,287	1,535,551	48,253	2,907,366	8,264,354

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series 2005A&B
LIABILITIES AND NET POSITION	
Current liabilities	
Current portion of accounts payable and other	\$ 33,783
Interest payable	318,189
Current portion of bonds payable	10,061
Current portion of unearned revenue	-
Total current liabilities	362,033
Non-current liabilities	
Non-current portion of accounts payable and other	-
Non-current portion of bonds payable	39,982,912
Non-current portion of unearned revenue	-
Total non-current liabilities	39,982,912
Total liabilities	40,344,945
NET POSITION	
Restricted - bond funds	6,624,882
Unrestricted	-
Total net position	6,624,882
Total liabilities, deferred inflows of resources and net position	\$ 46,969,827

2014 FINANCIAL STATEMENTS

Series 2005C&D	Series 2005E&F	Series 2006A-D	Series 2006E-G	Series 2006H-K
\$ 39,592	\$ 90,613	\$ 29,473	\$ 134,282	\$ 305,298
305,122	398,757	583,920	959,831	1,474,556
18,721	16,663	3,198,789	57,602	13,086
-	-	-	-	-
<u>363,435</u>	<u>506,033</u>	<u>3,812,182</u>	<u>1,151,715</u>	<u>1,792,940</u>
-	-	-	102,459	-
43,550,584	39,283,287	33,450,833	70,998,801	96,853,017
-	1,359,886	-	-	-
<u>43,550,584</u>	<u>40,643,173</u>	<u>33,450,833</u>	<u>71,101,260</u>	<u>96,853,017</u>
<u>43,914,019</u>	<u>41,149,206</u>	<u>37,263,015</u>	<u>72,252,975</u>	<u>98,645,957</u>
-	-	-	-	-
4,982,301	5,061,388	16,044,231	14,924,854	13,712,391
-	-	-	-	-
<u>4,982,301</u>	<u>5,061,388</u>	<u>16,044,231</u>	<u>14,924,854</u>	<u>13,712,391</u>
<u>\$ 48,896,320</u>	<u>\$ 46,210,594</u>	<u>\$ 53,307,246</u>	<u>\$ 87,177,829</u>	<u>\$ 112,358,348</u>

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series 2006L-O
ASSETS	
Current assets	
Cash	-
Restricted cash	\$ -
Current portion of restricted investments, at fair value	14,598,028
Current portion of mortgage-backed securities, at fair value	1,847,950
Accounts receivable	-
Interest receivable on investments and mortgage-backed securities	386,733
Current portion of loans receivable	-
Interest receivable on loans	-
Prepaid insurance and other	1,564
Total current assets	16,834,275
Non-current assets	
Non-current portion of mortgage-backed securities, at fair value	71,795,321
Non-current portion of loans receivable	-
Total non-current assets	71,795,321
Total assets	88,629,596
DEFERRED OUTFLOWS OF RESOURCES	
Accumulated decrease in fair value of hedging derivatives	5,035,591
Deferred current refunding	-
Total deferred outflows of resources	5,035,591

2014 FINANCIAL STATEMENTS

Series 2007A-C	Series 2007D-H	Series 2008A-C	Series 2008D&E	Series 2008F-I
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -
12,068,321	10,860,359	8,966,675	8,318,100	4,795,166
1,576,930	1,567,036	1,154,815	911,056	1,059,434
-	-	-	-	-
363,707	292,874	310,687	214,825	265,309
-	-	-	-	-
-	-	-	-	-
2,370	1,267	54,772	33,565	50,091
14,011,328	12,721,536	10,486,949	9,477,546	6,170,000
64,225,631	66,385,246	48,684,450	39,615,271	47,282,802
-	-	-	-	-
64,225,631	66,385,246	48,684,450	39,615,271	47,282,802
78,236,959	79,106,782	59,171,399	49,092,817	53,452,802
4,912,695	11,456,275	4,754,278	3,346,518	5,086,824
-	135,046	-	-	-
4,912,695	11,591,321	4,754,278	3,346,518	5,086,824

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series 2006L-O
LIABILITIES AND NET POSITION	
Current liabilities	
Current portion of accounts payable and other	\$ 213,963
Interest payable	1,166,596
Current portion of bonds payable	-
Current portion of unearned revenue	-
Total current liabilities	1,380,559
Non-current liabilities	
Non-current portion of accounts payable and other	-
Non-current portion of bonds payable	79,080,591
Non-current portion of unearned revenue	-
Total non-current liabilities	79,080,591
Total liabilities	80,461,150
NET POSITION	
Restricted - bond funds	13,204,037
Unrestricted	-
Total net position	13,204,037
Total liabilities, deferred inflows of resources and net position	\$ 93,665,187

2014 FINANCIAL STATEMENTS

Series 2007A-C	Series 2007D-H	Series 2008A-C	Series 2008D&E	Series 2008F-I
\$ 176,863	\$ 216,611	\$ 45,141	\$ 33,045	\$ 41,009
877,278	1,567,888	700,947	609,625	752,408
80,000	(2,774)	(2,748)	4,205,000	1,035,000
-	-	-	-	-
1,134,141	1,781,725	743,340	4,847,670	1,828,417
-	-	-	-	-
70,642,695	79,238,131	54,405,660	41,681,518	52,116,824
-	-	-	-	-
70,642,695	79,238,131	54,405,660	41,681,518	52,116,824
71,776,836	81,019,856	55,149,000	46,529,188	53,945,241
-	-	-	-	-
11,372,818	9,678,247	8,776,677	5,910,147	4,594,385
-	-	-	-	-
11,372,818	9,678,247	8,776,677	5,910,147	4,594,385
\$ 83,149,654	\$ 90,698,103	\$ 63,925,677	\$ 52,439,335	\$ 58,539,626

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series 2008J
ASSETS	
Current assets	
Cash	-
Restricted cash	\$ -
Current portion of restricted investments, at fair value	1,703,268
Current portion of mortgage-backed securities, at fair value	473,117
Accounts receivable	-
Interest receivable on investments and mortgage-backed securities	95,361
Current portion of loans receivable	-
Interest receivable on loans	-
Prepaid insurance and other	458
Total current assets	2,272,204
Non-current assets	
Non-current portion of mortgage-backed securities, at fair value	21,661,938
Non-current portion of loans receivable	-
Total non-current assets	21,661,938
Total assets	23,934,142
DEFERRED OUTFLOWS OF RESOURCES	
Accumulated decrease in fair value of hedging derivatives	-
Deferred current refunding	-
Total deferred outflows of resources	-

2014 FINANCIAL STATEMENTS

Series 2009A	Series 2009B-D	Series 2009E&F	Series 2013A	Series General Trust
-	-	-	-	-
\$ 1,251,354	\$ 3,766,299	\$ 3,367,860	\$ 156,393	\$ -
515,185	878,565	840,322	101,810	26,205,284
-	-	-	416,452	2,126,193
93,293	141,663	157,644	-	1,090
-	-	-	61,602	267,075
-	-	-	-	-
458	1,375	917	-	-
<u>1,860,290</u>	<u>4,787,902</u>	<u>4,366,743</u>	<u>736,257</u>	<u>28,599,642</u>
23,135,444	33,679,140	38,878,714	19,937,438	79,865,433
-	-	-	-	-
<u>23,135,444</u>	<u>33,679,140</u>	<u>38,878,714</u>	<u>19,937,438</u>	<u>79,865,433</u>
<u>24,995,734</u>	<u>38,467,042</u>	<u>43,245,457</u>	<u>20,673,695</u>	<u>108,465,075</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series 2008J
LIABILITIES AND NET POSITION	
Current liabilities	
Current portion of accounts payable and other	\$ 13,642
Interest payable	383,176
Current portion of bonds payable	655,000
Current portion of unearned revenue	-
Total current liabilities	1,051,818
Non-current liabilities	
Non-current portion of accounts payable and other	-
Non-current portion of bonds payable	18,805,000
Non-current portion of unearned revenue	-
Total non-current liabilities	18,805,000
Total liabilities	19,856,818
NET POSITION	
Restricted - bond funds	4,077,324
Unrestricted	-
Total net position	4,077,324
Total liabilities, deferred inflows of resources and net position	\$ 23,934,142

2014 FINANCIAL STATEMENTS

Series 2009A	Series 2009B-D	Series 2009E&F	Series 2013A	Series General Trust
\$ 14,478	\$ 21,301	\$ 24,042	\$ 42,440	\$ -
377,513	537,726	598,199	52,102	-
550,000	1,165,000	775,767	-	-
-	-	-	-	27,208
<u>941,991</u>	<u>1,724,027</u>	<u>1,398,008</u>	<u>94,542</u>	<u>27,208</u>
-	-	-	-	-
20,500,000	31,290,000	37,673,822	20,840,906	-
-	-	-	-	-
<u>20,500,000</u>	<u>31,290,000</u>	<u>37,673,822</u>	<u>20,840,906</u>	<u>-</u>
<u>21,441,991</u>	<u>33,014,027</u>	<u>39,071,830</u>	<u>20,935,448</u>	<u>27,208</u>
-	-	-	-	-
3,553,743	5,453,015	4,173,627	(261,753)	108,437,867
-	-	-	-	-
<u>3,553,743</u>	<u>5,453,015</u>	<u>4,173,627</u>	<u>(261,753)</u>	<u>108,437,867</u>
<u>\$ 24,995,734</u>	<u>\$ 38,467,042</u>	<u>\$ 43,245,457</u>	<u>\$ 20,673,695</u>	<u>\$ 108,465,075</u>

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Total Under General Indenture
ASSETS	
Current assets	
Cash	-
Restricted cash	\$ 156,393
Current portion of restricted investments, at fair value	207,553,031
Current portion of mortgage-backed securities, at fair value	24,835,366
Accounts receivable	1,090
Interest receivable on investments and mortgage-backed securities	4,683,407
Current portion of loans receivable	-
Interest receivable on loans	-
Prepaid insurance and other	293,612
Total current assets	237,522,899
Non-current assets	
Non-current portion of mortgage-backed securities, at fair value	926,640,863
Non-current portion of loans receivable	-
Total non-current assets	926,640,863
Total assets	1,164,163,762
DEFERRED OUTFLOWS OF RESOURCES	
Accumulated decrease in fair value of hedging derivatives	52,534,730
Deferred current refunding	186,403
Total deferred outflows of resources	52,721,133

Series 2010 1/2009 1A	Series 2011 1/2013 2	Series 2011 2/2009 1C	Series 2011 3/2009 1D	Series 2009 1E
\$ -	\$ -	\$ -	\$ -	\$ -
14,596,179	4,508,441	5,712,694	5,192,664	1,846,207
5,911,118	2,496,126	4,193,636	2,570,645	1,359,172
-	-	-	-	-
690,116	338,491	401,434	265,159	188,280
-	-	-	-	-
-	-	-	-	-
6,747	3,102	4,405	2,698	2,037
21,204,160	7,346,160	10,312,169	8,031,166	3,395,696
206,231,494	93,772,335	133,357,114	80,172,592	58,463,216
206,231,494	93,772,335	133,357,114	80,172,592	58,463,216
227,435,654	101,118,495	143,669,283	88,203,758	61,858,912
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Total Under General Indenture
LIABILITIES AND NET POSITION	
Current liabilities	
Current portion of accounts payable and other	\$ 1,548,457
Interest payable	12,729,383
Current portion of bonds payable	13,295,848
Current portion of unearned revenue	27,208
Total current liabilities	27,600,896
Non-current liabilities	
Non-current portion of accounts payable and other	199,873
Non-current portion of bonds payable	916,518,086
Non-current portion of unearned revenue	1,359,886
Total non-current liabilities	918,077,845
Total liabilities	945,678,741
NET POSITION	
Restricted - bond funds	271,206,154
Unrestricted	-
Total net position	271,206,154
Total liabilities, deferred inflows of resources and net position	\$ 1,216,884,895

2014 FINANCIAL STATEMENTS

Series 2010 1/2009 1A	Series 2011 1/2013 2	Series 2011 2/2009 1C	Series 2011 3/2009 1D	Series 2009 1E
\$ 72,066	\$ 83,538	\$ 47,386	\$ 29,026	\$ 23,212
1,147,932	359,710	649,486	374,172	278,096
3,784,480	1,714,396	3,309,036	1,517,250	1,415,000
-	-	-	-	-
5,004,478	2,157,644	4,005,908	1,920,448	1,716,308
-	-	-	-	-
200,519,088	91,650,708	129,878,892	79,865,484	59,705,000
-	-	-	-	-
200,519,088	91,650,708	129,878,892	79,865,484	59,705,000
205,523,566	93,808,352	133,884,800	81,785,932	61,421,308
-	-	-	-	-
21,912,088	7,310,143	9,784,483	6,417,826	437,604
-	-	-	-	-
21,912,088	7,310,143	9,784,483	6,417,826	437,604
\$ 227,435,654	\$ 101,118,495	\$ 143,669,283	\$ 88,203,758	\$ 61,858,912

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series Master Trust
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	-
Interest receivable on loans	-
Prepaid insurance and other	-
Total current assets	-
Non-current assets	
Non-current portion of mortgage-backed securities, at fair value	-
Non-current portion of loans receivable	-
Total non-current assets	-
Total assets	-
DEFERRED OUTFLOWS OF RESOURCES	
Accumulated decrease in fair value of hedging derivatives	-
Deferred current refunding	-
Total deferred outflows of resources	-

2014 FINANCIAL STATEMENTS

Total Under Master Indenture	Series 2012 T1	Series 2012 T2&T3	Total Under TEMPS Indentures
\$ -	\$ -	\$ -	\$ -
31,856,185	2,625	3,333	5,958
16,530,697	1,385,193	1,263,806	2,648,999
-	-	-	-
1,883,480	189,022	203,526	392,548
-	-	-	-
18,989	583	2,083	2,666
<u>50,289,351</u>	<u>1,577,423</u>	<u>1,472,748</u>	<u>3,050,171</u>
571,996,751	63,246,937	51,640,323	114,887,260
-	-	-	-
<u>571,996,751</u>	<u>63,246,937</u>	<u>51,640,323</u>	<u>114,887,260</u>
<u>622,286,102</u>	<u>64,824,360</u>	<u>53,113,071</u>	<u>117,937,431</u>
-	-	-	-
-	-	3,406,311	3,406,311
-	-	<u>3,406,311</u>	<u>3,406,311</u>

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series Master Trust
LIABILITIES AND NET POSITION	
Current liabilities	
Current portion of accounts payable and other	\$ -
Interest payable	-
Current portion of bonds payable	-
Current portion of unearned revenue	-
Total current liabilities	-
Non-current liabilities	
Non-current portion of accounts payable and other	-
Non-current portion of bonds payable	-
Non-current portion of unearned revenue	-
Total non-current liabilities	-
Total liabilities	-
NET POSITION	
Restricted - bond funds	-
Unrestricted	-
Total net position	-
Total liabilities, deferred inflows of resources and net position	\$ -

Total Under Master Indenture	Series 2012 T1	Series 2012 T2&T3	Total Under TEMPS Indentures
\$ 255,228	\$ 32,164	\$ 62,140	\$ 94,304
2,809,396	156,566	140,969	297,535
11,740,162	129,265	109,429	238,694
-	-	-	-
14,804,786	317,995	312,538	630,533
-	-	-	-
561,619,172	65,558,821	50,479,124	116,037,945
-	-	-	-
561,619,172	65,558,821	50,479,124	116,037,945
576,423,958	65,876,816	50,791,662	116,668,478
-	-	-	-
45,862,144	(1,052,456)	5,727,720	4,675,264
-	-	-	-
45,862,144	(1,052,456)	5,727,720	4,675,264
\$ 622,286,102	\$ 64,824,360	\$ 56,519,382	\$ 121,343,742

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series Market Rate Program
ASSETS	
Current assets	
Cash	\$ 786,309
Restricted cash	-
Current portion of restricted investments, at fair value	-
Current portion of mortgage-backed securities, at fair value	-
Accounts receivable	2,026
Interest receivable on investments and mortgage-backed securities	-
Current portion of loans receivable	-
Interest receivable on loans	-
Prepaid insurance and other	-
Total current assets	788,335
Non-current assets	
Non-current portion of mortgage-backed securities, at fair value	-
Non-current portion of loans receivable	1,163,988
Total non-current assets	1,163,988
Total assets	1,952,323
DEFERRED OUTFLOWS OF RESOURCES	
Accumulated decrease in fair value of hedging derivatives	-
Deferred current refunding	-
Total deferred outflows of resources	-

	Total Under Market Rate Program	Total FY 2014
\$	786,309	\$ 786,309
	-	156,393
	-	239,415,174
	-	44,015,062
	2,026	3,116
	-	6,959,435
	-	-
	-	-
	-	315,267
	788,335	291,650,756
	-	1,613,524,874
	1,163,988	1,163,988
	1,163,988	1,614,688,862
	1,952,323	1,906,339,618
	-	52,534,730
	-	3,592,714
	-	56,127,444

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Net Position
 June 30, 2014

	Series Market Rate Program
LIABILITIES AND NET POSITION	
Current liabilities	
Current portion of accounts payable and other	\$ 747,041
Interest payable	-
Current portion of bonds payable	-
Current portion of unearned revenue	-
Total current liabilities	747,041
Non-current liabilities	
Non-current portion of accounts payable and other	-
Non-current portion of bonds payable	-
Non-current portion of unearned revenue	-
Total non-current liabilities	-
Total liabilities	747,041
NET POSITION	
Restricted - bond funds	-
Unrestricted	1,205,282
Total net position	1,205,282
Total liabilities, deferred inflows of resources and net position	\$ 1,952,323

	Total Under Market Rate Program	Total FY 2014
	747,041	\$ 2,645,030
	-	15,836,314
	-	25,274,704
	-	27,208
	<u>747,041</u>	<u>43,783,256</u>
	-	199,873
	-	1,594,175,203
	-	1,359,886
	-	<u>1,595,734,962</u>
	<u>747,041</u>	<u>1,639,518,218</u>
	-	321,743,562
	<u>1,205,282</u>	<u>1,205,282</u>
	<u>1,205,282</u>	<u>322,948,844</u>
\$	<u>1,952,323</u>	<u>\$ 1,962,467,062</u>

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Revenues, Expenses and Changes in Net Position
 Period Ended June 30, 2014

	Series 1999A
OPERATING REVENUES	
INTEREST AND INVESTMENT INCOME:	
Loans	\$ -
Mortgage-backed securities	867,692
Investments	533,359
Realized gain (loss) on sale of investment	-
Other mortgage income - net	-
Net inc (dec) in the fair value of investment, mortgage-backed securities, and derivatives	(81,869)
Total interest and investment income	1,319,182
OTHER INCOME:	
Service fees and other	-
Total other income	-
Total operating revenues	1,319,182
OPERATING EXPENSES:	
Interest expense	769,516
Trustee expense and agency fees	34,488
Mortgage servicing and administration fees	-
Insurance and other	-
Cost of issuance expense	-
Total operating expenses	804,004
Income over (under) expenses before transfer	515,178
Transfer in (out)	-
Net income (loss)	515,178
Net position, beginning of year	13,412,241
Net position, end of year	\$ 13,927,419

2014 FINANCIAL STATEMENTS

Series 1999B	Series 2003B&C	Series 2004A&B	Series 2004C&D	Series 2004E&F
\$ -	\$ -	\$ -	\$ -	\$ -
43,950	760,071	1,018,444	1,026,329	887,267
142,676	106,630	276	112,464	137
-	-	-	-	-
-	-	-	-	-
(28,747)	84,630	156,898	51,672	113,586
157,879	951,331	1,175,618	1,190,465	1,000,990
-	-	-	-	-
-	-	-	-	-
157,879	951,331	1,175,618	1,190,465	1,000,990
17,286	496,228	663,657	741,333	663,673
4,557	86,381	115,776	168,501	146,983
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
21,843	582,609	779,433	909,834	810,656
136,036	368,722	396,185	280,631	190,334
-	-	-	-	-
136,036	368,722	396,185	280,631	190,334
3,344,800	3,306,438	3,920,160	3,729,898	1,285,350
\$ 3,480,836	\$ 3,675,160	\$ 4,316,345	\$ 4,010,529	\$ 1,475,684

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Revenues, Expenses and Changes in Net Position
 Period Ended June 30, 2014

	Series 2005A&B
OPERATING REVENUES	
INTEREST AND INVESTMENT INCOME:	
Loans	\$ -
Mortgage-backed securities	1,845,087
Investments	545
Realized gain (loss) on sale of investment	3,529,891
Other mortgage income - net	-
Net inc (dec) in the fair value of investment, mortgage-backed securities, and derivatives	(2,776,596)
Total interest and investment income	2,598,927
OTHER INCOME:	
Service fees and other	-
Total other income	-
Total operating revenues	2,598,927
OPERATING EXPENSES:	
Interest expense	942,014
Trustee expense and agency fees	390,291
Mortgage servicing and administration fees	-
Insurance and other	38,713
Cost of issuance expense	-
Total operating expenses	1,371,018
Income over (under) expenses before transfer	1,227,909
Transfer in (out)	-
Net income (loss)	1,227,909
Net position, beginning of year	5,396,973
Net position, end of year	\$ 6,624,882

2014 FINANCIAL STATEMENTS

Series 2005C&D	Series 2005E&F	Series 2006A-D	Series 2006E-G	Series 2006H-K
\$ -	\$ -	\$ -	\$ -	\$ -
2,059,351	1,888,468	2,388,040	3,712,878	5,346,338
489	222,476	572	695,888	2,423
-	-	1,400	3,940	3,960
260,639	80,942	33,579	(346,602)	(1,600,222)
2,320,479	2,191,886	2,423,591	4,066,104	3,752,499
-	-	-	-	-
-	-	-	-	-
2,320,479	2,191,886	2,423,591	4,066,104	3,752,499
895,224	1,127,490	1,786,924	2,752,888	4,774,627
465,950	306,573	102,943	592,183	1,129,878
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,361,174	1,434,063	1,889,867	3,345,071	5,904,505
959,305	757,823	533,724	721,033	(2,152,006)
-	-	183,205	-	-
959,305	757,823	716,929	721,033	(2,152,006)
4,022,996	4,303,565	15,327,302	14,203,821	15,864,397
\$ 4,982,301	\$ 5,061,388	\$ 16,044,231	\$ 14,924,854	\$ 13,712,391

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Revenues, Expenses and Changes in Net Position
 Period Ended June 30, 2014

	Series 2006L-O
OPERATING REVENUES	
INTEREST AND INVESTMENT INCOME:	
Loans	\$ -
Mortgage-backed securities	4,290,774
Investments	345,960
Realized gain (loss) on sale of investment	-
Other mortgage income - net	-
Net inc (dec) in the fair value of investment, mortgage-backed securities, and derivatives	(648,026)
Total interest and investment income	3,988,708
OTHER INCOME:	
Service fees and other	-
Total other income	-
Total operating revenues	3,988,708
OPERATING EXPENSES:	
Interest expense	3,866,986
Trustee expense and agency fees	586,272
Mortgage servicing and administration fees	-
Insurance and other	-
Cost of issuance expense	-
Total operating expenses	4,453,258
Income over (under) expenses before transfer	(464,550)
Transfer in (out)	-
Net income (loss)	(464,550)
Net position, beginning of year	13,668,587
Net position, end of year	\$ 13,204,037

2014 FINANCIAL STATEMENTS

Series 2007A-C	Series 2007D-H	Series 2008A-C	Series 2008D&E	Series 2008F-I
\$ -	\$ -	\$ -	\$ -	\$ -
4,171,026	4,435,969	2,705,868	2,325,275	2,846,372
344,976	1,963	484,807	182,103	245,446
-	-	-	-	-
-	3,540	-	-	-
(1,645,412)	(1,781,796)	(282,179)	(401,689)	(631,720)
2,870,590	2,659,676	2,908,496	2,105,689	2,460,098
-	-	-	-	-
-	-	-	-	-
2,870,590	2,659,676	2,908,496	2,105,689	2,460,098
3,635,043	5,161,293	2,355,514	1,978,334	2,749,392
686,352	979,876	541,641	346,633	435,718
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
4,321,395	6,141,169	2,897,155	2,324,967	3,185,110
(1,450,805)	(3,481,493)	11,341	(219,278)	(725,012)
-	-	-	-	-
(1,450,805)	(3,481,493)	11,341	(219,278)	(725,012)
12,823,623	13,159,740	8,765,336	6,129,425	5,319,397
\$ 11,372,818	\$ 9,678,247	\$ 8,776,677	\$ 5,910,147	\$ 4,594,385

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Revenues, Expenses and Changes in Net Position
 Period Ended June 30, 2014

	Series 2008J
OPERATING REVENUES	
INTEREST AND INVESTMENT INCOME:	
Loans	\$ -
Mortgage-backed securities	1,322,873
Investments	225
Realized gain (loss) on sale of investment	-
Other mortgage income - net	-
Net inc (dec) in the fair value of investment, mortgage-backed securities, and derivatives	(234,783)
Total interest and investment income	1,088,315
OTHER INCOME:	
Service fees and other	-
Total other income	-
Total operating revenues	1,088,315
OPERATING EXPENSES:	
Interest expense	1,377,615
Trustee expense and agency fees	48,573
Mortgage servicing and administration fees	-
Insurance and other	-
Cost of issuance expense	-
Total operating expenses	1,426,188
Income over (under) expenses before transfer	(337,873)
Transfer in (out)	86,573
Net income (loss)	(251,300)
Net position, beginning of year	4,328,624
Net position, end of year	\$ 4,077,324

2014 FINANCIAL STATEMENTS

Series 2009A	Series 2009B-D	Series 2009E&F	Series 2013A	Series General Trust
\$ -	\$ -	\$ -	\$ -	\$ -
1,202,230	1,867,757	2,016,187	692,144	2,478,946
123	245	310	8	132,606
-	-	-	-	(5,693,871)
-	-	-	-	24,867
68,052	(86,425)	372,081	494,450	3,609,577
1,270,405	1,781,577	2,388,578	1,186,602	552,125
-	-	-	-	-
-	-	-	-	-
1,270,405	1,781,577	2,388,578	1,186,602	552,125
1,222,622	1,714,434	1,831,359	645,332	-
48,510	76,495	81,509	41,803	-
-	-	-	-	-
-	-	-	-	15,796,976
-	-	-	73,151	-
1,271,132	1,790,929	1,912,868	760,286	15,796,976
(727)	(9,352)	475,710	426,316	(15,244,851)
74,008	-	-	4,616	(348,402)
73,281	(9,352)	475,710	430,932	(15,593,253)
3,480,462	5,462,367	3,697,917	(692,685)	124,031,120
\$ 3,553,743	\$ 5,453,015	\$ 4,173,627	\$ (261,753)	\$ 108,437,867

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Revenues, Expenses and Changes in Net Position
 Period Ended June 30, 2014

	Total Under General Indenture
OPERATING REVENUES	
INTEREST AND INVESTMENT INCOME:	
Loans	\$ -
Mortgage-backed securities	52,199,336
Investments	3,556,707
Realized gain (loss) on sale of investment	(2,163,980)
Other mortgage income - net	37,707
Net inc (dec) in the fair value of investment, mortgage-backed securities, and derivatives	(5,219,960)
Total interest and investment income	48,409,810
OTHER INCOME:	
Service fees and other	-
Total other income	-
Total operating revenues	48,409,810
OPERATING EXPENSES:	
Interest expense	42,168,784
Trustee expense and agency fees	7,417,886
Mortgage servicing and administration fees	-
Insurance and other	15,835,689
Cost of issuance expense	73,151
Total operating expenses	65,495,510
Income over (under) expenses before transfer	(17,085,700)
Transfer in (out)	-
Net income (loss)	(17,085,700)
Net position, beginning of year	288,291,854
Net position, end of year	\$ 271,206,154

2014 FINANCIAL STATEMENTS

Series 2010 1/2009 1A	Series 2011 1/2013 2	Series 2011 2/2009 1C	Series 2011 3/2009 1D	Series 2009 1E
\$ -	\$ -	\$ -	\$ -	\$ -
8,930,750	4,294,750	5,112,372	3,364,986	2,338,776
1,579	540	779	544	160
-	-	-	-	-
-	-	-	-	-
672,615	843,912	1,079,320	850,971	1,345,157
9,604,944	5,139,202	6,192,471	4,216,501	3,684,093
-	-	-	-	-
-	-	-	-	-
9,604,944	5,139,202	6,192,471	4,216,501	3,684,093
7,017,902	3,050,441	3,951,293	2,282,597	1,726,008
455,720	619,085	296,811	179,886	140,351
-	-	-	-	-
-	-	-	-	-
500	68,255	-	-	-
7,474,122	3,737,781	4,248,104	2,462,483	1,866,359
2,130,822	1,401,421	1,944,367	1,754,018	1,817,734
-	-	-	-	-
2,130,822	1,401,421	1,944,367	1,754,018	1,817,734
19,781,266	5,908,722	7,840,116	4,663,808	(1,380,130)
\$ 21,912,088	\$ 7,310,143	\$ 9,784,483	\$ 6,417,826	\$ 437,604

OHIO HOUSING FINANCE AGENCY
Single-Family Mortgage Revenue Program
Statement of Revenues, Expenses and Changes in Net Position
Period Ended June 30, 2014

	Series Master Trust
OPERATING REVENUES	
INTEREST AND INVESTMENT INCOME:	
Loans	\$ -
Mortgage-backed securities	-
Investments	-
Realized gain (loss) on sale of investment	-
Other mortgage income - net	-
Net inc (dec) in the fair value of investment, mortgage-backed securities, and derivatives	-
Total interest and investment income	-
OTHER INCOME:	
Service fees and other	-
Total other income	-
Total operating revenues	-
OPERATING EXPENSES:	
Interest expense	-
Trustee expense and agency fees	-
Mortgage servicing and administration fees	-
Insurance and other	-
Cost of issuance expense	-
Total operating expenses	-
Income over (under) expenses before transfer	-
Transfer in (out)	-
Net income (loss)	-
Net position, beginning of year	-
Net position, end of year	\$ -

Total Under Master Indenture	Series 2012 T1	Series 2012 T2&T3	Total Under TEMPS Indentures
\$ -	\$ -	\$ -	\$ -
24,041,634	2,109,584	2,079,435	4,189,019
3,602	-	-	-
-	-	-	-
-	-	-	-
4,791,975	735,072	(194,565)	540,507
28,837,211	2,844,656	1,884,870	4,729,526
-	-	-	-
-	-	-	-
28,837,211	2,844,656	1,884,870	4,729,526
18,028,241	1,471,723	2,314,561	3,786,284
1,691,853	133,405	114,235	247,640
-	-	-	-
-	-	11,308	11,308
68,755	-	-	-
19,788,849	1,605,128	2,440,104	4,045,232
9,048,362	1,239,528	(555,234)	684,294
-	-	-	-
9,048,362	1,239,528	(555,234)	684,294
36,813,782	(2,291,984)	6,282,954	3,990,970
\$ 45,862,144	\$ (1,052,456)	\$ 5,727,720	\$ 4,675,264

OHIO HOUSING FINANCE AGENCY
Single-Family Mortgage Revenue Program
Statement of Revenues, Expenses and Changes in Net Position
Period Ended June 30, 2014

	Series
	Market Rate Program
OPERATING REVENUES	
INTEREST AND INVESTMENT INCOME:	
Loans	\$ -
Mortgage-backed securities	-
Investments	-
Realized gain (loss) on sale of investment	1,807,939
Other mortgage income - net	-
Net inc (dec) in the fair value of investment, mortgage-backed securities, and derivatives	-
Total interest and investment income	1,807,939
OTHER INCOME:	
Service fees and other	-
Total other income	-
Total operating revenues	1,807,939
OPERATING EXPENSES:	
Interest expense	-
Trustee expense and agency fees	569,007
Mortgage servicing and administration fees	-
Insurance and other	33,650
Cost of issuance expense	-
Total operating expenses	602,657
Income over (under) expenses before transfer	1,205,282
Transfer in (out)	-
Net income (loss)	1,205,282
Net position, beginning of year	-
Net position, end of year	\$ 1,205,282

	Total Under Market Rate Program	Total FY 2014
\$	-	\$ -
	-	80,429,989
	-	3,560,309
	1,807,939	(356,041)
	-	37,707
	-	112,522
	<u>1,807,939</u>	<u>83,784,486</u>
	-	-
	-	-
	<u>1,807,939</u>	<u>83,784,486</u>
	-	63,983,309
	569,007	9,926,386
	-	-
	33,650	15,880,647
	-	141,906
	<u>602,657</u>	<u>89,932,248</u>
	<u>1,205,282</u>	<u>(6,147,762)</u>
	-	-
	<u>1,205,282</u>	<u>(6,147,762)</u>
	-	329,096,606
\$	<u>1,205,282</u>	<u>\$ 322,948,844</u>

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Series 1999A
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash collected from mortgage-backed securities principal	\$ 3,270,942
Cash collected from program loans principal	-
Cash received from investment interest and mortgage-backed securities interest	1,408,775
Cash received from program loans interest	-
Cash received from closing fees	-
Cash received from sales of mortgage-backed securities	-
Cash received from bond premiums, downpayment assistance grants and other	-
Cash received from service fees and other	-
Cash received from OHFA for new bond issues	-
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	(834,094)
Payments to purchase program loans	-
Payments for trustee expense and agency fees	(36,694)
Payments for mortgage servicing and administration fees	-
Payments for insurance and other	-
Payments for sales of mortgage-backed securities	-
Payments for transfer out	-
Net cash provided (used) by operating activities	3,808,929
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Cash received from bonds issued	-
Payments to redeem bonds	(3,835,000)
Payments for bond costs	-
Net cash provided (used) by noncapital financing activities	(3,835,000)
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	(26,071)
Cash and cash equivalents, beginning of year	11,792,431
Cash and cash equivalents, end of year	\$ 11,766,360

2014 FINANCIAL STATEMENTS

	Series 1999B		Series 2003B&C		Series 2004A&B		Series 2004C&D		Series 2004E&F
\$	200,752	\$	2,387,544	\$	3,882,886	\$	4,758,565	\$	3,697,849
	200,000		882,665		1,034,518		1,221,836		902,387
	-		-		-		-		-
	-		-		-		-		-
	-		-		-		-		-
	-		-		-		-		-
	-		-		-		-		-
	-		-		-		-		-
	-		-		-		-		-
	(15,461)		(630,124)		(806,131)		(913,074)		(789,494)
	-		-		-		-		-
	(4,744)		(87,753)		(117,104)		(168,836)		(148,481)
	-		-		-		-		-
	(14,989)		-		-		-		-
	-		-		-		-		-
	-		-		-		-		-
	365,558		2,552,332		3,994,169		4,898,491		3,662,261
	-		-		-		-		-
	(240,000)		(3,935,000)		(4,430,000)		(6,795,000)		(3,950,000)
	-		-		-		-		-
	(240,000)		(3,935,000)		(4,430,000)		(6,795,000)		(3,950,000)
	-		-		-		-		-
	-		-		-		-		-
	-		-		-		-		-
	125,558		(1,382,668)		(435,831)		(1,896,509)		(287,739)
	2,794,204		3,668,424		2,566,375		4,775,278		1,156,723
\$	2,919,762	\$	2,285,756	\$	2,130,544	\$	2,878,769	\$	868,984

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Series 1999A
Reconciliation of operating income to net cash provided (used) by operating activities	
Operating income	\$ 515,178
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Amortization of deferred refunding costs	-
Amortization of bond discount (premium)	-
Amortization of loan (discount) premium	-
Net (inc) dec in the fair value of investments, mortgage-backed securities, and derivatives	81,869
Amounts loaned under agency programs	-
Amounts collected - program loans	-
Purchases - mortgage-backed securities	-
Principal received on mortgage-backed securities	3,270,942
Decrease (increase) in accounts receivable	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	14,068
Decrease (increase) in interest receivable on loans	-
Decrease (increase) in prepaid insurance and other	-
Increase (decrease) in accounts payable and other	(8,550)
Increase (decrease) in interest payable	(64,578)
Increase (decrease) in unearned revenue	-
Increase (decrease) in bond issue costs	-
Net cash provided (used) by operating activities	\$ 3,808,929

2014 FINANCIAL STATEMENTS

	Series 1999B	Series 2003B&C	Series 2004A&B	Series 2004C&D	Series 2004E&F				
\$	136,036	\$	368,722	\$	396,185	\$	280,631	\$	190,334
	5,545	-	-	-	-				
	-	(73,317)	(86,482)	(77,445)	(63,802)				
	-	-	-	-	-				
	28,747	(84,630)	(156,898)	(51,672)	(113,586)				
	-	-	-	-	-				
	-	-	-	-	-				
	200,752	2,387,544	3,882,886	4,758,565	3,697,849				
	-	-	-	-	-				
	(1,276)	15,965	15,798	23,705	14,984				
	-	-	-	-	-				
	-	967	2,745	4,274	1,418				
	(526)	(2,340)	(4,073)	54,729	(2,917)				
	(3,720)	(60,579)	(55,992)	(94,296)	(62,019)				
	-	-	-	-	-				
	-	-	-	-	-				
\$	365,558	\$	2,552,332	\$	3,994,169	\$	4,898,491	\$	3,662,261

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Series 2005A&B
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash collected from mortgage-backed securities principal	\$ 45,829,576
Cash collected from program loans principal	-
Cash received from investment interest and mortgage-backed securities interest	5,552,075
Cash received from program loans interest	-
Cash received from closing fees	-
Cash received from sales of mortgage-backed securities	-
Cash received from bond premiums, downpayment assistance grants and other	-
Cash received from service fees and other	-
Cash received from OHFA for new bond issues	-
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	(1,038,331)
Payments to purchase program loans	-
Payments for trustee expense and agency fees	(350,864)
Payments for mortgage servicing and administration fees	-
Payments for insurance and other	(77,425)
Payments for sales of mortgage-backed securities	-
Payments for transfer out	-
Net cash provided (used) by operating activities	49,915,031
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Cash received from bonds issued	-
Payments to redeem bonds	(8,210,000)
Payments for bond costs	-
Net cash provided (used) by noncapital financing activities	(8,210,000)
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	41,705,031
Cash and cash equivalents, beginning of year	4,774,492
Cash and cash equivalents, end of year	\$ 46,479,523

2014 FINANCIAL STATEMENTS

	Series 2005C&D	Series 2005E&F	Series 2006A-D	Series 2006E-G	Series 2006H-K
\$	10,786,424	\$ 9,766,221	\$ 12,416,417	\$ 23,266,236	\$ 44,481,357
	-	-	-	-	-
	2,101,356	2,146,957	2,440,033	4,616,308	5,554,450
	-	-	-	-	-
	-	-	-	-	-
	-	-	1,400	3,940	3,960
	-	-	-	-	-
	-	-	183,205	-	-
	-	-	-	-	-
	(1,283,517)	(1,537,809)	(2,254,843)	(3,554,171)	(5,410,080)
	-	-	-	-	-
	(466,634)	(228,901)	(111,850)	(725,551)	(1,148,797)
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	11,137,629	10,146,468	12,674,362	23,606,762	43,480,890
	-	-	-	-	-
	(15,660,000)	(11,240,000)	(14,385,000)	(33,655,000)	(58,375,000)
	-	-	-	-	-
	(15,660,000)	(11,240,000)	(14,385,000)	(33,655,000)	(58,375,000)
	-	-	-	-	-
	-	-	-	-	-
	(4,522,371)	(1,093,532)	(1,710,638)	(10,048,238)	(14,894,110)
	8,287,981	5,587,944	7,341,953	24,677,193	28,594,627
\$	3,765,610	\$ 4,494,412	\$ 5,631,315	\$ 14,628,955	\$ 13,700,517

OHIO HOUSING FINANCE AGENCY
Single-Family Mortgage Revenue Program
Statement of Cash Flows
Period Ended June 30, 2014

	Series 2005A&B
Reconciliation of operating income to net cash provided (used) by operating activities	
Operating income	\$ 1,227,909
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Amortization of deferred refunding costs	-
Amortization of bond discount (premium)	(55,653)
Amortization of loan (discount) premium	-
Net (inc) dec in the fair value of investments, mortgage-backed securities, and derivatives	2,776,596
Amounts loaned under agency programs	-
Amounts collected - program loans	-
Purchases - mortgage-backed securities	-
Principal received on mortgage-backed securities	45,829,576
Decrease (increase) in accounts receivable	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	176,552
Decrease (increase) in interest receivable on loans	-
Decrease (increase) in prepaid insurance and other	11,959
Increase (decrease) in accounts payable and other	(11,245)
Increase (decrease) in interest payable	(40,663)
Increase (decrease) in unearned revenue	-
Increase (decrease) in bond issue costs	-
Net cash provided (used) by operating activities	\$ 49,915,031

2014 FINANCIAL STATEMENTS

Series 2005C&D	Series 2005E&F	Series 2006A-D	Series 2006E-G	Series 2006H-K
\$ 959,305	\$ 757,823	\$ 716,929	\$ 721,033	\$ (2,152,006)
-	-	19,646	-	-
(182,656)	(133,483)	(260,438)	(475,812)	(135,239)
-	-	-	-	-
(260,639)	(80,942)	(33,579)	346,602	1,600,222
-	-	-	-	-
-	-	-	-	-
10,786,424	9,766,221	12,416,417	23,266,236	44,481,357
-	-	-	-	-
41,515	36,013	51,422	150,241	205,689
-	-	-	-	-
8,709	30,997	227	(383)	1,198
(9,393)	46,674	(9,134)	(75,684)	(20,118)
(205,636)	(176,721)	(227,128)	(325,471)	(500,213)
-	(100,114)	-	-	-
-	-	-	-	-
\$ 11,137,629	\$ 10,146,468	\$ 12,674,362	\$ 23,606,762	\$ 43,480,890

OHIO HOUSING FINANCE AGENCY
Single-Family Mortgage Revenue Program
Statement of Cash Flows
Period Ended June 30, 2014

	Series 2006L-O
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash collected from mortgage-backed securities principal	\$ 31,656,760
Cash collected from program loans principal	-
Cash received from investment interest and mortgage-backed securities interest	4,803,952
Cash received from program loans interest	-
Cash received from closing fees	-
Cash received from sales of mortgage-backed securities	-
Cash received from bond premiums, downpayment assistance grants and other	-
Cash received from service fees and other	-
Cash received from OHFA for new bond issues	-
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	(4,230,532)
Payments to purchase program loans	-
Payments for trustee expense and agency fees	(497,439)
Payments for mortgage servicing and administration fees	-
Payments for insurance and other	-
Payments for sales of mortgage-backed securities	-
Payments for transfer out	-
Net cash provided (used) by operating activities	31,732,741
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Cash received from bonds issued	-
Payments to redeem bonds	(36,945,000)
Payments for bond costs	-
Net cash provided (used) by noncapital financing activities	(36,945,000)
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	(5,212,259)
Cash and cash equivalents, beginning of year	19,810,287
Cash and cash equivalents, end of year	\$ 14,598,028

2014 FINANCIAL STATEMENTS

	Series 2007A-C	Series 2007D-H	Series 2008A-C	Series 2008D&E	Series 2008F-I
\$	40,640,445	\$ 40,666,894	\$ 16,306,686	\$ 15,171,486	\$ 17,621,414
	4,743,217	4,634,247	3,310,988	2,589,133	3,206,796
	-	-	-	-	-
	-	-	-	-	-
	-	3,540	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	(4,371,316)	(5,343,989)	(2,527,067)	(2,137,338)	(3,108,576)
	-	-	-	-	-
	(777,669)	(1,164,322)	(535,815)	(351,301)	(461,664)
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	40,234,677	38,796,370	16,554,792	15,271,980	17,257,970
	-	-	-	-	-
	(45,920,000)	(47,000,000)	(24,775,000)	(14,690,000)	(20,660,000)
	-	-	-	-	-
	(45,920,000)	(47,000,000)	(24,775,000)	(14,690,000)	(20,660,000)
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	(5,685,323)	(8,203,630)	(8,220,208)	581,980	(3,402,030)
	17,753,644	19,063,989	17,186,883	7,736,120	8,197,196
\$	12,068,321	\$ 10,860,359	\$ 8,966,675	\$ 8,318,100	\$ 4,795,166

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Series 2006L-O
Reconciliation of operating income to net cash provided (used) by operating activities	
Operating income	\$ (464,550)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Amortization of deferred refunding costs	-
Amortization of bond discount (premium)	-
Amortization of loan (discount) premium	-
Net (inc) dec in the fair value of investments, mortgage-backed securities, and derivatives	648,026
Amounts loaned under agency programs	-
Amounts collected - program loans	-
Purchases - mortgage-backed securities	-
Principal received on mortgage-backed securities	31,656,760
Decrease (increase) in accounts receivable	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	167,219
Decrease (increase) in interest receivable on loans	-
Decrease (increase) in prepaid insurance and other	861
Increase (decrease) in accounts payable and other	87,971
Increase (decrease) in interest payable	(363,546)
Increase (decrease) in unearned revenue	-
Increase (decrease) in bond issue costs	-
Net cash provided (used) by operating activities	\$ 31,732,741

2014 FINANCIAL STATEMENTS

Series 2007A-C	Series 2007D-H	Series 2008A-C	Series 2008D&E	Series 2008F-I
\$ (1,450,805)	\$ (3,481,493)	\$ 11,341	\$ (219,278)	\$ (725,012)
-	107,391	-	-	-
-	36,515	27,233	-	-
-	-	-	-	-
1,645,412	1,781,796	282,179	401,689	631,720
-	-	-	-	-
-	-	-	-	-
40,640,445	40,666,894	16,306,686	15,171,486	17,621,414
-	-	-	-	-
227,214	196,314	120,312	81,755	114,979
-	-	-	-	-
7	1,316	24,163	7,988	(11,826)
(91,323)	(185,761)	(18,336)	(12,656)	(14,121)
(736,273)	(326,602)	(198,786)	(159,004)	(359,184)
-	-	-	-	-
-	-	-	-	-
\$ 40,234,677	\$ 38,796,370	\$ 16,554,792	\$ 15,271,980	\$ 17,257,970

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Series 2008J
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash collected from mortgage-backed securities principal	\$ 7,391,063
Cash collected from program loans principal	-
Cash received from investment interest and mortgage-backed securities interest	1,358,528
Cash received from program loans interest	-
Cash received from closing fees	-
Cash received from sales of mortgage-backed securities	-
Cash received from bond premiums, downpayment assistance grants and other	-
Cash received from service fees and other	-
Cash received from OHFA for new bond issues	-
Cash received from transfers in	86,573
Payments to purchase mortgage-backed securities	-
Payments for bond premiums, downpayment assistance grants and other	-
Payments for bond interest payable	(1,537,717)
Payments to purchase program loans	-
Payments for trustee expense and agency fees	(54,183)
Payments for mortgage servicing and administration fees	-
Payments for insurance and other	-
Payments for sales of mortgage-backed securities	-
Payments for transfer out	-
Net cash provided (used) by operating activities	7,244,264
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Cash received from bonds issued	-
Payments to redeem bonds	(8,340,000)
Payments for bond costs	-
Net cash provided (used) by noncapital financing activities	(8,340,000)
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	(1,095,736)
Cash and cash equivalents, beginning of year	2,799,004
Cash and cash equivalents, end of year	\$ 1,703,268

2014 FINANCIAL STATEMENTS

	Series 2009A	Series 2009B&D	Series 2009E&F	Series 2013A	Series General Trust				
\$	3,882,306	\$	6,487,330	\$	6,250,784	\$	1,315,487	\$	144,071,854
	-	-	-	-	-	-	-	-	-
	1,219,410	1,897,938	2,044,277	768,271	2,316,638	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	591,162	-
	-	-	-	-	-	-	-	14,652	-
	-	-	-	-	-	-	-	-	-
	74,008	-	-	4,616	-	-	-	-	-
	-	-	-	-	(197,163,214)	-	-	-	-
	(1,288,524)	(1,790,936)	(1,980,059)	(600,563)	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	(51,287)	(80,613)	(86,069)	(30,643)	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	(44,720)	(15,682,227)	-	-	-	-
	-	-	-	-	(6,285,033)	-	-	-	-
	-	-	-	-	(348,402)	-	-	-	-
	3,835,913	6,513,719	6,228,933	1,412,448	(72,484,570)	-	-	-	-
	-	-	-	-	-	-	-	-	-
	(3,985,000)	(4,795,000)	(5,970,000)	(1,159,094)	-	-	-	-	-
	-	-	-	(73,151)	-	-	-	-	-
	(3,985,000)	(4,795,000)	(5,970,000)	(1,232,245)	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	(149,087)	1,718,719	258,933	180,203	(72,484,570)	-	-	-	-
	1,400,441	2,047,580	3,108,927	78,000	98,689,854	-	-	-	-
\$	1,251,354	\$	3,766,299	\$	3,367,860	\$	258,203	\$	26,205,284

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Series 2008J
Reconciliation of operating income to net cash provided (used) by operating activities	
Operating income	\$ (251,300)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Amortization of deferred refunding costs	-
Amortization of bond discount (premium)	-
Amortization of loan (discount) premium	-
Net (inc) dec in the fair value of investments, mortgage-backed securities, and derivatives	234,783
Amounts loaned under agency programs	-
Amounts collected - program loans	-
Purchases - mortgage-backed securities	-
Principal received on mortgage-backed securities	7,391,063
Decrease (increase) in accounts receivable	-
Decrease (increase) in interest receivable on investments and mortgage-backed securities	35,430
Decrease (increase) in interest receivable on loans	-
Decrease (increase) in prepaid insurance and other	49
Increase (decrease) in accounts payable and other	(5,659)
Increase (decrease) in interest payable	(160,102)
Increase (decrease) in unearned revenue	-
Increase (decrease) in bond issue costs	-
Net cash provided (used) by operating activities	\$ 7,244,264

2014 FINANCIAL STATEMENTS

	Series 2009A	Series 2009B&D	Series 2009E&F	Series 2013A	Series General Trust
\$	73,281	\$ (9,352)	\$ 475,710	\$ 430,932	\$ (15,593,253)
	-	-	-	-	-
	-	-	(64,869)	-	-
	(68,052)	86,425	(372,081)	(494,450)	(3,609,577)
	-	-	-	-	-
	-	-	-	-	(197,163,214)
	3,882,306	6,487,330	6,250,784	1,315,487	144,071,854
	-	-	-	-	339
	17,057	29,936	27,780	3,786	(180,504)
	-	-	-	-	-
	-	49	51	-	-
	(2,777)	(4,167)	(4,611)	38,773	-
	(65,902)	(76,502)	(83,831)	44,769	-
	-	-	-	-	(10,215)
	-	-	-	73,151	-
\$	3,835,913	\$ 6,513,719	\$ 6,228,933	\$ 1,412,448	\$ (72,484,570)

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Total Under General Indenture
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash collected from mortgage-backed securities principal	\$ 496,207,278
Cash collected from program loans principal	-
Cash received from investment interest and mortgage-backed securities interest	60,954,755
Cash received from program loans interest	-
Cash received from closing fees	-
Cash received from sales of mortgage-backed securities	591,162
Cash received from bond premiums, downpayment assistance grants and other	27,492
Cash received from service fees and other	-
Cash received from OHFA for new bond issues	-
Cash received from transfers in	348,402
Payments to purchase mortgage-backed securities	(197,163,214)
Payments for bond premiums, downpayment assistance grants and other	-
Payments for bond interest payable	(47,983,746)
Payments to purchase program loans	-
Payments for trustee expense and agency fees	(7,687,214)
Payments for mortgage servicing and administration fees	-
Payments for insurance and other	(15,819,361)
Payments for sales of mortgage-backed securities	(6,285,033)
Payments for transfer out	(348,402)
Net cash provided (used) by operating activities	282,842,119
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Cash received from bonds issued	-
Payments to redeem bonds	(378,949,094)
Payments for bond costs	(73,151)
Net cash provided (used) by noncapital financing activities	(379,022,245)
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	(96,180,126)
Cash and cash equivalents, beginning of year	303,889,550
Cash and cash equivalents, end of year	\$ 207,709,424

2014 FINANCIAL STATEMENTS

	Series 2010 1/2009 1A	Series 2011 1/2013 2	Series 2011 2/2009 1C	Series 2011 3/2009 1D	Series 2009 1E
\$	33,484,102	\$ 11,782,509	\$ 18,740,978	\$ 9,268,677	\$ 4,224,117
	-	-	-	-	-
	9,052,545	4,340,689	5,170,547	3,401,896	2,353,068
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	500	6,466	-	-	6,466
	-	-	-	-	-
	(7,663,758)	(3,209,303)	(4,255,841)	(2,407,333)	(1,742,798)
	-	-	-	-	-
	(466,764)	(571,223)	(302,885)	(182,933)	(138,492)
	-	-	-	-	-
	-	-	-	-	-
	(500)	(6,466)	-	-	(6,466)
	34,406,125	12,342,672	19,352,799	10,080,307	4,695,895
	-	-	-	-	-
	(34,655,000)	(12,240,000)	(19,880,000)	(9,905,000)	(3,690,000)
	(500)	(68,255)	-	-	-
	(34,655,500)	(12,308,255)	(19,880,000)	(9,905,000)	(3,690,000)
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	(249,375)	34,417	(527,201)	175,307	1,005,895
	14,845,554	4,474,024	6,239,895	5,017,357	840,312
\$	14,596,179	\$ 4,508,441	\$ 5,712,694	\$ 5,192,664	\$ 1,846,207

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Total Under General Indenture
Reconciliation of operating income to net cash provided (used) by operating activities	
Operating income	\$ (17,085,700)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Amortization of deferred refunding costs	132,582
Amortization of bond discount (premium)	(1,545,448)
Amortization of loan (discount) premium	-
Net (inc) dec in the fair value of investments, mortgage-backed securities, and derivatives	5,219,960
Amounts loaned under agency programs	-
Amounts collected - program loans	-
Purchases - mortgage-backed securities	(197,163,214)
Principal received on mortgage-backed securities	496,207,278
Decrease (increase) in accounts receivable	339
Decrease (increase) in interest receivable on investments and mortgage-backed securities	1,585,954
Decrease (increase) in interest receivable on loans	-
Decrease (increase) in prepaid insurance and other	84,769
Increase (decrease) in accounts payable and other	(255,244)
Increase (decrease) in interest payable	(4,301,979)
Increase (decrease) in unearned revenue	(110,329)
Increase (decrease) in bond issue costs	73,151
Net cash provided (used) by operating activities	\$ 282,842,119

2014 FINANCIAL STATEMENTS

Series 2010 1/2009 1A	Series 2011 1/2013 2	Series 2011 2/2009 1C	Series 2011 3/2009 1D	Series 2009 1E
\$ 2,130,822	\$ 1,401,421	\$ 1,944,367	\$ 1,754,018	\$ 1,817,734
-	-	-	-	-
(450,936)	(110,098)	(218,461)	(82,944)	-
-	-	-	-	-
(672,615)	(843,912)	(1,079,320)	(850,971)	(1,345,157)
-	-	-	-	-
-	-	-	-	-
33,484,102	11,782,509	18,740,978	9,268,677	4,224,117
-	-	-	-	-
120,216	45,400	57,394	36,366	14,132
-	-	-	-	-
1,155	408	663	330	123
(12,199)	47,453	(6,736)	(3,377)	1,736
(194,920)	(48,764)	(86,086)	(41,792)	(16,790)
-	-	-	-	-
500	68,255	-	-	-
\$ 34,406,125	\$ 12,342,672	\$ 19,352,799	\$ 10,080,307	\$ 4,695,895

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Series Master Trust
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	-
Cash received from closing fees	-
Cash received from sales of mortgage-backed securities	-
Cash received from bond premiums, downpayment assistance grants and other	-
Cash received from service fees and other	-
Cash received from OHFA for new bond issues	-
Cash received from transfers in	500
Payments to purchase mortgage-backed securities	-
Payments for bond premiums, downpayment assistance grants and other	-
Payments for bond interest payable	-
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 sales of mortgage-backed securities	-
Payments for transfer out	(500)
Net cash provided (used) by operating activities	-
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Cash received from bonds issued	-
Payments to redeem bonds	-
Payments for bond costs	-
Net cash provided (used) by noncapital 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	-
Cash and cash equivalents, beginning of year	-
Cash and cash equivalents, end of year	\$ -

2014 FINANCIAL STATEMENTS

Total Under Master Indenture	Series 2012 T1	Series 2012 T2&T3	Total Under TEMPS Indentures
\$ 77,500,383	\$ 6,164,965	\$ 18,826,786	\$ 24,991,751
-	-	-	-
24,318,745	2,404,169	2,918,328	5,322,497
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
13,932	-	-	-
-	-	-	-
(19,279,033)	(1,991,151)	(2,018,451)	(4,009,602)
-	-	-	-
(1,662,297)	(135,016)	(119,457)	(254,473)
-	-	-	-
-	(278,002)	(791,728)	(1,069,730)
-	-	-	-
(13,932)	-	-	-
80,877,798	6,164,965	18,815,478	24,980,443
-	-	-	-
(80,370,000)	(6,164,965)	(18,826,786)	(24,991,751)
(68,755)	-	-	-
(80,438,755)	(6,164,965)	(18,826,786)	(24,991,751)
-	-	-	-
-	-	-	-
-	-	-	-
439,043	-	(11,308)	(11,308)
31,417,142	2,625	14,641	17,266
\$ 31,856,185	\$ 2,625	\$ 3,333	\$ 5,958

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Series Master Trust
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 deferred refunding costs	-
Amortization of bond discount (premium)	-
Amortization of loan (discount) premium	-
Net (inc) dec in the fair value of investments, mortgage-backed securities, and derivatives	-
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	-
Decrease (increase) in prepaid insurance and other	-
Increase (decrease) in accounts payable and other	-
Increase (decrease) in interest payable	-
Increase (decrease) in unearned revenue	-
Increase (decrease) in bond issue costs	-
Net cash provided (used) by operating activities	\$ -

Total Under Master Indenture	Series 2012 T1	Series 2012 T2&T3	Total Under TEMPS Indentures
\$ 9,048,362	\$ 1,239,528	\$ (555,234)	\$ 684,294
-	-	1,534,732	1,534,732
(862,439)	(503,872)	(1,183,288)	(1,687,160)
-	-	-	-
(4,791,975)	(735,072)	194,565	(540,507)
-	-	-	-
-	-	-	-
77,500,383	6,164,965	18,826,786	24,991,751
-	-	-	-
273,508	18,834	80,691	99,525
-	-	-	-
2,679	(583)	(2,083)	(2,666)
26,877	(3,279)	(25,356)	(28,635)
(388,352)	(15,556)	(55,335)	(70,891)
-	-	-	-
68,755	-	-	-
<u>\$ 80,877,798</u>	<u>\$ 6,164,965</u>	<u>\$ 18,815,478</u>	<u>\$ 24,980,443</u>

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Series Market Rate Program
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash collected from mortgage-backed securities principal	\$ 56,516,181
Cash collected from program loans principal	-
Cash received from investment interest and mortgage-backed securities interest	-
Cash received from program loans interest	-
Cash received from closing fees	-
Cash received from sales of mortgage-backed securities	3,628,138
Cash received from bond premiums, downpayment assistance grants and other	-
Cash received from service fees and other	-
Cash received from OHFA for new bond issues	-
Cash received from transfers in	-
Payments to purchase mortgage-backed securities	(56,516,181)
Payments for bond premiums, downpayment assistance grants and other	-
Payments for bond interest payable	-
Payments to purchase program loans	(1,037,667)
Payments for trustee expense and agency fees	(37,495)
Payments for mortgage servicing and administration fees	-
Payments for insurance and other	-
Payments for sales of mortgage-backed securities	(1,766,667)
Payments for transfer out	-
Net cash provided (used) by operating activities	786,309
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Cash received from bonds issued	-
Payments to redeem bonds	-
Payments for bond costs	-
Net cash provided (used) by noncapital 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	786,309
Cash and cash equivalents, beginning of year	-
Cash and cash equivalents, end of year	\$ 786,309

	Total Under Market Rate Program	Total FY 2014
\$	56,516,181	\$ 655,215,593
	-	-
	-	90,595,997
	-	-
	-	-
	3,628,138	4,219,300
	-	27,492
	-	-
	-	-
	-	362,334
	(56,516,181)	(253,679,395)
	-	-
	-	(71,272,381)
	(1,037,667)	(1,037,667)
	(37,495)	(9,641,479)
	-	-
	-	(16,889,091)
	(1,766,667)	(8,051,700)
	-	(362,334)
	786,309	389,486,669
	-	-
	-	(484,310,845)
	-	(141,906)
	-	(484,452,751)
	-	-
	-	-
	786,309	(94,966,082)
	-	335,323,958
\$	786,309	\$ 240,357,876

OHIO HOUSING FINANCE AGENCY
 Single-Family Mortgage Revenue Program
 Statement of Cash Flows
 Period Ended June 30, 2014

	Series Market Rate Program
Reconciliation of operating income to net cash provided (used) by operating activities	
Operating income	\$ 1,205,282
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Amortization of deferred refunding costs	-
Amortization of bond discount (premium)	-
Amortization of loan (discount) premium	-
Net (inc) dec in the fair value of investments, mortgage-backed securities, and derivatives	-
Amounts loaned under agency programs	(982,108)
Amounts collected - program loans	-
Purchases - mortgage-backed securities	(56,516,181)
Principal received on mortgage-backed securities	56,516,181
Decrease (increase) in accounts receivable	(2,026)
Decrease (increase) in interest receivable on investments and mortgage-backed securities	-
Decrease (increase) in interest receivable on loans	-
Decrease (increase) in prepaid insurance and other	-
Increase (decrease) in accounts payable and other	565,161
Increase (decrease) in interest payable	-
Increase (decrease) in unearned revenue	-
Increase (decrease) in bond issue costs	-
Net cash provided (used) by operating activities	\$ 786,309

	Total Under Market Rate Program		Total FY 2014
\$	1,205,282	\$	(6,147,762)
	-		1,667,314
	-		(4,095,047)
	-		-
	-		(112,522)
	(982,108)		(982,108)
	-		-
	(56,516,181)		(253,679,395)
	56,516,181		655,215,593
	(2,026)		(1,687)
	-		1,958,987
	-		-
	-		84,782
	565,161		308,159
	-		(4,761,222)
	-		(110,329)
	-		141,906
\$	786,309	\$	389,486,669

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OHIO HOUSING FINANCE AGENCY
 General Fund
 Statement of Net Position
 June 30, 2014

	Operating Funds	Admin. Fee Funds	General Program Funds
ASSETS			
Current Assets			
Cash	\$ 1,183,216	\$ 182,839	\$ 85,223,464
Restricted cash	204,982	-	1,326,381
Current portion of investments, at fair value	-	2,301,940	535,395
Current portion of restricted investments, at fair value	-	-	-
Current portion of mortgage-backed securities, at fair value	-	-	8,138
Accounts receivable	3,304,325	1,215,448	4,485,501
Intergovernmental accounts receivable	2,000	-	5,173,577
Interest receivable on investments and mortgage-backed securities	-	-	71,969
Current portion of loans receivable	-	-	33,651,030
Interest receivable on loans	-	-	986,819
Prepaid insurance and other	403,450	-	1,332
Total current assets	5,097,973	3,700,227	131,463,606
Non-current assets			
Non-current portion of investments, at fair value	-	-	971,202
Non-current portion of mortgage-backed securities, at fair value	-	-	319,045
Non-current portion of loans receivable	-	-	128,200,573
Office equipment, and leasehold improvement, net of accumulated depreciation and amortization	522,085	-	-
Total non-current assets	522,085	-	129,490,820
Total assets	5,620,058	3,700,227	260,954,426

2014 FINANCIAL STATEMENTS

Bond Series Program Funds	Bond Series Escrow Funds	Totals	Eliminating Entries		Total FY 2014
			Debit	Credit	
\$ -	\$ 12,512,471	\$ 99,101,990	\$ -	\$ -	\$ 99,101,990
-	-	1,531,363	-	-	1,531,363
8,423,364	17,470,895	28,731,594	-	-	28,731,594
-	-	-	-	-	-
82,905	-	91,043	-	-	91,043
1,489,777	-	10,495,051	-	-	10,495,051
-	-	5,175,577	-	(5,175,577)	-
8,604	24,651	105,224	-	-	105,224
1,930,622	-	35,581,652	-	-	35,581,652
648,193	-	1,635,012	-	-	1,635,012
2,333	999	408,114	-	-	408,114
12,585,798	30,009,016	182,856,620	-	(5,175,577)	177,681,043
-	7,911,426	8,882,628	-	-	8,882,628
3,569,380	-	3,888,425	-	-	3,888,425
11,792,794	-	139,993,367	-	-	139,993,367
-	-	522,085	-	-	522,085
15,362,174	7,911,426	153,286,505	-	-	153,286,505
27,947,972	37,920,442	336,143,125	-	(5,175,577)	330,967,548

OHIO HOUSING FINANCE AGENCY
 General Fund
 Statement of Net Position
 June 30, 2014

	Operating Funds	Admin. Fee Funds	General Program Funds
LIABILITIES AND NET POSITION			
Current liabilities			
Current portion of accounts payable and other	\$ 1,776,817	\$ -	\$ 30,963,351
Current portion of intergovernmental accounts payable	1,513	-	5,174,064
Deposits held	249,139	-	884,381
Current portion of unearned revenue	-	358,383	1,944,211
Total current liabilities	2,027,469	358,383	38,966,007
Non-current liabilities			
Non-current portion of accounts payable and other	831,322	-	119,219,370
Non-current portion of unearned revenue	-	1,364,555	18,027,938
Total non-current liabilities	831,322	1,364,555	137,247,308
Total liabilities	2,858,791	1,722,938	176,213,315
NET POSITION			
Net invested in capital assets	522,085	-	-
Unrestricted	2,239,182	1,977,289	84,741,111
Total net position	2,761,267	1,977,289	84,741,111
Total liabilities, deferred inflows of resources and net position	\$ 5,620,058	\$ 3,700,227	\$ 260,954,426

2014 FINANCIAL STATEMENTS

Bond Series Program Funds	Bond Series Escrow Funds	Totals	Eliminating Entries		Total FY 2014
			Debit	Credit	
\$ 27,743	\$ -	\$ 32,767,911	\$ -	\$ -	\$ 32,767,911
-	-	5,175,577	(5,175,577)	-	-
500,000	-	1,633,520	-	-	1,633,520
1,042	-	2,303,636	-	-	2,303,636
528,785	-	41,880,644	(5,175,577)	-	36,705,067
-	-	120,050,692	-	-	120,050,692
-	-	19,392,493	-	-	19,392,493
-	-	139,443,185	-	-	139,443,185
528,785	-	181,323,829	(5,175,577)	-	176,148,252
-	-	522,085	-	-	522,085
27,419,187	37,920,442	154,297,211	-	-	154,297,211
27,419,187	37,920,442	154,819,296	-	-	154,819,296
\$ 27,947,972	\$ 37,920,442	\$ 336,143,125	\$ (5,175,577)	\$ -	\$ 330,967,548

OHIO HOUSING FINANCE AGENCY

General Fund

Statement of Revenues, Expenses and Changes in Net Position
Period Ended June 30, 2014

	Operating Funds	Admin. Fee Funds	General Program Funds
OPERATING REVENUES			
INTEREST AND INVESTMENT INCOME:			
Loans	\$ -	\$ -	\$ 2,068,503
Mortgage-backed securities	-	-	19,163
Investments	913	899	254,572
Net inc (dec) in the fair value of investment, mortgage-backed securities, and derivatives	-	-	(86,552)
Total interest and investment income	913	899	2,255,686
OTHER INCOME:			
Administrative fees	88,096	1,798,191	575,837
Service fees and other	4,805,303	365,483	5,206,881
Other grant revenue	36,812	-	26,624
HTF grant and loan revenue	-	-	16,389,651
Total other income	4,930,211	2,163,674	22,198,993
Total operating revenues	4,931,124	2,164,573	24,454,679
OPERATING EXPENSES:			
Interest Expense	-	-	-
Payroll and benefits	12,174,046	-	-
Contracts	1,889,302	-	-
Maintenance	295,043	-	-
Rent or lease	917,881	-	-
Purchased services	102,007	-	-
Trustee expense and agency fees	25,092	-	4,274
OHFA contribution to bond issues	-	-	-
Insurance and other	3,520,433	-	1,502,358
Other grant expense	36,812	-	26,624
HTF grant and loan expense	-	-	16,389,651
Total operating expenses	18,960,616	-	17,922,907
Income over (under) expenses before transfer	(14,029,492)	2,164,573	6,531,772
Transfer in (out)	13,939,758	(1,687,346)	(18,802,412)
Net income (loss)	(89,734)	477,227	(12,270,640)
Net position, beginning of year	2,851,001	1,500,062	97,011,751
Net position, end of year	\$ 2,761,267	\$ 1,977,289	\$ 84,741,111

2014 FINANCIAL STATEMENTS

Bond Series Program Funds	Bond Series Escrow Funds	Totals	Eliminating Entries		Total FY 2014
			Debit	Credit	
\$ 1,834,816	\$ -	\$ 3,903,319	\$ -	\$ -	\$ 3,903,319
89,725	-	108,888	-	-	108,888
1,005	108,727	366,116	-	-	366,116
(76,846)	91,653	(71,745)	-	-	(71,745)
1,848,700	200,380	4,306,578	-	-	4,306,578
4,304,822	-	6,766,946	-	-	6,766,946
3,023,235	15,091,365	28,492,267	-	-	28,492,267
-	-	63,436	-	-	63,436
-	-	16,389,651	-	-	16,389,651
7,328,057	15,091,365	51,712,300	-	-	51,712,300
9,176,757	15,291,745	56,018,878	-	-	56,018,878
-	-	-	-	-	-
-	-	12,174,046	-	-	12,174,046
-	-	1,889,302	-	-	1,889,302
-	-	295,043	-	-	295,043
-	-	917,881	-	-	917,881
-	-	102,007	-	-	102,007
13,351	1,500	44,217	-	-	44,217
3,336,602	-	3,336,602	-	-	3,336,602
269,173	-	5,291,964	-	-	5,291,964
-	-	63,436	-	-	63,436
-	-	16,389,651	-	-	16,389,651
3,619,126	1,500	40,504,149	-	-	40,504,149
5,557,631	15,290,245	15,514,729	-	-	15,514,729
(5,932,785)	12,482,785	-	-	-	-
(375,154)	27,773,030	15,514,729	-	-	15,514,729
27,794,341	10,147,412	139,304,567	-	-	139,304,567
\$ 27,419,187	\$ 37,920,442	\$ 154,819,296	\$ -	\$ -	\$ 154,819,296

OHIO HOUSING FINANCE AGENCY
 General Fund
 Statement of Cash Flows
 Period Ended June 30, 2014

	Operating Funds	Admin. Fee Funds	General Program Funds
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash collected from mortgage-backed securities principal	\$ -	\$ -	\$ 452,921
Cash collected from program loans principal	-	-	40,630,665
Cash received from investment interest and mortgage-backed	913	899	328,458
Cash received from program loans interest	-	-	2,114,116
Cash received from administrative fees	88,095	722,206	476,379
Cash received from service fees and other	4,781,910	7,100	8,110,756
Cash received from other grants	249,983	-	814
Cash received from intergovernmental receivable	2,787	-	11,421,229
Cash received from transfers in	25,544,758	-	4,505,140
Payments to purchase mortgage-backed securities	-	-	-
Payments to purchase program loans	-	-	(16,169,580)
Payments for trustee expense and agency fees	(25,092)	-	(4,273)
Payments for payroll and benefits	(12,174,046)	-	-
Payments for contracts	(1,889,302)	-	-
Payments for maintenance	(295,043)	-	-
Payments for rent or lease	(917,881)	-	-
Payments for purchased services	(102,007)	-	-
Payments for new OHFA bond issues	-	-	-
Payments for insurance and other	(2,690,322)	-	(19,287,295)
Payments for other grants	(36,812)	-	(26,624)
Payments for intergovernmental payable	(6,675)	-	(11,419,941)
Payments for transfer out	(11,605,000)	(1,687,346)	(23,307,552)
Net cash provided (used) by operating activities	926,266	(957,141)	(2,174,787)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Cash received from sale of capital assets	6,400	-	-
Payments to acquire capital assets and leasehold improvemer	(424,946)	-	-
Net cash provided (used) by capital and related financing e	(418,546)	-	-
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	507,720	(957,141)	(2,174,787)
Cash and cash equivalents, beginning of year	880,478	3,441,920	89,260,027
Cash and cash equivalents, end of year	\$ 1,388,198	\$ 2,484,779	\$ 87,085,240

2014 FINANCIAL STATEMENTS

Bond Series Program Funds	Bond Series Escrow Funds	Totals	Eliminating Entries		Total FY 2014
			Debit	Credit	
\$ 334,771	\$ -	\$ 787,692	\$ -	\$ -	\$ 787,692
1,394,846	-	42,025,511	-	-	42,025,511
83,554	110,260	524,084	-	-	524,084
1,791,084	-	3,905,200	-	-	3,905,200
3,937,157	-	5,223,837	-	-	5,223,837
3,577,893	15,091,365	31,569,024	-	-	31,569,024
-	-	250,797	-	-	250,797
289,732	-	11,713,748	-	(11,713,748)	-
5,909,508	12,782,785	48,742,191	-	-	48,742,191
(3,670,555)	-	(3,670,555)	-	-	(3,670,555)
(1,441,859)	-	(17,611,439)	-	-	(17,611,439)
(13,350)	(1,500)	(44,215)	-	-	(44,215)
-	-	(12,174,046)	-	-	(12,174,046)
-	-	(1,889,302)	-	-	(1,889,302)
-	-	(295,043)	-	-	(295,043)
-	-	(917,881)	-	-	(917,881)
-	-	(102,007)	-	-	(102,007)
(3,336,602)	-	(3,336,602)	-	-	(3,336,602)
(1,621,744)	-	(23,599,361)	-	-	(23,599,361)
-	-	(63,436)	-	-	(63,436)
(4,347)	(282,785)	(11,713,748)	11,713,748	-	-
(11,842,293)	(300,000)	(48,742,191)	-	-	(48,742,191)
(4,612,205)	27,400,125	20,582,258	11,713,748	(11,713,748)	20,582,258
-	-	6,400	-	-	6,400
-	-	(424,946)	-	-	(424,946)
-	-	(418,546)	-	-	(418,546)
-	-	-	-	-	-
-	1,110,222	1,110,222	-	-	1,110,222
-	1,110,222	1,110,222	-	-	1,110,222
(4,612,205)	28,510,347	21,273,934	-	-	21,273,934
13,035,569	1,473,019	108,091,013	-	-	108,091,013
\$ 8,423,364	\$ 29,983,366	\$ 129,364,947	\$ -	\$ -	\$ 129,364,947

OHIO HOUSING FINANCE AGENCY
 General Fund
 Statement of Cash Flows
 Period Ended June 30, 2014

	Operating Funds	Admin. Fee Funds	General Program Funds
Reconciliation of operating income to net cash provided			
(used) by operating activities			
Operating income	\$ (89,734)	\$ 477,227	\$ (12,270,640)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Amortization of loan (discount) premium	-	-	-
Net (inc.) dec. in the fair value of investments, mortgage-back	-	-	86,551
Office equipment depreciation and leasehold amortization	458,323	-	-
(Gain) loss on disposal of equipment	(6,399)	-	-
Amounts loaned under agency programs	-	-	(15,983,899)
Amounts collected - program loans	-	-	40,454,553
Purchases - mortgage-backed securities	-	-	-
Principal received on mortgage-backed securities	-	-	452,921
Decrease (increase) in intergovernmental accounts receivable	(1,900)	-	10,405,022
Decrease (increase) in accounts receivable	(16,993)	(1,075,985)	992,049
Decrease (increase) in interest receivable on investments and	-	-	54,726
Decrease (increase) in interest receivable on loans	-	-	45,614
Decrease (increase) in prepaid insurance and other	(141,182)	-	2
Increase (decrease) in intergovernmental accounts payable	(1,989)	-	(10,403,733)
Increase (decrease) in accounts payable and other	512,970	-	(17,643,192)
Increase (decrease) in deposits held	213,170	-	(23,541)
Increase (decrease) in unearned revenue	-	(358,383)	1,658,780
Net cash provided (used) by operating activities	\$ 926,266	\$ (957,141)	\$ (2,174,787)

2014 FINANCIAL STATEMENTS

Bond Series Program Funds	Bond Series Escrow Funds	Totals	Eliminating Entries		Total FY 2014
			Debit	Credit	
\$ (375,154)	\$ 27,773,030	\$ 15,514,729	-	-	\$ 15,514,729
-	-	-	-	-	-
76,845	(91,652)	71,744	-	-	71,744
-	-	458,323	-	-	458,323
-	-	(6,399)	-	-	(6,399)
(2,638,213)	-	(18,622,112)	-	-	(18,622,112)
1,394,846	-	41,849,399	-	-	41,849,399
(3,670,555)	-	(3,670,555)	-	-	(3,670,555)
334,771	-	787,692	-	-	787,692
285,485	-	10,688,607	(10,688,607)	-	-
31,228	-	(69,701)	-	-	(69,701)
(7,179)	1,532	49,079	-	-	49,079
(43,732)	-	1,882	-	-	1,882
(2)	-	(141,182)	-	-	(141,182)
(100)	(282,785)	(10,688,607)	-	10,688,607	-
(445)	-	(17,130,667)	-	-	(17,130,667)
-	-	189,629	-	-	189,629
-	-	1,300,397	-	-	1,300,397
\$ (4,612,205)	\$ 27,400,125	\$ 20,582,258	\$ (10,688,607)	\$ 10,688,607	\$ 20,582,258

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OHIO HOUSING FINANCE AGENCY
 Federal Fund
 Statement of Net Position
 June 30, 2014

	Housing Assistance Payments
ASSETS	
Current assets	
Restricted Cash	\$ -
Current portion of restricted investments, at fair value	-
Accounts receivable	-
Current portion of loans receivable	-
Interest receivable on loans	-
Total current assets	-
Non-current assets	
Non-current portion of investments, at fair value	-
Non-current portion of loans receivable	-
Total non-current assets	-
Total assets	-

2014 FINANCIAL STATEMENTS

	HOME	FAF	Foreclosure Mitigation	Housing Counseling	Tax Credit Assistance Program
\$	-	\$ 1,229,346	\$ 27,518	\$ 13,304	\$ 30,438,004
	194,948	-	222,850	-	-
	-	-	-	-	7,629,861
	-	-	-	-	3,735
	194,948	1,229,346	250,368	13,304	38,071,600
	-	-	-	-	-
	-	1,080,410	-	-	45,785,505
	-	1,080,410	-	-	45,785,505
	194,948	2,309,756	250,368	13,304	83,857,105

OHIO HOUSING FINANCE AGENCY
 Federal Fund
 Statement of Net Position
 June 30, 2014

	Housing Assistance Payments
LIABILITIES AND NET POSITION	
Current liabilities	
Current portion of accounts payable and other	\$ -
Deposits held	-
Current portion of unearned revenue	-
Total current liabilities	-
Non-current liabilities	
Non-current portion of accounts payable and other	-
Total non-current liabilities	-
Total liabilities	-
NET POSITION	
Restricted - federal funds	-
Total net position	-
Total liabilities, deferred inflows of resources and net position	\$ -

2014 FINANCIAL STATEMENTS

	HOME	FAF	Foreclosure Mitigation	Housing Counseling	Tax Credit Assistance Program
\$	194,948	-	250,368	-	-
	-	-	-	13,304	3,598
	-	396,558	-	-	-
	194,948	396,558	250,368	13,304	3,598
	-	-	-	-	-
	-	-	-	-	-
	194,948	396,558	250,368	13,304	3,598
	-	1,913,198	-	-	83,853,507
	-	1,913,198	-	-	83,853,507
\$	194,948	2,309,756	250,368	13,304	83,857,105

OHIO HOUSING FINANCE AGENCY
 Federal Fund
 Statement of Net Position
 June 30, 2014

	Neighborhood Stabilization Program	MHA Outreach and Intake	Totals
ASSETS			
Current assets			
Restricted Cash	\$ -	\$ 1,147	\$ 31,709,319
Current portion of restricted investments, at fair value	-	-	-
Accounts receivable	-	-	417,798
Current portion of loans receivable	-	-	7,629,861
Interest receivable on loans	-	-	3,735
Total current assets	-	1,147	39,760,713
Non-current assets			
Non-current portion of investments, at fair value	-	-	-
Non-current portion of loans receivable	20,134,256	-	67,000,171
Total non-current assets	20,134,256	-	67,000,171
Total assets	20,134,256	1,147	106,760,884

OHIO HOUSING FINANCE AGENCY
 Federal Fund
 Statement of Net Position
 June 30, 2014

	Neighborhood Stabilization Program	MHA Outreach and Intake	Total FY 2014
LIABILITIES AND NET POSITION			
Current liabilities			
Current portion of accounts payable and other	\$ -	\$ -	\$ 445,316
Deposits held	-	1,147	18,049
Current portion of unearned revenue	-	-	396,558
Total current liabilities	-	1,147	859,923
Non-current liabilities			
Non-current portion of accounts payable and other	-	-	-
Total non-current liabilities	-	-	-
Total liabilities	-	1,147	859,923
NET POSITION			
Restricted - federal funds	20,134,256	-	105,900,961
Total net position	20,134,256	-	105,900,961
Total liabilities, deferred inflows of resources and net position	\$ 20,134,256	\$ 1,147	\$ 106,760,884

OHIO HOUSING FINANCE AGENCY
 Federal Fund
 Statement of Revenues, Expenses and Changes in Net Position
 Period Ended June 30, 2014

	Housing Assistance Payments
OPERATING REVENUES	
INTEREST AND INVESTMENT INCOME:	
Loans	\$ -
Investments	-
Total interest and investment income	-
OTHER INCOME:	
Federal financial assistance programs	250,560
Total other income	250,560
Total operating revenues	250,560
OPERATING EXPENSES:	
Federal financial assistance programs	250,560
Total operating expenses	250,560
Income over (under) expenses before transfer	-
Transfer in (out)	-
Net income (loss)	-
Net position, beginning of year	-
Net position, end of year	\$ -

2014 FINANCIAL STATEMENTS

	HOME	FAF	Foreclosure Mitigation	Housing Counseling	Tax Credit Assistance Program
\$	-	-	-	-	157,737
	-	-	-	-	33,238
	-	-	-	-	190,975
	4,087,299	-	945,899	(13,131)	-
	4,087,299	-	945,899	(13,131)	-
	4,087,299	-	945,899	(13,131)	190,975
	4,087,299	1,381,437	945,899	(13,131)	-
	4,087,299	1,381,437	945,899	(13,131)	-
	-	(1,381,437)	-	-	190,975
	-	-	-	-	-
	-	(1,381,437)	-	-	190,975
	-	3,294,635	-	-	83,662,532
\$	-	1,913,198	-	-	83,853,507

OHIO HOUSING FINANCE AGENCY
 Federal Fund
 Statement of Revenues, Expenses and Changes in Net Position
 Period Ended June 30, 2014

	Neighborhood Stabilization Program
OPERATING REVENUES	
INTEREST AND INVESTMENT INCOME:	
Loans	\$ -
Investments	-
Total interest and investment income	-
OTHER INCOME:	
Federal financial assistance programs	4,153,520
Total other income	4,153,520
Total operating revenues	4,153,520
OPERATING EXPENSES:	
Federal financial assistance programs	702,750
Total operating expenses	702,750
Income over (under) expenses before transfer	3,450,770
Transfer in (out)	-
Net income (loss)	3,450,770
Net position, beginning of year	16,683,486
Net position, end of year	\$ 20,134,256

MHA Outreach and Intake	Total FY 2014
\$ -	\$ 157,737
-	33,238
-	190,975
13,253	9,437,400
13,253	9,437,400
13,253	9,628,375
13,253	7,368,067
13,253	7,368,067
-	2,260,308
-	-
-	2,260,308
-	103,640,653
\$ -	\$ 105,900,961

OHIO HOUSING FINANCE AGENCY
 Federal Fund
 Statement of Cash Flows
 Period Ended June 30, 2014

	Housing Assistance Payments
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash collected from program loans principal	\$ -
Cash received from investment interest and mortgage-backed securities interest	-
Cash received from program loans interest	-
Cash received from service fees and other	25,095
Cash received from federal financial assistance programs	250,560
Payments to purchase program loans	-
Payments for insurance and other	(25,095)
Payments for federal financial assistance programs	(250,560)
Net cash provided (used) by operating activities	-
Net increase (decrease) in cash and cash equivalents	-
Cash and cash equivalents, beginning of year	-
Cash and cash equivalents, end of year	\$ -

2014 FINANCIAL STATEMENTS

	HOME	FAF	Foreclosure Mitigation	Housing Counseling	Tax Credit Assistance Program
\$	-	\$ -	\$ -	\$ -	\$ 14,239,039
	-	-	-	-	33,238
	-	-	-	-	157,009
	-	83,725	27,516	13,131	504
	-	-	945,899	(13,131)	-
	-	-	-	-	(2,916,623)
	-	-	-	-	3,094
	-	(1,381,437)	(945,899)	13,131	-
	-	(1,297,712)	27,516	13,131	11,516,261
	-	(1,297,712)	27,516	13,131	11,516,261
	-	2,527,058	2	173	18,921,743
\$	-	\$ 1,229,346	\$ 27,518	\$ 13,304	\$ 30,438,004

OHIO HOUSING FINANCE AGENCY
 Federal Fund
 Statement of Cash Flows
 Period Ended June 30, 2014

	Housing Assistance Payments
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:	
Amounts loaned under agency programs	-
Amounts collected - program loans	-
Decrease (increase) in accounts receivable	-
Decrease (increase) in interest receivable on loans	-
Increase (decrease) in accounts payable and other	-
Increase (decrease) in deposits held	-
Increase (decrease) in unearned revenue	-
Net cash provided (used) by operating activities	\$ -

HOME	FAF	Foreclosure Mitigation	Housing Counseling	Tax Credit Assistance Program
\$ -	\$ (1,381,437)	\$ -	\$ -	\$ 190,975
-	-	-	-	(2,916,623)
-	-	-	-	14,239,039
524,489	-	424,678	-	-
-	-	-	-	(728)
(524,489)	-	(397,160)	-	-
-	-	(2)	13,131	3,598
-	83,725	-	-	-
\$ -	\$ (1,297,712)	\$ 27,516	\$ 13,131	\$ 11,516,261

OHIO HOUSING FINANCE AGENCY
 Federal Fund
 Statement of Cash Flows
 Period Ended June 30, 2014

	Neighborhood Stabilization Program	MHA Outreach and Intake	Total FY 2014
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash collected from program loans principal	\$ -	\$ -	\$ 14,239,039
Cash received from investment interest and mortgage-backed securities interest	-	-	33,238
Cash received from program loans interest	-	-	157,009
Cash received from service fees and other	-	-	149,971
Cash received from federal financial assistance programs	-	13,253	1,196,581
Payments to purchase program loans	-	-	(2,916,623)
Payments for insurance and other	-	(13,253)	(35,254)
Payments for federal financial assistance programs	-	(13,253)	(2,578,018)
Net cash provided (used) by operating activities	-	(13,253)	10,245,943
Net increase (decrease) in cash and cash equivalents	-	(13,253)	10,245,943
Cash and cash equivalents, beginning of year	-	14,400	21,463,376
Cash and cash equivalents, end of year	\$ -	\$ 1,147	\$ 31,709,319

OHIO HOUSING FINANCE AGENCY
 Federal Fund
 Statement of Cash Flows
 Period Ended June 30, 2014

	Neighborhood Stabilization Program	MHA Outreach and Intake	Total FY 2014
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating income	\$ 3,450,770	\$ -	\$ 2,260,308
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Amounts loaned under agency programs	(3,450,770)	-	(6,367,393)
Amounts collected - program loans	-	-	14,239,039
Decrease (increase) in accounts receivable	-	-	949,167
Decrease (increase) in interest receivable on loans	-	-	(728)
Increase (decrease) in accounts payable and other	-	-	(921,649)
Increase (decrease) in deposits held	-	(13,253)	3,474
Increase (decrease) in unearned revenue	-	-	83,725
Net cash provided (used) by operating activities	\$ -	\$ (13,253)	\$ 10,245,943

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Ohio Housing Finance Agency

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2014

**Ohio Housing Finance Agency
Schedule of Expenditures of Federal Awards
By Federal Agency and Federal Program
For the Period Ended June 30, 2014**

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 \$ 275,655

14. UNKNOWN Section 8 Financial Adjustment Factor Program 1,381,437

14.239 HOME Investment Partnership Program 4,299,841
Pass-through from the Ohio Development Services Agency

14.218 Community Development Block Grant/Entitlement Grants 4,179,554
Pass-through from the Ohio Development Services Agency

Total U.S. Department of Housing and Urban Development \$ 10,136,487

U.S. Department of Treasury

21.000 PL113-6X1350 Foreclosure Mitigation Counseling Program \$ 954,017

21.000PL112-1095X1351 Foreclosure Mitigation Counseling Program 54,000
Pass-through from Neighborhood Reinvestment Corporation
(dba NeighborWorks America)

21.unknown MHA Outreach and Intake 13,253

Total U.S. Department of Treasury \$ 1,021,270

Total Expenditures \$ 11,157,757

UNKNOWN - An official CFDA number is not available for this program.
The accompanying notes are an integral part of this schedule.

Ohio Housing Finance Agency

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2014

NOTE 1 - BASIS OF PRESENTATION

The information in this schedule adheres to the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*. Some amounts presented in this schedule may vary from amounts presented in, or used in the preparation of, the basic financial statements. The Schedule uses the accrual basis of accounting wherein revenues are recognized when earned and expenses when incurred.

OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, revised June 26, 2007, requires a Schedule of Expenditures of Federal Awards (Schedule). OHFA reports this information by both 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)*.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**Restricted Net Position**

Net position is restricted for allowable federal program expenditures.

Administrative Fees

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.

OHFA receives funds from Neighborworks for the National Foreclosure Mitigation Counseling grant program. OHFA records the operational oversight funds as administrative fees earned in the administration of the counseling program.

The Community Development Block (CDBG) Entitlement Grants Program provides OHFA with administrative fees used to pay both administrative expenses and environmental review/contractor fees.

Both the administrative fee and the operation oversight fee are considered a "fee-for-service" under OMB Circular A-87 A(2)(b), not a "cost reimbursement" grant, and are available to OHFA for program expenses as outlined in Ohio Revised Code 175.02. For fiscal year 2014, the HAP administrative fee earned is \$25,095; the earned operational oversight fee for NFMC is \$58,818; and the CDBG administrative fee earned is \$26,034.

NOTE 3 - 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, 2014, outstanding FHA-insured loans totaled \$51,564.

Ohio Housing Finance Agency

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2014

NOTE 4 - SUBRECIPIENTS

OHFA provided federal awards to subrecipients for the National Foreclosure Mitigation Counseling Program in the amount of \$949,199.

NOTE 5 - LOANS RECEIVABLE

OHFA provided one recipient a loan under the CDBG Program totaling \$3,450,770.

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
REQUIRED BY GOVERNMENT AUDITING STANDARDS**

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

To the Board of Directors:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the Single-Family Mortgage Revenue Program Fund, General Fund, and Federal Program Fund of the Ohio Housing Finance Agency, Franklin County, Ohio ("OHFA") as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise OHFA's basic financial statements and have issued our report thereon dated September 24, 2014.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered OHFA's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of OHFA's internal control. Accordingly, we have not opined on it.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. *A material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of OHFA's financial statements. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

Compliance and Other Matters

As part of reasonably assuring whether OHFA's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, opining on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

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Ohio Housing Finance Agency
Independent Auditor's Report on Internal Control
Over Financial Reporting and on Compliance and
Other Matters Required by *Government Auditing Standards*
Page 2

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of OHFA's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering OHFA's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

KENNEDY COTTRELL RICHARDS LLC



Columbus, Ohio
September 24, 2014

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Gahanna, OH 43230



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

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

To the Board of Directors:

Report on Compliance for Each Major Federal Program

We have audited the Ohio Housing Finance Agency's ("OHFA") compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement that could directly and materially affect each of OHFA's major federal programs for the year ended June 30, 2014. The Summary of Audit Results in the accompanying schedule of findings identifies OHFA's major federal programs.

Management's Responsibility

OHFA's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to opine on OHFA's compliance for each of OHFA's major federal programs based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about OHFA's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our compliance opinion on OHFA's major programs. However, our audit does not provide a legal determination of OHFA's compliance.

Opinion on Each Major Federal Program

In our opinion, the Ohio Housing Finance Agency complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

OHFA's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered OHFA's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with

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Ohio Housing Finance Agency
Independent Auditor's Report on Compliance with Requirements
Applicable to Each Major Federal Program and on Internal Control
Over Compliance Required by OMB Circular A-133
Page 2

OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of OHFA's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This report only describes the scope of our internal control compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

KENNEDY COTTRELL RICHARDS LLC



Columbus, Ohio
September 24, 2014

OHIO HOUSING FINANCE AGENCY

SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505

JUNE 30, 2014

1. SUMMARY OF AUDIT RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(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	Unmodified
(d)(1)(vi)	Are there any reportable findings under § .510(a) of Circular A-133?	No
(d)(1)(vii)	Major Programs (list):	Section 8 Housing Assistance Payments Program – CFDA 14.195 Section 8 Financial Adjustment Factor Program – CFDA 14.UNKNOWN Community Development Block Grant/Entitlement Grants – CFDA 14.218
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$334,733 Type B: All others
(d)(1)(ix)	Low Risk Auditee?	No

OHIO HOUSING FINANCE AGENCY

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505**

JUNE 30, 2014

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.



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The Ohio Housing Finance Agency is an Equal Opportunity Housing entity. Loans are available on a fair and equal basis regardless of race, color, religion, sex, familial status, national origin, military status, disability or ancestry. Please visit www.ohiohome.org for more information.





Dave Yost • Auditor of State

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
OCTOBER 21, 2014**