
2008
AUDITED
FINANCIAL
STATEMENTS

# Financial Statements with Independent Accountant's Report

Fiscal Year Ending
06.30.08

ohiohousingfinanceagency 25
25TH ANNIVERSARY | 1983-2008

Mary Taylor, CPA
Auditor of State

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

We have reviewed the *Independent Auditor's Report* of the Ohio Housing Finance Agency, Franklin County, prepared by Kennedy Cottrell Richards LLC, for the audit period July 1, 2007 through June 30, 2008. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

Mary Taylor

Mary Taylor, CPA
Auditor of State

November 21, 2008

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## Financial Section

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# INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the Single Family Mortgage Revenue Program Fund, Multi-Family Mortgage Revenue Program Fund, General Fund, and Federal Program Fund of the Ohio Housing Finance Agency (the Agency), as of and for the year ended June 30, 2008, which collectively comprise the Agency's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Agency's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Single Family Mortgage Revenue Program Fund, Multi-Family Mortgage Revenue Program Fund, General Fund, and Federal Program Fund of the Ohio Housing Finance Agency as of June 30, 2008, and the respective changes in financial position and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 25, 2008, on our consideration of the Agency's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grants, and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing in internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards.* You should read it in conjunction with this report in assessing the results of our audit.

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

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

KENNEDY COTTRELL RICHARDS LLC

Kennedy Cottrell Richards LLC

September 25, 2008

**OHIO HOUSING FINANCE AGENCY**
Management's Discussion and Analysis
June 30, 2008
Unaudited

This section of the annual financial report for the Ohio Housing Finance Agency (OHFA) presents our discussion and analysis of financial performance during the fiscal year ended on June 30, 2008, in relation to June 30, 2007. The selected financial data presented were derived from the financial statements of OHFA that were audited by the firm of Kennedy Cottrell Richards LLC for fiscal years 2008 and 2007. This information is being presented to provide additional information regarding the activities of OHFA and to meet certain disclosure requirements of the Government Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management Discussion Analysis – for State and Local Governments*. OHFA is a self-supporting entity and follows enterprise fund reporting and accordingly, the financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Enterprise fund statements offer short-term and long-term financial information about OHFA's activities. The Report of the Independent Accountants, financial statements, accompanying notes and supplementary information should be read in conjunction with the following discussion.

**Financial Highlights**

The following is a comparative analysis between the years ended June 30, 2008, and June 30, 2007. The items presented are key financial aspects of OHFA's operations.

| | As of June 30, 2008 | As of June 30, 2007 | Dollar Change | Percentage Change |
|---|---|---|---|---|
| Cash | $ 40,245,048 | $ 29,851,708 | $ 10,393,340 | 34.8% |
| Investments, at fair value | 693,748,420 | 588,432,080 | 105,316,340 | 17.9% |
| Mortgage-backed securities, at fair value | 2,965,755,878 | 2,368,127,385 | 597,628,493 | 25.2% |
| Loans receivable | 446,165,274 | 404,815,232 | 41,350,042 | 10.2% |
| Capital assets | 1,424,825 | 1,615,967 | (191,142) | -11.8% |
| Total assets | 4,205,614,663 | 3,445,062,662 | 760,552,001 | 22.1% |
| Bonds payable | 3,655,916,158 | 3,003,023,898 | 652,892,260 | 21.7% |
| Current liabilities | 183,650,123 | 177,562,067 | 6,088,056 | 3.4% |
| Non-current liabilities | 3,787,571,459 | 3,116,727,136 | 670,844,323 | 21.5% |
| Total liabilities | 3,971,221,582 | 3,294,289,203 | 676,932,379 | 20.5% |
| Net assets, restricted | 86,154,873 | 19,315,161 | 66,839,712 | 346.0% |
| Net assets, unrestricted | 146,813,383 | 129,842,331 | 16,971,052 | 13.1% |
| Total net assets | 234,393,081 | 150,773,459 | 83,619,622 | 55.5% |
| Change in fair value of investments (GASB 31) | 54,190,431 | (31,007,040) | 85,197,471 | 274.8% |
| Operating revenue | 310,679,116 | 226,356,331 | 84,322,785 | 37.3% |
| Operating expenses | 227,059,494 | 231,102,947 | (4,043,453) | -1.7% |
| Net income | 83,619,622 | (4,746,616) | 88,366,238 | 1861.7% |

Comments:

- Cash balances increased $10.4 million primarily due to funds provided by the Ohio Department of Commerce for loans to be made through the Housing Development program and increased receipts from reservation and compliance fees collected in the Housing Tax Credit program.
- Investments, at fair value, increased $105.3 million primarily due to temporary investments of bond proceeds from new bond issues used to finance First-Time Homebuyer loans in the Single Family Program, to acquire/renovate multi-family rental properties, and to fund loans to certain public housing authorities to accelerate renovations and repairs of public housing developments in the Multi-Family Program. These investment balance increases were partially offset by purchases of mortgage-backed securities, scheduled debt payments, early redemptions, and refunding of various bond series.

- Mortgage-backed securities, at fair value, increased $597.6 million, including a favorable fair value change of approximately $85.2 million, in mortgage-backed securities resulting from changes in market interest rates during the reporting period. The increased amount is substantially due to the purchase of such securities in the Single Family Program (after pooling residential mortgage loans purchased from banks participating in OHFA's First-time Homebuyer program) and increases in the Multi-Family Program primarily due to increased amounts of mortgage notes held after financing the costs of acquiring or renovating rental property facilities through new bond issues. See Note 5 for more information on fair value of investments.

- Loans receivable increased by $41.4 million due to increased loan activity to developers for the acquisition and renovation of multi-family rental properties in the Multi-Family Program for approximately $14.2 million and increased loans due to more loan closings in the OHFA 2nd Mortgage Loan and the Housing Development Fund program for approximately $27.9 million offset by a decrease in the Single Family Program of approximately $0.7 million.

- Capital assets (equipment and leasehold improvements) decreased by $0.2 million due to a larger increase in accumulated depreciation relative to the net increase in capital additions.

- Total assets increased by $760.6 million primarily due to increases in mortgage-backed securities, investments, cash balances, and loans receivable, as described in detailed comments above.

- Bonds payable increased $652.9 million. The change in the Single Family Program primarily consists of $815.0 million of new bonds issued to meet the Single Family Program demand and approximately $82.6 million of draws made from Series 2007 Demand Draw bonds. These increases were partially offset by payments made, of approximately $305.8 million, to redeem bonds. Additionally, changes in the Multi-Family Program are in due in part to approximately $84.3 million of new bonds issued, including the Capital Fund Financing Program where approximately $39.5 million were issued for accelerated renovation and repairs of certain public housing developments. Other bonds issued were approximately $44.8 million to meet increased demand for the acquisition and renovation of multi-family rental properties. These increases were partially offset by bond redemptions of approximately $18.6 million. See Notes 8, 9, 10 and 11 for more information.

- Total liabilities increased by $676.9 million, largely due to increases in bonds payable discussed above and due to increases in other liabilities, primarily accounts payable, interest payable, and deferred revenues.

- Total net assets, increased by $83.6 million, or 55.5%, primarily due to increases in fair value of mortgage-backed securities held, due to changes in market rates in FY 2008 as compared to changes in market rates for similar securities in FY 2007. This increase in fair value is an unrealized gain and is included in restricted net assets for the Single and Multi-Family programs. See Note 5 for more information.

- Operating revenues increased $84.3 million primarily due to a favorable change in fair value of mortgage-backed securities resulting from changes in market interest rates (approximately $54.2 million in unrealized gain in FY 2008 compared to an approximate unrealized loss of $31.0 million in FY 2007). In addition, increased mortgage-backed securities' interest income of approximately $38.5 million from larger portfolios of Single and Multi-Family program securities outstanding, plus increased loan interest income of approximately $1.9 million, primarily due to more loans made in the Multi-Family program, and increases in Other income of $2.8 million primarily due to increased Housing Trust Fund (HTF) grant and loan revenues in the General Fund. These increases were essentially offset by lower pass-through revenues (matched by lower pass-through expenses, referenced in the operating expenses comments below) of $42.4 million in the Federal financial assistance program in the Federal Program Fund due to the transfer of 101 HUD Section 8 projects from OHFA to another contract administrator, effective at the beginning of FY 2008.

- Operating expenses decreased $4.0 million primarily due to a $1.7 million decrease in General Fund contributions to the Single Family Program's bond issues, lower pass-through expenses of approximately $42.4 million related to the transfer of HUD Section 8 properties discussed above, all of which were partially offset by increased interest expense of $35.1 million from Single and Multi-Family bonds issued during FY 2008, increased trustee, agency, and servicer fees of $2.0 million, and increased other operating expenses of $3.0 million, primarily related to increased Housing Trust Fund grant and loan expenses.

- Net income increased $88.4 million primarily due to the improved fair value change of approximately $85.2 million for mortgage-backed securities, coupled with a decrease in total operating expenses of $4.0 million.

**Operating Activities**

Interest income on mortgage-backed securities, loans and investments represents the significant source of operating revenues for OHFA.

OHFA's Revenues and Expenses were:

| | FY 2008 | FY 2007 | Dollar Change | Percentage Change |
|---|---|---|---|---|
| **Operating Revenues:** | | | | |
| Loan interest income | $ 16,078,386 | $ 14,193,014 | $ 1,885,372 | 13.3% |
| Mortgage-backed securities interest income | 147,438,194 | 108,959,495 | 38,478,699 | 35.3% |
| Investment interest income | 31,753,604 | 31,803,627 | (50,023) | -0.2% |
| Other mortgage income - net | 351,968 | 1,936,546 | (1,584,578) | -81.8% |
| Federal financial assistance programs | 15,629,729 | 57,997,974 | (42,368,245) | -73.1% |
| Other income | 45,236,804 | 42,472,715 | 2,764,089 | 6.5% |
| Change in fair value of investments (GASB 31) | 54,190,431 | (31,007,040) | 85,197,471 | 274.8% |
| Total Operating Revenues | $ 310,679,116 | $ 226,356,331 | $ 84,322,785 | 37.3% |
| **Operating Expenses:** | | | | |
| Interest expense | $ 163,900,011 | $ 128,792,602 | $ 35,107,409 | 27.3% |
| Trustee, agency, servicer and other fees | 8,134,379 | 6,021,574 | 2,112,805 | 35.1% |
| OHFA contribution to bond issues | 5,797,556 | 7,496,659 | (1,699,103) | -22.7% |
| General and administrative | 11,344,907 | 11,587,658 | (242,751) | -2.1% |
| Federal financial assistance programs | 15,629,729 | 57,997,974 | (42,368,245) | -73.1% |
| Other expense | 22,252,912 | 19,206,480 | 3,046,432 | 15.9% |
| Total Operating Expenses | $ 227,059,494 | $ 231,102,947 | $ (4,043,453) | -1.7% |
| Net Income | $ 83,619,622 | $ (4,746,616) | $ 88,366,238 | 1861.7% |

Discussion of Net Income Change:

| FY 2008 and FY 2007 | Single Family Program | Multi-Family Program | General Fund | Federal Program Fund | Total |
|---|---|---|---|---|---|
| Net income (loss) FY 2008 | $ 64,910,785 | $ 1,928,927 | $ 16,779,910 | $ - | $ 83,619,622 |
| GASB 31 FY 2008 fair value adjustment | (53,891,767) | (31,545) | (267,119) | - | (54,190,431) |
| Net income (loss) FY 2008 without the GASB 31 adjustment | $ 11,019,018 | $ 1,897,382 | $ 16,512,791 | $ - | $ 29,429,191 |
| | | | | | |
| Net income (loss) FY 2007 | $ (19,458,706) | $ (469,997) | $ 15,182,087 | $ - | $ (4,746,616) |
| GASB 31 FY 2007 fair value adjustment | 30,514,960 | 696,365 | (204,285) | - | 31,007,040 |
| Net income (loss) FY 2007 without the GASB 31 adjustment | $ 11,056,254 | $ 226,368 | $ 14,977,802 | $ - | $ 26,260,424 |
| | | | | | |
| FY 2008 change over FY 2007 | $ (37,236) | $ 1,671,014 | $ 1,534,989 | $ - | $ 3,168,767 |
| | | | | | |
| Changes explained by: | | | | | |
| Increase (decrease) in interest income | $ 37,092,882 | $ 3,655,753 | $ (434,587) | $ - | $ 40,314,048 |
| Increase in service fee and other income | - | - | 1,586,418 | - | 1,586,418 |
| (Increase) decrease in interest expense | (33,499,304) | (1,967,379) | 126,529 | - | (35,340,154) |
| Decrease in bond amortization expense | 229,684 | 3,064 | - | - | 232,748 |
| Contributions to bond series | (1,699,103) | - | 1,699,103 | - | - |
| (Increase) in trustee expense and agency fees | (2,028,722) | (87,798) | (271) | - | (2,116,791) |
| (Increase) decrease in insurance and other expense | (250,488) | 66,681 | (881,315) | - | (1,065,122) |
| Other increase (decrease) | 117,815 | 693 | (560,888) | - | (442,380) |
| Net change | $ (37,236) | $ 1,671,014 | $ 1,534,989 | $ - | $ 3,168,767 |

The Single Family Program increase in interest income of $37.0 million is largely due to more interest income from mortgage-backed securities resulting from a higher volume of mortgage loan originations and increased investment income from the temporary investment of new bond issue proceeds, all of which are partially offset by increased bond interest expense, net of bond amortization expense, of $33.3 million. The $1.7 million decrease in program contributions from the General Fund to finance certain bond program costs in the Single Family Program is due to the lower total volume of new bonds issued during FY 2008. Increased trustee expense and agency fees of $2.0 million resulted from increased bonds outstanding and mortgage-backed securities held.

The Multi-Family Program increase in net income of $1.7 million is primarily due to interest income from more loans and mortgage-backed securities held resulting from more loans made to developers to acquire or rehabilitate multi-family rental properties, coupled with increased investment income from the temporary investment of new bond issue proceeds, all of which are partially offset by increased bond interest expenses.

The General Fund decrease in interest income of $0.4 million is primarily due to lower short term interest rates resulting from federal funds rate cuts by the Federal Reserve in FY 2008, partially offset by larger loan income from increased loans made in both the Housing Development Fund and OHFA's 2nd Mortgage Loan program. The increase in service fees and other income of $1.6 million is largely due to a one-time close-out of an escrow account resulting in a favorable revenue amount of approximately $3.4 million, which is partially offset by lower servicer release fees of $1.8 million resulting from a lower volume of First-Time Homebuyer loans closed in FY 2008. The $1.7 million decrease in contributions to finance certain costs of issuing bonds is a result of lower bond volume in the Single Family Program. The increase in insurance and other expenses is primarily due to increases in general and administrative expenses of approximately $0.3 million and a one-time close-out cost of approximately $0.5 million related to closing an escrow account.

**Debt Administration**

OHFA recorded an increase in bonds payable, net of redemptions, of $652.9 million for both the Single and Multi-Family Programs. At June 30, 2008, OHFA had approximately $3655.9 million of bonds outstanding, comprised of $3346.3 million and $309.6 million in the Single and Multi-Family Programs, respectively. This debt is secured primarily by mortgage-backed securities issued by GNMA, Fannie Mae, and Freddie Mac. Other debt not covered by mortgage-backed securities is guaranteed by letters of credit or bond insurance agreements for each issue.

**New Business**

In the Single Family Program, OHFA issued $897.5 million of bonds. Subsequent to June 30, 2008, OHFA issued 2008 Series F-I in the amount of $175 million, and expects to issue 2008 Series J&K in the amount of $175 million. The variable rate bonds issued to date have been hedged with interest rate swap agreements.

In the Multi-Family Program, OHFA issued $84.3 million of bonds.

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

**Budget**

Effective on July 1, 2005, OHFA became a state agency separate from the Ohio Department of Development. The State of Ohio appropriates OHFA's spending authority for payroll and benefits. The OHFA Board approves its annual operating budget. As an independent agency, OHFA is a self-supporting organization related to the State of Ohio and not a part of the primary government. See Note 1 for additional information.

**Conclusion**

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

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**OHIO HOUSING FINANCE AGENCY**

**Statement of Net Assets**

**June 30, 2008**

| | Single Family Mortgage Revenue Program Fund | Multi-Family Mortgage Revenue Program Fund |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Cash | $ - | $ - |
| Restricted cash | - | 181,491 |
| Current portion of investments, at fair value | - | - |
| Current portion of restricted investments, at fair value | 546,272,529 | 55,444,616 |
| Current portion of mortgage-backed securities, at fair value | 109,505,185 | 11,300,474 |
| Accounts receivable | 129,429 | 3,100 |
| Interest receivable on investments and mortgage-backed securities | 16,459,265 | 1,220,486 |
| Current portion of loans receivable | 445,950 | 3,586,616 |
| Interest receivable on loans | 42,435 | 1,388,347 |
| Current portion of unamortized bond issue costs | 1,501,017 | 169,195 |
| Prepaid insurance and other | 61,512 | 583 |
| Total current assets | 674,417,322 | 73,294,908 |
| Non-current assets | | |
| Non-current portion of investments, at fair value | - | - |
| Non-current portion of restricted investments, at fair value | 1,106,791 | - |
| Non-current portion of mortgage-backed securities, at fair value | 2,785,551,279 | 56,130,310 |
| Non-current portion of loans receivable | 2,160,189 | 186,821,779 |
| Non-current portion of unamortized bond issue costs | 22,878,448 | 1,440,218 |
| Office equipment, and leasehold improvement, net of accumulated depreciation and amortization | - | - |
| Total non-current assets | 2,811,696,707 | 244,392,307 |
| Total assets | $ 3,486,114,029 | $ 317,687,215 |

*See accompanying notes to the financial statements.*

| | General Fund | | Federal Program Fund | | Total FY 2008 |
|---|---|---|---|---|---|
| $ | 34,185,275 | $ | - | $ | 34,185,275 |
| | 131,494 | | 5,746,788 | | 6,059,773 |
| | 56,730,884 | | - | | 56,730,884 |
| | - | | 4,765,541 | | 606,482,686 |
| | 112,067 | | - | | 120,917,726 |
| | 9,115,229 | | 1,793,505 | | 11,041,263 |
| | 380,447 | | - | | 18,060,198 |
| | 64,494,278 | | - | | 68,526,844 |
| | 1,613,014 | | - | | 3,043,796 |
| | - | | - | | 1,670,212 |
| | 78,988 | | - | | 141,083 |
| | 166,841,676 | | 12,305,834 | | 926,859,740 |
| | 29,428,059 | | - | | 29,428,059 |
| | - | | - | | 1,106,791 |
| | 3,156,563 | | - | | 2,844,838,152 |
| | 188,656,462 | | - | | 377,638,430 |
| | - | | - | | 24,318,666 |
| | 1,424,825 | | - | | 1,424,825 |
| | 222,665,909 | | - | | 3,278,754,923 |
| $ | 389,507,585 | $ | 12,305,834 | $ | 4,205,614,663 |

**OHIO HOUSING FINANCE AGENCY**

**Statement of Net Assets**

**June 30, 2008**

| | Single Family Mortgage Revenue Program Fund | Multi-Family Mortgage Revenue Program Fund |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ 4,103,639 | $ 197,575 |
| Interest payable | 49,509,089 | 3,038,393 |
| Current portion of bonds payable | 57,098,593 | 6,123,891 |
| Deposits held | - | 3,279,566 |
| Current portion of deferred revenue | 39,413 | - |
| Total current liabilities | 110,750,734 | 12,639,425 |
| Non-current liabilities | | |
| Non-current portion of accounts payable and other | 1,562,538 | - |
| Non-current portion of bonds payable | 3,289,230,964 | 303,462,710 |
| Total non-current liabilities | 3,290,793,502 | 303,462,710 |
| Total liabilities | 3,401,544,236 | 316,102,135 |
| Net assets | | |
| Invested in capital assets, net of related debt | - | - |
| Restricted - bond funds | 84,569,793 | 1,585,080 |
| Unrestricted | - | - |
| Total net assets | 84,569,793 | 1,585,080 |
| Total liabilities and net assets | $ 3,486,114,029 | $ 317,687,215 |

*See accompanying notes to the financial statements.*

| | General Fund | Federal Program Fund | Total FY 2008 |
|---|---|---|---|
| | $ 36,527,857 | $ 11,891,146 | $ 52,720,217 |
| | - | - | 52,547,482 |
| | - | - | 63,222,484 |
| | 647,515 | 414,688 | 4,341,769 |
| | 10,778,758 | - | 10,818,171 |
| | 47,954,130 | 12,305,834 | 183,650,123 |
| | | | |
| | 193,315,247 | - | 194,877,785 |
| | - | - | 3,592,693,674 |
| | 193,315,247 | - | 3,787,571,459 |
| | 241,269,377 | 12,305,834 | 3,971,221,582 |
| | | | |
| | 1,424,825 | - | 1,424,825 |
| | - | - | 86,154,873 |
| | 146,813,383 | - | 146,813,383 |
| | 148,238,208 | - | 234,393,081 |
| | $ 389,507,585 | $ 12,305,834 | $ 4,205,614,663 |

**OHIO HOUSING FINANCE AGENCY**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Single Family Mortgage Revenue Program Fund | Multi-Family Mortgage Revenue Program Fund |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ 363,407 | $ 10,411,914 |
| Mortgage-backed securities | 144,006,537 | 3,358,832 |
| Investments | 23,976,428 | 2,779,997 |
| Other mortgage income - net | 351,968 | - |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | 53,891,767 | 31,545 |
| Total interest and investment income | 222,590,107 | 16,582,288 |
| OTHER INCOME: | | |
| Administrative fees | - | - |
| Federal financial assistance programs | - | - |
| Service fees and other | - | - |
| HTF grant and loan revenue | - | - |
| Total other income | - | - |
| Total operating revenues | 222,590,107 | 16,582,288 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 149,490,758 | 14,409,253 |
| Payroll and benefits | - | - |
| Contracts | - | - |
| Maintenance | - | - |
| Rent or lease | - | - |
| Purchased services | - | - |
| Federal financial assistance programs | - | - |
| Trustee expense and agency fees | 7,862,523 | 225,574 |
| Mortgage servicing and administration fees | 15,356 | 13,534 |
| OHFA contribution to bond issues | - | - |
| Insurance and other | 310,685 | 5,000 |
| HTF grant and loan expense | - | - |
| Total operating expenses | 157,679,322 | 14,653,361 |
| Net income (loss) | 64,910,785 | 1,928,927 |
| Net assets, beginning of year | 19,659,008 | (343,847) |
| Net assets, end of year | $ 84,569,793 | $ 1,585,080 |

*See accompanying notes to the financial statements.*

| | General Fund | Federal Program Fund | Total FY 2008 |
|---|---|---|---|
| | $ 5,303,065 | $ - | $ 16,078,386 |
| | 72,825 | - | 147,438,194 |
| | 4,997,179 | - | 31,753,604 |
| | - | - | 351,968 |
| | 267,119 | - | 54,190,431 |
| | 10,640,188 | - | 249,812,583 |
| | 7,943,150 | - | 7,943,150 |
| | - | 15,629,729 | 15,629,729 |
| | 17,733,270 | - | 17,733,270 |
| | 19,560,384 | - | 19,560,384 |
| | 45,236,804 | 15,629,729 | 60,866,533 |
| | 55,876,992 | 15,629,729 | 310,679,116 |
| | - | - | 163,900,011 |
| | 8,965,686 | - | 8,965,686 |
| | 855,561 | - | 855,561 |
| | 290,299 | - | 290,299 |
| | 891,601 | - | 891,601 |
| | 341,760 | - | 341,760 |
| | - | 15,629,729 | 15,629,729 |
| | 17,392 | - | 8,105,489 |
| | - | - | 28,890 |
| | 5,797,556 | - | 5,797,556 |
| | 2,376,843 | - | 2,692,528 |
| | 19,560,384 | - | 19,560,384 |
| | 39,097,082 | 15,629,729 | 227,059,494 |
| | 16,779,910 | - | 83,619,622 |
| | 131,458,298 | - | 150,773,459 |
| | $ 148,238,208 | $ - | $ 234,393,081 |

**OHIO HOUSING FINANCE AGENCY**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Single Family Mortgage Revenue Program Fund | Multi-Family Mortgage Revenue Program Fund |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ 314,271,494 | $ 607,470 |
| Cash collected from program loans principal | 776,083 | 15,945,822 |
| Cash received from investment interest and mortgage-backed securities interest | 169,171,410 | 5,784,961 |
| Cash received from program loans interest | 300,966 | 9,509,951 |
| Cash received from closing fees | - | - |
| Cash received from administrative fees | - | - |
| Cash received from bond premiums, downpayment assistance grants and other | 6,243,420 | - |
| Cash received from service fees and other | 84,006 | 2,670,706 |
| Cash received from HTF grants and loans | - | - |
| Cash received from federal financial assistance programs | - | - |
| Cash received from intergovernmental receivable | - | - |
| Cash received from transfers in | 158,683,570 | - |
| Payments to purchase mortgage-backed securities | (834,628,122) | (20,748,253) |
| Payments for bond premiums, downpayment assistance grants and other | (5,924,068) | - |
| Payments for bond interest payable | (140,296,114) | (13,405,366) |
| Payments to purchase program loans | - | (30,179,926) |
| Payments for trustee expense and agency fees | (6,986,312) | (204,997) |
| Payments for mortgage servicing and administration fees | (15,626) | (13,867) |
| 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 | (2,012,287) | (2,427,720) |
| Payments for HTF grants and loans | - | - |
| Payments for federal financial assistance programs | - | - |
| Payments for intergovernmental payable | - | - |
| Payments for reverse repurchase agreement interest | - | - |
| Payments for transfer out | (158,683,571) | - |
| Net cash provided (used) by operating activities | (499,015,151) | (32,461,219) |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | 895,643,574 | 85,372,948 |
| Payments to redeem bonds | (305,813,000) | (18,614,979) |
| Payments for bond issue costs, unamortized | (5,458,172) | (1,333,862) |
| Net cash provided (used) by noncapital financing activities | 584,372,402 | 65,424,107 |
| **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 | 85,357,251 | 32,962,888 |
| Cash and cash equivalents, beginning of year | 460,915,278 | 22,663,220 |
| Cash and cash equivalents, end of year | $ 546,272,529 | $ 55,626,108 |

*See accompanying notes to the financial statements.*

| General Fund | | Federal Program Fund | | Total FY 2008 |
|---|---|---|---|---|
| $ | 10,359 | $ - | $ | 314,889,323 |
| | 44,005,238 | - | | 60,727,143 |
| | 5,305,664 | - | | 180,262,035 |
| | 4,968,738 | - | | 14,779,655 |
| | - | - | | - |
| | 7,503,026 | - | | 7,503,026 |
| | - | - | | 6,243,420 |
| | 35,746,774 | 659,778 | | 39,161,264 |
| | 19,515,864 | - | | 19,515,864 |
| | - | 16,042,644 | | 16,042,644 |
| | 704,606 | - | | 704,606 |
| | 46,710,937 | - | | 205,394,507 |
| | (3,384,150) | - | | (858,760,525) |
| | - | - | | (5,924,068) |
| | - | - | | (153,701,480) |
| | (71,572,046) | - | | (101,751,972) |
| | (21,049) | - | | (7,212,358) |
| | - | - | | (29,493) |
| | (8,965,685) | - | | (8,965,685) |
| | (855,561) | - | | (855,561) |
| | (290,299) | - | | (290,299) |
| | (891,601) | - | | (891,601) |
| | (341,760) | - | | (341,760) |
| | (5,797,556) | - | | (5,797,556) |
| | (6,638,087) | (771,401) | | (11,849,495) |
| | (19,515,864) | - | | (19,515,864) |
| | - | (16,042,644) | | (16,042,644) |
| | (2,187,539) | - | | (2,187,539) |
| | - | - | | - |
| | (46,710,937) | - | | (205,394,508) |
| | (2,700,928) | (111,623) | | (534,288,921) |
| | | | | |
| | - | - | | 981,016,522 |
| | - | - | | (324,427,979) |
| | - | - | | (6,792,034) |
| | - | - | | 649,796,509 |
| | | | | |
| | 4,900 | - | | 4,900 |
| | (235,946) | - | | (235,946) |
| | (231,046) | - | | (231,046) |
| | | | | |
| | (27,500,000) | - | | (27,500,000) |
| | 21,827,221 | - | | 21,827,221 |
| | (5,672,779) | - | | (5,672,779) |
| | (8,604,753) | (111,623) | | 109,603,763 |
| | 99,652,406 | 10,623,952 | | 593,854,856 |
| $ | 91,047,653 | $ 10,512,329 | $ | 703,458,619 |

**OHIO HOUSING FINANCE AGENCY**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Single Family Mortgage Revenue Program Fund | Multi-Family Mortgage Revenue Program Fund |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ 64,910,785 | $ 1,928,927 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | 2,930,927 | 183,048 |
| Amortization of bond discount (premium) | (2,102,466) | (131,267) |
| Amortization of loan (discount) premium | (61,353) | 6,151 |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | (53,891,767) | (31,545) |
| Office equipment depreciation and leasehold amortization | - | - |
| (Gain) loss on disposal of equipment | - | - |
| Amounts loaned under agency programs | - | (30,179,926) |
| Amounts collected - program loans | 776,083 | 13,989,822 |
| Purchases - mortgage-backed securities | (834,628,122) | (20,748,253) |
| Principal received on mortgage-backed securities | 314,271,494 | 607,470 |
| Decrease (increase) in accounts receivable | (8,226) | 29,703 |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | 1,228,845 | (528,673) |
| Decrease (increase) in interest receivable on loans | 7,796 | (777,178) |
| Decrease (increase) in prepaid insurance and other | (7,858) | (583) |
| Increase (decrease) in accounts payable and other | (634,795) | 106,574 |
| Increase (decrease) in interest payable | 8,333,563 | 789,574 |
| Increase (decrease) in deposits held | - | 2,294,937 |
| Increase (decrease) in deferred revenue | (140,057) | - |
| Net cash provided (used) by operating activities | $ (499,015,151) | $ (32,461,219) |

*See accompanying notes to the financial statements.*

| | General Fund | Federal Program Fund | Total FY 2008 |
|---|---|---|---|
| | | | |
| | $ 16,779,910 | $ - | $ 83,619,622 |
| | | | |
| | - | - | 3,113,975 |
| | - | - | (2,233,733) |
| | (270,010) | - | (325,212) |
| | (267,119) | - | (54,190,431) |
| | 408,887 | - | 408,887 |
| | 13,301 | - | 13,301 |
| | (71,572,045) | - | (101,751,971) |
| | 44,005,237 | - | 58,771,142 |
| | (3,384,150) | - | (858,760,525) |
| | 10,359 | - | 314,889,323 |
| | (2,994,535) | 536,319 | (2,436,739) |
| | 235,660 | - | 935,832 |
| | (70,200) | - | (839,582) |
| | 465,509 | - | 457,068 |
| | 14,519,467 | (1,062,630) | 12,928,616 |
| | - | - | 9,123,137 |
| | (2,369,420) | 414,688 | 340,205 |
| | 1,788,221 | - | 1,648,164 |
| | $ (2,700,928) | $ (111,623) | $ (534,288,921) |

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## NOTE 1 · AUTHORIZING LEGISLATION AND FUNDS

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

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

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

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

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

### Single Family Mortgage Revenue Program Fund

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

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

### Multi-Family Mortgage Revenue Program Fund

The Multi-Family Mortgage Revenue Program (the Multi-Family Program) accounts for proceeds of bond programs under separate closed indentures. These bonds provide below-market rate financing for the purchase from lending institutions of mortgage loans or GNMAs on multiple-unit rental property. OHFA is a conduit issuer of these bonds. Expenses not covered under the indenture are the responsibility of the borrower. The borrower is required to comply with Tax Regulatory Agreements to maintain the tax-exempt status of the bonds. Metropolitan Housing Authority (MHA) participants in the Capital Funds Financing Program (CFFP) must comply with all statutory and regulatory requirements related to the Capital Fund Program.

### General Fund

The General Fund receives administrative fees for bond, loan, state and federal programs and certain earnings from the

Single Family Program, reported in the Bond Series Program and Escrow Funds. 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 Ohio Department of Commerce Division of Unclaimed Funds (Commerce) to fund loans to qualified housing sponsors to develop affordable housing. Commerce is repaid as the loans are repaid. The Housing Development Assistance Program (HDAP) Fund includes money provided by the Ohio Housing Trust Fund to be used to provide loans and grants to housing communities for low or moderate-income tenants. Loan repayments are repaid to the Housing Trust Fund (HTF). OHFA's General Fund is separate and not related to the State of Ohio's General Fund.

Federal Program Fund

Under annual contributions contracts among OHFA, the owners of rental housing properties, and the U.S. Department of Housing and Urban Development (HUD), monthly Housing Assistance Payments (Section 8) are received from HUD and disbursed to the owners as rent subsidies. The HOME Investment Partnerships Program (HOME) accounts for amounts allocated from the ODOD Office of Housing and Community Partnership (OHCP), the designated administrator for HOME. OHFA utilizes the allocation to fund HDAP and the Community Housing Development Organization Program (CHDO). Amounts directed to the HDAP program are used to provide loans and grants to housing communities for low or moderate-income tenants. Loan repayments are collected by OHFA and returned to OHCP and are used to provide future loans and grants. Funds allocated to the CHDO program are awarded to community organizations as grants by OHFA. The Financial Adjustment Factor (FAF) funds are held by OHFA for allocation to eligible projects. The FAF funds are the result of the savings generated by the refunding of Multi-Family Program Section 8 housing communities. The Foreclosure Mitigation Counseling Program is funded by a grant provided by NeighborWorks America. These federal funds are used to provide homebuyer counseling.

## NOTE 2 · SUMMARY OF SIGNIFICANT POLICIES

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

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

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

OHFA eliminated intra-Agency balances in the General Fund on the Supplemental Information using elimination entries that reduced fund accounts receivables and payables by $9,296,678.

During the year, OHFA adopted GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. OHFA reviewed GASB Statement No. 48, *Sales and Pledges of Future Revenues*, and GASB Statement No. 50, *Pension Disclosures – Conforming Changes* and determined they have no impact on the financial statements.

Recently issued accounting pronouncements that will be effective in future years are: GASB Statement No. 49, *Pollution Remediation Obligations* (2009); GASB Statement No. 51, *Intangible Assets* (2010); GASB Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments* (2009) and GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments* (2010). Management has not yet determined the impact that the new GASB pronouncements will have on OHFA's financial statements.

The financial statements include summarized prior year comparative information. Such information does not include sufficient financial detail and disclosure to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such prior year summary information should be read in conjunction with OHFA's financial statements for the fiscal year ending June 30, 2007, from which such summarized information was derived.

## ASSETS

### Cash

Cash consists of cash on hand, cash held by depository institutions and trustees (see Note 3). Cash in the bond and federal funds is restricted for use in those programs. Designated cash in the General Fund is restricted for specific use based on a contractual obligation.

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

### Investments

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

The non-current investments reported in the General Fund are primarily invested in United States Treasury obligations or securities of federal agencies or instrumentalities and are held by a trustee. These non-current investments are reported at fair value.

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

### Excess Revenue Account

The excess revenue account in the series General Trust receives money transferred from the individual Single Family Program series that qualifies as excess revenue under the General Indenture. The money in the excess revenue account can be used to redeem bonds, originate or acquire mortgage-backed securities, pay extraordinary trustee fees or, provided it does not adversely affect the rating category on the bonds, transfer moneys to the Program UGI Fund of the General Fund. The amount of investments in the excess revenue account was $48,916,370 at June 30, 2008.

### Restricted Assets

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

Mortgage-Backed Securities

Mortgage-backed securities (MBS) reported in both the Single Family and Multi-Family Programs 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 over the estimated useful lives. Leasehold improvements are capitalized at cost and amortized on the straight-line basis over the term of the building lease. OHFA capitalizes assets that have an individual line item cost exceeding $100 (see Note 7).

Bond Issue Cost

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

Intergovernmental Accounts Receivables\Accounts Payables

Activity in the intergovernmental accounts primarily represents advances made from the Program UGI account to the HDAP Funding and HOME Funding accounts for the purpose of advancing draws to HDAP and HOME recipients. Amounts in HDF Admin represent loan principal receipts that will be paid to HDF Program in the next fiscal year. The related amounts offset each other and are eliminated in the supplemental financial statements. The intergovernmental accounts are found within the General Fund.

## LIABILITIES

Accounts Payable

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

Amounts included in current and noncurrent accounts payable and other include liabilities for Compensated Absences and Worker's Compensation. These liability amounts are normally calculated and provided by the State of Ohio Office of Budget and Management; however, these amounts were not made available to OHFA at the time of its financial statement preparation, so OHFA has estimated these liabilities as of June 30, 2008.

Debt Refunding

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

Arbitrage Liability

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

Deposits Held

The deposits held in the Multi-Family Program are primarily money received in the series, which is owed to the project owners and will be used to pay future project expenses.

Deposits held in the General Fund include General Program Funds remitted by nonprofits to be used primarily for a reentry rental subsidy program.

Deferred Revenue

Yield reductions resulting from Intercreditor Agreements for interest rate strips on previously refunded series are recorded as an investment and deferred revenue in the General Trust of the Single Family Program until needed for a new issue. The amount of deferred revenue from yield reductions available at June 30, 2008 was $39,413.

The total deferred revenue in the General Fund is primarily 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 unearned amount in the Bond Depository and Housing Tax Credit Program funds of the General Fund. The total amount of deferred revenue at June 30, 2008 was $10,778,758.

Compensated Absences

The State of Ohio, which governs employee leave benefits and policies, pays compensation to separated employees for leave balances accumulated during the employee's term of service. In accordance with GASB Statement No. 16, *Accounting for Compensated Absences*, the compensated absence liability provided by the State of Ohio Office of Budget and Management for OHFA employees at June 30, 2008 was included in the current and non-current portions of accounts payable and other (see Note 8).

Pension and Employee Benefits

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

Other Mortgage Income – Net

Other mortgage income – net reported in the Single Family Program includes closing fees (previously called commitment fees), down payment assistance grants, premiums (or inducements paid to lenders) and other items. The net total for fiscal year 2008 was $351,968.

Servicer Release Fee

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

OHFA Contributions to New Bond Issues

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

HTF Grant and Loan Revenue and Expense

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

Interest Expense

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

A summary for fiscal year 2008 follows:

| | Single Family Program Fund | Multi-Family Program Fund |
|---|---|---|
| **Not Under General Indenture** | | |
| Bond interest | $ 1,019,279 | $ 14,357,472 |
| Amortized bond discount or (premium) | - | (131,267) |
| Amortized bond issue costs | 10,808 | 183,048 |
| Non amortized bond issue costs expense | 32,616 | |
| **Total interest expense not under general indenture** | $ 1,062,703 | $ 14,409,253 |
| **Under General Indenture** | | |
| Bond interest | $ 147,606,052 | $ - |
| Amortized bond discount or (premium) | (2,102,466) | - |
| Non amortized bond premium | 4,350 | |
| Amortized bond issue costs | 2,920,119 | - |
| **Total interest expense under general indenture** | $ 148,428,055 | $ - |
| **Total interest expense** | $ 149,490,758 | $ 14,409,253 |

### Interest Rate Swaps

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

### Non-exchange Transactions

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

### Building Lease

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

### Pass-Through Grants

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

### Use of Estimates

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

## NOTE 3 · DEPOSITS AND INVESTMENTS

### Deposits

Deposits include OHFA's bank deposits in the form of cash. The book and bank balance of OHFA’s deposits at June 30, 2008 is $40,245,048. Of the bank balance, $303,090 is insured by the federal deposit insurance, and $656,855 is with the Ohio Treasurer of State not subject to the classification of custodial credit risk. The remainder of $39,285,103, though subject to custodial credit risk, is collateralized at not less than 100%.

### 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.

The Trust Indentures provide policy for the restricted investments within the Single Family and Multi-Family Programs. 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 Aa/AA by Moody's/Standard & Poor's (S&P). The rates of interest on investments are established in the documents and are calculated to provide sufficient present value earnings to service the outstanding bonds through maturity. The MBS are subject to interest rate risks due to prepayments before maturities and the fair value of the securities vary with the change in market interest rates. However, OHFA does not expect to realize a loss on sale of the MBS as they are intended to be held to maturity.

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

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

**As of June 30, 2008, the Agency had the following investments subject to credit risk and custodial credit risk:**

| | | Investment Custodial Credit Risk Categories | |
|---|---|---|---|
| **Investment Type** | **Investment Balance (stated at fair value)** | **Not Exposed to Custodial Credit Risk** | **Held by Counterparty's Trust Dept. and not in the OHFA's Name** |
| U.S.Treasury Bonds [1] | $ 1,106,791 | $ 1,106,791 | $ - |
| GNMAs [1] | 1,522,475,190 | 1,522,475,190 | - |
| Fannie Maes (Aaa) [2] | 1,417,913,146 | - | 1,417,913,146 |
| Freddie Macs (Aaa) [2] | 34,393,352 | - | 34,393,352 |
| U.S. Agencies Coupon (Aaa) [2] | 26,597,495 | - | 26,597,495 |
| Investment Contracts (Aaa) [2] | 79,939,184 | 79,939,184 | - |
| Investment Contracts (Aa) [2] | 465,974,346 | 465,974,346 | - |
| Money Market (Aaa) [2] | 82,007,375 | 82,007,375 | - |
| STAR Ohio (AAA) [3] | 28,578,458 | 28,578,458 | - |
| Habitat for Humanity Notes (NR) [4] | 518,961 | - | 518,961 |
| Totals | $ 3,659,504,298 | $ 2,180,081,344 | $ 1,479,422,954 |

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

**As of June 30, 2008, the Agency had the following investments and maturities subject to interest rate risk:**

| | | Investment maturities (in Years) | | | |
|---|---|---|---|---|---|
| **Investment Type** | **Fair Value** | **Less Than 1** | **1-5** | **6-10** | **More Than 10** |
| U.S. Treasuries & GNMAs | $ 1,523,581,981 | $ 70,441,894 | $ 247,943,782 | $ 305,721,449 | $ 899,474,856 |
| U.S. Agencies, Fannie Maes & Freddie Macs* | 1,478,903,993 | 57,013,967 | 230,988,505 | 252,379,168 | 938,522,353 |
| Investment Contracts | 545,913,530 | 545,913,530 | - | - | - |
| Money Market | 82,007,375 | 82,007,375 | - | - | - |
| STAR Ohio | 28,578,458 | 28,578,458 | - | - | - |
| Habitat for Humanity Notes | 518,961 | 176,072 | 342,889 | - | - |
| Totals | $ 3,659,504,298 | $ 784,131,296 | $ 479,275,176 | $ 558,100,617 | $ 1,837,997,209 |

* includes:

Federal Home Loan Bank $2,011,880 matures 10/16/09 callable 10/16/08, one time only
Freddie Mac $3,002,160 matures 02/12/10 callable 08/12/08, one time only
Freddie Mac $2,000,620 matures 02/26/10 callable 08/26/08, quarterly thereafter
Freddie Mac $2,489,225 matures 08/12/10 callable 08/12/08, semi-annually thereafter
Fannie Mae $1,984,380 matures 10/22/10 callable 04/22/09, one time only
Freddie Mac $1,986,700 matures 12/10/10 callable 12/10/08, one time only
Federal Farm Credit Bank $989,380 matures 03/24/11 callable 03/24/09, continuously thereafter
Fannie Mae $1,973,760 matures 04/15/11 callable 10/15/09, one time only
Federal Home Loan Bank $2,011,880 matures 10/17/11 callable 10/17/08, quarterly thereafter

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

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

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

***Concentration of Credit Risk:*** The risk of loss attributed to the magnitude of a government's investment in a single issuer. OHFA places no limit on the amount it may invest in any one issuer. More than 5% of OHFA's investment portfolio is invested with Fannie Mae, $1,417,913,146 (38.7%) and Bayerische Landesbank, $239,824,758 (6.6%). Of the Fannie Mae investments, $1,408,887,336 are mortgage-backed securities and $9,025,810 are agency notes.

## Subsequent Events

The U.S. Treasury announced on September 7, 2008, that it placed both Fannie Mae and Freddie Mac under the conservatorship of their regulator, the Federal Housing Finance Agency (FHFA) as conservator. The FHFA assumes the power of the Board and management. The purpose of appointing the conservator is to preserve and conserve Fannie Mae and Freddie Mac's assets and property and to put each in a sound and solvent condition. The goals of the conservatorship are to help restore confidence in Fannie Mae and Freddie Mac, enhance their capacity to fulfill their missions, and mitigate the systemic risk that has contributed directly to the instability in the current market. OHFA management will continue to monitor the impact this conservatorship may have on the Agency.

AIG Matched Funding Corp. (AIG) notified OHFA on September 17, 2008, of their termination of two Guaranteed Investment Contracts (GIC) held with OHFA. The GICs were for Single Family bond series 1999CD and 2000AB. The principal amounts were $5,269,480 and $6,016,114 respectively. These principal amounts, along with unpaid accrued interest, will be returned to OHFA on September 24, 2008. OHFA expects to invest the funds in the Wells Fargo Advantage Government Money Market Fund.

AIG is still the GIC provider for Single Family series 2004AB in the amount of $1,018,491.

## NOTE 4 · DEBT SERVICE RESERVES

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

These additional reserves at June 30, 2008 were as follows:

| | Required Reserve | Actual Reserve |
|---|---|---|
| Single Family Program | $ 1,337,758 | $ 1,337,758 |
| Multi-Family Program | 722,590 | 940,220 |
| | $ 2,060,348 | $ 2,277,978 |

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

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

## NOTE 5 · FAIR VALUE OF INVESTMENTS

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

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

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

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

***Debt Securities*** - Within the Single Family, the Multi-Family Programs, and the General Fund qualified 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. At June 30, 2008, the trustees have provided a market price as reported by recognized pricing firms. Certain other money was invested in federal obligations, which were also reported at the fair value as reported by the trustee. Investments with less than one year to maturity at purchase are carried at amortized cost. The net increase in fair value of $54,190,431 is reported in the operating statement.

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

Mortgage-backed securities held at June 30, 2008, valued at fair value and principal outstanding, are as follows:

| Single Family Series | Fair Value | Principal Outstanding |
|---|---|---|
| **Not Under General Indenture:** | | |
| 1991E-G | $ 678,183 | $ 637,990 |
| Subtotal | 678,183 | 637,990 |
| **Under General Indenture:** | | |
| 1998A | 35,378,301 | 35,830,574 |
| 1997B/1998B | 44,197,352 | 44,690,561 |
| 1999A | 40,492,096 | 40,589,936 |
| 1999B | 2,711,173 | 2,497,411 |
| 1999C&D | 45,222,567 | 43,657,942 |
| 2000A&B | 23,210,629 | 22,348,781 |
| 2000C-G | 28,839,682 | 27,452,324 |
| 2001A&B | 20,605,473 | 20,454,395 |
| 2001C-E | 53,935,428 | 52,850,430 |
| 2002A-C | 61,404,842 | 61,143,573 |
| 2002D-E | 18,795,968 | 18,885,913 |
| 2003A | 27,183,805 | 28,297,232 |
| 2003B&C | 35,533,988 | 36,692,676 |
| 2004A&B | 51,800,744 | 53,866,363 |
| 2004C&D | 51,402,883 | 52,982,848 |
| 2004E&F | 45,907,720 | 47,966,075 |
| 2005A&B | 99,838,776 | 105,781,016 |
| 2005C&D | 103,275,287 | 109,793,065 |
| 2005E&F | 92,810,527 | 98,205,268 |
| 2006A-D | 250,510,099 | 260,101,682 |
| 2006E-G | 221,273,457 | 225,930,541 |
| 2006H-K | 362,118,289 | 363,947,749 |
| 2006L-O | 324,394,339 | 327,209,513 |
| 2007A-C | 289,820,020 | 290,020,468 |
| 2007D-H | 338,378,418 | 336,557,637 |
| 2007I-K | 169,255,075 | 173,539,601 |
| 2008A-C | 33,293,601 | 34,309,326 |
| General Trust | 22,787,742 | 21,722,537 |
| Subtotal | 2,894,378,281 | 2,937,325,437 |
| Total Single Family | $ 2,895,056,464 | $ 2,937,963,427 |

| Multi-Family Series | | Fair Value | | Principal Outstanding |
|---|---|---|---|---|
| Covenant House | $ | 1,871,031 | $ | 1,783,684 |
| Hillwood | | 8,976,581 | | 9,531,101 |
| Kennedy Portfolio | | 9,641,558 | | 10,486,565 |
| Madonna | | 2,962,312 | | 3,032,111 |
| Michaelmas Manor | | 3,270,236 | | 3,311,229 |
| Moody/Regina Manor | | 2,782,771 | | 2,940,065 |
| Oakleaf Toledo Refunder | | 6,728,074 | | 5,999,335 |
| Palmer Gardens | | 1,602,313 | | 1,615,202 |
| Salvation Army | | 5,594,629 | | 5,710,553 |
| Uptown Towers | | 11,713,707 | | 11,819,134 |
| Vistula | | 1,718,439 | | 1,734,956 |
| Warren Heights | | 3,343,045 | | 3,392,508 |
| Wind River | | 7,226,088 | | 7,251,395 |
| Total Multi-Family | $ | 67,430,784 | $ | 68,607,838 |
| **General Fund** - OHFA Loan Escrow | $ | 3,268,630 | $ | 3,373,791 |
| Grand total | $ | 2,965,755,878 | $ | 3,009,945,056 |

## NOTE 6 · LOANS RECEIVABLE

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

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

## NOTE 7 · CAPITAL ASSETS

Capital asset activity in the General Fund for the fiscal year ending June 30, 2008 was as follows:

| | | Beginning Balance | | Increases | | Decreases | | Ending Balance |
|---|---|---|---|---|---|---|---|---|
| Equipment | $ | 2,377,467 | $ | 233,605 | $ | 68,766 | $ | 2,542,306 |
| Leasehold improvements | | 837,909 | | 2,566 | | - | | 840,475 |
| Total | $ | 3,215,376 | $ | 236,171 | $ | 68,766 | $ | 3,382,781 |
| Less accumulated depreciation | | | | | | | | |
| Equipment | $ | 1,299,744 | $ | 324,968 | $ | 50,340 | $ | 1,574,372 |
| Leasehold improvements | | 299,665 | | 83,919 | | - | | 383,584 |
| Total | $ | 1,599,409 | $ | 408,887 | $ | 50,340 | $ | 1,957,956 |
| Net capital assets | $ | 1,615,967 | $ | (172,716) | $ | 18,426 | $ | 1,424,825 |

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

## NOTE 8 · NON-CURRENT LIABILITIES

Changes in non-current liabilities for the fiscal year ending June 30, 2008 are as follows:

| | Balance July 1, 2007 | Increases | Decreases | Balance June 30, 2008 | Amount Due Within One Year |
|---|---|---|---|---|---|
| **Single Family Program Fund** | | | | | |
| Arbitrage payable | $ 2,464,442 | $ - | $ 681,707 | $ 1,782,735 | $ 220,197 |
| Bonds payable | 2,740,615,000 | 897,599,000 | 305,813,000 | 3,332,401,000 | 56,320,000 |
| Unamortized premium (discount) and deferred costs on refunding, net | 17,493,895 | 132,302 | 3,697,640 | 13,928,557 | 778,593 |
| Total | $ 2,760,573,337 | $ 897,731,302 | $ 310,192,347 | $ 3,348,112,292 | $ 57,318,790 |
| **Multi-Family Program Fund** | | | | | |
| Bonds payable | $ 244,715,233 | $ 84,306,000 | $ 20,570,981 | $ 308,450,252 | $ 6,004,401 |
| Unamortized premium (discount) and deferred costs on refunding, net | 199,770 | 1,068,207 | 131,628 | 1,136,349 | 119,490 |
| Total | $ 244,915,003 | $ 85,374,207 | $ 20,702,609 | $ 309,586,601 | $ 6,123,891 |
| **General Fund** | | | | | |
| Compensated absences | $ 693,444 | $ 128,422 | $ - | $ 821,866 | $ 71,662 |
| Housing Development accounts payable to Commerce and Development | 213,328,366 | 54,837,601 | 40,205,596 | 227,960,371 | 35,395,328 |
| Total | $ 214,021,810 | $ 54,966,023 | $ 40,205,596 | $ 228,782,237 | $ 35,466,990 |
| Total non-current liabilities | $ 3,219,510,150 | $ 1,038,071,532 | $ 371,100,552 | $ 3,886,481,130 | $ 98,909,671 |
| Less amount due within one year: | | | | (98,909,671) | |
| Total non-current liabilities | | | | $ 3,787,571,459 | |

Interest calculations were based on rates as of June 30, 2008. As rates vary, variable-rate bond interest payments and net swap payments will vary (see Note 10). Using these rates, debt service requirements of the variable-rate debt and net swap payments are as follows:

| Fiscal Year Ending June 30 | Variable-Rate Bond Principal | Variable-Rate Bond Interest | Interest Rate Swap, Net | Total |
|---|---|---|---|---|
| 2009 | $ - | $ 19,872,217 | $ 23,208,816 | $ 43,081,033 |
| 2010 | - | 18,708,003 | 23,649,216 | 42,357,219 |
| 2011 | - | 18,708,003 | 23,336,592 | 42,044,595 |
| 2012 | - | 18,750,855 | 22,966,653 | 41,717,508 |
| 2013 | 185,000 | 18,665,151 | 22,774,064 | 41,624,215 |
| 2014-2018 | 21,735,000 | 93,274,086 | 107,702,793 | 222,711,879 |
| 2019-2023 | 98,175,000 | 88,073,127 | 92,008,299 | 278,256,426 |
| 2024-2028 | 136,580,000 | 78,692,642 | 72,606,303 | 287,878,945 |
| 2029-2033 | 304,490,000 | 54,901,642 | 45,802,697 | 405,194,339 |
| 2034-2038 | 482,920,000 | 24,961,544 | 14,631,580 | 522,513,124 |
| 2039-2043 | 16,885,000 | 224,802 | 113,969 | 17,223,771 |
| Total | $ 1,060,970,000 | $ 434,832,072 | $ 448,800,982 | $ 1,944,603,054 |

Debt service on non-current bonds payable at June 30, 2008 is as follows:

| | Principal | Interest | Total |
|---|---|---|---|
| **Single Family Bonds Payable** | | | |
| 2009 | $ 56,320,000 | $ 129,561,901 | $ 185,881,901 |
| 2010 | 139,881,000 | 127,337,187 | 267,218,187 |
| 2011 | 70,165,000 | 123,138,153 | 193,303,153 |
| 2012 | 71,160,000 | 119,905,888 | 191,065,888 |
| 2013 | 75,745,000 | 116,334,893 | 192,079,893 |
| 2014-2018 | 387,385,000 | 524,802,002 | 912,187,002 |
| 2019-2023 | 423,280,000 | 433,619,407 | 856,899,407 |
| 2024-2028 | 555,930,000 | 326,622,877 | 882,552,877 |
| 2029-2033 | 675,585,000 | 195,828,170 | 871,413,170 |
| 2034-2038 | 847,490,000 | 70,339,232 | 917,829,232 |
| 2039-2043 | 29,460,000 | 471,080 | 29,931,080 |
| Total | $ 3,332,401,000 | $ 2,167,960,790 | $ 5,500,361,790 |
| **Multi-Family Bonds Payable** | | | |
| 2009 | $ 6,004,401 | $ 14,379,060 | $ 20,383,461 |
| 2010 | 8,656,069 | 14,049,285 | 22,705,354 |
| 2011 | 4,806,416 | 14,398,483 | 19,204,899 |
| 2012 | 5,253,094 | 13,706,329 | 18,959,423 |
| 2013 | 5,512,127 | 13,426,024 | 18,938,151 |
| 2014-2018 | 30,995,165 | 65,103,358 | 96,098,523 |
| 2019-2023 | 36,696,303 | 54,871,072 | 91,567,375 |
| 2024-2028 | 52,495,836 | 43,026,823 | 95,522,659 |
| 2029-2033 | 68,622,873 | 26,006,021 | 94,628,894 |
| 2034-2038 | 45,333,545 | 15,274,250 | 60,607,795 |
| 2039-2043 | 17,446,423 | 9,453,804 | 26,900,227 |
| 2044-2048 | 26,213,000 | 6,267,625 | 32,480,625 |
| 2049-2053 | 415,000 | 11,370 | 426,370 |
| Total | $ 308,450,252 | $ 289,973,504 | $ 598,423,756 |

See related Notes 9, 10, 11 and 14.

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

## NOTE 9 · BONDS PAYABLE

Bonds issued by OHFA consist of fully registered bonds with or without coupons. The floating interest rate bonds are indexed to a percent of base lending rate of a designated bank or a specified index, 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, provide interim and permanent financing for multi-family construction projects, and establish debt service reserves as required by the various bond trust indentures. Such indentures generally provide pledges of all loans acquired, all revenues and collections with respect to such loans, all funds established by the indenture and by such other guarantees as may be required under each specific indenture for the payment of principal and interest. The bond indentures also contain various covenants which management believes all bonds are in compliance at June 30, 2008. In the event loan defaults cause a cash flow shortfall, the Single Family Program Series 1987A is guaranteed under the bond insurance policy issued by the Municipal Bond Insurance Association that unconditionally guarantees the payment of principal and interest on the respective payment dates. Westlake (Series 1996) and 10 Wilmington Place (Series 1991B) are guaranteed under bond insurance policies issued by Financial Security Insurance. Tyler's Creek (Series 2000 A&B), Pebble Brook (Series 1999 A&B), and Timberlake (Series 1999C&D) are guaranteed under the bond insurance policies issued by Sunamerica Incorporated. These policies were issued concurrently with the delivery of the bonds. FHD Holdings, LLC is guaranteed by Mercy Housing, Inc., a Nebraska not-for-profit corporation.

Single Family Program bonds outstanding at June 30, 2008 are as follows:

| Series | Composite Interest Rate | Maturity Date | Principal Amount at June 30, 2008 | Carrying Amount at June 30, 2008 |
|---|---|---|---|---|
| **Not Under General Indenture:** | | | | |
| 1987A | 5.750% | 2016, 2017 | $ 150,000 | $ 150,000 |
| 1991E-G | 7.140% | 2023 | 200,000 | 200,000 |
| 1993A | 7.900% | 2014 | 755,000 | 755,000 |
| 2007Demand Draw | 2.219% | 2042 | 73,816,000 | 73,816,000 |
| Subtotal | | | 74,921,000 | 74,921,000 |
| **Under General Indenture:** | | | | |
| 1998A | 5.310% | 2019-2029 | 37,575,000 | 37,575,000 |
| 1997B/1998B | 5.314% | 2008-2030 | 45,610,000 | 45,610,000 |
| 1999A | 5.034% | 2008-2030 | 42,215,000 | 42,215,000 |
| 1999B | 4.650% | 2020 | 2,175,000 | 2,098,919 |
| 1999C&D | 5.551% | 2008-2030 | 45,480,000 | 45,031,882 |
| 2000A | 6.250% | 2027 | 22,620,000 | 22,580,939 |
| 2000C-G | 6.060% | 2008-2032 | 23,130,000 | 22,844,664 |
| 2001A&B | 5.275% | 2008-2034 | 20,585,000 | 20,585,000 |
| 2001C-E | 5.324% | 2008-2032 | 55,960,000 | 56,318,549 |
| 2002A-C | 4.606% | 2008-2034 | 66,370,000 | 66,370,000 |
| 2002D&E | 4.067% | 2008-2034 | 21,020,000 | 21,020,000 |
| 2003A | 4.262% | 2008-2034 | 28,285,000 | 28,285,000 |
| 2003B&C | 4.518% | 2009-2034 | 38,050,000 | 38,818,774 |
| 2004A&B | 3.770% | 2008-2035 | 55,610,000 | 56,661,046 |
| 2004C&D | 3.889% | 2009-2035 | 56,420,000 | 57,099,869 |
| 2004E&F | 3.979% | 2008-2035 | 50,015,000 | 50,819,442 |
| 2005A&B | 4.101% | 2008-2035 | 109,355,000 | 110,085,522 |
| 2005C&D | 4.237% | 2008-2036 | 112,910,000 | 114,253,958 |
| 2005E&F | 3.371% | 2008-2036 | 101,105,000 | 102,309,665 |
| 2006A-D | 4.196% | 2008-2036 | 265,765,000 | 270,671,552 |
| 2006E-G | 4.660% | 2008-2037 | 231,610,000 | 235,321,671 |
| 2006H-K | 4.731% | 2008-2037 | 378,625,000 | 379,692,214 |
| 2006L-O | 3.839% | 2008-2037 | 339,195,000 | 339,195,000 |
| 2007A-C | 4.582% | 2008-2038 | 297,380,000 | 297,380,000 |
| 2007D-H | 4.208% | 2008-2038 | 345,415,000 | 343,754,023 |
| 2007I-K | 2.562% | 2009-2038 | 175,000,000 | 175,000,000 |
| 2008A-C | 2.592% | 2009-2039 | 150,000,000 | 149,810,868 |
| 2008D-E | 4.224% | 2010-2039 | 140,000,000 | 140,000,000 |
| Subtotal | | | 3,257,480,000 | 3,271,408,557 |
| Total Single Family | | | $ 3,332,401,000 | $ 3,346,329,557 |

The difference between the Principal Amount and the Carrying Amount, $13,928,557, is the amount of Unamortized Premium and Deferred Costs on Refunding, which can be found in Note 8.

Multi-Family Program bonds outstanding at June 30, 2008 are as follows:

| Series | | Composit Interest Rate | Maturity Date | Principal Amount at June 30, 2008 | Carrying Amount at June 30, 2008 |
|---|---|---|---|---|---|
| 1991B | 10 Wilmington Place | 1.642% | 2026 | $ 8,945,000 | $ 8,945,000 |
| 1994A-C | Oakleaf Village Refunder | 5.663% | 2008-2026 | 3,715,000 | 3,715,000 |
| 1996 | Westlake | 2.381% | 2028 | 9,810,000 | 9,810,000 |
| 1996A&B | Beehive and Doan Refunder | 6.457% | 2012-2026 | 965,000 | 961,638 |
| 1996A&B | Club at Spring Valley | 2.930% | 2029 | 10,800,000 | 10,800,000 |
| 1997A | Wind River | 5.673% | 2008-2032 | 7,875,000 | 7,875,000 |
| 1997A-D | Willow Lake | 1.855% | 2009-2029 | 810,000 | 810,000 |
| 2007A&B | Willow Lake Refunder | 5.955% | 2008-2042 | 5,517,768 | 5,517,768 |
| 1998B | Courtyards of Kettering | 5.502% | 2013-2040 | 3,430,000 | 3,482,940 |
| 1999A&B | Pebble Brooke Apartments | 5.689% | 2008-2031 | 14,000,000 | 14,000,000 |
| 1999C&D | Timber Lake Apartments | 6.450% | 2009-2031 | 14,505,000 | 14,505,000 |
| 1999E | Hunters Glen Refunder | 6.350% | 2029 | 10,740,000 | 10,740,000 |
| 2000A&B | Tyler's Creek | 6.111% | 2008-2033 | 14,410,000 | 14,410,000 |
| 2001A&B | Asbury Woods/Towne Square Refunder | 5.377% | 2008-2026 | 3,220,000 | 3,210,602 |
| 2001A-1&B | Park Trails Apartments | 5.320% | 2008-2030 | 9,199,000 | 9,199,000 |
| 2002 | Pine Crossing Refunder | 1.747% | 2036 | 5,670,000 | 5,670,000 |
| 2002A-E | Oakleaf Toledo Refunder | 6.381% | 2012-2027 | 6,325,000 | 6,469,819 |
| 2002F | Chambrel at Montrose | 1.570% | 2032 | 12,451,000 | 12,451,000 |
| 2003A | Shannon Glen Apartments | 1.657% | 2036 | 11,800,000 | 11,800,000 |
| 2004B1 | Robin Springs | 5.497% | 2008-2037 | 5,594,937 | 5,594,938 |
| 2004E | Wingate at Belle Meadows | 1.700% | 2036 | 8,700,000 | 8,700,000 |
| 2005A&B | Moody Manor/Regina Manor | 4.767% | 2008-2035 | 2,940,000 | 2,940,000 |
| 2005G | Sharon Green | 5.000% | 2009-2039 | 5,900,000 | 5,900,000 |
| 2005H | FHD Holdings, LLC | 2.147% | 2008 | 884,233 | 884,233 |
| 2005J | Kennedy Portfolio | 4.900% | 2008-2041 | 10,505,000 | 10,505,000 |
| 2006A | Hillwood II | 4.994% | 2008-2047 | 9,545,000 | 9,545,000 |
| 2006B&C | Vistula Heritage Village II | 5.450% | 2008-2034 | 1,745,000 | 1,745,000 |
| 2006D | Salvation Army | 4.927% | 2008-2047 | 6,265,000 | 6,265,000 |
| 2006F | Uptown Towers | 5.078% | 2010-2048 | 12,500,000 | 12,500,000 |
| 2006K | Bethel Park/Zebulon Park | 6.000% | 2008-2043 | 6,377,314 | 6,377,314 |
| 2006L&M | Madonna Homes | 4.684% | 2009-2048 | 6,300,000 | 6,300,000 |
| 2007D | Michaelmas Manor | 5.506% | 2008-2042 | 3,320,000 | 3,320,000 |
| 2007A | Capital Funds Financing Program | 4.876% | 2009-2027 | 37,710,000 | 38,661,349 |
| 2007A&B | Rolling Ridge | 5.285% | 2009-2037 | 2,293,000 | 2,293,000 |
| 2007C | Warren Heights | 4.991% | 2010-2048 | 5,150,000 | 5,150,000 |
| 2008F | Macarthur Park II | 5.850% | 2048 | 4,345,000 | 4,345,000 |
| 2008C | Covenant House | 6.011% | 2010-2049 | 4,405,000 | 4,405,000 |
| 2008E | Beechwood II | 5.850% | 2048 | 9,783,000 | 9,783,000 |
| 2008G-L | Millennia Group | 6.095% | 2009-2048 | 6,795,000 | 6,795,000 |
| 2008A&B | Palmer Gardens | 4.213% | 2008-2038 | 3,205,000 | 3,205,000 |
| Total Multi-Family | | | | $ 308,450,252 | $ 309,586,601 |

The difference between the Principal Amount and the Carrying Amount, $1,136,349, is the amount of Unamortized Premium, Discount and Deferred Cost, which can be found in Note 8.

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

## NOTE 10 · INTEREST RATE SWAPS

***Objective:*** As a means of hedging the interest rate risk of its variable rate bonds, OHFA entered into interest rate swap agreements with various counterparties in connection with the 2002B1, 2002B2, 2002B3, 2002E, 2003C, 2004B, 2004D, 2004F, 2005B1, 2005B2, 2005D, 2005F, 2006B, 2006F, 2006I, 2006J, 2006M, 2006N, 2007B, 2007E , 2007J, 2007K, 2008B, and 2008C bond issues. The swaps serve as hedging tools, which allow OHFA to reduce its exposure to changes in variable interest rates on bonds financing fixed-rate mortgages and effectively changes OHFA's interest rate on the bonds to a synthetic fixed rate. Under the swap agreements, OHFA has agreed to make certain payments to the counterparties based on a fixed rate of interest, and the counterparties have agreed to make certain payments to OHFA based on a floating rate of interest. These hedge transactions become general obligations of OHFA in the event the Single Family Program bond series cannot fulfill requirements of the swap agreements (see Note 14). The floating rate on the bonds, which is determined based on the rate the remarketing agents determine is necessary to maintain a par price on the bonds, approximates the Securities Industry and Financial Markets Association (SIFMA) municipal swap index plus 0.05% on average over time. As of June 30, 2008, $1,060,970,000 of the Single Family Program's outstanding bond principal included associated interest rate swap agreements.

***Subsequent Events:*** OHFA has issued two Single Family Program Bond Series: 2008D&E totaling $140,000,000 of bonds with $35,000,000 in swap agreements during July 2008 and 2008F-I totaling $175,000,000 of bonds with $53,750,000 in swap agreements during August 2008 (see Note 11).

***Terms:*** The notional amounts and basic terms of the swap agreements associated with variable rate bonds at June 30, 2008 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 $140,000.

***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, 2008, the 2002B1, 2002B2, 2002B3, 2002E, 2003C, 2004B, 2004D, 2004F, 2005B1, 2005B2, 2005D, 2005F, 2006B, 2006F, 2006I, 2006J, 2006M, 2006N, 2007B, 2007E, 2007J, 2007K, 2008B, and 2008C 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.

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

***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. See "call notional" options described in the *Termination Risk* section. Even with these cancellation options, some risk remains that the speed of mortgage prepayments could differ from expectations and result in an amortization mismatch.

***Basis Risk:*** 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.

The counterparties and their credit ratings are:

| Counterparties | Rating (Moody's/S&P) | Notional Amount |
|---|---|---|
| (1) Lehman Brothers Financial Products Inc. | Aaa/AAA | $ 12,565,000 |
| (2) Salomon Swapco Inc. | Aaa/AAAt | 6,760,000 |
| (3) Goldman Sachs Mitsui Marine Derivative Products L.P. | Aaa/AAA | 438,070,000 |
| (4) SMBC Derivative Products Limited | Aaa/AAA | 172,225,000 |
| (5) Rabobank International, Utrecht | Aaa/AAA | 34,990,000 |
| (6) Wells Fargo Bank, National Association | Aaa/AAA | 184,000,000 |
| (7) The Bank of New York Mellon * | Aaa/AA | 112,500,000 |
| (8) Lehman Brothers Derivative Products Inc. | Aaa/AAAt | 100,000,000 |
| | Subtotal as of June 30, 2008 | $ 1,061,110,000 |
| (6) Wells Fargo Bank, National Association | Aaa/AAA | $ 53,750,000 |
| (7) The Bank of New York Mellon | Aaa/AA | $ 35,000,000 |
| | Subsequent to June 30, 2008 | $ 88,750,000 |
| | Total | $ 1,149,860,000 |

* 2008B and 2008C swaps are through GKB Financial Services Corporation, with The Bank of New York Mellon as the replacement swap counterparty and therefore the effective economic counterparty to OHFA.

***Rollover Risk:*** The risk that a hedge associated with OHFA’s debt does not extend to the maturity of that debt. The swap agreements terminate for 2002B1, 2002B2, 2002B3, in 2010, 2002E in 2012, 2003C in 2021, 2004B in 2021, 2004D in 2020, 2004F in 2025, 2005D in 2035, 2005F in 2028, 2006F in 2036, 2008B, 2008C in 2039 and do not extend to the maturity dates of the bonds in 2033, 2034, 2035, 2036, 2037, 2039, or 2040 and therefore expose OHFA to *market-access risk.*

***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 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.

| Bond Series | Type of Swap | Notional Amount | Effective Date | Termination Date | Fixed Rate | Swap Floating Rate | Bond Floating Rate (23) | Fair Value |
|---|---|---|---|---|---|---|---|---|
| 2002B1 (1) (9) | Floating to fixed | $ 3,095,000 | 12/1/02 | 9/1/10 | 4.406% | Actual bond rate (14) | 1.600% | $ (80,016) |
| 2002B2 (1) (13) | Floating to fixed | 5,590,000 | 1/6/03 | 9/1/10 | 4.610% | Actual bond rate (14) | 1.620% | (171,560) |
| 2002B3 (1) (13) | Floating to fixed | 3,880,000 | 2/9/03 | 9/1/10 | 4.485% | Actual bond rate (14) | 1.620% | (107,041) |
| 2002E (2) (10) | Floating to fixed | 6,760,000 | 3/1/03 | 3/1/12 | 4.970% | Actual bond rate (14) | 1.660% | (306,921) |
| 2003C (3) (11) | Floating to fixed enhanced LIBOR | 13,070,000 | 10/27/05 | 9/1/21 | 3.377% | LIBOR-based rate (15) | 1.550% | (377,264) |
| 2004B (5) (13) | Floating to fixed enhanced LIBOR | 19,990,000 | 11/2/05 | 3/1/21 | 3.410% | LIBOR-based rate (16) | 1.620% | (722,486) |
| 2004D (3) (9) | Floating to fixed enhanced LIBOR | 20,000,000 | 10/27/05 | 3/1/20 | 3.370% | LIBOR-based rate (15) | 1.600% | (571,613) |
| 2004F (5) (10) | Floating to fixed enhanced LIBOR | 15,000,000 | 11/2/05 | 3/1/25 | 3.436% | LIBOR-based rate (16) | 1.660% | (590,178) |
| 2005B1 (3) (11) | Floating to fixed enhanced LIBOR | 32,500,000 | 9/1/05 | 9/1/35 | 3.833% | LIBOR-based rate (15) | 1.550% | (690,273) |
| 2005B2 (3) (9) | Floating to fixed enhanced LIBOR | 17,500,000 | 9/1/05 | 9/1/35 | 3.833% | LIBOR-based rate (15) | 1.600% | (371,685) |
| 2005D (4) (12) | Floating to fixed enhanced LIBOR | 50,000,000 | 7/6/05 | 9/1/35 | 3.652% | LIBOR-based rate (16) | 1.630% | (314,863) |
| 2005F (6) (9) | Floating to fixed enhanced LIBOR | 44,000,000 | 9/21/05 | 3/1/28 | 3.705% | LIBOR-based rate (16) | 1.600% | (775,791) |
| 2006B (3) (10) | Floating to fixed enhanced LIBOR | 75,000,000 | 3/1/07 | 9/1/36 | 3.762% | LIBOR-based rate (17) | 1.660% | (2,081,089) |
| 2006F (4) (9) | Floating to fixed enhanced LIBOR | 62,500,000 | 11/1/06 | 9/1/36 | 4.028% | LIBOR-based rate (16) | 1.700% | (2,737,110) |
| 2006I (6) (10) | Floating to fixed enhanced LIBOR | 70,000,000 | 1/2/07 | 9/1/36 | 4.188% | LIBOR-based rate (16) | 1.660% | (4,398,684) |
| 2006J (6) (10) | Floating to fixed enhanced LIBOR | 70,000,000 | 1/2/07 | 9/1/36 | 4.283% | LIBOR-based rate (16) | 1.660% | (5,007,177) |
| 2006M (3) (9) | Floating to fixed enhanced LIBOR | 32,000,000 | 11/2/06 | 9/1/36 | 4.205% | LIBOR-based rate (18) | 1.700% | (1,495,769) |
| 2006N (3) (9) | Floating to fixed enhanced LIBOR | 90,500,000 | 11/2/06 | 9/1/36 | 4.117% | LIBOR-based rate (18) | 1.600% | (3,781,116) |

| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 2007B (4) (9) | Floating to fixed enhanced LIBOR | 59,725,000 | 4/11/07 | 9/1/38 | 3.977% | LIBOR-based rate (18) | 1.600% | (2,525,669) |
| 2007E (8) (10) | Floating to fixed enhanced LIBOR | 100,000,000 | 8/1/07 | 9/1/38 | 4.466% | LIBOR-based rate (19) | 1.660% | (7,734,962) |
| 2007J (3) (11) | Floating to fixed enhanced LIBOR | 52,500,000 | 10/26/07 | 3/1/38 | 4.221% | LIBOR-based rate (19) | 1.550% | (1,306,196) |
| 2007K (3) (11) | Floating to fixed enhanced LIBOR | 105,000,000 | 3/12/08 | 9/1/29 | 4.746% | LIBOR-based rate (20) | 2.650% | (1,944,957) |
| 2008B* (7) (13) | Floating to fixed enhanced LIBOR | 82,500,000 | 4/21/08 | 3/1/39 | 3.675% | LIBOR-based rate (21) | 1.620% | (881,247) |
| 2008C* (7) (13) | Floating to fixed enhanced LIBOR | 30,000,000 | 4/28/08 | 3/1/39 | 5.901% | LIBOR-based rate (20) | 2.750% | (500,010) |
| Subtotal as of June 30, 2008 | | $ 1,061,110,000 | | | | | | $ (39,473,677) |
| 2008E (7) (11) | Floating to fixed enhanced LIBOR | 35,000,000 | 7/2/08 | 3/1/39 | 3.851% | LIBOR-based rate (22) | - | - |
| 2008H (6) (12) | Floating to fixed enhanced LIBOR | 10,000,000 | 8/27/08 | 9/1/39 | 3.920% | LIBOR-based rate (22) | - | - |
| 2008I (6) (12) | Floating to fixed enhanced LIBOR | 43,750,000 | 8/27/08 | 3/1/39 | 4.966% | LIBOR-based rate (20) | - | - |
| Subsequent to June 30, 2008 | | $ 88,750,000 | | | | | | ------------ |
| Total | | $ 1,149,860,000 | | | | | | $ (39,473,677) |

Counterparties at June 30, 2008:
(1) Lehman Brothers Financial Products, Inc.
(2) Salomon Swapco Inc.
(3) Goldman Sachs Mitsui Marine Derivative Products, L.P.
(4) SMBC Derivative Products Limited
(5) Rabobank International, Utrecht
(6) Wells Fargo Bank, National Association
(7) The Bank of New York Mellon *
(8) Lehman Brothers Derivative Products, Inc.

Remarketing agents as of June 30, 2008:
(9) Merrill Lynch, Pierce, Fenner & Smith Incorporated
(10) Citigroup Global Markets Incorporated
(11) Goldman, Sachs & Co.
(12) George K. Baum & Co.
(13) Lehman Brothers

Swap Floating Rate:
(14) 2002B1, 2002B2, 2002B3, 2002E "Actual Bond Rate" means the actual rate of interest payable on the applicable bond. If certain events occur, referred to as "alternate floating rate events" the rate on these swaps will convert to a SIFMA-based rate.

"LIBOR" refers to the London Interbank Offered Rate and LIBOR-based Rates are:
(15) 2003C, 2004D, 2005B1-B2 is greater of 65.5% USD 1-Month LIBOR or 54.8% USD 1-Month LIBOR + 51.2 basis points
(16) 2004B, 2004F, 2005D, 2005F, 2006F, 2006I, 2006J is 63% USD - LIBOR - BBA + 20 basis points
(17) 2006B is 54.8% USD 1-Month LIBOR + 51.2 basis points
(18) 2006M, 2006N, 2007B is 68.5% USD 1-Month LIBOR
(19) 2007E, 2007J is 70.0% USD 1-Month LIBOR
(20) 2007K, 2008C, 2008I is USD 1-Month LIBOR
(21) 2008B is 63% USD 1-Month LIBOR + 24 basis points
(22) 2008E, 2008H is 63% USD 1-Month LIBOR + 35 basis points

Bond Floating Rate:
(23) As of the week including June 30, 2008

* 2008B and 2008C swaps are through GKB Financial Services Corporation, with The Bank of New York Mellon as the replacement swap counterparty and therefore the effective economic counterparty to OHFA.

Subsequent Events

Lehman Brothers Holding, Inc. (LBHI) filed for bankruptcy protection on September 15, 2008. This filing activated a termination event with the $100,000,000 swap executed by Lehman Brothers Derivative Products, Inc., a subsidiary of LBHI. Upon receipt of the termination notice, OHFA management elected to simultaneously enter into a $100,000,000 replacement swap to maintain the same hedging strategies. The replacement swap contains the same terms and conditions as the original. This swap is with The Bank of New York Mellon effective September 23, 2008.

OHFA management also elected to replace Lehman Brothers, serving as remarketing agent for 2008C, with George K. Baum & Co. effective September 19, 2008, for bonds tendered on September 15 in the amount of $29,955,000.

## NOTE 11 · CURRENT ISSUES AND DEFEASANCE

### SINGLE FAMILY BONDS

Issuance

During the fiscal year ending June 30, 2008, OHFA issued $897,599,000 of Residential Mortgage Revenue Bonds. Those issues included:

The Demand Draw Bonds, Series 2007 totaling $200,000,000 was issued under a separate indenture as a single draw down bond to refund certain of the Agency's outstanding bonds issued under prior programs and to preserve bond issuance authority and thereby preserve sources of funds to be used to finance newly originated mortgages. The proceeds of the first draw on February 28, 2007 for $37,250,000 were used to replace the proceeds of various bonds maturing or redeemable on March 1, 2007. The proceeds of the second draw on August 30, 2007 for $8,883,000 were used to replace the proceeds of various bonds maturing or redeemable on September 1, 2007. The proceeds of the third draw on February 28, 2008 for $73,716,000 was used to replace the proceeds of various bonds maturing or redeemable on March 1, 2008. The three draws total $119,849,000 leaving an available balance of $80,151,000 to be drawn. The available balance is expected to be drawn and used in future issues to originate new mortgages. In fiscal year 2008, proceeds from 2007 Series A-C were used to call $30,400,000 from the Demand Draw Bonds, Series 2007 on July 5, 2007. Proceeds from 2007 Series D-H were used to call $6,850,000 from the Demand Draw Bonds, Series 2007 on September 20, 2007. Proceeds from 2007 Series I-K were used to call $8,783,000 from the Demand Draw Bonds, Series 2007 on January 10, 2008.

The 2007 Series D-H bonds totaling $350,000,000 included fixed rate Series D bonds of $50,000,000, and Series G bonds of $22,370,000; variable rate Series E bonds of $100,000,000, and Series H bonds of $27,630,000; federally taxable variable Series F bonds of $150,000,000 (less discount of $336,106). Prior series were refunded with $50,000,000 of the proceeds. The net proceeds of 2007 Series D-H were used to originate new mortgages.

The 2007 Series I-K bonds totaling $175,000,000 included fixed rate Series I bonds of $17,500,000; variable rate Series J bonds of $52,500,000; and federally taxable variable Series K bonds of $105,000,000. The net proceeds of 2007 Series I-K bonds were used to finance newly originated mortgage loans.

The 2008 Series A-C bonds totaling $150,000,000 included fixed rate Series A bonds of $37,500,000 (less discount of $193,110); variable rate Series B bonds of $82,500,000; federally taxable variable Series C bonds of $30,000,000. The net proceeds of 2008 Series A-C bonds are being used to finance newly originated mortgage loans.

The 2008 Series D&E bonds totaling $140,000,000 included fixed rate Series D bonds of $105,000,000; variable rate Series E bonds of $35,000,000. The net proceeds of 2008 Series D&E bonds are going to be used to finance newly originated mortgage loans.

Defeasance

In fiscal year 1995, OHFA deposited assets into an irrevocable trust to provide for debt service on all remaining 1985 Series B bonds. During the year ended June 30, 2002, OHFA defeased the 1985 Series A Single Family Program bonds by placing the proceeds from the sale of the mortgages in a similar irrevocable trust to provide for all future debt service payments on the remaining bonds. The trust account assets and liability for the defeased bonds are not included in OHFA’s financial statements. As of June 30, 2008, the escrowed assets and remaining bonds for each were:

| Series | Assets | | Liabilities* |
|---|---|---|---|
| | Cost | Market | |
| 1985A | $ 236,647 | $ 365,461 | $ 447,725 |
| 1985B | $ 29,069,086 | $ 101,924,907 | $ 130,572,725 |

*Liabilities include both fixed and variable rate bonds. In prior years, only fixed rate bonds were reported.

Retirements

On September 1, 2007, due to refunding, OHFA directed the trustee to transfer funds currently invested in 1996 Series B, 1997 Series A, and 1996 Series B/1997 Series C (1996 Series B2 and B3, 1997 Series A, and 1997 Series C) to the 2007 Series D-H (2007 Series G&H) Bonds. The refunding of these bonds resulted in a economic gain of $136,681.

On March 1, 2008, the 1997 Series D mortgage revenue bonds were retired.

Subsequent Events

On July 10, 2008, proceeds from the 2008 Series A-C refunding account were used to call $73,716,000 from the Demand Draw Bonds Series 2007. Also, $73,716,000 was transferred from the Demand Draw Bonds, Series 2007 to the 2008 Series A-C acquisition fund to originate mortgages.

Subsequent to June 30, 2008, OHFA issued 2008 Series F-I totaling $175,000,000 on August 27, 2008. OHFA entered into two swap transactions, $10,000,000 for Series H and $43,750,000 for Series I, in connection with the issue.

OHFA also expects to issue 2008 Series J&K totaling approximately $175,000,000.

## MULTI-FAMILY BONDS

### Issuance

During the fiscal year ended June 30, 2008, OHFA issued $84,306,000 of Multi-Family Revenue Bonds. Those issues included:

CFFP – 2007 Series A fixed rate bonds totaling $39,465,000 were issued July 17, 2007. The bonds were issued for the purpose of making mortgage loans. The net proceeds were used to finance the accelerated renovations and repairs of public housing, under the Capital Fund Program, located in the jurisdiction of the Akron; Cuyahoga; Erie and Stark housing authorities, to be known as Capital Fund Revenue Bonds.

Rolling Ridge – 2007 Series A fixed rate bonds totaling $1,650,000 and series 2007B variable rate bond totaling $643,000 were issued July 25, 2007. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to finance the acquisition, renovation, rehabilitation and equipping of residential rental facilities, located in Northern Cincinnati, Ohio, to be known as Rolling Ridge Apartments.

Warren Heights – 2007 Series C fixed rate bonds totaling $5,150,000 were issued August 3, 2007. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to finance the acquisition, renovation, rehabilitation and equipping of a 188 unit residential rental facility, located in Warren, Ohio, to be known as Warren Heights Apartments.

Michaelmas Manor – 2007 Series D fixed rate bonds totaling $3,330,000 were issued September 13, 2007. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to finance the acquisition, rehabilitation and equipping of a 94 unit senior multifamily residential rental apartment project, located in Toledo, Ohio, to be known as Michaelmas Manor Apartments.

Willow Lake Refunder – 2007 Series A&B variable rate bonds totaling $5,535,000 were issued October 26, 2007. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to generate significant cost savings and to replace various shorter-term letters of credit with a 14-year term instrument, located in Lima, Ohio, to be known as Willow Lake Apartments.

Palmer Gardens – 2008 Series A&B fixed rate bonds totaling $3,205,000 were issued February 14, 2008. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to finance the acquisition, rehabilitation and equipping of a 75 unit residential rental facility, located in Toledo, Ohio, to be known as Palmer Garden Apartments.

Millennia – 2008 Series G-L fixed rate bonds totaling $6,795,000 were issued February 28, 2008. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to finance the acquisition, renovation, and rehabilitation and equipping of residential rental facilities, located in Sunbury, Millersburg and Creston, Ohio, to be known as Sunbury Heights, Glenwood Apartments and Creston Station respectively.

Covenant House – 2008 Series C fixed rate bonds totaling $4,405,000 were issued April 29, 2008. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to finance the acquisition, renovation, rehabilitation and equipping of a 156 unit residential rental facility, located in Toledo, Ohio, to be known as Covenant House Apartments.

Beechwood Villa – 2008 Series E fixed rate bonds totaling $9,783,000 were issued May 8, 2008. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to finance the acquisition, renovation, and equipping of a 184 unit residential rental facility, located in Union Township, Ohio, to be known as Beechwood Villas Apartments.

Macarthur Park – 2008 Series F fixed rate bonds totaling $4,345,000 were issued May 8, 2008. The bonds were issued for the purpose of making a mortgage loan. The net proceeds were used to finance the acquisition, renovation, and equipping of an 85 unit residential rental facility, located in Loveland, Ohio, to be known as Macarthur Park Apartments.

Retirements

On December 3, 2007, due to refunding, the 1997 Series A Bonds were refunded and invested in Willow Lake Refunder. The refunding of the 1997 Series A bonds resulted in an economic gain of $81,408.

Park Trails Series 2000A-1 and 2000B were purchased in lieu of redemption pursuant to Section 3.5 of the Indenture and the Credit Enhancement and the Construction Phase Credit Facility were released in June 2008. Series 2000A-2 bonds were cancelled in the amount of $1,956,000. The current bond holder of the Series 2000A-1 and B bonds is now AIG Retirement Services, Inc which expects to transfer the bonds to Freddie Mac with the expectation that Freddie Mac will sell certain certifications of interest in the bonds to investors.

Subsequent Events

As of June 30, 2008, there were no multifamily projects set for initial or final approval by the OHFA Board.

## 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% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon.
3. The Combined Plan – a cost-sharing multiple-employer defined benefit pension plan. Under the Combined Plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the Traditional Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

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

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

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

The retirement allowance for the Traditional Plan is based on years of credited service and the final average salary, which is the average of the member's three highest salary years. The annual allowance for 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 regardless of changes in the Consumer Price Index.
The retirement allowance for the Combined Plan is based on years of credited service and the final average salary, which is the average of the member's three highest salary years. The annual allowance for 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 maximum of 36 months worth of the original unreduced monthly pension benefit, and is capped at no more than 50% of the retirement benefit amount.

Employer and member required contributions to OPERS are established under the Ohio Revised Code and are based on percentages of covered employees' gross salaries, which are calculated annually by the retirement system's actuaries. Contribution rates for calendar years 2006/2007/2008 were consistent across all three plans and were 13.54/13.77/14.00% for employers and 9.00/9.50/10.00% for members, respectively. OHFA contributions to OPERS for the years ending June 30, 2006, 2007, and 2008 were $756,270, $870,825 and $958,684 respectively, equal to 100% of the dollar amount billed to OHFA.

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

## NOTE 13 · OTHER POST-EMPLOYMENT BENEFITS

Public Employees Retirement System

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

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

In order to qualify for post-retirement health care coverage, age and service retirees under the Traditional Plan and Combined Plan must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefits recipients and qualified survivor benefits recipients is available. The health care coverage provided by OPERS is considered to be an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 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 2006/2007/2008 employer contribution rates for state employers were 13.54/13.77/14.00%, respectively of covered payroll, of which 5.00% between January 1 through June 30, 2007 and 6.00% from July 1 through December 31, 2007 were used to fund health care. The Ohio Revised Code provides the statutory authority requiring public employers to fund post-retirement health care through their contributions to OPERS.

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

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

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.

OPEBs are advanced-funded on an actuarial determined basis. An entry-age, normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of the unfunded actuarial accrued liability. The assumptions and calculations below are based on the OPERS latest Actuarial Review performed as of December 31, 2006 (the latest information available). The investment assumption rate for 2006 was 6.50%. The individual annual pay increase assumption was 4.00% compounded annually for inflation (assuming no change in the number of active employees), and annual pay increases, over and above the 4.00% base increase, were assumed to range from 0.50% and 6.30%. Health care premiums were assumed to increase 4.00% annually.

The actuarial value of the retirement system's net assets available for OPEB at December 31, 2006 was $12.0 billion. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were $30.7 billion and $18.7 billion, respectively. All investments are carried at market value. For the actuarial valuation purposes, a smoothed market approach is used. Under this approach, assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets annually. At year end 2007, the number of active contributing participants in the Traditional and the Combined Plans totaled 374,979.

The portion of OHFA's contributions in fiscal year 2008 to OPERS that were used to fund post employment benefits was $417,698.

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

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

## NOTE 14 · COMMITMENTS

Unexpended bond proceeds from the Single Family Program Under the General Indenture (UGI) as of June 30, 2008 are as follows:

| | |
|---|---|
| Available for purchasing mortgage-backed securities: | |
| Series 2008A-C | $ 114,569,492 |
| Series 2008D&E | 139,293,000 |
| Less: Funds Committed | (93,802,908) |
| Total | $ 160,059,584 |

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

| | | |
|---|---|---|
| Fiscal years | 2008 and 2009 | $ 881,257 |

Designated other commitments of OHFA are:

| | |
|---|---|
| Net Asset Reserve Requirement FY2009, (net of Commitments) | $ 22,672,773 |
| Deferred tax credit reservation and compliance monitoring fees | 10,778,758 |
| 2nd Mortgage Loan Program | 9,989,965 |
| HDAP advance for HOME and HTF draws | 3,299,966 |
| Opportunity Loan Refinance Program (1st Mortgages) | 3,586,466 |
| NeighborWorks Foreclosure Rescue Program | 2,032,000 |
| Historic Preservation Program | 2,893,507 |
| Columbus Home Again Program | 1,250,000 |
| Gap financing related to housing tax credits | 1,216,496 |
| Training and Technical Assistance Grant Program | 432,121 |
| Opportunity Loan Refinance Program (2nd Mortgages) | 431,712 |
| IDA (Individual Development Accounts) | 167,311 |
| Total | $ 58,751,075 |

The FAF Fund in the Federal Program Fund contains $5,982,077 in assets available to be disbursed to qualified projects.

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

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

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

Sogg v. Director, Ohio Department of Commerce, is a class action suit against the Director of the Ohio Department of Commerce that alleges that the retention of interest earned on unclaimed funds by the Department of Commerce violates the Takings Clause of the United States and Ohio Constitutions. This class action suit is scheduled to be presented before the Ohio Supreme Court on September 16, 2008. OHFA is not named as a defendant in this suit, however, the outcome of the case could have a direct impact on the funding that OHFA has historically received from the Ohio Department of Commerce. If Commerce is required to pay interest to owners of unclaimed funds, Commerce may require repayment of funds from OHFA to meet its obligations. The outcome of this claim is not determinable at this time. The potential financial impact of this case is estimated to be no more than $68 million. No accrual for OHFA's portion of the potential settlement has been made in the financial statements.

## NOTE 15 · NET ASSETS

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

## NOTE 16 · RISK MANAGEMENT

As a state agency, OHFA's exposure to various risks of loss events is reduced by participation in the primary government's programs for employee health insurance and other benefits, workers compensation and general insurance. The Ohio Department of Administrative Services arranges programs and contracts for employee benefits and health and property insurance. OHFA made one insurance claim during fiscal year 2008 in the amount of $493. OHFA works to continuously improve its disaster recovery plans for business continuity.

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

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**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | | Series 1987A | | Series 1991E-G |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Current assets | | | | |
| Current portion of restricted investments, at fair value | $ | 698,509 | $ | 80,140 |
| Current portion of mortgage-backed securities, at fair value | | - | | 45,212 |
| Accounts receivable | | 12,320 | | - |
| Interest receivable on investments and mortgage-backed securities | | 156,893 | | 3,985 |
| Current portion of loans receivable | | 87,035 | | - |
| Interest receivable on loans | | 3,078 | | - |
| Current portion of unamortized bond issue costs | | 490 | | 350 |
| Prepaid insurance and other | | 1,616 | | 625 |
| Total current assets | | 959,941 | | 130,312 |
| Non-current assets | | | | |
| Non-current portion of restricted investments, at fair value | | 1,106,791 | | - |
| Non-current portion of mortgage-backed securities, at fair value | | - | | 632,971 |
| Non-current portion of loans receivable | | 280,465 | | - |
| Non-current portion of unamortized bond issue costs | | 1,781 | | 4,799 |
| Total non-current assets | | 1,389,037 | | 637,770 |
| Total assets | $ | 2,348,978 | $ | 768,082 |

| | Series 1993A | 2007 Demand Draw | Total Not Under the General Indenture |
|---|---|---|---|
| | $ 1,447,757 | $ 74,048,321 | $ 76,274,727 |
| | - | - | 45,212 |
| | 80,665 | - | 92,985 |
| | 20,914 | 173,414 | 355,206 |
| | 358,915 | - | 445,950 |
| | 39,357 | - | 42,435 |
| | - | - | 840 |
| | 4,931 | - | 7,172 |
| | 1,952,539 | 74,221,735 | 77,264,527 |
| | | | |
| | - | - | 1,106,791 |
| | - | - | 632,971 |
| | 1,879,724 | - | 2,160,189 |
| | - | - | 6,580 |
| | 1,879,724 | - | 3,906,531 |
| | $ 3,832,263 | $ 74,221,735 | $ 81,171,058 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 1987A | Series 1991E-G |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ 4,675 | $ 3,948 |
| Interest payable | 2,156 | 507 |
| Current portion of bonds payable | - | - |
| Current portion of deferred revenue | - | - |
| Total current liabilities | 6,831 | 4,455 |
| Non-current liabilities | | |
| Non-current portion of accounts payable and other | 10,249 | - |
| Non-current portion of bonds payable | 150,000 | 200,000 |
| Total non-current liabilities | 160,249 | 200,000 |
| Total liabilities | 167,080 | 204,455 |
| Net assets | | |
| Restricted - bond funds | 2,181,898 | 563,627 |
| Total net assets | 2,181,898 | 563,627 |
| Total liabilities and net assets | $ 2,348,978 | $ 768,082 |

| | Series 1993A | 2007 Demand Draw | Total Not Under the General Indenture |
|---|---|---|---|
| | | | |
| | $ 1,214,914 | $ - | $ 1,223,537 |
| | 14,911 | 135,511 | 153,085 |
| | - | - | - |
| | - | - | - |
| | 1,229,825 | 135,511 | 1,376,622 |
| | | | |
| | - | 239,595 | 249,844 |
| | 755,000 | 73,816,000 | 74,921,000 |
| | 755,000 | 74,055,595 | 75,170,844 |
| | 1,984,825 | 74,191,106 | 76,547,466 |
| | | | |
| | 1,847,438 | 30,629 | 4,623,592 |
| | 1,847,438 | 30,629 | 4,623,592 |
| | $ 3,832,263 | $ 74,221,735 | $ 81,171,058 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 1996B | Series 1997A1 |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| 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 | - | - |
| Current portion of unamortized bond issue costs | - | - |
| Prepaid insurance and other | - | - |
| Total current assets | - | - |
| Non-current assets | | |
| Non-current portion of restricted investments, at fair value | - | - |
| Non-current portion of mortgage-backed securities, at fair value | - | - |
| Non-current portion of loans receivable | - | - |
| Non-current portion of unamortized bond issue costs | - | - |
| Total non-current assets | - | - |
| Total assets | $ - | $ - |

| Series 1996B/1997C | Series 1997D | Series 1998A | Series 1997B/1998B |
|---|---|---|---|
| $ - | $ - | $ 5,851,788 | $ 5,285,190 |
| - | - | 1,761,241 | 2,127,768 |
| - | - | - | - |
| - | - | 243,285 | 272,604 |
| - | - | - | - |
| - | - | - | - |
| - | - | 20,387 | 27,194 |
| - | - | 626 | 1,178 |
| - | - | 7,877,327 | 7,713,934 |
| | | | |
| - | - | - | - |
| - | - | 33,617,060 | 42,069,584 |
| - | - | - | - |
| - | - | 291,173 | 396,998 |
| - | - | 33,908,233 | 42,466,582 |
| $ - | $ - | $ 41,785,560 | $ 50,180,516 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 1996B | Series 1997A1 |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ - | $ - |
| Interest payable | - | - |
| Current portion of bonds payable | - | - |
| Current portion of deferred revenue | - | - |
| Total current liabilities | - | - |
| Non-current liabilities | | |
| Non-current portion of accounts payable and other | - | - |
| Non-current portion of bonds payable | - | - |
| Total non-current liabilities | - | - |
| Total liabilities | - | - |
| Net assets | | |
| Restricted - bond funds | - | - |
| Total net assets | - | - |
| Total liabilities and net assets | $ - | $ - |

| | Series 1996B/1997C | Series 1997D | Series 1998A | Series 1997B/1998B |
|---|---|---|---|---|
| | $ - | $ - | $ 24,296 | $ 54,740 |
| | - | - | 665,558 | 807,227 |
| | - | - | 460,000 | 1,030,000 |
| | - | - | - | - |
| | - | - | 1,149,854 | 1,891,967 |
| | - | - | - | 3,265 |
| | - | - | 37,115,000 | 44,580,000 |
| | - | - | 37,115,000 | 44,583,265 |
| | - | - | 38,264,854 | 46,475,232 |
| | - | - | 3,520,706 | 3,705,284 |
| | - | - | 3,520,706 | 3,705,284 |
| | $ - | $ - | $ 41,785,560 | $ 50,180,516 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | | Series 1999A | | Series 1999B |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Current assets | | | | |
| Current portion of restricted investments, at fair value | $ | 11,109,464 | $ | 2,149,781 |
| Current portion of mortgage-backed securities, at fair value | | 1,975,445 | | 250,919 |
| Accounts receivable | | - | | - |
| Interest receivable on investments and mortgage-backed securities | | 350,339 | | 50,639 |
| Current portion of loans receivable | | - | | - |
| Interest receivable on loans | | - | | - |
| Current portion of unamortized bond issue costs | | 28,585 | | 2,102 |
| Prepaid insurance and other | | 704 | | 375 |
| Total current assets | | 13,464,537 | | 2,453,816 |
| Non-current assets | | | | |
| Non-current portion of restricted investments, at fair value | | - | | - |
| Non-current portion of mortgage-backed securities, at fair value | | 38,516,651 | | 2,460,254 |
| Non-current portion of loans receivable | | - | | - |
| Non-current portion of unamortized bond issue costs | | 277,001 | | 12,611 |
| Total non-current assets | | 38,793,652 | | 2,472,865 |
| Total assets | $ | 52,258,189 | $ | 4,926,681 |

| | Series 1999C&D | Series 2000A&B | Series 2000C-G | Series 2001A&B |
|---|---|---|---|---|
| | | | | |
| | $ 8,019,906 | $ 7,879,171 | $ 3,594,656 | $ 3,565,517 |
| | 2,805,304 | 1,052,085 | 1,600,550 | 890,407 |
| | - | - | - | - |
| | 363,019 | 268,773 | 203,434 | 154,110 |
| | - | - | - | - |
| | - | - | - | - |
| | 24,962 | 9,047 | 10,871 | 13,568 |
| | 758 | 377 | 1,500 | 375 |
| | 11,213,949 | 9,209,453 | 5,411,011 | 4,623,977 |
| | | | | |
| | - | - | - | - |
| | 42,417,263 | 22,158,544 | 27,239,132 | 19,715,066 |
| | - | - | - | - |
| | 181,220 | 134,618 | 151,613 | 211,031 |
| | 42,598,483 | 22,293,162 | 27,390,745 | 19,926,097 |
| | $ 53,812,432 | $ 31,502,615 | $ 32,801,756 | $ 24,550,074 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 1999A | Series 1999B |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ 223,143 | $ 6,373 |
| Interest payable | 708,776 | 33,713 |
| Current portion of bonds payable | 1,010,000 | 119,123 |
| Current portion of deferred revenue | - | - |
| Total current liabilities | 1,941,919 | 159,209 |
| Non-current liabilities | | |
| Non-current portion of accounts payable and other | - | - |
| Non-current portion of bonds payable | 41,205,000 | 1,979,796 |
| Total non-current liabilities | 41,205,000 | 1,979,796 |
| Total liabilities | 43,146,919 | 2,139,005 |
| Net assets | | |
| Restricted - bond funds | 9,111,270 | 2,787,676 |
| Total net assets | 9,111,270 | 2,787,676 |
| Total liabilities and net assets | $ 52,258,189 | $ 4,926,681 |

| | Series 1999C&D | Series 2000A&B | Series 2000C-G | Series 2001A&B |
|---|---|---|---|---|
| | $ 49,310 | $ 15,183 | $ 18,862 | $ 13,792 |
| | 841,550 | 471,250 | 467,255 | 361,928 |
| | (39,255) | (2,459) | 335,908 | 295,000 |
| | - | - | - | - |
| | 851,605 | 483,974 | 822,025 | 670,720 |
| | 261,519 | 574,703 | 396,728 | 76,479 |
| | 45,071,137 | 22,583,398 | 22,508,756 | 20,290,000 |
| | 45,332,656 | 23,158,101 | 22,905,484 | 20,366,479 |
| | 46,184,261 | 23,642,075 | 23,727,509 | 21,037,199 |
| | 7,628,171 | 7,860,540 | 9,074,247 | 3,512,875 |
| | 7,628,171 | 7,860,540 | 9,074,247 | 3,512,875 |
| | $ 53,812,432 | $ 31,502,615 | $ 32,801,756 | $ 24,550,074 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 2001C-E | Series 2002A-C |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Current portion of restricted investments, at fair value | $ 6,125,098 | $ 7,617,234 |
| Current portion of mortgage-backed securities, at fair value | 2,637,754 | 2,541,914 |
| Accounts receivable | - | - |
| Interest receivable on investments and mortgage-backed securities | 346,471 | 386,850 |
| Current portion of loans receivable | - | - |
| Interest receivable on loans | - | - |
| Current portion of unamortized bond issue costs | 24,540 | 24,657 |
| Prepaid insurance and other | 1,205 | 2,250 |
| Total current assets | 9,135,068 | 10,572,905 |
| Non-current assets | | |
| Non-current portion of restricted investments, at fair value | - | - |
| Non-current portion of mortgage-backed securities, at fair value | 51,297,674 | 58,862,928 |
| Non-current portion of loans receivable | - | - |
| Non-current portion of unamortized bond issue costs | 273,031 | 369,439 |
| Total non-current assets | 51,570,705 | 59,232,367 |
| Total assets | $ 60,705,773 | $ 69,805,272 |

| | Series 2002D&E | | Series 2003A | | Series 2003B&C | | Series 2004A&B |
|---|---|---|---|---|---|---|---|
| $ | 2,042,990 | $ | 2,892,125 | $ | 3,213,833 | $ | 4,407,662 |
| | 768,574 | | 1,079,139 | | 1,391,038 | | 1,993,052 |
| | - | | - | | - | | - |
| | 108,391 | | 142,076 | | 188,853 | | 257,990 |
| | - | | - | | - | | - |
| | - | | - | | - | | - |
| | 9,448 | | 16,598 | | 22,833 | | 22,898 |
| | 750 | | 472 | | 794 | | 968 |
| | 2,930,153 | | 4,130,410 | | 4,817,351 | | 6,682,570 |
| | - | | - | | - | | - |
| | 18,027,394 | | 26,104,666 | | 34,142,950 | | 49,807,692 |
| | - | | - | | - | | - |
| | 171,222 | | 248,845 | | 319,910 | | 474,168 |
| | 18,198,616 | | 26,353,511 | | 34,462,860 | | 50,281,860 |
| $ | 21,128,769 | $ | 30,483,921 | $ | 39,280,211 | $ | 56,964,430 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 2001C-E | Series 2002A-C |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ 47,202 | $ 47,633 |
| Interest payable | 993,145 | 1,139,855 |
| Current portion of bonds payable | 1,594,570 | 1,205,000 |
| Current portion of deferred revenue | - | - |
| Total current liabilities | 2,634,917 | 2,392,488 |
| Non-current liabilities | | |
| Non-current portion of accounts payable and other | - | - |
| Non-current portion of bonds payable | 54,723,979 | 65,165,000 |
| Total non-current liabilities | 54,723,979 | 65,165,000 |
| Total liabilities | 57,358,896 | 67,557,488 |
| Net assets | | |
| Restricted - bond funds | 3,346,877 | 2,247,784 |
| Total net assets | 3,346,877 | 2,247,784 |
| Total liabilities and net assets | $ 60,705,773 | $ 69,805,272 |

| Series 2002D&E | Series 2003A | Series 2003B&C | Series 2004A&B |
|---|---|---|---|
| $ 16,288 | $ 19,167 | $ 35,216 | $ 52,112 |
| 358,817 | 401,824 | 564,325 | 798,127 |
| 85,000 | 600,000 | 796,213 | 903,419 |
| - | - | - | - |
| 460,105 | 1,020,991 | 1,395,754 | 1,753,658 |
| | | | |
| - | - | - | - |
| 20,935,000 | 27,685,000 | 38,022,561 | 55,757,627 |
| 20,935,000 | 27,685,000 | 38,022,561 | 55,757,627 |
| 21,395,105 | 28,705,991 | 39,418,315 | 57,511,285 |
| | | | |
| (266,336) | 1,777,930 | (138,104) | (546,855) |
| (266,336) | 1,777,930 | (138,104) | (546,855) |
| $ 21,128,769 | $ 30,483,921 | $ 39,280,211 | $ 56,964,430 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 2004C&D | Series 2004E&F |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Current portion of restricted investments, at fair value | $ 5,355,432 | $ 2,799,833 |
| Current portion of mortgage-backed securities, at fair value | 1,958,902 | 1,728,638 |
| Accounts receivable | - | - |
| Interest receivable on investments and mortgage-backed securities | 288,856 | 219,011 |
| Current portion of loans receivable | - | - |
| Interest receivable on loans | - | - |
| Current portion of unamortized bond issue costs | 20,512 | 20,196 |
| Prepaid insurance and other | 982 | 959 |
| Total current assets | 7,624,684 | 4,768,637 |
| Non-current assets | | |
| Non-current portion of restricted investments, at fair value | - | - |
| Non-current portion of mortgage-backed securities, at fair value | 49,443,981 | 44,179,082 |
| Non-current portion of loans receivable | - | - |
| Non-current portion of unamortized bond issue costs | 424,138 | 440,525 |
| Total non-current assets | 49,868,119 | 44,619,607 |
| Total assets | $ 57,492,803 | $ 49,388,244 |

| Series 2005A&B | Series 2005C&D | Series 2005E&F | Series 2006A-D |
|---|---|---|---|
| | | | |
| $ 6,130,046 | $ 4,945,520 | $ 4,765,568 | $ 15,423,625 |
| 3,677,835 | 3,778,995 | 3,379,511 | 9,415,769 |
| - | - | - | - |
| 466,203 | 453,850 | 417,604 | 1,197,447 |
| - | - | - | - |
| - | - | - | - |
| 49,509 | 46,424 | 39,528 | 145,344 |
| 1,905 | 1,882 | 1,685 | 4,893 |
| 10,325,498 | 9,226,671 | 8,603,896 | 26,187,078 |
| | | | |
| - | - | - | - |
| 96,160,941 | 99,496,292 | 89,431,016 | 241,094,330 |
| - | - | - | - |
| 793,890 | 869,425 | 810,102 | 1,929,112 |
| 96,954,831 | 100,365,717 | 90,241,118 | 243,023,442 |
| $ 107,280,329 | $ 109,592,388 | $ 98,845,014 | $ 269,210,520 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 2004C&D | Series 2004E&F |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ 51,574 | $ 44,231 |
| Interest payable | 854,291 | 765,900 |
| Current portion of bonds payable | 1,046,361 | 680,266 |
| Current portion of deferred revenue | - | - |
| Total current liabilities | 1,952,226 | 1,490,397 |
| Non-current liabilities | | |
| Non-current portion of accounts payable and other | - | - |
| Non-current portion of bonds payable | 56,053,508 | 50,139,176 |
| Total non-current liabilities | 56,053,508 | 50,139,176 |
| Total liabilities | 58,005,734 | 51,629,573 |
| Net assets | | |
| Restricted - bond funds | (512,931) | (2,241,329) |
| Total net assets | (512,931) | (2,241,329) |
| Total liabilities and net assets | $ 57,492,803 | $ 49,388,244 |

| | Series 2005A&B | Series 2005C&D | Series 2005E&F | Series 2006A-D |
|---|---|---|---|---|
| | $ 111,037 | $ 114,027 | $ 100,951 | $ 221,704 |
| | 1,522,891 | 1,607,541 | 1,468,469 | 4,112,395 |
| | 3,547,882 | 3,758,127 | 2,981,044 | 10,704,043 |
| | - | - | - | - |
| | 5,181,810 | 5,479,695 | 4,550,464 | 15,038,142 |
| | - | - | - | - |
| | 106,537,640 | 110,495,831 | 99,328,621 | 259,967,509 |
| | 106,537,640 | 110,495,831 | 99,328,621 | 259,967,509 |
| | 111,719,450 | 115,975,526 | 103,879,085 | 275,005,651 |
| | (4,439,121) | (6,383,138) | (5,034,071) | (5,795,131) |
| | (4,439,121) | (6,383,138) | (5,034,071) | (5,795,131) |
| | $ 107,280,329 | $ 109,592,388 | $ 98,845,014 | $ 269,210,520 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 2006E-G | Series 2006H-K |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Current portion of restricted investments, at fair value | $ 13,124,977 | $ 19,425,798 |
| Current portion of mortgage-backed securities, at fair value | 7,897,551 | 12,823,832 |
| Accounts receivable | - | - |
| Interest receivable on investments and mortgage-backed securities | 1,111,867 | 1,861,629 |
| Current portion of loans receivable | - | - |
| Interest receivable on loans | - | - |
| Current portion of unamortized bond issue costs | 129,943 | 157,517 |
| Prepaid insurance and other | 3,955 | 6,311 |
| Total current assets | 22,268,293 | 34,275,087 |
| Non-current assets | | |
| Non-current portion of restricted investments, at fair value | - | - |
| Non-current portion of mortgage-backed securities, at fair value | 213,375,906 | 349,294,457 |
| Non-current portion of loans receivable | - | - |
| Non-current portion of unamortized bond issue costs | 1,809,792 | 2,704,060 |
| Total non-current assets | 215,185,698 | 351,998,517 |
| Total assets | $ 237,453,991 | $ 386,273,604 |

| Series 2006L-O | Series 2007A-C | Series 2007D-H | Series 2007I-K |
|---|---|---|---|
| $ 16,031,316 | $ 10,486,585 | $ 13,070,907 | $ 2,884,349 |
| 11,335,617 | 9,974,718 | 12,287,464 | 5,682,649 |
| 5 | - | 619 | - |
| 1,636,196 | 1,443,238 | 1,734,849 | 759,230 |
| - | - | - | - |
| - | - | - | - |
| 130,050 | 135,772 | 195,195 | 61,652 |
| 5,653 | 4,956 | 5,827 | 3,000 |
| 29,138,837 | 22,045,269 | 27,294,861 | 9,390,880 |
| - | - | - | - |
| 313,058,722 | 279,845,302 | 326,090,954 | 163,572,426 |
| - | - | - | - |
| 2,092,504 | 2,402,373 | 2,320,272 | 942,828 |
| 315,151,226 | 282,247,675 | 328,411,226 | 164,515,254 |
| $ 344,290,063 | $ 304,292,944 | $ 355,706,087 | $ 173,906,134 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 2006E-G | Series 2006H-K |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ 190,728 | $ 331,092 |
| Interest payable | 3,700,529 | 6,265,522 |
| Current portion of bonds payable | 6,593,646 | 5,013,745 |
| Current portion of deferred revenue | - | - |
| Total current liabilities | 10,484,903 | 11,610,359 |
| Non-current liabilities | | |
| Non-current portion of accounts payable and other | - | - |
| Non-current portion of bonds payable | 228,728,025 | 374,678,469 |
| Total non-current liabilities | 228,728,025 | 374,678,469 |
| Total liabilities | 239,212,928 | 386,288,828 |
| Net assets | | |
| Restricted - bond funds | (1,758,937) | (15,224) |
| Total net assets | (1,758,937) | (15,224) |
| Total liabilities and net assets | $ 237,453,991 | $ 386,273,604 |

| | Series 2006L-O | Series 2007A-C | Series 2007D-H | Series 2007I-K |
|---|---|---|---|---|
| | | | | |
| | $ 295,348 | $ 227,630 | $ 296,722 | $ 161,506 |
| | 5,478,102 | 4,927,435 | 5,885,038 | 2,719,288 |
| | 5,430,000 | 3,935,000 | 4,934,805 | 100,000 |
| | - | - | - | - |
| | 11,203,450 | 9,090,065 | 11,116,565 | 2,980,794 |
| | | | | |
| | - | - | - | - |
| | 333,765,000 | 293,445,000 | 338,819,218 | 174,900,000 |
| | 333,765,000 | 293,445,000 | 338,819,218 | 174,900,000 |
| | 344,968,450 | 302,535,065 | 349,935,783 | 177,880,794 |
| | | | | |
| | (678,387) | 1,757,879 | 5,770,304 | (3,974,660) |
| | (678,387) | 1,757,879 | 5,770,304 | (3,974,660) |
| | $ 344,290,063 | $ 304,292,944 | $ 355,706,087 | $ 173,906,134 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 2008A-C | Series 2008D&E |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Current portion of restricted investments, at fair value | $ 115,116,307 | $ 140,550,905 |
| Current portion of mortgage-backed securities, at fair value | 1,114,676 | - |
| Accounts receivable | - | - |
| Interest receivable on investments and mortgage-backed securities | 955,203 | 55,007 |
| Current portion of loans receivable | - | - |
| Interest receivable on loans | - | - |
| Current portion of unamortized bond issue costs | 104,108 | 6,737 |
| Prepaid insurance and other | - | - |
| Total current assets | 117,290,294 | 140,612,649 |
| Non-current assets | | |
| Non-current portion of restricted investments, at fair value | - | - |
| Non-current portion of mortgage-backed securities, at fair value | 32,178,925 | - |
| Non-current portion of loans receivable | - | - |
| Non-current portion of unamortized bond issue costs | 942,061 | 877,906 |
| Total non-current assets | 33,120,986 | 877,906 |
| Total assets | $ 150,411,280 | $ 141,490,555 |

| | Series General Trust | Total Under the General Indenture | Total FY 2008 |
|---|---|---|---|
| | $ 26,132,219 | $ 469,997,802 | $ 546,272,529 |
| | 1,528,626 | 109,459,973 | 109,505,185 |
| | 35,820 | 36,444 | 129,429 |
| | 167,035 | 16,104,059 | 16,459,265 |
| | - | - | 445,950 |
| | - | - | 42,435 |
| | - | 1,500,177 | 1,501,017 |
| | - | 54,340 | 61,512 |
| | 27,863,700 | 597,152,795 | 674,417,322 |
| | - | - | 1,106,791 |
| | 21,259,116 | 2,784,918,308 | 2,785,551,279 |
| | - | - | 2,160,189 |
| | - | 22,871,868 | 22,878,448 |
| | 21,259,116 | 2,807,790,176 | 2,811,696,707 |
| | $ 49,122,816 | $ 3,404,942,971 | $ 3,486,114,029 |

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Series 2008A-C | Series 2008D&E |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ 84,915 | $ 25,320 |
| Interest payable | 1,353,261 | 81,992 |
| Current portion of bonds payable | (18,845) | - |
| Current portion of deferred revenue | - | - |
| Total current liabilities | 1,419,331 | 107,312 |
| Non-current liabilities | | |
| Non-current portion of accounts payable and other | - | - |
| Non-current portion of bonds payable | 149,829,713 | 140,000,000 |
| Total non-current liabilities | 149,829,713 | 140,000,000 |
| Total liabilities | 151,249,044 | 140,107,312 |
| Net assets | | |
| Restricted - bond funds | (837,764) | 1,383,243 |
| Total net assets | (837,764) | 1,383,243 |
| Total liabilities and net assets | $ 150,411,280 | $ 141,490,555 |

| | Series General Trust | Total Under the General Indenture | Total FY 2008 |
|---|---|---|---|
| | $ - | $ 2,880,102 | $ 4,103,639 |
| | - | 49,356,004 | 49,509,089 |
| | - | 57,098,593 | 57,098,593 |
| | 39,413 | 39,413 | 39,413 |
| | 39,413 | 109,374,112 | 110,750,734 |
| | | | |
| | - | 1,312,694 | 1,562,538 |
| | - | 3,214,309,964 | 3,289,230,964 |
| | - | 3,215,622,658 | 3,290,793,502 |
| | 39,413 | 3,324,996,770 | 3,401,544,236 |
| | | | |
| | 49,083,403 | 79,946,201 | 84,569,793 |
| | 49,083,403 | 79,946,201 | 84,569,793 |
| | $ 49,122,816 | $ 3,404,942,971 | $ 3,486,114,029 |

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Series 1987A | Series 1991E-G |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ 103,763 | $ - |
| Mortgage-backed securities | - | 46,688 |
| Investments | 55,195 | 5,563 |
| Other mortgage income - net | - | - |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | 60,859 | 16,898 |
| Total interest and investment income | 219,817 | 69,149 |
| OTHER INCOME: | | |
| Service fees and other | - | - |
| Total other income | - | - |
| Total operating revenues | 219,817 | 69,149 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 24,477 | 20,901 |
| Trustee expense and agency fees | 2,485 | 2,075 |
| Mortgage servicing and administration fees | 3,099 | - |
| Insurance and other | 3,094 | - |
| Total operating expenses | 33,155 | 22,976 |
| Income over (under) expenses before transfer | 186,662 | 46,173 |
| Transfer in (out) | - | - |
| Net income (loss) | 186,662 | 46,173 |
| Net assets, beginning of year | 1,995,236 | 517,454 |
| Net assets, end of year | $ 2,181,898 | $ 563,627 |

| Series 1993A | 2007 Demand Draw | Total Not Under the General Indenture |
|---|---|---|
| | | |
| $ 259,644 | $ - | $ 363,407 |
| - | - | 46,688 |
| 76,413 | 939,854 | 1,077,025 |
| - | 3,265 | 3,265 |
| - | - | 77,757 |
| 336,057 | 943,119 | 1,568,142 |
| | | |
| - | - | - |
| - | - | - |
| 336,057 | 943,119 | 1,568,142 |
| | | |
| 75,906 | 941,419 | 1,062,703 |
| 285,254 | (1,243) | 288,571 |
| 12,257 | - | 15,356 |
| 10,037 | - | 13,131 |
| 383,454 | 940,176 | 1,379,761 |
| (47,397) | 2,943 | 188,381 |
| - | - | - |
| (47,397) | 2,943 | 188,381 |
| 1,894,835 | 27,686 | 4,435,211 |
| $ 1,847,438 | $ 30,629 | $ 4,623,592 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Series 1996B | Series 1997A1 |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ - | $ - |
| Mortgage-backed securities | 42,423 | 91,625 |
| Investments | 39,791 | 101,906 |
| Other mortgage income - net | - | - |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | (42,628) | 111,998 |
| Total interest and investment income | 39,586 | 305,529 |
| OTHER INCOME: | | |
| Service fees and other | - | - |
| Total other income | - | - |
| Total operating revenues | 39,586 | 305,529 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 92,774 | 171,119 |
| Trustee expense and agency fees | 2,107 | 3,480 |
| Mortgage servicing and administration fees | - | - |
| Insurance and other | - | - |
| Total operating expenses | 94,881 | 174,599 |
| Income over (under) expenses before transfer | (55,295) | 130,930 |
| Transfer in (out) | (2,614,668) | (4,738,533) |
| Net income (loss) | (2,669,963) | (4,607,603) |
| Net assets, beginning of year | 2,669,963 | 4,607,603 |
| Net assets, end of year | $ - | $ - |

| | Series 1996B/1997C | Series 1997D | Series 1998A | Series 1997B/1998B |
|---|---|---|---|---|
| | $ - | $ - | $ - | $ - |
| | 126,904 | 114,947 | 2,021,986 | 2,522,080 |
| | 312,687 | 231,789 | 921,249 | 294,865 |
| | - | - | - | - |
| | 826,877 | (140,847) | 1,332,349 | 1,594,684 |
| | 1,266,468 | 205,889 | 4,275,584 | 4,411,629 |
| | - | - | - | - |
| | - | - | - | - |
| | 1,266,468 | 205,889 | 4,275,584 | 4,411,629 |
| | 268,093 | 54,768 | 2,217,356 | 2,689,089 |
| | 5,407 | 5,728 | 81,815 | 103,327 |
| | - | - | - | - |
| | - | - | - | - |
| | 273,500 | 60,496 | 2,299,171 | 2,792,416 |
| | 992,968 | 145,393 | 1,976,413 | 1,619,213 |
| | (3,298,225) | (5,775,470) | - | - |
| | (2,305,257) | (5,630,077) | 1,976,413 | 1,619,213 |
| | 2,305,257 | 5,630,077 | 1,544,293 | 2,086,071 |
| | $ - | $ - | $ 3,520,706 | $ 3,705,284 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Series 1999A | Series 1999B |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ - | $ - |
| Mortgage-backed securities | 2,411,202 | 167,006 |
| Investments | 485,253 | 103,848 |
| Other mortgage income - net | - | - |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | 1,354,697 | 34,011 |
| Total interest and investment income | 4,251,152 | 304,865 |
| OTHER INCOME: | | |
| Service fees and other | - | - |
| Total other income | - | - |
| Total operating revenues | 4,251,152 | 304,865 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 2,368,835 | 146,217 |
| Trustee expense and agency fees | 92,676 | 9,115 |
| Mortgage servicing and administration fees | - | - |
| Insurance and other | - | - |
| Total operating expenses | 2,461,511 | 155,332 |
| Income over (under) expenses before transfer | 1,789,641 | 149,533 |
| Transfer in (out) | - | - |
| Net income (loss) | 1,789,641 | 149,533 |
| Net assets, beginning of year | 7,321,629 | 2,638,143 |
| Net assets, end of year | $ 9,111,270 | $ 2,787,676 |

| | Series 1999C&D | Series 2000A&B | Series 2000C-G | Series 2001A&B |
|---|---|---|---|---|
| | $ - | $ - | $ - | $ - |
| | 2,753,936 | 1,543,922 | 2,007,535 | 1,236,252 |
| | 406,986 | 452,882 | 180,283 | 183,552 |
| | - | - | - | - |
| | 970,084 | 322,338 | 493,473 | 549,918 |
| | 4,131,006 | 2,319,142 | 2,681,291 | 1,969,722 |
| | - | - | - | - |
| | - | - | - | - |
| | 4,131,006 | 2,319,142 | 2,681,291 | 1,969,722 |
| | 2,876,875 | 1,573,208 | 1,717,932 | 1,220,322 |
| | 98,140 | 50,018 | 67,745 | 45,747 |
| | - | - | - | - |
| | - | - | - | - |
| | 2,975,015 | 1,623,226 | 1,785,677 | 1,266,069 |
| | 1,155,991 | 695,916 | 895,614 | 703,653 |
| | - | - | - | - |
| | 1,155,991 | 695,916 | 895,614 | 703,653 |
| | 6,472,180 | 7,164,624 | 8,178,633 | 2,809,222 |
| | $ 7,628,171 | $ 7,860,540 | $ 9,074,247 | $ 3,512,875 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Series 2001C-E | Series 2002A-C |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ - | $ - |
| Mortgage-backed securities | 3,279,429 | 3,740,755 |
| Investments | 300,493 | 338,170 |
| Other mortgage income - net | - | - |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | 1,396,631 | 1,694,669 |
| Total interest and investment income | 4,976,553 | 5,773,594 |
| OTHER INCOME: | | |
| Service fees and other | - | - |
| Total other income | - | - |
| Total operating revenues | 4,976,553 | 5,773,594 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 3,165,773 | 3,777,668 |
| Trustee expense and agency fees | 121,220 | 159,486 |
| Mortgage servicing and administration fees | - | - |
| Insurance and other | - | - |
| Total operating expenses | 3,286,993 | 3,937,154 |
| Income over (under) expenses before transfer | 1,689,560 | 1,836,440 |
| Transfer in (out) | - | - |
| Net income (loss) | 1,689,560 | 1,836,440 |
| Net assets, beginning of year | 1,657,317 | 411,344 |
| Net assets, end of year | $ 3,346,877 | $ 2,247,784 |

| | Series 2002D&E | Series 2003A | Series 2003B&C | Series 2004A&B |
|---|---|---|---|---|
| | $ - | $ - | $ - | $ - |
| | 1,104,383 | 1,484,624 | 1,975,823 | 2,830,355 |
| | 71,501 | 99,995 | 153,012 | 159,826 |
| | - | - | - | - |
| | 572,269 | 935,188 | 1,207,472 | 1,729,105 |
| | 1,748,153 | 2,519,807 | 3,336,307 | 4,719,286 |
| | - | - | - | - |
| | - | - | - | - |
| | 1,748,153 | 2,519,807 | 3,336,307 | 4,719,286 |
| | 1,194,361 | 1,355,362 | 1,755,471 | 2,455,109 |
| | 51,657 | 64,175 | 115,263 | 169,647 |
| | - | - | - | - |
| | - | - | - | - |
| | 1,246,018 | 1,419,537 | 1,870,734 | 2,624,756 |
| | 502,135 | 1,100,270 | 1,465,573 | 2,094,530 |
| | - | - | - | - |
| | 502,135 | 1,100,270 | 1,465,573 | 2,094,530 |
| | (768,471) | 677,660 | (1,603,677) | (2,641,385) |
| | $ (266,336) | $ 1,777,930 | $ (138,104) | $ (546,855) |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Series 2004C&D | Series 2004E&F |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ - | $ - |
| Mortgage-backed securities | 2,874,121 | 2,424,951 |
| Investments | 245,952 | 110,005 |
| Other mortgage income - net | - | - |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | 1,874,442 | 1,289,446 |
| Total interest and investment income | 4,994,515 | 3,824,402 |
| OTHER INCOME: | | |
| Service fees and other | - | - |
| Total other income | - | - |
| Total operating revenues | 4,994,515 | 3,824,402 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 2,754,048 | 2,355,502 |
| Trustee expense and agency fees | 169,232 | 142,277 |
| Mortgage servicing and administration fees | - | - |
| Insurance and other | - | - |
| Total operating expenses | 2,923,280 | 2,497,779 |
| Income over (under) expenses before transfer | 2,071,235 | 1,326,623 |
| Transfer in (out) | - | - |
| Net income (loss) | 2,071,235 | 1,326,623 |
| Net assets, beginning of year | (2,584,166) | (3,567,952) |
| Net assets, end of year | $ (512,931) | $ (2,241,329) |

| | Series 2005A&B | Series 2005C&D | Series 2005E&F | Series 2006A-D |
|---|---|---|---|---|
| | $ - | $ - | $ - | $ - |
| | 5,125,694 | 5,228,578 | 4,743,088 | 13,469,019 |
| | 228,719 | 162,693 | 148,627 | 548,007 |
| | - | - | - | - |
| | 2,664,863 | 2,667,466 | 2,421,968 | 7,496,823 |
| | 8,019,276 | 8,058,737 | 7,313,683 | 21,513,849 |
| | - | - | - | - |
| | - | - | - | - |
| | 8,019,276 | 8,058,737 | 7,313,683 | 21,513,849 |
| | 4,868,305 | 4,993,159 | 4,530,604 | 12,679,726 |
| | 353,350 | 359,764 | 319,570 | 715,411 |
| | - | - | - | - |
| | - | - | - | - |
| | 5,221,655 | 5,352,923 | 4,850,174 | 13,395,137 |
| | 2,797,621 | 2,705,814 | 2,463,509 | 8,118,712 |
| | - | - | - | 1,482,818 |
| | 2,797,621 | 2,705,814 | 2,463,509 | 9,601,530 |
| | (7,236,742) | (9,088,952) | (7,497,580) | (15,396,661) |
| | $ (4,439,121) | $ (6,383,138) | $ (5,034,071) | $ (5,795,131) |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Series 2006E-G | Series 2006H-K |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ - | $ - |
| Mortgage-backed securities | 12,301,615 | 20,890,446 |
| Investments | 528,526 | 657,045 |
| Other mortgage income - net | - | - |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | 6,102,043 | 8,881,976 |
| Total interest and investment income | 18,932,184 | 30,429,467 |
| OTHER INCOME: | | |
| Service fees and other | - | - |
| Total other income | - | - |
| Total operating revenues | 18,932,184 | 30,429,467 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 11,536,635 | 19,862,668 |
| Trustee expense and agency fees | 610,198 | 1,051,355 |
| Mortgage servicing and administration fees | - | - |
| Insurance and other | - | - |
| Total operating expenses | 12,146,833 | 20,914,023 |
| Income over (under) expenses before transfer | 6,785,351 | 9,515,444 |
| Transfer in (out) | - | - |
| Net income (loss) | 6,785,351 | 9,515,444 |
| Net assets, beginning of year | (8,544,288) | (9,530,668) |
| Net assets, end of year | $ (1,758,937) | $ (15,224) |

| | Series 2006L-O | Series 2007A-C | Series 2007D-H | Series 2007I-K |
|---|---|---|---|---|
| | $ - | $ - | $ - | $ - |
| | 18,435,918 | 14,220,514 | 11,674,292 | 1,411,198 |
| | 439,470 | 2,216,752 | 6,320,286 | 4,946,926 |
| | (2,381) | (1,992,909) | 256,651 | (33,644) |
| | 8,026,185 | 494,056 | 1,820,781 | (4,284,526) |
| | 26,899,192 | 14,938,413 | 20,072,010 | 2,039,954 |
| | - | - | - | - |
| | - | - | - | - |
| | 26,899,192 | 14,938,413 | 20,072,010 | 2,039,954 |
| | 16,978,088 | 14,938,770 | 16,632,157 | 5,737,598 |
| | 923,676 | 659,520 | 635,596 | 277,016 |
| | - | - | - | - |
| | - | - | - | - |
| | 17,901,764 | 15,598,290 | 17,267,753 | 6,014,614 |
| | 8,997,428 | (659,877) | 2,804,257 | (3,974,660) |
| | - | 488,176 | 2,966,047 | - |
| | 8,997,428 | (171,701) | 5,770,304 | (3,974,660) |
| | (9,675,815) | 1,929,580 | - | - |
| | $ (678,387) | $ 1,757,879 | $ 5,770,304 | $ (3,974,660) |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Series 2008A-C | Series 2008D&E |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ - | $ - |
| Mortgage-backed securities | 144,585 | - |
| Investments | 811,322 | 55,008 |
| Other mortgage income - net | 684,877 | 1,436,109 |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | (1,015,725) | - |
| Total interest and investment income | 625,059 | 1,491,117 |
| OTHER INCOME: | | |
| Service fees and other | - | - |
| Total other income | - | - |
| Total operating revenues | 625,059 | 1,491,117 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 1,377,909 | 82,554 |
| Trustee expense and agency fees | 84,914 | 25,320 |
| Mortgage servicing and administration fees | - | - |
| Insurance and other | - | - |
| Total operating expenses | 1,462,823 | 107,874 |
| Income over (under) expenses before transfer | (837,764) | 1,383,243 |
| Transfer in (out) | - | - |
| Net income (loss) | (837,764) | 1,383,243 |
| Net assets, beginning of year | - | - |
| Net assets, end of year | $ (837,764) | $ 1,383,243 |

| | Series General Trust | Total Under the General Indenture | Total FY 2008 |
|---|---|---|---|
| | | | |
| | $ - | $ - | $ 363,407 |
| | 1,560,643 | 143,959,849 | 144,006,537 |
| | 641,977 | 22,899,403 | 23,976,428 |
| | - | 348,703 | 351,968 |
| | 431,924 | 53,814,010 | 53,891,767 |
| | 2,634,544 | 221,021,965 | 222,590,107 |
| | - | - | - |
| | - | - | - |
| | 2,634,544 | 221,021,965 | 222,590,107 |
| | - | 148,428,055 | 149,490,758 |
| | - | 7,573,952 | 7,862,523 |
| | - | - | 15,356 |
| | 297,554 | 297,554 | 310,685 |
| | 297,554 | 156,299,561 | 157,679,322 |
| | 2,336,990 | 64,722,404 | 64,910,785 |
| | 11,489,855 | - | - |
| | 13,826,845 | 64,722,404 | 64,910,785 |
| | 35,256,558 | 15,223,797 | 19,659,008 |
| | $ 49,083,403 | $ 79,946,201 | $ 84,569,793 |

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 1987A | Series 1991E-G |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ - | $ 37,631 |
| Cash collected from program loans principal | 162,220 | - |
| Cash received from investment interest and mortgage-backed securities interest | 117,057 | 52,944 |
| Cash received from program loans interest | 52,538 | - |
| Cash received from bond premiums, downpayment assistance grants and other | - | - |
| Cash received from service fees and other | - | 3,473 |
| 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 | (22,184) | (19,171) |
| Payments for trustee expense and agency fees | (3,573) | (3,000) |
| Payments for mortgage servicing and administration fees | (3,105) | - |
| Payments for insurance and other | (61,373) | (1,905) |
| Payments for transfer out | - | - |
| Net cash provided (used) by operating activities | 241,580 | 69,972 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | - |
| Payments to redeem bonds | (375,000) | (100,000) |
| Payments for bond issue costs, unamortized | - | - |
| Net cash provided (used) by noncapital financing activities | (375,000) | (100,000) |
| Net increase (decrease) in cash and cash equivalents | (133,420) | (30,028) |
| Cash and cash equivalents, beginning of year | 831,929 | 110,168 |
| Cash and cash equivalents, end of year | $ 698,509 | $ 80,140 |

| | Series 1993A | 2007 Demand Draw | Total Not Under the General General Indenture |
|---|---|---|---|
| | $ - | $ - | $ 37,631 |
| | 613,863 | - | 776,083 |
| | 73,949 | 1,080,242 | 1,324,192 |
| | 248,428 | - | 300,966 |
| | - | 3,265 | 3,265 |
| | 68,686 | 933 | 73,092 |
| | - | - | - |
| | - | - | - |
| | - | (32,616) | (32,616) |
| | (85,781) | (906,576) | (1,033,712) |
| | (4,583) | - | (11,156) |
| | (12,521) | - | (15,626) |
| | (130,363) | - | (193,641) |
| | - | - | - |
| | 771,678 | 145,248 | 1,228,478 |
| | - | 82,599,000 | 82,599,000 |
| | (500,000) | (46,033,000) | (47,008,000) |
| | - | - | - |
| | (500,000) | 36,566,000 | 35,591,000 |
| | 271,678 | 36,711,248 | 36,819,478 |
| | 1,176,079 | 37,337,073 | 39,455,249 |
| | $ 1,447,757 | $ 74,048,321 | $ 76,274,727 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 1987A | Series 1991E-G |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ 186,662 | $ 46,173 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | 7,706 | 3,102 |
| Amortization of bond discount (premium) | - | - |
| Amortization of loan (discount) premium | (51,839) | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | (60,859) | (16,898) |
| Amounts collected - program loans | 162,220 | - |
| Purchases - mortgage-backed securities | - | - |
| Principal received on mortgage-backed securities | - | 37,631 |
| Decrease (increase) in accounts receivable | (1,132) | - |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | 53,568 | 692 |
| Decrease (increase) in interest receivable on loans | 615 | - |
| Decrease (increase) in prepaid insurance and other | 1,440 | (625) |
| Increase (decrease) in accounts payable and other | (51,387) | 1,268 |
| Increase (decrease) in interest payable | (5,414) | (1,371) |
| Increase (decrease) in deferred revenue | - | - |
| Net cash provided (used) by operating activities | $ 241,580 | $ 69,972 |

| | Series 1993A | 2007 Demand Draw | Total Not Under the General General Indenture |
|---|---|---|---|
| | $ (47,397) | $ 2,943 | $ 188,381 |
| | - | - | 10,808 |
| | - | - | - |
| | (9,514) | - | (61,353) |
| | - | - | (77,757) |
| | 613,863 | - | 776,083 |
| | - | - | - |
| | - | - | 37,631 |
| | (17,384) | - | (18,516) |
| | (2,464) | (20,799) | 30,997 |
| | 7,181 | - | 7,796 |
| | 552 | - | 1,367 |
| | 236,716 | 160,876 | 347,473 |
| | (9,875) | 2,228 | (14,432) |
| | - | - | - |
| | $ 771,678 | $ 145,248 | $ 1,228,478 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 1996B | Series 1997A1 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ 8,391,334 | $ 18,854,901 |
| Cash collected from program loans principal | - | - |
| Cash received from investment interest and mortgage-backed securities interest | 237,784 | 346,279 |
| Cash received from program loans interest | - | - |
| Cash received from bond premiums, downpayment assistance grants and other | - | - |
| Cash received from service fees and other | - | - |
| Cash received from transfers in | 8,350,000 | 15,120,000 |
| Payments to purchase mortgage-backed securities | - | - |
| Payments for bond premiums, downpayment assistance grants and other | - | - |
| Payments for bond interest payable | (274,856) | (508,537) |
| Payments for trustee expense and agency fees | (8,835) | (15,830) |
| Payments for mortgage servicing and administration fees | - | - |
| Payments for insurance and other | (49,206) | (75,174) |
| Payments for transfer out | (10,964,668) | (19,858,533) |
| Net cash provided (used) by operating activities | 5,681,553 | 13,863,106 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | - |
| Payments to redeem bonds | (9,085,000) | (16,695,000) |
| Payments for bond issue costs, unamortized | 101,781 | 132,284 |
| | (8,983,219) | (16,562,716) |
| Net increase (decrease) in cash and cash equivalents | (3,301,666) | (2,699,610) |
| Cash and cash equivalents, beginning of year | 3,301,666 | 2,699,610 |
| Cash and cash equivalents, end of year | $ - | $ - |

| | Series 1996B/1997C | Series 1997D | Series 1998A | Series 1997B/1998B |
|---|---|---|---|---|
| | $ 28,595,490 | $ 2,237,310 | $ 7,294,281 | $ 8,056,305 |
| | - | - | - | - |
| | 461,258 | 346,905 | 2,329,787 | 2,797,564 |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | 25,975,068 | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | (796,972) | (31,551) | (2,264,504) | (2,729,505) |
| | (23,961) | (7,634) | (86,684) | (108,814) |
| | - | - | - | - |
| | - | (1,500) | - | (58,520) |
| | (29,273,292) | (5,775,470) | - | - |
| | 24,937,591 | (3,231,940) | 7,272,880 | 7,957,030 |
| | - | - | - | - |
| | (28,145,000) | (605,000) | (6,595,000) | (7,560,000) |
| | 203,646 | - | - | - |
| | (27,941,354) | (605,000) | (6,595,000) | (7,560,000) |
| | (3,003,763) | (3,836,940) | 677,880 | 397,030 |
| | 3,003,763 | 3,836,940 | 5,173,908 | 4,888,160 |
| | $ - | $ - | $ 5,851,788 | $ 5,285,190 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 1996B | Series 1997A1 |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ (2,669,963) | $ (4,607,603) |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | 1,154 | 1,607 |
| Amortization of bond discount (premium) | - | - |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | 42,628 | (111,998) |
| Amounts collected - program loans | - | - |
| Purchases - mortgage-backed securities | - | - |
| Principal received on mortgage-backed securities | 8,391,334 | 18,854,901 |
| Decrease (increase) in accounts receivable | - | - |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | 106,365 | 147,306 |
| Decrease (increase) in interest receivable on loans | - | - |
| Decrease (increase) in prepaid insurance and other | 375 | 375 |
| Increase (decrease) in accounts payable and other | (7,103) | (82,457) |
| Increase (decrease) in interest payable | (183,237) | (339,025) |
| Increase (decrease) in deferred revenue | - | - |
| Net cash provided (used) by operating activities | $ 5,681,553 | $ 13,863,106 |

| | Series 1996B/1997C | | Series 1997D | | Series 1998A | | Series 1997B/1998B |
|---|---|---|---|---|---|---|---|
| $ | (2,305,257) | $ | (5,630,077) | $ | 1,976,413 | $ | 1,619,213 |
| | 2,435 | | 33,374 | | 68,002 | | 91,703 |
| | - | | - | | - | | - |
| | - | | - | | - | | - |
| | (826,877) | | 140,847 | | (1,332,349) | | (1,594,684) |
| | - | | - | | - | | - |
| | - | | - | | - | | - |
| | 28,595,490 | | 2,237,310 | | 7,294,281 | | 8,056,305 |
| | - | | - | | - | | - |
| | 174,129 | | 82,071 | | 13,768 | | 17,100 |
| | - | | - | | - | | - |
| | 750 | | 375 | | 110 | | 68 |
| | (171,764) | | (85,683) | | (632,194) | | (100,556) |
| | (531,315) | | (10,157) | | (115,151) | | (132,119) |
| | - | | - | | - | | - |
| $ | 24,937,591 | $ | (3,231,940) | $ | 7,272,880 | $ | 7,957,030 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 1999A | Series 1999B |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ 8,030,115 | $ 512,800 |
| Cash collected from program loans principal | - | - |
| Cash received from investment interest and mortgage-backed securities interest | 2,962,157 | 328,567 |
| Cash received from program loans interest | - | - |
| Cash received from bond premiums, downpayment assistance grants and other | - | - |
| Cash received from service fees and other | - | - |
| Cash received from transfers in | - | - |
| Payments to purchase mortgage-backed securities | - | - |
| Payments for bond premiums, downpayment assistance grants and other | - | - |
| Payments for bond interest payable | (2,413,394) | (121,249) |
| Payments for trustee expense and agency fees | (97,945) | (9,527) |
| Payments for mortgage servicing and administration fees | - | - |
| Payments for insurance and other | - | (56,534) |
| Payments for transfer out | - | - |
| Net cash provided (used) by operating activities | 8,480,933 | 654,057 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | - |
| Payments to redeem bonds | (7,625,000) | (555,000) |
| Payments for bond issue costs, unamortized | - | - |
| | (7,625,000) | (555,000) |
| Net increase (decrease) in cash and cash equivalents | 855,933 | 99,057 |
| Cash and cash equivalents, beginning of year | 10,253,531 | 2,050,724 |
| Cash and cash equivalents, end of year | $ 11,109,464 | $ 2,149,781 |

| Series 1999C&D | Series 2000A&B | Series 2000C-G | Series 2001A&B |
|---|---|---|---|
| $ 6,613,787 | $ 3,719,726 | $ 4,384,048 | $ 3,488,690 |
| - | - | - | - |
| 3,491,519 | 2,059,184 | 2,274,091 | 1,452,916 |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| (2,821,280) | (1,613,750) | (1,707,499) | (1,224,407) |
| (102,374) | (52,620) | (70,699) | (48,125) |
| - | - | - | - |
| (260,229) | - | (2,207) | - |
| - | - | - | - |
| 6,921,423 | 4,112,540 | 4,877,734 | 3,669,074 |
| - | - | - | - |
| (7,175,000) | (4,250,000) | (6,080,000) | (3,930,000) |
| - | - | - | - |
| (7,175,000) | (4,250,000) | (6,080,000) | (3,930,000) |
| (253,577) | (137,460) | (1,202,266) | (260,926) |
| 8,273,483 | 8,016,631 | 4,796,922 | 3,826,443 |
| $ 8,019,906 | $ 7,879,171 | $ 3,594,656 | $ 3,565,517 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 1999A | Series 1999B |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ 1,789,641 | $ 149,533 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | 80,916 | 33,570 |
| Amortization of bond discount (premium) | - | - |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | (1,354,697) | (34,011) |
| Amounts collected - program loans | - | - |
| Purchases - mortgage-backed securities | - | - |
| Principal received on mortgage-backed securities | 8,030,115 | 512,800 |
| Decrease (increase) in accounts receivable | - | - |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | 22,780 | 2,045 |
| Decrease (increase) in interest receivable on loans | - | - |
| Decrease (increase) in prepaid insurance and other | 127 | - |
| Increase (decrease) in accounts payable and other | 37,526 | (1,277) |
| Increase (decrease) in interest payable | (125,475) | (8,603) |
| Increase (decrease) in deferred revenue | - | - |
| Net cash provided (used) by operating activities | $ 8,480,933 | $ 654,057 |

| | Series 1999C&D | Series 2000A&B | Series 2000C-G | Series 2001A&B |
|---|---|---|---|---|
| | $ 1,155,991 | $ 695,916 | $ 895,614 | $ 703,653 |
| | 190,402 | 47,999 | 147,967 | 55,914 |
| | - | - | - | - |
| | - | - | - | - |
| | (970,084) | (322,338) | (493,473) | (549,918) |
| | - | - | - | - |
| | - | - | - | - |
| | 6,613,787 | 3,719,726 | 4,384,048 | 3,488,690 |
| | - | - | - | - |
| | 43,839 | 17,465 | 44,494 | 14,561 |
| | - | - | - | - |
| | 120 | 71 | - | 34 |
| | 22,174 | 42,243 | 36,618 | 16,139 |
| | (134,806) | (88,542) | (137,534) | (59,999) |
| | - | - | - | - |
| | $ 6,921,423 | $ 4,112,540 | $ 4,877,734 | $ 3,669,074 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | | Series 2001C-E | | Series 2002A-C |
|---|---|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | | | |
| Cash collected from mortgage-backed securities principal | $ | 8,623,873 | $ | 11,875,492 |
| Cash collected from program loans principal | | - | | - |
| Cash received from investment interest and mortgage-backed securities interest | | 3,764,472 | | 4,102,739 |
| Cash received from program loans interest | | - | | - |
| Cash received from bond premiums, downpayment assistance grants and other | | - | | - |
| Cash received from service fees and other | | - | | 4,406 |
| 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 | | (3,323,171) | | (3,631,806) |
| Payments for trustee expense and agency fees | | (126,627) | | (173,658) |
| Payments for mortgage servicing and administration fees | | - | | - |
| Payments for insurance and other | | (144,439) | | (657,481) |
| Payments for transfer out | | - | | - |
| Net cash provided (used) by operating activities | | 8,794,108 | | 11,519,692 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | | | |
| Cash received from bonds issued | | - | | - |
| Payments to redeem bonds | | (8,655,000) | | (10,765,000) |
| Payments for bond issue costs, unamortized | | - | | - |
| | | (8,655,000) | | (10,765,000) |
| Net increase (decrease) in cash and cash equivalents | | 139,108 | | 754,692 |
| Cash and cash equivalents, beginning of year | | 5,985,990 | | 6,862,542 |
| Cash and cash equivalents, end of year | $ | 6,125,098 | $ | 7,617,234 |

| | Series 2002D&E | Series 2003A | Series 2003B&C | Series 2004A&B |
|---|---|---|---|---|
| | $ 3,084,017 | $ 5,257,325 | $ 6,768,255 | $ 9,169,725 |
| | - | - | - | - |
| | 1,185,095 | 1,597,737 | 2,149,899 | 3,017,146 |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | (1,169,971) | (1,355,655) | (1,969,999) | (2,683,940) |
| | (57,159) | (67,532) | (119,446) | (175,853) |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | 3,041,982 | 5,431,875 | 6,828,709 | 9,327,078 |
| | - | - | - | - |
| | (2,550,000) | (4,810,000) | (6,495,000) | (8,440,000) |
| | - | - | - | - |
| | (2,550,000) | (4,810,000) | (6,495,000) | (8,440,000) |
| | 491,982 | 621,875 | 333,709 | 887,078 |
| | 1,551,008 | 2,270,250 | 2,880,124 | 3,520,584 |
| | $ 2,042,990 | $ 2,892,125 | $ 3,213,833 | $ 4,407,662 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | | Series 2001C-E | | Series 2002A-C |
|---|---|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | | | |
| Operating income | $ | 1,689,560 | $ | 1,836,440 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | | | |
| Amortization of bond issue costs | | 100,493 | | 84,948 |
| Amortization of bond discount (premium) | | (113,960) | | - |
| Amortization of loan (discount) premium | | - | | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | | (1,396,631) | | (1,694,669) |
| Amounts collected - program loans | | - | | - |
| Purchases - mortgage-backed securities | | - | | - |
| Principal received on mortgage-backed securities | | 8,623,873 | | 11,875,492 |
| Decrease (increase) in accounts receivable | | - | | 4,406 |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | | 41,609 | | 23,816 |
| Decrease (increase) in interest receivable on loans | | - | | - |
| Decrease (increase) in prepaid insurance and other | | 131 | | - |
| Increase (decrease) in accounts payable and other | | (7,037) | | (671,655) |
| Increase (decrease) in interest payable | | (143,930) | | 60,914 |
| Increase (decrease) in deferred revenue | | - | | - |
| Net cash provided (used) by operating activities | $ | 8,794,108 | $ | 11,519,692 |

| | Series 2002D&E | Series 2003A | Series 2003B&C | Series 2004A&B |
|---|---|---|---|---|
| | $ 502,135 | $ 1,100,270 | $ 1,465,573 | $ 2,094,530 |
| | 31,117 | 58,350 | 78,423 | 90,363 |
| | - | - | (175,899) | (191,082) |
| | - | - | - | - |
| | (572,269) | (935,188) | (1,207,472) | (1,729,105) |
| | - | - | - | - |
| | - | - | - | - |
| | 3,084,017 | 5,257,325 | 6,768,255 | 9,169,725 |
| | - | - | - | - |
| | 9,210 | 13,118 | 21,064 | 26,966 |
| | - | - | - | - |
| | - | 80 | 108 | 141 |
| | (5,501) | (3,438) | (4,290) | (6,348) |
| | (6,727) | (58,642) | (117,053) | (128,112) |
| | - | - | - | - |
| | $ 3,041,982 | $ 5,431,875 | $ 6,828,709 | $ 9,327,078 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 2004C&D | Series 2004E&F |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ 10,921,914 | $ 5,132,831 |
| Cash collected from program loans principal | - | - |
| Cash received from investment interest and mortgage-backed securities interest | 3,128,521 | 2,550,300 |
| Cash received from program loans interest | - | - |
| Cash received from bond premiums, downpayment assistance grants and other | - | - |
| Cash received from service fees and other | - | - |
| Cash received from transfers in | - | - |
| Payments to purchase mortgage-backed securities | - | - |
| Payments for bond premiums, downpayment assistance grants and other | - | - |
| Payments for bond interest payable | (2,960,049) | (2,485,408) |
| Payments for trustee expense and agency fees | (176,158) | (145,795) |
| Payments for mortgage servicing and administration fees | - | - |
| Payments for insurance and other | - | - |
| Payments for transfer out | - | - |
| Net cash provided (used) by operating activities | 10,914,228 | 5,051,928 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | - |
| Payments to redeem bonds | (8,665,000) | (4,800,000) |
| Payments for bond issue costs, unamortized | - | - |
| | (8,665,000) | (4,800,000) |
| Net increase (decrease) in cash and cash equivalents | 2,249,228 | 251,928 |
| Cash and cash equivalents, beginning of year | 3,106,204 | 2,547,905 |
| Cash and cash equivalents, end of year | $ 5,355,432 | $ 2,799,833 |

| | Series 2005A&B | Series 2005C&D | Series 2005E&F | Series 2006A-D |
|---|---|---|---|---|
| | $ 10,338,803 | $ 9,082,970 | $ 7,190,068 | $ 28,140,380 |
| | - | - | - | - |
| | 5,387,344 | 5,417,938 | 4,909,818 | 14,092,539 |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | 1,482,818 |
| | - | - | - | - |
| | - | - | - | - |
| | (4,965,593) | (5,155,414) | (4,639,271) | (13,400,417) |
| | (360,038) | (365,219) | (324,207) | (732,957) |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | 10,400,516 | 8,980,275 | 7,136,408 | 29,582,363 |
| | - | - | - | - |
| | (10,290,000) | (8,340,000) | (6,410,000) | (25,010,000) |
| | - | - | - | (1,624) |
| | (10,290,000) | (8,340,000) | (6,410,000) | (25,011,624) |
| | 110,516 | 640,275 | 726,408 | 4,570,739 |
| | 6,019,530 | 4,305,245 | 4,039,160 | 10,852,886 |
| | $ 6,130,046 | $ 4,945,520 | $ 4,765,568 | $ 15,423,625 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 2004C&D | Series 2004E&F |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ 2,071,235 | $ 1,326,623 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | 83,209 | 60,429 |
| Amortization of bond discount (premium) | (127,227) | (105,516) |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | (1,874,442) | (1,289,446) |
| Amounts collected - program loans | - | - |
| Purchases - mortgage-backed securities | - | - |
| Principal received on mortgage-backed securities | 10,921,914 | 5,132,831 |
| Decrease (increase) in accounts receivable | - | - |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | 8,449 | 15,344 |
| Decrease (increase) in interest receivable on loans | - | - |
| Decrease (increase) in prepaid insurance and other | 144 | 80 |
| Increase (decrease) in accounts payable and other | (7,071) | (3,598) |
| Increase (decrease) in interest payable | (161,983) | (84,819) |
| Increase (decrease) in deferred revenue | - | - |
| Net cash provided (used) by operating activities | $ 10,914,228 | $ 5,051,928 |

| | Series 2005A&B | | Series 2005C&D | | Series 2005E&F | | Series 2006A-D |
|---|---|---|---|---|---|---|---|
| $ | 2,797,621 | $ | 2,705,814 | $ | 2,463,509 | $ | 9,601,530 |
| | 107,129 | | 91,270 | | 76,905 | | 360,170 |
| | (92,781) | | (133,941) | | (108,249) | | (735,840) |
| | - | | - | | - | | - |
| | (2,664,863) | | (2,667,466) | | (2,421,968) | | (7,496,823) |
| | - | | - | | - | | - |
| | - | | - | | - | | - |
| | 10,338,803 | | 9,082,970 | | 7,190,068 | | 28,140,380 |
| | - | | - | | - | | - |
| | 32,931 | | 26,668 | | 18,103 | | 75,514 |
| | - | | - | | - | | - |
| | 172 | | 139 | | 107 | | 345 |
| | (6,861) | | (5,594) | | (4,744) | | (17,891) |
| | (111,635) | | (119,585) | | (77,323) | | (345,022) |
| | - | | - | | - | | - |
| $ | 10,400,516 | $ | 8,980,275 | $ | 7,136,408 | $ | 29,582,363 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 2006E-G | Series 2006H-K |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ 20,710,874 | $ 26,783,499 |
| Cash collected from program loans principal | - | - |
| Cash received from investment interest and mortgage-backed securities interest | 12,882,672 | 21,572,075 |
| Cash received from program loans interest | - | - |
| Cash received from bond premiums, downpayment assistance grants and other | - | - |
| Cash received from service fees and other | - | - |
| Cash received from transfers in | - | - |
| Payments to purchase mortgage-backed securities | - | - |
| Payments for bond premiums, downpayment assistance grants and other | - | - |
| Payments for bond interest payable | (11,848,661) | (19,777,825) |
| Payments for trustee expense and agency fees | (623,040) | (1,068,878) |
| Payments for mortgage servicing and administration fees | - | - |
| Payments for insurance and other | - | (69,293) |
| Payments for transfer out | - | - |
| Net cash provided (used) by operating activities | 21,121,845 | 27,439,578 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | - |
| Payments to redeem bonds | (17,575,000) | (19,705,000) |
| Payments for bond issue costs, unamortized | (1,211) | - |
| | (17,576,211) | (19,705,000) |
| Net increase (decrease) in cash and cash equivalents | 3,545,634 | 7,734,578 |
| Cash and cash equivalents, beginning of year | 9,579,343 | 11,691,220 |
| Cash and cash equivalents, end of year | $ 13,124,977 | $ 19,425,798 |

| | Series 2006L-O | | Series 2007A-C | | Series 2007D-H | | Series 2007I-K |
|---|---|---|---|---|---|---|---|
| $ | 18,712,694 | $ | 7,746,719 | $ | 10,145,121 | $ | 275,049 |
| | - | | - | | - | | - |
| | 20,433,761 | | 18,502,129 | | 16,259,731 | | 5,598,894 |
| | - | | - | | - | | - |
| | - | | 33,958 | | 2,500,000 | | 1,343,950 |
| | - | | - | | - | | - |
| | - | | 10,523,422 | | 62,403,136 | | - |
| | (476,283) | | (261,890,481) | | (346,702,758) | | (173,814,650) |
| | (2,381) | | (2,026,867) | | (2,243,349) | | (1,377,594) |
| | (16,705,696) | | (13,179,430) | | (10,519,092) | | (2,983,500) |
| | (892,003) | | (471,750) | | (338,873) | | (118,509) |
| | - | | - | | - | | - |
| | (5) | | - | | (6,447) | | - |
| | - | | (10,035,246) | | (59,437,090) | | - |
| | 21,070,087 | | (250,797,546) | | (327,939,621) | | (171,076,360) |
| | - | | - | | 348,237,684 | | 175,000,000 |
| | (10,790,000) | | (2,620,000) | | (4,585,000) | | - |
| | (11,569) | | (247,989) | | (2,642,156) | | (1,039,291) |
| | (10,801,569) | | (2,867,989) | | 341,010,528 | | 173,960,709 |
| | 10,268,518 | | (253,665,535) | | 13,070,907 | | 2,884,349 |
| | 5,762,798 | | 264,152,120 | | - | | - |
| $ | 16,031,316 | $ | 10,486,585 | $ | 13,070,907 | $ | 2,884,349 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 2006E-G | Series 2006H-K |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ 6,785,351 | $ 9,515,444 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | 125,251 | 272,707 |
| Amortization of bond discount (premium) | (239,565) | (101,709) |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | (6,102,043) | (8,881,976) |
| Amounts collected - program loans | - | - |
| Purchases - mortgage-backed securities | - | - |
| Principal received on mortgage-backed securities | 20,710,874 | 26,783,499 |
| Decrease (increase) in accounts receivable | - | - |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | 52,530 | 24,584 |
| Decrease (increase) in interest receivable on loans | - | - |
| Decrease (increase) in prepaid insurance and other | 198 | 328 |
| Increase (decrease) in accounts payable and other | (13,040) | (87,143) |
| Increase (decrease) in interest payable | (197,711) | (86,156) |
| Increase (decrease) in deferred revenue | - | - |
| Net cash provided (used) by operating activities | $ 21,121,845 | $ 27,439,578 |

| | Series 2006L-O | Series 2007A-C | Series 2007D-H | Series 2007I-K |
|---|---|---|---|---|
| | $ 8,997,428 | $ (171,701) | $ 5,770,304 | $ (3,974,660) |
| | 184,932 | 94,635 | 208,703 | 34,811 |
| | - | - | 19,325 | - |
| | - | - | - | - |
| | (8,026,185) | (494,056) | (1,820,781) | 4,284,526 |
| | - | - | - | - |
| | (476,283) | (261,890,481) | (346,702,758) | (173,814,650) |
| | 18,712,694 | 7,746,719 | 10,145,121 | 275,049 |
| | (5) | - | (619) | - |
| | 1,558,372 | 2,064,864 | (1,734,849) | (759,230) |
| | - | - | - | - |
| | 180 | (4,956) | (5,827) | (3,000) |
| | 31,494 | 192,727 | 296,722 | 161,506 |
| | 87,460 | 1,664,703 | 5,885,038 | 2,719,288 |
| | - | - | - | - |
| | $ 21,070,087 | $ (250,797,546) | $ (327,939,621) | $ (171,076,360) |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 2008A-C | Series 2008D&E |
|---|---|---|
| **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 | 705 | - |
| Cash received from program loans interest | - | - |
| Cash received from bond premiums, downpayment assistance grants and other | 926,138 | 1,436,109 |
| Cash received from service fees and other | - | - |
| Cash received from transfers in | - | - |
| Payments to purchase mortgage-backed securities | (34,309,326) | - |
| Payments for bond premiums, downpayment assistance grants and other | (241,261) | - |
| Payments for bond interest payable | - | - |
| Payments for trustee expense and agency fees | - | - |
| Payments for mortgage servicing and administration fees | - | - |
| Payments for insurance and other | - | - |
| Payments for transfer out | - | - |
| Net cash provided (used) by operating activities | (33,623,744) | 1,436,109 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | 149,806,890 | 140,000,000 |
| Payments to redeem bonds | - | - |
| Payments for bond issue costs, unamortized | (1,066,839) | (885,204) |
| | 148,740,051 | 139,114,796 |
| Net increase (decrease) in cash and cash equivalents | 115,116,307 | 140,550,905 |
| Cash and cash equivalents, beginning of year | - | - |
| Cash and cash equivalents, end of year | $ 115,116,307 | $ 140,550,905 |

| | Series General Trust | Total Under the General Indenture | Total FY 2008 |
|---|---|---|---|
| | $ 14,095,467 | $ 314,233,863 | $ 314,271,494 |
| | - | - | 776,083 |
| | 2,205,692 | 167,847,218 | 169,171,410 |
| | - | - | 300,966 |
| | - | 6,240,155 | 6,243,420 |
| | 6,508 | 10,914 | 84,006 |
| | 34,829,126 | 158,683,570 | 158,683,570 |
| | (17,434,624) | (834,628,122) | (834,628,122) |
| | - | (5,891,452) | (5,924,068) |
| | - | (139,262,402) | (140,296,114) |
| | (4,406) | (6,975,156) | (6,986,312) |
| | - | - | (15,626) |
| | (437,611) | (1,818,646) | (2,012,287) |
| | (23,339,272) | (158,683,571) | (158,683,571) |
| | 9,920,880 | (500,243,629) | (499,015,151) |
| | - | 813,044,574 | 895,643,574 |
| | - | (258,805,000) | (305,813,000) |
| | - | (5,458,172) | (5,458,172) |
| | - | 548,781,402 | 584,372,402 |
| | 9,920,880 | 48,537,773 | 85,357,251 |
| | 16,211,339 | 421,460,029 | 460,915,278 |
| | $ 26,132,219 | $ 469,997,802 | $ 546,272,529 |

**OHIO HOUSING FINANCE AGENCY**

**Single Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Series 2008A-C | Series 2008D&E |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ (837,764) | $ 1,383,243 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | 20,670 | 561 |
| Amortization of bond discount (premium) | 3,978 | - |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | 1,015,725 | - |
| Amounts collected - program loans | - | - |
| Purchases - mortgage-backed securities | (34,309,326) | - |
| Principal received on mortgage-backed securities | - | - |
| Decrease (increase) in accounts receivable | - | - |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | (955,203) | (55,007) |
| Decrease (increase) in interest receivable on loans | - | - |
| Decrease (increase) in prepaid insurance and other | - | - |
| Increase (decrease) in accounts payable and other | 84,915 | 25,320 |
| Increase (decrease) in interest payable | 1,353,261 | 81,992 |
| Increase (decrease) in deferred revenue | - | - |
| Net cash provided (used) by operating activities | $ (33,623,744) | $ 1,436,109 |

| | Series General Trust | Total Under the General Indenture | Total FY 2008 |
|---|---|---|---|
| | $ 13,826,845 | $ 64,722,404 | $ 64,910,785 |
| | - | 2,920,119 | 2,930,927 |
| | - | (2,102,466) | (2,102,466) |
| | - | - | (61,353) |
| | (431,924) | (53,814,010) | (53,891,767) |
| | - | - | 776,083 |
| | (17,434,624) | (834,628,122) | (834,628,122) |
| | 14,095,467 | 314,233,863 | 314,271,494 |
| | 6,508 | 10,290 | (8,226) |
| | 3,072 | 1,197,848 | 1,228,845 |
| | - | - | 7,796 |
| | - | (9,225) | (7,858) |
| | (4,407) | (982,268) | (634,795) |
| | - | 8,347,995 | 8,333,563 |
| | (140,057) | (140,057) | (140,057) |
| | $ 9,920,880 | $ (500,243,629) | $ (499,015,151) |

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**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Asbury Woods/ Towne Square Refunder | Beechwood II |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Restricted cash | $ - | $ - |
| Current portion of restricted investments, at fair value | 332,470 | 1,260,728 |
| Current portion of mortgage-backed securities, at fair value | - | - |
| Accounts receivable | - | - |
| Interest receivable on investments and mortgage-backed securities | 3,858 | 1,838 |
| Current portion of loans receivable | 104,349 | - |
| Interest receivable on loans | 14,254 | 47,693 |
| Current portion of unamortized bond issue costs | 5,445 | - |
| Prepaid insurance and other | - | - |
| Total current assets | 460,376 | 1,310,259 |
| Non-current assets | | |
| Non-current portion of mortgage-backed securities, at fair value | - | - |
| Non-current portion of loans receivable | 2,896,585 | 9,783,000 |
| Non-current portion of unamortized bond issue costs | 53,422 | - |
| Total non-current assets | 2,950,007 | 9,783,000 |
| Total assets | $ 3,410,383 | $ 11,093,259 |

| | Beehive and Doan Refunder | Bethel Park Zebulon Park | Capital Funds Financing Program | Chambrel |
|---|---|---|---|---|
| | $ - | $ 36,510 | $ - | $ - |
| | 191,034 | 302 | 37,524,337 | 69,011 |
| | - | - | - | - |
| | 1,166 | - | - | - |
| | 4,268 | - | 447,539 | - |
| | 59,498 | 56,812 | 1,240,000 | - |
| | 10,072 | 31,887 | 459,708 | 8,842 |
| | 2,570 | - | 132,691 | - |
| | (485) | - | - | - |
| | 268,123 | 125,511 | 39,804,275 | 77,853 |
| | - | - | - | - |
| | 888,012 | 6,320,502 | 66,542 | 12,451,000 |
| | 25,861 | - | 1,057,150 | - |
| | 913,873 | 6,320,502 | 1,123,692 | 12,451,000 |
| | $ 1,181,996 | $ 6,446,013 | $ 40,927,967 | $ 12,528,853 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Asbury Woods/ Towne Square Refunder | Beechwood II |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ 4,935 | $ - |
| Interest payable | 43,287 | 47,692 |
| Current portion of bonds payable | 104,104 | - |
| Deposits held | 4 | 1,259,281 |
| Total current liabilities | 152,330 | 1,306,973 |
| Non-current liabilities | | |
| Non-current portion of bonds payable | 3,106,498 | 9,783,000 |
| Total non-current liabilities | 3,106,498 | 9,783,000 |
| Total liabilities | 3,258,828 | 11,089,973 |
| Net assets | | |
| Restricted - bond funds | 151,555 | 3,286 |
| Total net assets | 151,555 | 3,286 |
| Total liabilites and net assets | $ 3,410,383 | $ 11,093,259 |

| | Beehive and Doan Refunder | Bethel Park Zebulon Park | Capital Funds Financing Program | Chambrel |
|---|---|---|---|---|
| | $ 1,617 | $ - | $ 97,566 | $ - |
| | 28,768 | 31,887 | 459,706 | 8,842 |
| | (306) | 56,812 | 1,345,770 | - |
| | - | 4,939 | 4 | 69,011 |
| | 30,079 | 93,638 | 1,903,046 | 77,853 |
| | 961,944 | 6,320,502 | 37,315,579 | 12,451,000 |
| | 961,944 | 6,320,502 | 37,315,579 | 12,451,000 |
| | 992,023 | 6,414,140 | 39,218,625 | 12,528,853 |
| | 189,973 | 31,873 | 1,709,342 | - |
| | 189,973 | 31,873 | 1,709,342 | - |
| | $ 1,181,996 | $ 6,446,013 | $ 40,927,967 | $ 12,528,853 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Club at Spring Valley | Courtyards of Kettering |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Restricted cash | $ 13,417 | $ 114,483 |
| Current portion of restricted investments, at fair value | 26,011 | 206,836 |
| Current portion of mortgage-backed securities, at fair value | - | - |
| Accounts receivable | - | - |
| Interest receivable on investments and mortgage-backed securities | - | 6,821 |
| Current portion of loans receivable | - | 38,265 |
| Interest receivable on loans | (5,997) | 15,812 |
| Current portion of unamortized bond issue costs | - | - |
| Prepaid insurance and other | - | - |
| Total current assets | 33,431 | 382,217 |
| Non-current assets | | |
| Non-current portion of mortgage-backed securities, at fair value | - | - |
| Non-current portion of loans receivable | 10,800,000 | 3,261,732 |
| Non-current portion of unamortized bond issue costs | - | - |
| Total non-current assets | 10,800,000 | 3,261,732 |
| Total assets | $ 10,833,431 | $ 3,643,949 |

| | Covenant House | FHD Holdings, LLC | Hillwood II | Hunters Glen Refunder |
|---|---|---|---|---|
| | $ 5,337 | $ - | $ - | $ - |
| | 2,923,110 | - | 69,186 | 301,667 |
| | 863,553 | - | 230,662 | - |
| | - | - | - | - |
| | 13,445 | - | 47,223 | - |
| | - | 884,233 | - | - |
| | - | 1,582 | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | 3,805,445 | 885,815 | 347,071 | 301,667 |
| | 1,007,478 | - | 8,745,919 | - |
| | - | - | - | 10,740,000 |
| | - | - | - | - |
| | 1,007,478 | - | 8,745,919 | 10,740,000 |
| | $ 4,812,923 | $ 885,815 | $ 9,092,990 | $ 11,041,667 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Club at Spring Valley | Courtyards of Kettering |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ - | $ 4,215 |
| Interest payable | 7,419 | 94,351 |
| Current portion of bonds payable | - | 37,437 |
| Deposits held | 26,012 | 2 |
| Total current liabilities | 33,431 | 136,005 |
| Non-current liabilities | | |
| Non-current portion of bonds payable | 10,800,000 | 3,445,503 |
| Total non-current liabilities | 10,800,000 | 3,445,503 |
| Total liabilities | 10,833,431 | 3,581,508 |
| Net assets | | |
| Restricted - bond funds | - | 62,441 |
| Total net assets | - | 62,441 |
| Total liabilites and net assets | $ 10,833,431 | $ 3,643,949 |

| Covenant House | FHD Holdings, LLC | Hillwood II | Hunters Glen Refunder |
|---|---|---|---|
| $ 875 | $ - | $ 6,787 | $ 2,506 |
| 66,201 | 1,582 | 54,285 | 295,529 |
| - | 884,233 | 200,000 | - |
| 271,646 | - | 10,515 | 3,632 |
| 338,722 | 885,815 | 271,587 | 301,667 |
| 4,405,000 | - | 9,345,000 | 10,740,000 |
| 4,405,000 | - | 9,345,000 | 10,740,000 |
| 4,743,722 | 885,815 | 9,616,587 | 11,041,667 |
| 69,201 | - | (523,597) | - |
| 69,201 | - | (523,597) | - |
| $ 4,812,923 | $ 885,815 | $ 9,092,990 | $ 11,041,667 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Kennedy Portfolio | Lincoln Park |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Restricted cash | $ - | $ - |
| Current portion of restricted investments, at fair value | 137,409 | - |
| Current portion of mortgage-backed securities, at fair value | 294,398 | - |
| Accounts receivable | 265 | - |
| Interest receivable on investments and mortgage-backed securities | 43,683 | - |
| Current portion of loans receivable | - | - |
| Interest receivable on loans | - | - |
| Current portion of unamortized bond issue costs | - | - |
| Prepaid insurance and other | - | - |
| Total current assets | 475,755 | - |
| Non-current assets | | |
| Non-current portion of mortgage-backed securities, at fair value | 9,347,159 | - |
| Non-current portion of loans receivable | - | - |
| Non-current portion of unamortized bond issue costs | - | - |
| Total non-current assets | 9,347,159 | - |
| Total assets | $ 9,822,914 | $ - |

| | Macarthur | Madonna Homes | Michaelmas Manor | Millenia Group |
|---|---|---|---|---|
| | | | | |
| | $ - | $ 1 | $ - | $ - |
| | 629,830 | 3,321,155 | 66,736 | 1,620,354 |
| | - | 1,316,583 | 95,250 | - |
| | - | - | - | - |
| | 918 | 49,568 | 16,129 | 2,363 |
| | - | - | - | 12,878 |
| | 21,182 | - | - | 28,642 |
| | - | - | - | - |
| | - | - | - | - |
| | 651,930 | 4,687,307 | 178,115 | 1,664,237 |
| | | | | |
| | - | 1,645,729 | 3,174,986 | - |
| | 4,125,000 | - | - | 5,369,506 |
| | - | - | - | - |
| | 4,125,000 | 1,645,729 | 3,174,986 | 5,369,506 |
| | $ 4,776,930 | $ 6,333,036 | $ 3,353,101 | $ 7,033,743 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Kennedy Portfolio | Lincoln Park |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ 750 | $ - |
| Interest payable | 101,519 | - |
| Current portion of bonds payable | 130,000 | - |
| Deposits held | 86,693 | - |
| Total current liabilities | 318,962 | - |
| Non-current liabilities | | |
| Non-current portion of bonds payable | 10,375,000 | - |
| Total non-current liabilities | 10,375,000 | - |
| Total liabilities | 10,693,962 | - |
| Net assets | | |
| Restricted - bond funds | (871,048) | - |
| Total net assets | (871,048) | - |
| Total liabilites and net assets | $ 9,822,914 | $ - |

| | Macarthur | Madonna Homes | Michaelmas Manor | Millenia Group |
|---|---|---|---|---|
| | $ - | $ 292 | $ 5,273 | $ 5,956 |
| | 21,182 | 38,508 | 36,052 | 99,692 |
| | - | - | 30,000 | 20,000 |
| | 409,107 | 57,800 | 17,639 | 143,740 |
| | 430,289 | 96,600 | 88,964 | 269,388 |
| | 4,345,000 | 6,300,000 | 3,290,000 | 6,775,000 |
| | 4,345,000 | 6,300,000 | 3,290,000 | 6,775,000 |
| | 4,775,289 | 6,396,600 | 3,378,964 | 7,044,388 |
| | 1,641 | (63,564) | (25,863) | (10,645) |
| | 1,641 | (63,564) | (25,863) | (10,645) |
| | $ 4,776,930 | $ 6,333,036 | $ 3,353,101 | $ 7,033,743 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Moody Manor/ Regina Manor | Oakleaf Toledo Refunder |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Restricted cash | $ - | $ - |
| Current portion of restricted investments, at fair value | 62,616 | 199,087 |
| Current portion of mortgage-backed securities, at fair value | 101,809 | 348,003 |
| Accounts receivable | - | - |
| Interest receivable on investments and mortgage-backed securities | 12,666 | 42,682 |
| Current portion of loans receivable | - | - |
| Interest receivable on loans | - | - |
| Current portion of unamortized bond issue costs | - | 20,646 |
| Prepaid insurance and other | - | 1,068 |
| Total current assets | 177,091 | 611,486 |
| Non-current assets | | |
| Non-current portion of mortgage-backed securities, at fair value | 2,680,963 | 6,380,070 |
| Non-current portion of loans receivable | - | - |
| Non-current portion of unamortized bond issue costs | - | 218,811 |
| Total non-current assets | 2,680,963 | 6,598,881 |
| Total assets | $ 2,858,054 | $ 7,210,367 |

| | Oakleaf Village Refunder | Palmer Gardens | Parktrails | Pebble Brooke |
|---|---|---|---|---|
| | $ - | $ - | $ 111 | $ - |
| | 482,631 | 1,672,467 | 68,245 | 360,059 |
| | - | 53,859 | - | - |
| | - | - | - | - |
| | 4,266 | 10,273 | - | - |
| | 113,948 | - | 96,000 | 234,583 |
| | 16,966 | - | 138,712 | - |
| | 7,843 | - | - | - |
| | - | - | - | - |
| | 625,654 | 1,736,599 | 303,068 | 594,642 |
| | - | 1,548,454 | - | - |
| | 3,431,827 | - | 9,103,000 | 13,765,417 |
| | 84,974 | - | - | - |
| | 3,516,801 | 1,548,454 | 9,103,000 | 13,765,417 |
| | $ 4,142,455 | $ 3,285,053 | $ 9,406,068 | $ 14,360,059 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Moody Manor/ Regina Manor | Oakleaf Toledo Refunder |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ 2,497 | $ 1,932 |
| Interest payable | 15,959 | 113,448 |
| Current portion of bonds payable | 120,000 | 237,485 |
| Deposits held | 59,639 | 116,816 |
| Total current liabilities | 198,095 | 469,681 |
| Non-current liabilities | | |
| Non-current portion of bonds payable | 2,820,000 | 6,232,334 |
| Total non-current liabilities | 2,820,000 | 6,232,334 |
| Total liabilities | 3,018,095 | 6,702,015 |
| Net assets | | |
| Restricted - bond funds | (160,041) | 508,352 |
| Total net assets | (160,041) | 508,352 |
| Total liabilites and net assets | $ 2,858,054 | $ 7,210,367 |

| | Oakleaf Village Refunder | Palmer Gardens | Parktrails | Pebble Brooke |
|---|---|---|---|---|
| | | | | |
| | $ 3,148 | $ 2,470 | $ (1) | $ - |
| | 70,170 | 51,762 | 56,820 | 331,873 |
| | 110,000 | 1,605,000 | 85,000 | 295,000 |
| | 4,818 | 37,386 | 150,249 | 28,186 |
| | 188,136 | 1,696,618 | 292,068 | 655,059 |
| | | | | |
| | 3,605,000 | 1,600,000 | 9,114,000 | 13,705,000 |
| | 3,605,000 | 1,600,000 | 9,114,000 | 13,705,000 |
| | 3,793,136 | 3,296,618 | 9,406,068 | 14,360,059 |
| | | | | |
| | 349,319 | (11,565) | - | - |
| | 349,319 | (11,565) | - | - |
| | $ 4,142,455 | $ 3,285,053 | $ 9,406,068 | $ 14,360,059 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Pine Crossing Refunder | Robin Springs |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Restricted cash | $ - | $ - |
| Current portion of restricted investments, at fair value | - | 6,643 |
| Current portion of mortgage-backed securities, at fair value | - | - |
| Accounts receivable | - | - |
| Interest receivable on investments and mortgage-backed securities | - | - |
| Current portion of loans receivable | - | 76,884 |
| Interest receivable on loans | 8,228 | 147,134 |
| Current portion of unamortized bond issue costs | - | - |
| Prepaid insurance and other | - | - |
| Total current assets | 8,228 | 230,661 |
| Non-current assets | | |
| Non-current portion of mortgage-backed securities, at fair value | - | - |
| Non-current portion of loans receivable | 5,670,000 | 5,518,054 |
| Non-current portion of unamortized bond issue costs | - | - |
| Total non-current assets | 5,670,000 | 5,518,054 |
| Total assets | $ 5,678,228 | $ 5,748,715 |

| | Rolling Ridge | Salvation Army Booth Residence | Shannon Glen | Sharon Green |
|---|---|---|---|---|
| | $ - | $ - | $ 1 | $ - |
| | - | 620,063 | 2 | 174,881 |
| | - | 5,594,629 | - | - |
| | - | - | - | - |
| | - | 27,811 | - | - |
| | - | - | - | - |
| | 126,275 | - | 9,109 | 122,918 |
| | - | - | - | - |
| | - | - | - | - |
| | 126,275 | 6,242,503 | 9,112 | 297,799 |
| | - | - | - | - |
| | 2,293,000 | - | 11,800,000 | 5,900,000 |
| | - | - | - | - |
| | 2,293,000 | - | 11,800,000 | 5,900,000 |
| | $ 2,419,275 | $ 6,242,503 | $ 11,809,112 | $ 6,197,799 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Pine Crossing Refunder | Robin Springs |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ - | $ - |
| Interest payable | 8,002 | 147,404 |
| Current portion of bonds payable | - | 76,884 |
| Deposits held | 226 | 6,373 |
| Total current liabilities | 8,228 | 230,661 |
| Non-current liabilities | | |
| Non-current portion of bonds payable | 5,670,000 | 5,518,054 |
| Total non-current liabilities | 5,670,000 | 5,518,054 |
| Total liabilities | 5,678,228 | 5,748,715 |
| Net assets | | |
| Restricted - bond funds | - | - |
| Total net assets | - | - |
| Total liabilites and net assets | $ 5,678,228 | $ 5,748,715 |

| | Rolling Ridge | Salvation Army Booth Residence | Shannon Glen | Sharon Green |
|---|---|---|---|---|
| | $ - | $ 5,052 | $ 1 | $ - |
| | 126,275 | 35,153 | 9,109 | 122,918 |
| | - | 40,000 | - | - |
| | - | 43,369 | 2 | 174,881 |
| | 126,275 | 123,574 | 9,112 | 297,799 |
| | 2,293,000 | 6,225,000 | 11,800,000 | 5,900,000 |
| | 2,293,000 | 6,225,000 | 11,800,000 | 5,900,000 |
| | 2,419,275 | 6,348,574 | 11,809,112 | 6,197,799 |
| | - | (106,071) | - | - |
| | - | (106,071) | - | - |
| | $ 2,419,275 | $ 6,242,503 | $ 11,809,112 | $ 6,197,799 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Timber Lake | Tylers Creek |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Restricted cash | $ - | $ - |
| Current portion of restricted investments, at fair value | 88,270 | 116,908 |
| Current portion of mortgage-backed securities, at fair value | - | - |
| Accounts receivable | - | - |
| Interest receivable on investments and mortgage-backed securities | - | - |
| Current portion of loans receivable | - | 175,833 |
| Interest receivable on loans | - | 99,101 |
| Current portion of unamortized bond issue costs | - | - |
| Prepaid insurance and other | - | - |
| Total current assets | 88,270 | 391,842 |
| Non-current assets | | |
| Non-current portion of mortgage-backed securities, at fair value | - | - |
| Non-current portion of loans receivable | 14,505,000 | 14,234,167 |
| Non-current portion of unamortized bond issue costs | - | - |
| Total non-current assets | 14,505,000 | 14,234,167 |
| Total assets | $ 14,593,270 | $ 14,626,009 |

| | Uptown Towers | Vistula Heritage Village II | Warren Heights | Westlake |
|---|---|---|---|---|
| | $ - | $ - | $ - | $ - |
| | 844,446 | 60,039 | 1,800,200 | 8,057 |
| | 294,684 | 65,883 | 1,744,198 | - |
| | - | - | - | - |
| | 60,223 | 209,137 | 181,146 | - |
| | - | - | - | - |
| | - | - | - | 19,195 |
| | - | - | - | - |
| | - | - | - | - |
| | 1,199,353 | 335,059 | 3,725,544 | 27,252 |
| | 11,419,023 | 1,652,556 | 1,598,847 | - |
| | - | - | - | 9,810,000 |
| | - | - | - | - |
| | 11,419,023 | 1,652,556 | 1,598,847 | 9,810,000 |
| | $ 12,618,376 | $ 1,987,615 | $ 5,324,391 | $ 9,837,252 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Timber Lake | Tylers Creek |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ - | $ - |
| Interest payable | 77,969 | 88,356 |
| Current portion of bonds payable | - | 175,000 |
| Deposits held | 10,301 | 127,653 |
| Total current liabilities | 88,270 | 391,009 |
| Non-current liabilities | | |
| Non-current portion of bonds payable | 14,505,000 | 14,235,000 |
| Total non-current liabilities | 14,505,000 | 14,235,000 |
| Total liabilities | 14,593,270 | 14,626,009 |
| Net assets | | |
| Restricted - bond funds | - | - |
| Total net assets | - | - |
| Total liabilites and net assets | $ 14,593,270 | $ 14,626,009 |

| | Uptown Towers | Vistula Heritage Village II | Warren Heights | Westlake |
|---|---|---|---|---|
| | $ 15,708 | $ 833 | $ 5,405 | $ - |
| | 125,185 | 34,563 | 29,274 | 16,767 |
| | - | 30,000 | - | - |
| | 40,000 | 251 | 68,841 | 10,485 |
| | 180,893 | 65,647 | 103,520 | 27,252 |
| | 12,500,000 | 1,715,000 | 5,150,000 | 9,810,000 |
| | 12,500,000 | 1,715,000 | 5,150,000 | 9,810,000 |
| | 12,680,893 | 1,780,647 | 5,253,520 | 9,837,252 |
| | (62,517) | 206,968 | 70,871 | - |
| | (62,517) | 206,968 | 70,871 | - |
| | $ 12,618,376 | $ 1,987,615 | $ 5,324,391 | $ 9,837,252 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Willow Lake | Willow Lake Refunder |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Restricted cash | $ - | $ - |
| Current portion of restricted investments, at fair value | 8 | 28,476 |
| Current portion of mortgage-backed securities, at fair value | - | - |
| Accounts receivable | - | - |
| Interest receivable on investments and mortgage-backed securities | - | - |
| Current portion of loans receivable | 355,000 | - |
| Interest receivable on loans | 13,525 | 25,711 |
| Current portion of unamortized bond issue costs | - | - |
| Prepaid insurance and other | - | - |
| Total current assets | 368,533 | 54,187 |
| Non-current assets | | |
| Non-current portion of mortgage-backed securities, at fair value | - | - |
| Non-current portion of loans receivable | 455,000 | 5,517,768 |
| Non-current portion of unamortized bond issue costs | - | - |
| Total non-current assets | 455,000 | 5,517,768 |
| Total assets | $ 823,533 | $ 5,571,955 |

| 10 Wilmington Place | Wind River | Wingate at Belle Meadows | Total FY 2008 |
|---|---|---|---|
| $ 11,631 | $ - | $ - | $ 181,491 |
| - | 170,717 | 625 | 55,444,616 |
| - | 296,963 | - | 11,300,474 |
| 1,669 | - | - | 3,100 |
| - | 34,629 | - | 1,220,486 |
| - | 138,333 | - | 3,586,616 |
| - | 15,949 | 11,847 | 1,388,347 |
| - | - | - | 169,195 |
| - | - | - | 583 |
| 13,300 | 656,591 | 12,472 | 73,294,908 |
| | | | |
| - | 6,929,126 | - | 56,130,310 |
| 8,945,000 | 471,667 | 8,700,000 | 186,821,779 |
| - | - | - | 1,440,218 |
| 8,945,000 | 7,400,793 | 8,700,000 | 244,392,307 |
| $ 8,958,300 | $ 8,057,384 | $ 8,712,472 | $ 317,687,215 |

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Net Assets**

**June 30, 2008**

| | Willow Lake | Willow Lake Refunder |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ - | $ 28,239 |
| Interest payable | 13,525 | 25,711 |
| Current portion of bonds payable | 355,000 | 31,472 |
| Deposits held | 8 | 237 |
| Total current liabilities | 368,533 | 85,659 |
| Non-current liabilities | | |
| Non-current portion of bonds payable | 455,000 | 5,486,296 |
| Total non-current liabilities | 455,000 | 5,486,296 |
| Total liabilities | 823,533 | 5,571,955 |
| Net assets | | |
| Restricted - bond funds | - | - |
| Total net assets | - | - |
| Total liabilites and net assets | $ 823,533 | $ 5,571,955 |

| 10 Wilmington Place | Wind River | Wingate at Belle Meadows | Total FY 2008 |
|---|---|---|---|
| | | | |
| $ - | $ 1,519 | $ - | $ 197,575 |
| 11,910 | 77,893 | 11,845 | 3,038,393 |
| - | 155,000 | - | 6,123,891 |
| 1,390 | 37,803 | 627 | 3,279,566 |
| 13,300 | 272,215 | 12,472 | 12,639,425 |
| | | | |
| 8,945,000 | 7,720,000 | 8,700,000 | 303,462,710 |
| 8,945,000 | 7,720,000 | 8,700,000 | 303,462,710 |
| 8,958,300 | 7,992,215 | 8,712,472 | 316,102,135 |
| | | | |
| - | 65,169 | - | 1,585,080 |
| - | 65,169 | - | 1,585,080 |
| $ 8,958,300 | $ 8,057,384 | $ 8,712,472 | $ 317,687,215 |

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Asbury Woods/ Towne Square Refunder | Beechwood II |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ 173,655 | $ 84,256 |
| Mortgage-backed securities | - | - |
| Investments | 17,036 | 3,286 |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | - | - |
| Total operating revenues | 190,691 | 87,542 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 182,036 | 84,256 |
| Trustee expense and agency fees | 8,004 | - |
| Mortgage servicing and administration fees | 3,808 | - |
| Insurance and other | - | - |
| Total operating expenses | 193,848 | 84,256 |
| Net income (loss) | (3,157) | 3,286 |
| Net assets, beginning of year | 154,712 | - |
| Net assets, end of year | $ 151,555 | $ 3,286 |

| | Beehive and Doan Refunder | Bethel Park Zebulon Park | Capital Funds Financing Program | Chambrel |
|---|---|---|---|---|
| | $ 46,421 | $ 383,661 | $ 1,806,631 | $ 361,336 |
| | - | - | - | - |
| | 9,516 | - | 1,835,328 | - |
| | - | - | - | - |
| | 55,937 | 383,661 | 3,641,959 | 361,336 |
| | 66,126 | 383,661 | 1,835,051 | 361,336 |
| | 3,478 | - | 97,566 | - |
| | 1,112 | - | - | - |
| | - | - | - | - |
| | 70,716 | 383,661 | 1,932,617 | 361,336 |
| | (14,779) | - | 1,709,342 | - |
| | 204,752 | 31,873 | - | - |
| | $ 189,973 | $ 31,873 | $ 1,709,342 | $ - |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Club at Spring Valley | Courtyards of Kettering |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ 437,164 | $ 190,712 |
| Mortgage-backed securities | - | - |
| Investments | - | 13,815 |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | - | - |
| Total operating revenues | 437,164 | 204,527 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 437,164 | 186,136 |
| Trustee expense and agency fees | - | 8,275 |
| Mortgage servicing and administration fees | - | 4,146 |
| Insurance and other | - | - |
| Total operating expenses | 437,164 | 198,557 |
| Net income (loss) | - | 5,970 |
| Net assets, beginning of year | - | 56,471 |
| Net assets, end of year | $ - | $ 62,441 |

| Covenant House | FHD Holdings, LLC | Hillwood II | Hunters Glen Refunder |
|---|---|---|---|
| $ - | $ 29,789 | $ - | $ 686,286 |
| 18,344 | - | 490,566 | - |
| 9,991 | - | 25,899 | - |
| 87,347 | - | (158,109) | - |
| 115,682 | 29,789 | 358,356 | 686,286 |
| 45,605 | 29,789 | 483,627 | 681,990 |
| 876 | - | 9,643 | 4,296 |
| - | - | - | - |
| - | - | 2,000 | - |
| 46,481 | 29,789 | 495,270 | 686,286 |
| 69,201 | - | (136,914) | - |
| - | - | (386,683) | - |
| $ 69,201 | $ - | $ (523,597) | $ - |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**
**Multi-Family Mortgage Revenue Program**
**Statement of Revenues, Expenses**
**and Changes in Net Assets**
**Year Ended June 30, 2008**

| | Kennedy Portfolio | Lincoln Park |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ - | $ - |
| Mortgage-backed securities | 520,424 | - |
| Investments | 5,620 | - |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | (319,429) | - |
| Total operating revenues | 206,615 | - |
| **OPERATING EXPENSES:** | | |
| Interest expense | 517,995 | - |
| Trustee expense and agency fees | 4,500 | - |
| Mortgage servicing and administration fees | - | - |
| Insurance and other | - | - |
| Total operating expenses | 522,495 | - |
| Net income (loss) | (315,880) | - |
| Net assets, beginning of year | (555,168) | - |
| Net assets, end of year | $ (871,048) | $ - |

| | Macarthur | Madonna Homes | Michaelmas Manor | Millenia Group |
|---|---|---|---|---|
| | $ 37,421 | $ - | $ - | $ 103,420 |
| | - | 117,880 | 160,821 | - |
| | 1,641 | 189,008 | 6,111 | 13,129 |
| | - | (4,091) | (40,993) | - |
| | 39,062 | 302,797 | 125,939 | 116,549 |
| | 37,421 | 295,109 | 146,529 | 121,238 |
| | - | 3,500 | 5,273 | 5,956 |
| | - | - | - | - |
| | - | - | - | - |
| | 37,421 | 298,609 | 151,802 | 127,194 |
| | 1,641 | 4,188 | (25,863) | (10,645) |
| | - | (67,752) | - | - |
| | $ 1,641 | $ (63,564) | $ (25,863) | $ (10,645) |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Moody Manor/ Regina Manor | Oakleaf Toledo Refunder |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ 52,047 | $ - |
| Mortgage-backed securities | 160,750 | 508,417 |
| Investments | - | 8,111 |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | (60,614) | 397,374 |
| Total operating revenues | 152,183 | 913,902 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 205,402 | 421,142 |
| Trustee expense and agency fees | 7,395 | 12,840 |
| Mortgage servicing and administration fees | - | - |
| Insurance and other | - | 3,000 |
| Total operating expenses | 212,797 | 436,982 |
| Net income (loss) | (60,614) | 476,920 |
| Net assets, beginning of year | (99,427) | 31,432 |
| Net assets, end of year | $ (160,041) | $ 508,352 |

| Oakleaf Village Refunder | Palmer Gardens | Parktrails | Pebble Brooke |
|---|---|---|---|
| $ 204,905 | $ - | $ 649,681 | $ 838,206 |
| - | 39,239 | - | - |
| 16,583 | 13,158 | - | - |
| - | (12,889) | - | - |
| 221,488 | 39,508 | 649,681 | 838,206 |
| 220,896 | 48,603 | 649,681 | 838,206 |
| 9,250 | 2,470 | - | - |
| 4,468 | - | - | - |
| - | - | - | - |
| 234,614 | 51,073 | 649,681 | 838,206 |
| (13,126) | (11,565) | - | - |
| 362,445 | - | - | - |
| $ 349,319 | $ (11,565) | $ - | $ - |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**
**Multi-Family Mortgage Revenue Program**
**Statement of Revenues, Expenses**
**and Changes in Net Assets**
**Year Ended June 30, 2008**

| | Pine Crossing Refunder | Robin Springs |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ 170,147 | $ 311,276 |
| Mortgage-backed securities | - | - |
| Investments | - | - |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | - | - |
| Total operating revenues | 170,147 | 311,276 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 170,147 | 311,276 |
| Trustee expense and agency fees | - | - |
| Mortgage servicing and administration fees | - | - |
| Insurance and other | - | - |
| Total operating expenses | 170,147 | 311,276 |
| Net income (loss) | - | - |
| Net assets, beginning of year | - | - |
| Net assets, end of year | $ - | $ - |

| | Rolling Ridge | Salvation Army Booth Residence | Shannon Glen | Sharon Green |
|---|---|---|---|---|
| | $ 126,275 | $ - | $ 348,381 | $ 295,000 |
| | - | 281,050 | - | - |
| | - | 44,784 | - | - |
| | - | 115,685 | - | - |
| | 126,275 | 441,519 | 348,381 | 295,000 |
| | 126,275 | 308,663 | 348,381 | 295,000 |
| | - | 9,243 | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | 126,275 | 317,906 | 348,381 | 295,000 |
| | - | 123,613 | - | - |
| | - | (229,684) | - | - |
| | $ - | $ (106,071) | $ - | $ - |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Timber Lake | Tylers Creek |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ 955,268 | $ 891,001 |
| Mortgage-backed securities | - | - |
| Investments | - | - |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | - | - |
| Total operating revenues | 955,268 | 891,001 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 955,268 | 891,001 |
| Trustee expense and agency fees | - | - |
| Mortgage servicing and administration fees | - | - |
| Insurance and other | - | - |
| Total operating expenses | 955,268 | 891,001 |
| Net income (loss) | - | - |
| Net assets, beginning of year | - | - |
| Net assets, end of year | $ - | $ - |

| Uptown Towers | Vistula Heritage Village II | Warren Heights | Westlake |
|---|---|---|---|
| $ - | $ - | $ - | $ 318,275 |
| 502,278 | 100,164 | 42,548 | - |
| (93,167) | 331,778 | 321,945 | - |
| 93,350 | (18,842) | (49,463) | - |
| 502,461 | 413,100 | 315,030 | 318,275 |
| 634,718 | 217,134 | 235,620 | 318,275 |
| 17,000 | 2,500 | 8,539 | - |
| - | - | - | - |
| - | - | - | - |
| 651,718 | 219,634 | 244,159 | 318,275 |
| (149,257) | 193,466 | 70,871 | - |
| 86,740 | 13,502 | - | - |
| $ (62,517) | $ 206,968 | $ 70,871 | $ - |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Willow Lake | Willow Lake Refunder |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ 126,865 | $ 219,293 |
| Mortgage-backed securities | - | - |
| Investments | - | - |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | - | - |
| Total operating revenues | 126,865 | 219,293 |
| **OPERATING EXPENSES:** | | |
| Interest expense | 126,865 | 219,293 |
| Trustee expense and agency fees | - | - |
| Mortgage servicing and administration fees | - | - |
| Insurance and other | - | - |
| Total operating expenses | 126,865 | 219,293 |
| Net income (loss) | - | - |
| Net assets, beginning of year | - | - |
| Net assets, end of year | $ - | $ - |

| | 10 Wilmington Place | Wind River | Wingate at Belle Meadows | Total FY 2008 |
|---|---|---|---|---|
| | $ 265,598 | $ 41,456 | $ 257,488 | $ 10,411,914 |
| | - | 416,351 | - | 3,358,832 |
| | - | 6,425 | - | 2,779,997 |
| | - | 2,219 | - | 31,545 |
| | 265,598 | 466,451 | 257,488 | 16,582,288 |
| | 265,598 | 449,252 | 257,488 | 14,409,253 |
| | - | 4,970 | - | 225,574 |
| | - | - | - | 13,534 |
| | - | - | - | 5,000 |
| | 265,598 | 454,222 | 257,488 | 14,653,361 |
| | - | 12,229 | - | 1,928,927 |
| | - | 52,940 | - | (343,847) |
| | $ - | $ 65,169 | $ - | $ 1,585,080 |

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Asbury Woods/ Towne Square Refunder | Beechwood II |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ - | $ - |
| Cash collected from program loans principal | 98,581 | - |
| Cash received from investment interest and mortgage-backed securities interest | 17,018 | 1,447 |
| Cash received from program loans interest | 174,127 | 36,564 |
| Cash received from service fees and other | - | 1,259,281 |
| Payments to purchase mortgage-backed securities | - | - |
| Payments for bond interest payable | (176,708) | (36,564) |
| Payments to purchase program loans | - | (9,783,000) |
| Payments for trustee expense and agency fees | (11,206) | - |
| Payments for mortgage servicing and administration fees | (3,818) | - |
| Payments for insurance and other | - | - |
| Net cash provided (used) by operating activities | 97,994 | (8,522,272) |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | 9,783,000 |
| Payments to redeem bonds | (100,000) | - |
| Payments for bond issue costs, unamortized | - | - |
| Net cash provided (used) by noncapital financing activities | (100,000) | 9,783,000 |
| Net increase (decrease) in cash and cash equivalents | (2,006) | 1,260,728 |
| Cash and cash equivalents, beginning of year | 334,477 | - |
| Cash and cash equivalents, end of year | $ 332,471 | $ 1,260,728 |

| Beehive and Doan Refunder | Bethel Park Zebulon Park | Capital Funds Financing Program | Chambrel |
|---|---|---|---|
| $ - | $ - | $ - | $ - |
| 19,114 | 22,686 | 1,755,000 | - |
| 9,488 | - | 1,387,789 | - |
| 46,158 | 383,774 | 1,346,927 | 386,697 |
| - | 4,939 | - | - |
| - | - | - | - |
| (63,132) | (383,774) | (1,346,923) | (372,903) |
| - | - | (3,061,542) | - |
| (3,483) | - | - | - |
| (1,422) | - | - | - |
| - | (12,961) | - | - |
| 6,723 | 14,664 | 81,251 | 13,794 |
| - | - | 40,531,948 | - |
| (15,000) | (22,686) | (1,755,000) | - |
| - | - | (1,333,862) | - |
| (15,000) | (22,686) | 37,443,086 | - |
| (8,277) | (8,022) | 37,524,337 | 13,794 |
| 199,311 | 44,834 | - | 55,217 |
| $ 191,034 | $ 36,812 | $ 37,524,337 | $ 69,011 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Asbury Woods/ Towne Square Refunder | Beechwood II |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ (3,157) | $ 3,286 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | 6,516 | - |
| Amortization of bond discount (premium) | - | - |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | - | - |
| Amounts loaned under agency programs | - | (9,783,000) |
| Amounts collected - program loans | 98,581 | - |
| 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 | (18) | (1,838) |
| Decrease (increase) in interest receivable on loans | 468 | (47,693) |
| Decrease (increase) in prepaid insurance and other | - | - |
| Increase (decrease) in accounts payable and other | (3,212) | - |
| Increase (decrease) in interest payable | (1,188) | 47,692 |
| Increase (decrease) in deposits held | 4 | 1,259,281 |
| Net cash provided (used) by operating activities | $ 97,994 | $ (8,522,272) |

| | Beehive and Doan Refunder | Bethel Park Zebulon Park | Capital Funds Financing Program | Chambrel |
|---|---|---|---|---|
| | $ (14,779) | $ - | $ 1,709,342 | $ - |
| | 3,045 | - | 144,021 | - |
| | 361 | - | (115,599) | - |
| | 4,631 | - | - | - |
| | - | - | - | - |
| | - | - | (3,061,542) | - |
| | 19,114 | 22,686 | 1,755,000 | - |
| | - | - | - | - |
| | - | - | - | - |
| | (583) | - | - | - |
| | (28) | - | (447,539) | - |
| | (4,895) | 113 | (459,708) | 11,567 |
| | 485 | - | - | - |
| | (216) | - | 97,566 | - |
| | (412) | (113) | 459,706 | (11,567) |
| | - | (8,022) | 4 | 13,794 |
| | $ 6,723 | $ 14,664 | $ 81,251 | $ 13,794 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Club at Spring Valley | Courtyards of Kettering |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ - | $ - |
| Cash collected from program loans principal | - | 36,132 |
| Cash received from investment interest and mortgage-backed securities interest | - | 14,242 |
| Cash received from program loans interest | 463,623 | 190,889 |
| Cash received from service fees and other | 26,012 | - |
| Payments to purchase mortgage-backed securities | - | - |
| Payments for bond interest payable | (450,623) | (190,593) |
| Payments to purchase program loans | - | - |
| Payments for trustee expense and agency fees | (23,958) | (8,328) |
| Payments for mortgage servicing and administration fees | - | (4,150) |
| Payments for insurance and other | - | - |
| Net cash provided (used) by operating activities | 15,054 | 38,192 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | - |
| Payments to redeem bonds | - | (55,000) |
| Payments for bond issue costs, unamortized | - | - |
| Net cash provided (used) by noncapital financing activities | - | (55,000) |
| Net increase (decrease) in cash and cash equivalents | 15,054 | (16,808) |
| Cash and cash equivalents, beginning of year | 24,375 | 338,127 |
| Cash and cash equivalents, end of year | $ 39,429 | $ 321,319 |

| Covenant House | FHD Holdings, LLC | Hillwood II | Hunters Glen Refunder |
|---|---|---|---|
| $ - | $ - | $ 91,253 | $ - |
| - | - | - | - |
| 14,888 | - | 512,385 | - |
| - | 31,202 | - | 686,286 |
| 337,848 | - | - | 32,220 |
| (1,783,684) | - | (714,250) | - |
| (45,605) | (31,202) | (484,524) | (681,990) |
| - | - | - | - |
| - | - | (13,724) | (46,690) |
| - | - | - | - |
| - | - | (34,902) | - |
| (1,476,553) | - | (643,762) | (10,174) |
| 4,405,000 | - | - | - |
| - | - | (180,000) | - |
| - | - | - | - |
| 4,405,000 | - | (180,000) | - |
| 2,928,447 | - | (823,762) | (10,174) |
| - | - | 892,948 | 311,841 |
| $ 2,928,447 | $ - | $ 69,186 | $ 301,667 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Club at Spring Valley | Courtyards of Kettering |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ - | $ 5,970 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | - | - |
| Amortization of bond discount (premium) | - | (3,091) |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | - | - |
| Amounts loaned under agency programs | - | - |
| Amounts collected - program loans | - | 36,132 |
| 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 | - | 427 |
| Decrease (increase) in interest receivable on loans | 26,459 | 173 |
| Decrease (increase) in prepaid insurance and other | - | - |
| Increase (decrease) in accounts payable and other | - | (54) |
| Increase (decrease) in interest payable | (13,459) | (1,365) |
| Increase (decrease) in deposits held | 2,054 | - |
| Net cash provided (used) by operating activities | $ 15,054 | $ 38,192 |

| Covenant House | FHD Holdings, LLC | Hillwood II | Hunters Glen Refunder |
|---|---|---|---|
| $ 69,201 | $ - | $ (136,914) | $ - |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| (87,347) | - | 158,109 | - |
| - | - | - | - |
| - | - | - | - |
| (1,783,684) | - | (714,250) | - |
| - | - | 91,253 | - |
| - | - | - | 32,220 |
| (13,445) | - | (4,080) | - |
| - | 1,413 | - | - |
| - | - | - | - |
| 875 | - | (4,081) | - |
| 66,201 | (1,413) | (897) | - |
| 271,646 | - | (32,902) | (42,394) |
| $ (1,476,553) | $ - | $ (643,762) | $ (10,174) |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Kennedy Portfolio | Lincoln Park |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ 118,318 | $ - |
| Cash collected from program loans principal | - | - |
| Cash received from investment interest and mortgage-backed securities interest | 526,469 | - |
| Cash received from program loans interest | - | - |
| Cash received from service fees and other | 86,428 | - |
| Payments to purchase mortgage-backed securities | - | - |
| Payments for bond interest payable | (519,155) | - |
| Payments to purchase program loans | - | - |
| Payments for trustee expense and agency fees | (4,500) | - |
| Payments for mortgage servicing and administration fees | - | - |
| Payments for insurance and other | (86,693) | (93) |
| Net cash provided (used) by operating activities | 120,867 | (93) |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | - |
| Payments to redeem bonds | (120,000) | - |
| Payments for bond issue costs, unamortized | - | - |
| Net cash provided (used) by noncapital financing activities | (120,000) | - |
| Net increase (decrease) in cash and cash equivalents | 867 | (93) |
| Cash and cash equivalents, beginning of year | 136,542 | 93 |
| Cash and cash equivalents, end of year | $ 137,409 | $ - |

| | Macarthur | Madonna Homes | Michaelmas Manor | Millenia Group |
|---|---|---|---|---|
| | $ - | $ - | $ 18,771 | $ - |
| | - | - | - | - |
| | 723 | 301,523 | 150,803 | 10,767 |
| | 16,239 | - | - | 74,778 |
| | 409,107 | 57,802 | 53,691 | 122,193 |
| | - | (1,847,321) | (3,330,000) | - |
| | (16,239) | (295,109) | (146,529) | - |
| | (4,125,000) | - | - | (5,382,384) |
| | - | (3,500) | - | - |
| | - | - | - | - |
| | - | (51,113) | - | - |
| | (3,715,170) | (1,837,718) | (3,253,264) | (5,174,646) |
| | 4,345,000 | - | 3,330,000 | 6,795,000 |
| | - | - | (10,000) | - |
| | - | - | - | - |
| | 4,345,000 | - | 3,320,000 | 6,795,000 |
| | 629,830 | (1,837,718) | 66,736 | 1,620,354 |
| | - | 5,158,874 | - | - |
| | $ 629,830 | $ 3,321,156 | $ 66,736 | $ 1,620,354 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Kennedy Portfolio | Lincoln Park |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ (315,880) | $ - |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | - | - |
| Amortization of bond discount (premium) | - | - |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | 319,429 | - |
| Amounts loaned under agency programs | - | - |
| Amounts collected - program loans | - | - |
| Purchases - mortgage-backed securities | - | - |
| Principal received on mortgage-backed securities | 118,318 | - |
| Decrease (increase) in accounts receivable | (265) | - |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | 425 | - |
| 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 | (1,160) | - |
| Increase (decrease) in deposits held | - | (93) |
| Net cash provided (used) by operating activities | $ 120,867 | $ (93) |

| | Macarthur | Madonna Homes | Michaelmas Manor | Millenia Group |
|---|---|---|---|---|
| | $ 1,641 | $ 4,188 | $ (25,863) | $ (10,645) |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | - | 4,091 | 40,993 | - |
| | (4,125,000) | - | - | (5,382,384) |
| | - | - | - | - |
| | - | (1,847,321) | (3,330,000) | - |
| | - | - | 18,771 | - |
| | - | - | - | - |
| | (918) | (5,363) | (16,129) | (2,363) |
| | (21,182) | - | - | (28,642) |
| | - | - | - | - |
| | - | - | 5,273 | 5,956 |
| | 21,182 | - | 36,052 | 99,692 |
| | 409,107 | 6,687 | 17,639 | 143,740 |
| | $ (3,715,170) | $ (1,837,718) | $ (3,253,264) | $ (5,174,646) |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Moody Manor/ Regina Manor | Oakleaf Toledo Refunder |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ 104,948 | $ 114,393 |
| Cash collected from program loans principal | 4,220,000 | - |
| Cash received from investment interest and mortgage-backed securities interest | 161,202 | 517,458 |
| Cash received from program loans interest | 78,070 | - |
| Cash received from service fees and other | 59,639 | - |
| Payments to purchase mortgage-backed securities | - | - |
| Payments for bond interest payable | (221,714) | (417,498) |
| Payments to purchase program loans | - | - |
| Payments for trustee expense and agency fees | (10,270) | (19,540) |
| Payments for mortgage servicing and administration fees | - | - |
| Payments for insurance and other | (62,635) | (3,000) |
| Net cash provided (used) by operating activities | 4,329,240 | 191,813 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | - |
| Payments to redeem bonds | (4,330,000) | (225,000) |
| Payments for bond issue costs, unamortized | - | - |
| Net cash provided (used) by noncapital financing activities | (4,330,000) | (225,000) |
| Net increase (decrease) in cash and cash equivalents | (760) | (33,187) |
| Cash and cash equivalents, beginning of year | 63,375 | 232,274 |
| Cash and cash equivalents, end of year | $ 62,615 | $ 199,087 |

| | Oakleaf Village Refunder | Palmer Gardens | Parktrails | Pebble Brooke |
|---|---|---|---|---|
| | $ - | $ 4,798 | $ - | $ - |
| | 106,015 | - | 2,106,000 | 1,000,000 |
| | 16,614 | 42,125 | - | - |
| | 206,937 | - | 716,351 | 838,206 |
| | - | 89,147 | - | - |
| | - | (1,620,000) | - | - |
| | (214,672) | (48,603) | (659,100) | (867,998) |
| | - | - | - | - |
| | (21,229) | - | - | - |
| | (4,477) | - | - | - |
| | - | - | (2,052,653) | (55,173) |
| | 89,188 | (1,532,533) | 110,598 | 915,035 |
| | - | 3,205,000 | - | - |
| | (100,000) | - | (150,000) | (1,000,000) |
| | - | - | - | - |
| | (100,000) | 3,205,000 | (150,000) | (1,000,000) |
| | (10,812) | 1,672,467 | (39,402) | (84,965) |
| | 493,443 | - | 107,757 | 445,025 |
| | $ 482,631 | $ 1,672,467 | $ 68,355 | $ 360,060 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Moody Manor/ Regina Manor | Oakleaf Toledo Refunder |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ (60,614) | $ 476,920 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | - | 21,395 |
| Amortization of bond discount (premium) | - | (12,938) |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | 60,614 | (397,374) |
| Amounts loaned under agency programs | - | - |
| Amounts collected - program loans | 4,220,000 | - |
| Purchases - mortgage-backed securities | - | - |
| Principal received on mortgage-backed securities | 104,948 | 114,393 |
| Decrease (increase) in accounts receivable | - | - |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | 452 | 931 |
| Decrease (increase) in interest receivable on loans | 26,023 | - |
| Decrease (increase) in prepaid insurance and other | - | (1,068) |
| Increase (decrease) in accounts payable and other | (2,875) | (5,633) |
| Increase (decrease) in interest payable | (16,312) | (4,813) |
| Increase (decrease) in deposits held | (2,996) | - |
| Net cash provided (used) by operating activities | $ 4,329,240 | $ 191,813 |

| Oakleaf Village Refunder | Palmer Gardens | Parktrails | Pebble Brooke |
|---|---|---|---|
| $ (13,126) | $ (11,565) | $ - | $ - |
| 8,071 | - | - | - |
| - | - | - | - |
| 1,520 | - | - | - |
| - | 12,889 | - | - |
| - | - | - | - |
| 106,015 | - | 150,000 | 1,000,000 |
| - | (1,620,000) | - | - |
| - | 4,798 | - | - |
| - | - | - | - |
| 29 | (10,273) | - | - |
| 510 | - | (83,579) | - |
| - | - | - | - |
| (11,981) | 2,470 | (1) | - |
| (1,850) | 51,762 | (9,419) | (29,792) |
| - | 37,386 | 53,597 | (55,173) |
| $ 89,188 | $ (1,532,533) | $ 110,598 | $ 915,035 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Pine Crossing Refunder | Robin Springs |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ - | $ - |
| Cash collected from program loans principal | - | 55,062 |
| Cash received from investment interest and mortgage-backed securities interest | - | - |
| Cash received from program loans interest | 179,477 | 280,829 |
| Cash received from service fees and other | 226 | 6,373 |
| Payments to purchase mortgage-backed securities | - | - |
| Payments for bond interest payable | (179,703) | (277,321) |
| Payments to purchase program loans | - | - |
| Payments for trustee expense and agency fees | - | - |
| Payments for mortgage servicing and administration fees | - | - |
| Payments for insurance and other | (2) | (8,751) |
| Net cash provided (used) by operating activities | (2) | 56,192 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | - |
| Payments to redeem bonds | - | (55,062) |
| Payments for bond issue costs, unamortized | - | - |
| Net cash provided (used) by noncapital financing activities | - | (55,062) |
| Net increase (decrease) in cash and cash equivalents | (2) | 1,130 |
| Cash and cash equivalents, beginning of year | 2 | 5,513 |
| Cash and cash equivalents, end of year | $ - | $ 6,643 |

| | Rolling Ridge | Salvation Army Booth Residence | Shannon Glen | Sharon Green |
|---|---|---|---|---|
| | $ - | $ - | $ - | $ - |
| | - | - | - | - |
| | - | 328,783 | - | 174,809 |
| | - | - | 358,856 | - |
| | - | - | - | - |
| | - | (1,303,147) | - | - |
| | - | (308,663) | (358,853) | - |
| | (2,293,000) | - | - | - |
| | - | (9,765) | - | - |
| | - | - | - | - |
| | - | (23,655) | - | - |
| | (2,293,000) | (1,316,447) | 3 | 174,809 |
| | 2,293,000 | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | 2,293,000 | - | - | - |
| | - | (1,316,447) | 3 | 174,809 |
| | - | 1,936,511 | - | 72 |
| | $ - | $ 620,064 | $ 3 | $ 174,881 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Pine Crossing Refunder | Robin Springs |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ - | $ - |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | - | - |
| Amortization of bond discount (premium) | - | - |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | - | - |
| Amounts loaned under agency programs | - | - |
| Amounts collected - program loans | - | 55,062 |
| 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 | 9,330 | (30,447) |
| Decrease (increase) in prepaid insurance and other | - | - |
| Increase (decrease) in accounts payable and other | - | - |
| Increase (decrease) in interest payable | (9,556) | 33,955 |
| Increase (decrease) in deposits held | 224 | (2,378) |
| Net cash provided (used) by operating activities | $ (2) | $ 56,192 |

| | Rolling Ridge | Salvation Army Booth Residence | Shannon Glen | Sharon Green |
|---|---|---|---|---|
| | $ - | $ 123,613 | $ - | $ - |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | - | (115,685) | - | - |
| | (2,293,000) | - | - | - |
| | - | - | - | - |
| | - | (1,303,147) | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | - | 2,950 | - | - |
| | (126,275) | - | 10,472 | (1) |
| | - | - | - | - |
| | - | (522) | 1 | - |
| | 126,275 | - | (10,472) | 1 |
| | - | (23,656) | 2 | 174,809 |
| | $ (2,293,000) | $ (1,316,447) | $ 3 | $ 174,809 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Timber Lake | Tylers Creek |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ - | $ - |
| Cash collected from program loans principal | 650,000 | 190,000 |
| Cash received from investment interest and mortgage-backed securities interest | - | - |
| Cash received from program loans interest | 955,269 | 820,921 |
| Cash received from service fees and other | 120 | 21,455 |
| Payments to purchase mortgage-backed securities | - | - |
| Payments for bond interest payable | (959,195) | (892,892) |
| Payments to purchase program loans | - | - |
| Payments for trustee expense and agency fees | - | - |
| Payments for mortgage servicing and administration fees | - | - |
| Payments for insurance and other | - | - |
| Net cash provided (used) by operating activities | 646,194 | 139,484 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | - |
| Payments to redeem bonds | (650,000) | (190,000) |
| Payments for bond issue costs, unamortized | - | - |
| Net cash provided (used) by noncapital financing activities | (650,000) | (190,000) |
| Net increase (decrease) in cash and cash equivalents | (3,806) | (50,516) |
| Cash and cash equivalents, beginning of year | 92,076 | 167,424 |
| Cash and cash equivalents, end of year | $ 88,270 | $ 116,908 |

| Uptown Towers | Vistula Heritage Village II | Warren Heights | Westlake |
|---|---|---|---|
| $ - | $ 26,699 | $ - | $ - |
| - | - | - | - |
| 711,544 | 277,822 | 183,347 | - |
| - | - | - | 330,762 |
| - | - | 68,841 | 1,953 |
| (6,757,343) | - | (3,392,508) | - |
| (634,717) | (258,254) | (206,346) | (326,724) |
| - | - | - | - |
| (16,999) | (2,500) | (3,134) | - |
| - | - | - | - |
| - | (30,589) | - | (2,220) |
| (6,697,515) | 13,178 | (3,349,800) | 3,771 |
| | | | |
| - | - | 5,150,000 | - |
| - | (3,840,000) | - | - |
| - | - | - | - |
| - | (3,840,000) | 5,150,000 | - |
| (6,697,515) | (3,826,822) | 1,800,200 | 3,771 |
| 7,541,961 | 3,886,860 | - | 4,286 |
| $ 844,446 | $ 60,038 | $ 1,800,200 | $ 8,057 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Timber Lake | Tylers Creek |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ - | $ - |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | - | - |
| Amortization of bond discount (premium) | - | - |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | - | - |
| Amounts loaned under agency programs | - | - |
| Amounts collected - program loans | 650,000 | 190,000 |
| 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 | - | (70,080) |
| Decrease (increase) in prepaid insurance and other | - | - |
| Increase (decrease) in accounts payable and other | - | - |
| Increase (decrease) in interest payable | (3,927) | (1,891) |
| Increase (decrease) in deposits held | 121 | 21,455 |
| Net cash provided (used) by operating activities | $ 646,194 | $ 139,484 |

| Uptown Towers | Vistula Heritage Village II | Warren Heights | Westlake |
|---|---|---|---|
| $ (149,257) | $ 193,466 | $ 70,871 | $ - |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| (93,350) | 18,842 | 49,463 | - |
| - | - | - | - |
| - | - | - | - |
| (6,757,343) | - | (3,392,508) | - |
| - | 26,699 | - | - |
| - | - | - | - |
| 302,434 | (154,120) | (181,146) | - |
| - | - | - | 12,487 |
| - | - | - | - |
| - | - | 5,405 | (9,435) |
| 1 | (41,120) | 29,274 | (8,449) |
| - | (30,589) | 68,841 | 9,168 |
| $ (6,697,515) | $ 13,178 | $ (3,349,800) | $ 3,771 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Willow Lake | Willow Lake Refunder |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ - | $ - |
| Cash collected from program loans principal | 5,610,000 | 17,232 |
| Cash received from investment interest and mortgage-backed securities interest | - | - |
| Cash received from program loans interest | 133,385 | 193,582 |
| Cash received from service fees and other | - | 28,476 |
| Payments to purchase mortgage-backed securities | - | - |
| Payments for bond interest payable | (133,385) | (193,582) |
| Payments to purchase program loans | - | (5,535,000) |
| Payments for trustee expense and agency fees | - | - |
| Payments for mortgage servicing and administration fees | - | - |
| Payments for insurance and other | - | - |
| Net cash provided (used) by operating activities | 5,610,000 | (5,489,292) |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| Cash received from bonds issued | - | 5,535,000 |
| Payments to redeem bonds | (5,610,000) | (17,232) |
| Payments for bond issue costs, unamortized | - | - |
| Net cash provided (used) by noncapital financing activities | (5,610,000) | 5,517,768 |
| Net increase (decrease) in cash and cash equivalents | - | 28,476 |
| Cash and cash equivalents, beginning of year | 8 | - |
| Cash and cash equivalents, end of year | $ 8 | $ 28,476 |

| | 10 Wilmington Place | Wind River | Wingate at Belle Meadows | Total FY 2008 |
|---|---|---|---|---|
| | $ - | $ 128,290 | $ - | $ 607,470 |
| | - | 10,000 | 50,000 | 15,945,822 |
| | - | 423,715 | - | 5,784,961 |
| | 265,598 | 41,656 | 272,788 | 9,509,951 |
| | - | 2,754 | 2,201 | 2,670,706 |
| | - | - | - | (20,748,253) |
| | (281,290) | (450,493) | (272,790) | (13,405,366) |
| | - | - | - | (30,179,926) |
| | - | (6,171) | - | (204,997) |
| | - | - | - | (13,867) |
| | (1,205) | - | (2,075) | (2,427,720) |
| | (16,897) | 149,751 | 50,124 | (32,461,219) |
| | - | - | - | 85,372,948 |
| | - | (140,000) | (50,000) | (18,614,980) |
| | - | - | - | (1,333,862) |
| | - | (140,000) | (50,000) | 65,424,106 |
| | (16,897) | 9,751 | 124 | 32,962,887 |
| | 28,528 | 160,965 | 501 | 22,663,220 |
| | $ 11,631 | $ 170,716 | $ 625 | $ 55,626,107 |

**OHIO HOUSING FINANCE AGENCY**

**Multi-Family Mortgage Revenue Program**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Willow Lake | Willow Lake Refunder |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ - | $ - |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of bond issue costs | - | - |
| Amortization of bond discount (premium) | - | - |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | - | - |
| Amounts loaned under agency programs | - | (5,535,000) |
| Amounts collected - program loans | 5,610,000 | 17,232 |
| 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 | 6,520 | (25,711) |
| Decrease (increase) in prepaid insurance and other | - | - |
| Increase (decrease) in accounts payable and other | - | 28,239 |
| Increase (decrease) in interest payable | (6,520) | 25,711 |
| Increase (decrease) in deposits held | - | 237 |
| Net cash provided (used) by operating activities | $ 5,610,000 | $ (5,489,292) |

| 10 Wilmington Place | Wind River | Wingate at Belle Meadows | Total FY 2008 |
|---|---|---|---|
| $ - | $ 12,229 | $ - | $ 1,928,927 |
| - | - | - | 183,048 |
| - | - | - | (131,267) |
| - | - | - | 6,151 |
| - | (2,219) | - | (31,545) |
| - | - | - | (30,179,926) |
| - | 10,000 | 50,000 | 13,989,822 |
| - | - | - | (20,748,253) |
| - | 128,290 | - | 607,470 |
| (1,669) | - | - | 29,703 |
| - | 939 | - | (528,673) |
| - | 200 | 15,300 | (777,178) |
| - | - | - | (583) |
| - | (1,201) | - | 106,574 |
| (15,692) | (1,241) | (15,302) | 789,574 |
| 464 | 2,754 | 126 | 2,294,937 |
| $ (16,897) | $ 149,751 | $ 50,124 | $ (32,461,219) |

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**OHIO HOUSING FINANCE AGENCY**

**General Fund**

**Statement of Net Assets**

**June 30, 2008**

| | Operating Funds | Admin. Fee Funds |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Cash | $ 907,839 | $ 18,874,747 |
| Restricted Cash | - | - |
| Current portion of investments, at fair value | - | 3,948,333 |
| Current portion of mortgage-backed securities, at fair value | - | - |
| Accounts receivable | 113,829 | 1,524,985 |
| Intergovernmental accounts receivable | - | 480 |
| Interest receivable on investments and mortgage-backed securities | - | - |
| Current portion of loans receivable | - | 4,951,211 |
| Interest receivable on loans | - | 1,433,338 |
| Prepaid insurance and other | 69,588 | - |
| Total current assets | 1,091,256 | 30,733,094 |
| Non-current assets | | |
| Non-current portion of investments, at fair value | - | - |
| Non-current portion of mortgage-backed securities, at fair value | - | - |
| Non-current portion of loans receivable | - | 10,832,293 |
| Office equipment, and leasehold improvement, net of accumulated depreciation and amortization | 1,424,825 | - |
| Total non-current assets | 1,424,825 | 10,832,293 |
| Total assets | $ 2,516,081 | $ 41,565,387 |

| | General Program Funds | Bond Series Program Funds | Bond Series Escrow Funds |
|---|---|---|---|
| | $ 14,399,403 | $ 3,286 | $ - |
| | 131,494 | - | - |
| | 25,160,997 | 11,474,267 | 16,147,287 |
| | 112,067 | - | - |
| | 2,773,690 | 4,702,725 | - |
| | 3,796,198 | 5,500,000 | - |
| | 15,541 | 19,686 | 345,220 |
| | 59,257,601 | 285,466 | - |
| | 81,291 | 98,385 | - |
| | 9,400 | - | - |
| | 105,737,682 | 22,083,815 | 16,492,507 |
| | - | - | 29,428,059 |
| | 3,156,563 | - | - |
| | 167,198,993 | 10,625,176 | - |
| | - | - | - |
| | 170,355,556 | 10,625,176 | 29,428,059 |
| | $ 276,093,238 | $ 32,708,991 | $ 45,920,566 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**General Fund**

**Statement of Net Assets**

**June 30, 2008**

| | Operating Funds | Admin. Fee Funds |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ 733,417 | $ 24,940 |
| Current portion of intergovernmental accounts payable | 1,242 | 3,708,724 |
| Deposits held | - | - |
| Current portion of deferred revenue | - | 3,968,452 |
| Total current liabilities | 734,659 | 7,702,116 |
| Non-current liabilities | | |
| Non-current portion of accounts payable and other | 750,204 | - |
| Total non-current liabilities | 750,204 | - |
| Total liabilities | 1,484,863 | 7,702,116 |
| Net assets | | |
| Invested in capital assets, net of related debt | 1,424,825 | - |
| Unrestricted | (393,607) | 33,863,271 |
| Total net assets | 1,031,218 | 33,863,271 |
| Total liabilities and net assets | $ 2,516,081 | $ 41,565,387 |

| General Program Funds | Bond Series Program Funds | Bond Series Escrow Funds |
|---|---|---|
| | | |
| $ 35,467,408 | $ 13,227 | $ 288,865 |
| 5,575,656 | - | 11,056 |
| 647,515 | - | - |
| 6,810,306 | - | - |
| 48,500,885 | 13,227 | 299,921 |
| | | |
| 192,565,043 | - | - |
| 192,565,043 | - | - |
| 241,065,928 | 13,227 | 299,921 |
| | | |
| - | - | - |
| 35,027,310 | 32,695,764 | 45,620,645 |
| 35,027,310 | 32,695,764 | 45,620,645 |
| $ 276,093,238 | $ 32,708,991 | $ 45,920,566 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**General Fund**

**Statement of Net Assets**

**June 30, 2008**

| | | Total |
|---|---|---|
| **ASSETS** | | |
| Current assets | | |
| Cash | $ | 34,185,275 |
| Restricted Cash | | 131,494 |
| Current portion of investments, at fair value | | 56,730,884 |
| Current portion of mortgage-backed securities, at fair value | | 112,067 |
| Accounts receivable | | 9,115,229 |
| Intergovernmental accounts receivable | | 9,296,678 |
| Interest receivable on investments and mortgage-backed securities | | 380,447 |
| Current portion of loans receivable | | 64,494,278 |
| Interest receivable on loans | | 1,613,014 |
| Prepaid insurance and other | | 78,988 |
| Total current assets | | 176,138,354 |
| Non-current assets | | |
| Non-current portion of investments, at fair value | | 29,428,059 |
| Non-current portion of mortgage-backed securities, at fair value | | 3,156,563 |
| Non-current portion of loans receivable | | 188,656,462 |
| Office equipment, and leasehold improvement, net of accumulated depreciation and amortization | | 1,424,825 |
| Total non-current assets | | 222,665,909 |
| Total assets | $ | 398,804,263 |

| Elimination Entries Debit | | Elimination Entries Credit | | Total FY 2008 | |
|---|---|---|---|---|---|
| $ | - | $ | - | $ | 34,185,275 |
| | | | | | 131,494 |
| | | | | | 56,730,884 |
| | | | | | 112,067 |
| | | | | | 9,115,229 |
| | | | (9,296,678) | | - |
| | | | | | 380,447 |
| | | | | | 64,494,278 |
| | | | | | 1,613,014 |
| | | | | | 78,988 |
| | - | | (9,296,678) | | 166,841,676 |
| | | | | | 29,428,059 |
| | | | | | 3,156,563 |
| | | | | | 188,656,462 |
| | | | | | 1,424,825 |
| | - | | - | | 222,665,909 |
| $ | - | $ | (9,296,678) | $ | 389,507,585 |

**OHIO HOUSING FINANCE AGENCY**

**General Fund**

**Statement of Net Assets**

**June 30, 2008**

| | | Total |
|---|---|---|
| **LIABILITIES AND NET ASSETS** | | |
| Current liabilities | | |
| Current portion of accounts payable and other | $ | 36,527,857 |
| Current portion of intergovernmental accounts payable | | 9,296,678 |
| Deposits held | | 647,515 |
| Current portion of deferred revenue | | 10,778,758 |
| Total current liabilities | | 57,250,808 |
| Non-current liabilities | | |
| Non-current portion of accounts payable and other | | 193,315,247 |
| Total non-current liabilities | | 193,315,247 |
| Total liabilities | | 250,566,055 |
| Net assets | | |
| Invested in capital assets, net of related debt | | 1,424,825 |
| Unrestricted | | 146,813,383 |
| Total net assets | | 148,238,208 |
| Total liabilities and net assets | $ | 398,804,263 |

| Elimination Entries Debit | Credit | Total FY 2008 |
|---|---|---|
| $ - | $ - | $ 36,527,857 |
| (9,296,678) | | - |
| | | 647,515 |
| | | 10,778,758 |
| (9,296,678) | - | 47,954,130 |
| | | 193,315,247 |
| - | - | 193,315,247 |
| (9,296,678) | - | 241,269,377 |
| | | 1,424,825 |
| | | 146,813,383 |
| - | - | 148,238,208 |
| $ (9,296,678) | $ - | $ 389,507,585 |

**OHIO HOUSING FINANCE AGENCY**

**General Fund**

**Statement of Revenues, Expenses**

**and Change in Net Assets**

**Year Ended June 30, 2008**

| | Operating Funds | Admin. Fee Funds |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ - | $ 4,134,253 |
| Mortgage-backed securities | - | - |
| Investments | 3,510 | 692,120 |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | - | - |
| Total interest and investment income | 3,510 | 4,826,373 |
| OTHER INCOME: | | |
| Administrative fees | 37,151 | 1,928,329 |
| Service fees and other | 5,125 | 455,207 |
| HTF grant and loan revenue | - | - |
| Total other income | 42,276 | 2,383,536 |
| Total operating revenues | 45,786 | 7,209,909 |
| **OPERATING EXPENSES:** | | |
| Payroll and benefits | 8,965,686 | - |
| Contracts | 855,561 | - |
| Maintenance | 290,299 | - |
| Rent or lease | 891,601 | - |
| Purchased services | 301,260 | - |
| Trustee expense and agency fees | - | - |
| OHFA contribution to bond issues | - | - |
| Insurance and other | 1,585,985 | 66,945 |
| HTF grant and loan expense | - | - |
| Total operating expenses | 12,890,392 | 66,945 |
| Income over (under) expenses before transfer | (12,844,606) | 7,142,964 |
| Transfer in (out) | 12,814,158 | 5,335,000 |
| Net income (loss) | (30,448) | 12,477,964 |
| Net assets, beginning of year | 1,061,666 | 21,385,307 |
| Net assets, end of year | $ 1,031,218 | $ 33,863,271 |

| | General Program Funds | Bond Series Program Funds | Bond Series Escrow Funds |
|---|---|---|---|
| | $ 502,349 | $ 666,463 | $ - |
| | 72,825 | - | - |
| | 1,828,499 | 262,702 | 2,210,348 |
| | (105,161) | - | 372,280 |
| | 2,298,512 | 929,165 | 2,582,628 |
| | 282,937 | 5,694,733 | - |
| | 2,341,958 | 14,930,380 | 600 |
| | 19,560,384 | - | - |
| | 22,185,279 | 20,625,113 | 600 |
| | 24,483,791 | 21,554,278 | 2,583,228 |
| | - | - | - |
| | - | - | - |
| | - | - | - |
| | - | - | - |
| | - | 40,500 | - |
| | 300 | 4,270 | 12,822 |
| | - | 5,797,556 | - |
| | 103,710 | 142,800 | 477,403 |
| | 19,560,384 | - | - |
| | 19,664,394 | 5,985,126 | 490,225 |
| | 4,819,397 | 15,569,152 | 2,093,003 |
| | (9,720,830) | (1,363,515) | (7,064,813) |
| | (4,901,433) | 14,205,637 | (4,971,810) |
| | 39,928,743 | 18,490,127 | 50,592,455 |
| | $ 35,027,310 | $ 32,695,764 | $ 45,620,645 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**General Fund**

**Statement of Revenues, Expenses**

**and Change in Net Assets**

**Year Ended June 30, 2008**

| | | Total |
|---|---|---|
| **OPERATING REVENUES** | | |
| INTEREST AND INVESTMENT INCOME: | | |
| Loans | $ | 5,303,065 |
| Mortgage-backed securities | | 72,825 |
| Investments | | 4,997,179 |
| Net increase (decrease) in the fair value of investments and mortgage-backed securities | | 267,119 |
| Total interest and investment income | | 10,640,188 |
| OTHER INCOME: | | |
| Administrative fees | | 7,943,150 |
| Service fees and other | | 17,733,270 |
| HTF grant and loan revenue | | 19,560,384 |
| Total other income | | 45,236,804 |
| Total operating revenues | | 55,876,992 |
| **OPERATING EXPENSES:** | | |
| Payroll and benefits | | 8,965,686 |
| Contracts | | 855,561 |
| Maintenance | | 290,299 |
| Rent or lease | | 891,601 |
| Purchased services | | 341,760 |
| Trustee expense and agency fees | | 17,392 |
| OHFA contribution to bond issues | | 5,797,556 |
| Insurance and other | | 2,376,843 |
| HTF grant and loan expense | | 19,560,384 |
| Total operating expenses | | 39,097,082 |
| Income over (under) expenses before transfer | | 16,779,910 |
| Transfer in (out) | | - |
| Net income (loss) | | 16,779,910 |
| Net assets, beginning of year | | 131,458,298 |
| Net assets, end of year | $ | 148,238,208 |

| Elimination Entries Debit | | Elimination Entries Credit | | Total FY 2008 | |
|---|---|---|---|---|---|
| $ | - | $ | - | $ | 5,303,065 |
| | | | | | 72,825 |
| | | | | | 4,997,179 |
| | | | | | 267,119 |
| | - | | - | | 10,640,188 |
| | | | | | 7,943,150 |
| | | | | | 17,733,270 |
| | | | | | 19,560,384 |
| | - | | - | | 45,236,804 |
| | - | | - | | 55,876,992 |
| | | | | | 8,965,686 |
| | | | | | 855,561 |
| | | | | | 290,299 |
| | | | | | 891,601 |
| | | | | | 341,760 |
| | | | | | 17,392 |
| | | | | | 5,797,556 |
| | | | | | 2,376,843 |
| | | | | | 19,560,384 |
| | - | | - | | 39,097,082 |
| | - | | - | | 16,779,910 |
| | - | | - | | - |
| | - | | - | | 16,779,910 |
| | - | | - | | 131,458,298 |
| $ | - | $ | - | $ | 148,238,208 |

**OHIO HOUSING FINANCE AGENCY**

**General Fund**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Operating Funds | Admin. Fee Funds |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ - | $ - |
| Cash collected from program loans principal | - | 953,302 |
| Cash received from investment interest and mortgage-backed securities interest | 3,510 | 692,120 |
| Cash received from program loans interest | - | 4,127,053 |
| Cash received from administrative fees | 37,150 | 1,778,175 |
| Cash received from service fees and other | - | 2,081,096 |
| Cash received from HTF grants and loans | - | - |
| Cash received from intergovernmental receivable | - | 280,601 |
| Cash received from transfers in | 23,790,158 | 7,500,000 |
| Payments to purchase mortgage-backed securities | - | - |
| Payments to purchase program loans | - | (7,500,000) |
| Payments for trustee expense and agency fees | - | - |
| Payments for payroll and benefits | (8,965,685) | - |
| Payments for contracts | (855,561) | - |
| Payments for maintenance | (290,299) | - |
| Payments for rent or lease | (891,601) | - |
| Payments for purchased services | (301,260) | - |
| Payments for new OHFA bond issues | - | - |
| Payments for insurance and other | (838,328) | (86,842) |
| Payments for HTF grants and loans | - | - |
| Payments for intergovernmental payable | (27,175) | - |
| Payments for transfer out | (10,976,000) | (2,165,000) |
| Net cash provided (used) by operating activities | 684,909 | 7,660,505 |
| **CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:** | | |
| Cash received from sale of capital assets | 4,900 | - |
| Payments to acquire capital assets and leasehold improvements | (235,946) | - |
| Net cash provided (used) by capital and related financing activities | (231,046) | - |
| **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 | 453,863 | 7,660,505 |
| Cash and cash equivalents, beginning of year | 453,976 | 15,162,575 |
| Cash and cash equivalents, end of year | $ 907,839 | $ 22,823,080 |

| General Program Funds | Bond Series Program Funds | Bond Series Escrow Funds |
|---|---|---|
| $ 10,359 | $ - | $ - |
| 42,643,763 | 408,173 | - |
| 1,894,936 | 265,510 | 2,449,588 |
| 231,188 | 610,497 | - |
| 274,603 | 5,413,098 | - |
| 21,468,739 | 12,196,339 | 600 |
| 19,515,864 | - | - |
| 424,005 | - | - |
| 8,646,294 | 6,474,485 | 300,000 |
| (3,384,150) | - | - |
| (58,793,166) | (5,278,880) | - |
| (300) | (4,270) | (16,479) |
| - | - | - |
| - | - | - |
| - | - | - |
| - | - | - |
| - | (40,500) | - |
| - | (5,797,556) | - |
| (2,031,641) | (170,038) | (3,511,238) |
| (19,515,864) | - | - |
| (2,160,364) | - | - |
| (18,367,124) | (7,838,000) | (7,364,813) |
| (9,142,858) | 6,238,858 | (8,142,342) |
| - | - | - |
| - | - | - |
| - | - | - |
| - | - | (27,500,000) |
| - | - | 21,827,221 |
| - | - | (5,672,779) |
| (9,142,858) | 6,238,858 | (13,815,121) |
| 48,834,752 | 5,238,695 | 29,962,408 |
| $ 39,691,894 | $ 11,477,553 | $ 16,147,287 |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**General Fund**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Operating Funds | Admin. Fee Funds |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ (30,448) | $ 12,477,964 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of loan (discount) premium | - | - |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | - | - |
| Office equipment depreciation and leasehold amortization | 408,887 | - |
| (Gain) loss on disposal of equipment | 13,301 | - |
| Amounts loaned under agency programs | - | (7,500,000) |
| Amounts collected - program loans | - | 953,302 |
| Purchases - mortgage-backed securities | - | - |
| Principal received on mortgage-backed securities | - | - |
| Decrease (increase) in intergovernmental accounts receivable | - | 280,601 |
| Decrease (increase) in accounts receivable | (113,829) | (203,119) |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | - | - |
| Decrease (increase) in interest receivable on loans | - | (7,200) |
| Decrease (increase) in prepaid insurance and other | 416,373 | - |
| Increase (decrease) in intergovernmental accounts payable | (27,174) | 1,983,732 |
| Increase (decrease) in accounts payable and other | 17,799 | (61,607) |
| Increase (decrease) in deposits held | - | - |
| Increase (decrease) in deferred revenue | - | (263,168) |
| Net cash provided (used) by operating activities | $ 684,909 | $ 7,660,505 |

| | General Program Funds | Bond Series Program Funds | Bond Series Escrow Funds |
|---|---|---|---|
| | $ (4,901,433) | $ 14,205,637 | $ (4,971,810) |
| | (270,010) | - | - |
| | 105,161 | - | (372,280) |
| | - | - | - |
| | - | - | - |
| | (58,793,166) | (5,278,879) | - |
| | 42,643,763 | 408,172 | - |
| | (3,384,150) | - | - |
| | 10,359 | - | - |
| | (1,632,489) | (2,000,000) | - |
| | (1,640,264) | (1,046,871) | 9,548 |
| | (6,388) | 2,808 | 239,240 |
| | (6,647) | (56,353) | - |
| | 49,136 | - | - |
| | 1,398,986 | - | (3,656) |
| | 14,588,136 | 4,344 | (29,205) |
| | 644,759 | - | (3,014,179) |
| | 2,051,389 | - | - |
| | $ (9,142,858) | $ 6,238,858 | $ (8,142,342) |

*(continued)*

**OHIO HOUSING FINANCE AGENCY**

**General Fund**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | | Total |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash collected from mortgage-backed securities principal | $ | 10,359 |
| Cash collected from program loans principal | | 44,005,238 |
| Cash received from investment interest and mortgage-backed securities interest | | 5,305,664 |
| Cash received from program loans interest | | 4,968,738 |
| Cash received from administrative fees | | 7,503,026 |
| Cash received from service fees and other | | 35,746,774 |
| Cash received from HTF grants and loans | | 19,515,864 |
| Cash received from intergovernmental receivable | | 704,606 |
| Cash received from transfers in | | 46,710,937 |
| Payments to purchase mortgage-backed securities | | (3,384,150) |
| Payments to purchase program loans | | (71,572,046) |
| Payments for trustee expense and agency fees | | (21,049) |
| Payments for payroll and benefits | | (8,965,685) |
| Payments for contracts | | (855,561) |
| Payments for maintenance | | (290,299) |
| Payments for rent or lease | | (891,601) |
| Payments for purchased services | | (341,760) |
| Payments for new OHFA bond issues | | (5,797,556) |
| Payments for insurance and other | | (6,638,087) |
| Payments for HTF grants and loans | | (19,515,864) |
| Payments for intergovernmental payable | | (2,187,539) |
| Payments for transfer out | | (46,710,937) |
| Net cash provided (used) by operating activities | | (2,700,928) |
| **CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:** | | |
| Cash received from sale of capital assets | | 4,900 |
| Payments to acquire capital assets and leasehold improvements | | (235,946) |
| Net cash provided (used) by capital and related financing activities | | (231,046) |
| **CASH FLOWS FROM INVESTING ACTIVITIES:** | | |
| Purchase of investments | | (27,500,000) |
| Proceeds from sale and maturities of investments | | 21,827,221 |
| Net cash provided (used) by investing activities | | (5,672,779) |
| Net increase (decrease) in cash and cash equivalents | | (8,604,753) |
| Cash and cash equivalents, beginning of year | | 99,652,406 |
| Cash and cash equivalents, end of year | $ | 91,047,653 |

| Elimination Entries Debit | Credit | Total FY 2008 |
|---|---|---|
| $ - | $ - | $ 10,359 |
| | | 44,005,238 |
| | | 5,305,664 |
| | | 4,968,738 |
| | | 7,503,026 |
| | | 35,746,774 |
| | | 19,515,864 |
| | | 704,606 |
| | | 46,710,937 |
| | | (3,384,150) |
| | | (71,572,046) |
| | | (21,049) |
| | | (8,965,685) |
| | | (855,561) |
| | | (290,299) |
| | | (891,601) |
| | | (341,760) |
| | | (5,797,556) |
| | | (6,638,087) |
| | | (19,515,864) |
| | | (2,187,539) |
| | | (46,710,937) |
| - | - | (2,700,928) |
| | | 4,900 |
| | | (235,946) |
| - | - | (231,046) |
| | | (27,500,000) |
| | | 21,827,221 |
| - | - | (5,672,779) |
| | | (8,604,753) |
| | | 99,652,406 |
| $ - | $ - | $ 91,047,653 |

**OHIO HOUSING FINANCE AGENCY**

**General Fund**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | | Total |
|---|---|---|
| **Reconciliation of operating income to net cash provided (used) by operating activities** | | |
| Operating income | $ | 16,779,910 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Amortization of loan (discount) premium | | (270,010) |
| Net (increase) decrease in the fair value of investments and mortgage-backed securities | | (267,119) |
| Office equipment depreciation and leasehold amortization | | 408,887 |
| (Gain) loss on disposal of equipment | | 13,301 |
| Amounts loaned under agency programs | | (71,572,045) |
| Amounts collected - program loans | | 44,005,237 |
| Purchases - mortgage-backed securities | | (3,384,150) |
| Principal received on mortgage-backed securities | | 10,359 |
| Decrease (increase) in intergovernmental accounts receivable | | (3,351,888) |
| Decrease (increase) in accounts receivable | | (2,994,535) |
| Decrease (increase) in interest receivable on investments and mortgage-backed securities | | 235,660 |
| Decrease (increase) in interest receivable on loans | | (70,200) |
| Decrease (increase) in prepaid insurance and other | | 465,509 |
| Increase (decrease) in intergovernmental accounts payable | | 3,351,888 |
| Increase (decrease) in accounts payable and other | | 14,519,467 |
| Increase (decrease) in deposits held | | (2,369,420) |
| Increase (decrease) in deferred revenue | | 1,788,221 |
| Net cash provided (used) by operating activities | $ | (2,700,928) |

| Elimination Entries Debit | | Elimination Entries Credit | | Total FY 2008 | |
|---|---|---|---|---|---|
| $ | - | $ | - | $ | 16,779,910 |
| | | | | | (270,010) |
| | | | | | (267,119) |
| | | | | | 408,887 |
| | | | | | 13,301 |
| | | | | | (71,572,045) |
| | | | | | 44,005,237 |
| | | | | | (3,384,150) |
| | | | | | 10,359 |
| | 3,351,888 | | | | - |
| | | | | | (2,994,535) |
| | | | | | 235,660 |
| | | | | | (70,200) |
| | | | | | 465,509 |
| | | | (3,351,888) | | - |
| | | | | | 14,519,467 |
| | | | | | (2,369,420) |
| | | | | | 1,788,221 |
| $ | 3,351,888 | $ | (3,351,888) | $ | (2,700,928) |

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**OHIO HOUSING FINANCE AGENCY**

**Federal Program Fund**

**Statement of Net Assets**

**June 30, 2008**

| | | Housing Assistance Payment | | HOME |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Current assets | | | | |
| Restricted cash | $ | 4,008,017 | $ | - |
| Current portion of restricted investments, at fair value | | - | | - |
| Accounts receivable | | 792,292 | | 1,001,213 |
| Total current assets | | 4,800,309 | | 1,001,213 |
| Total assets | $ | 4,800,309 | $ | 1,001,213 |

| | FAF | | Disaster Relief Federal | | Foreclosure Mitigation | | Total FY 2008 |
|---|---|---|---|---|---|---|---|
| $ | 1,216,536 | $ | - | $ | 522,235 | $ | 5,746,788 |
| | 4,765,541 | | - | | - | | 4,765,541 |
| | - | | - | | - | | 1,793,505 |
| | 5,982,077 | | - | | 522,235 | | 12,305,834 |
| $ | 5,982,077 | $ | - | $ | 522,235 | $ | 12,305,834 |

**OHIO HOUSING FINANCE AGENCY**

**Federal Program Fund**

**Statement of Net Assets**

**June 30, 2008**

| | | Housing Assistance Payment | | HOME |
|---|---|---|---|---|
| **LIABILITIES AND NET ASSETS** | | | | |
| Current liabilities | | | | |
| Current portion of accounts payable and other | $ | 4,800,309 | $ | 1,001,213 |
| Deposits held | | - | | - |
| Total current liabilities | | 4,800,309 | | 1,001,213 |
| Net assets | | | | |
| Restricted | | - | | - |
| Unrestricted | | - | | - |
| Total net assets | | - | | - |
| Total liabilities and net assets | $ | 4,800,309 | $ | 1,001,213 |

| | FAF | Disaster Relief Federal | Foreclosure Mitigation | Total FY 2008 |
|---|---|---|---|---|
| | $ 5,982,077 | $ - | $ 107,547 | $ 11,891,146 |
| | - | - | 414,688 | 414,688 |
| | 5,982,077 | - | 522,235 | 12,305,834 |
| | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| | $ 5,982,077 | $ - | $ 522,235 | $ 12,305,834 |

**OHIO HOUSING FINANCE AGENCY**

**Federal Program Fund**

**Statement of Revenues, Expenses**

**and Changes in Net Assets**

**Year Ended June 30, 2008**

| | Housing Assistance Payment | HOME |
|---|---|---|
| **OPERATING REVENUES** | | |
| OTHER INCOME: | | |
| Federal financial assistance programs | $ 4,640,445 | $ 9,371,851 |
| Total other income | 4,640,445 | 9,371,851 |
| Total operating revenues | 4,640,445 | 9,371,851 |
| **OPERATING EXPENSES:** | | |
| Federal financial assistance programs | 4,640,445 | 9,371,851 |
| Total operating expenses | 4,640,445 | 9,371,851 |
| Net income (loss) | - | - |
| Net assets, beginning of year | - | - |
| Net assets, end of year | $ - | $ - |

| | FAF | Disaster Relief Federal | Foreclosure Mitigation | Total FY 2008 |
|---|---|---|---|---|
| | $ 809,739 | $ - | $ 807,694 | $ 15,629,729 |
| | 809,739 | - | 807,694 | 15,629,729 |
| | 809,739 | - | 807,694 | 15,629,729 |
| | | | | |
| | 809,739 | - | 807,694 | 15,629,729 |
| | 809,739 | - | 807,694 | 15,629,729 |
| | - | - | - | - |
| | - | - | - | - |
| | $ - | $ - | $ - | $ - |

**OHIO HOUSING FINANCE AGENCY**

**Federal Program Fund**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Housing Assistance Payment | HOME |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Cash received from service fees and other | $ 137,543 | $ - |
| Cash received from federal financial assistance programs | 4,640,445 | 9,784,766 |
| Payments for insurance and other | - | - |
| Payments for federal financial assistance programs | (4,640,445) | (9,784,766) |
| Net cash provided (used) by operating activities | 137,543 | - |
| Net increase (decrease) in cash and cash equivalents | 137,543 | - |
| Cash and cash equivalents, beginning of year | 3,870,474 | - |
| Cash and cash equivalents, end of year | $ 4,008,017 | $ - |

| | FAF | Disaster Relief Federal | Foreclosure Mitigation | Total FY 2008 |
|---|---|---|---|---|
| | $ - | $ - | $ 522,235 | $ 659,778 |
| | 809,739 | - | 807,694 | 16,042,644 |
| | (693,398) | (78,003) | - | (771,401) |
| | (809,739) | - | (807,694) | (16,042,644) |
| | (693,398) | (78,003) | 522,235 | (111,623) |
| | (693,398) | (78,003) | 522,235 | (111,623) |
| | 6,675,475 | 78,003 | - | 10,623,952 |
| | $ 5,982,077 | $ - | $ 522,235 | $ 10,512,329 |

**OHIO HOUSING FINANCE AGENCY**

**Federal Program Fund**

**Statement of Cash Flows**

**Year Ended June 30, 2008**

| | Housing Assistance Payment | HOME |
|---|---|---|
| **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: | | |
| Decrease (increase) in accounts receivable | 122,508 | 412,915 |
| Increase (decrease) in accounts payable and other | 15,035 | (412,915) |
| Increase (decrease) in deposits | - | - |
| Net cash provided (used) by operating activities | $ 137,543 | $ - |

| | FAF | Disaster Relief Federal | Foreclosure Mitigation | Total FY 2008 |
|---|---|---|---|---|
| | $ - | $ - | $ - | $ - |
| | - | 896 | - | 536,319 |
| | (693,398) | (78,899) | 107,547 | (1,062,630) |
| | - | - | 414,688 | 414,688 |
| | $ (693,398) | $ (78,003) | $ 522,235 | $ (111,623) |

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**Ohio Housing Finance Agency**
**Schedule of Expenditures of Federal Awards**
**By Federal Agency and Federal Program**
**For the Fiscal Year Ended June 30, 2008**

| 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 | $ | 4,899,588 |
| 14.195 | Section 8 Financial Adjustment Factor Program | | 809,739 |
| *Office of Community Planning and Development* | | | |
| 14.239 | HOME Investment Partnership Program | | |
| | Pass-through from the Ohio Department of Development | | 9,796,851 |
| | **Total U.S. Department of Housing and Urban Development** | $ | 15,506,178 |
| **U.S. Department of Treasury** | | | |
| 21.000* | Foreclosure Mitigation Counseling Program | | |
| | Pass-through from Neighborhood Reinvestment Corporation (dba NeighborWorks America) | $ | 838,547 |
| | **Total U.S. Department of Treasury** | $ | 838,547 |
| | **Total Expenditures** | $ | 16,344,725 |

* An official CFDA number is not available for this program, but NeighborWorks America recommends the number above for tracking purposes.

*The accompanying notes are an integral part of this schedule.*

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## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

The U.S. Department of Housing and Urban Development (HUD) has approved the accounting method OHFA uses to report the Housing Assistance Payment (HAP) administrative fee earned in the administration of the Section 8 program in Ohio. OHFA records the HAP administrative fee in the General Fund and uses the fee to pay HAP program contract administration expenses and other housing related program expenses of the Agency. The administrative fee is considered a “fee-for-service” under OMB Circular A-87 A(2)(b), not a “cost reimbursement” grant, and is available to OHFA for housing program expenses as outlined in Ohio Revised Code 175.02. The HAP administrative fee included in CFDA 14.195 for fiscal year 2008 is $259,143.

### A. Basis of Accounting

OHFA prepares the Schedule on the accrual basis of accounting.

## NOTE 2 - FEDERAL MORTGAGE INSURANCE AND GUARANTEES

Certain mortgage loans of OHFA are insured by the Federal Housing Administration (FHA) or guaranteed by the Veterans’ Administration (VA). As of June 30, 2008, outstanding FHA-insured loans were $341,888 and there were no mortgage loans guaranteed by the VA.

## NOTE 3 - SUBRECIPIENTS

Of the federal expenditures presented in the Schedule, OHFA provided federal awards to the following Foreclosure Mitigation Counseling Program subrecipients:

| | | |
|---|---|---|
| Community Housing Solutions | $ | 100,437 |
| Community Action Commission of Belmont City | $ | 3,966 |
| Community Action Commission of Fayette County | $ | 7,124 |
| Corporation for Ohio Appalachian Development | $ | 16,941 |
| Community Reinvestment Institute | $ | 170,239 |
| East Akron Neighborhood Development Corporation | $ | 18,516 |
| Eastside Organization Project | $ | 236,163 |
| Fair Housing Contract | $ | 13,769 |
| Fair Housing Resources | $ | 36,667 |
| Housing Advocates | $ | 86,085 |
| Geauga County Commission | $ | 2,783 |
| Mid Ohio Regional Planning Commission | $ | 36,667 |
| NID Housing Counseling | $ | 3,626 |

| | | |
|---|---|---|
| Northwest Ohio Development | $ | 16,552 |
| Union Miles Development Corporation | $ | 16,702 |
| Working in Neighborhoods | $ | 31,489 |
| Wood, Sandusky, Ottawa, Seneca Community Action Commission | $ | 9,968 |

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

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

We have audited the accompanying financial statements of the Single Family Mortgage Revenue Program Fund, Multi-Family Mortgage Revenue Program Fund, General Fund, and Federal Program Fund of the Ohio Housing Finance Agency (the Agency), as of and for the year ended June 30, 2008, which collectively comprise the Agency's basic financial statements, and have issued our report thereon dated September 25, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States.

**Internal Control over Financial Reporting**

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a certain deficiency in internal control over financial reporting that we consider a significant deficiency.

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

We consider the deficiency described as finding 2008-1 in the accompanying Schedule of Findings and Questioned Costs to be a significant deficiency in internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We do not believe the significant deficiency described above is a material weakness.

**Compliance and Other Matters**

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

We noted certain other matters that we reported to management of the Agency in a separate letter dated September 25, 2008.

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

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

Kennedy Cottrell Richards LLC

Kennedy Cottrell Richards LLC
September 25, 2008

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

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

## Compliance

We have audited the compliance of The Ohio Housing Finance Agency (the Agency) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal programs for the year ended June 30, 2008. The Agency's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the Agency's management. Our responsibility is to express an opinion on the Agency's compliance based on our audit.

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

In our opinion, the Agency complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2008.

## Internal Control over Compliance

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

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

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

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

We noted certain other matters that we reported to management of the Agency in a separate letter dated September 25, 2008.

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

Kennedy Cottrell Richards LLC

Kennedy Cottrell Richards LLC
September 25, 2008

## OHIO HOUSING FINANCE AGENCY

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

## JUNE 30, 2008

### 1. SUMMARY OF AUDITOR'S RESULTS

| | | |
|---|---|---|
| (d)(1)(i) | Type of Financial Statement Opinion | Unqualified |
| (d)(1)(ii) | Were there any material internal control weaknesses reported at the financial statement level (GAGAS)? | No |
| (d)(1)(ii) | Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)? | Yes |
| (d)(1)(iii) | Was there any reported material noncompliance at the financial statement level (GAGAS)? | No |
| (d)(1)(iv) | Were there any material internal control weaknesses reported for major federal programs? | No |
| (d)(1)(iv) | Were there any other significant deficiencies in internal control reported for major federal programs? | No |
| (d)(1)(v) | Type of Major Programs' Compliance Opinion | Unqualified |
| (d)(1)(vi) | Are there any reportable findings under § .510(a) of Circular A-133? | No |
| (d)(1)(vii) | Major Programs (list): | HOME Investment Partnership Program CFDA #14.239<br><br>Foreclosure Mitigation Counseling Program CFDA #21.000 |
| (d)(1)(viii) | Dollar Threshold: Type A/B Programs | Type A: > $490,342<br>Type B: All others |
| (d)(1)(ix) | Low Risk Auditee? | No |

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

### 2008-1 Significant Deficiency – Financial Reporting

The compilation and presentation of materially correct financial statements, related footnotes, and supplementary schedules is the responsibility of management of OHFA. Thus, it is important that management develop control procedures related to drafting this information that enable management to prevent and detect potential misstatements prior to audit. Independent auditors are not part of an entity's internal control structure and should not be relied upon to detect misstatements.

Though not a required part of OHFA's basic financial statements, the Schedule of Expenditures of Federal Awards is supplementary information required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Thus, we subjected the Schedule to the auditing procedures we applied in the audit of the basic financial statements.

As a result of our audit, we identified a misstatement in OHFA's Schedule of Expenditures of Federal Awards. OHFA subsequently corrected the misstatement. The misstatement is an indicator that OHFA does not have sufficient internal control procedures in place related to financial reporting, particularly in regard to the Schedule of Expenditures of Federal Awards.

We recommend that OHFA implement sufficient control procedures over the financial reporting process in order to enable management to prevent and detect potential misstatements in all required financial statements, footnotes, and supplementary schedules.

*Official's Response*

OHFA management understands the importance of having the proper internal control procedures in place to prevent and detect any potential misstatements in all required financial statements, footnotes, and supplementary schedules. As new programs are implemented by the agency, staff will exercise the proper due diligence to ensure all programs are presented properly in the applicable financial statements.

## 3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

**OHIO HOUSING FINANCE AGENCY**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**JUNE 30, 2008**

| Fiscal Year | Finding Number | Finding Summary | Status |
|---|---|---|---|
| 2007 | 2007-1 | Insufficient Number of On-site Inspections | Corrected. |

ohiohousing finance agency
25TH ANNIVERSARY | 1983-2008

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Mary Taylor, CPA
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**
**DECEMBER 9, 2008**

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