DISTRICT OF COLUMBIA OFFICE OF THE INSPECTOR GENERAL

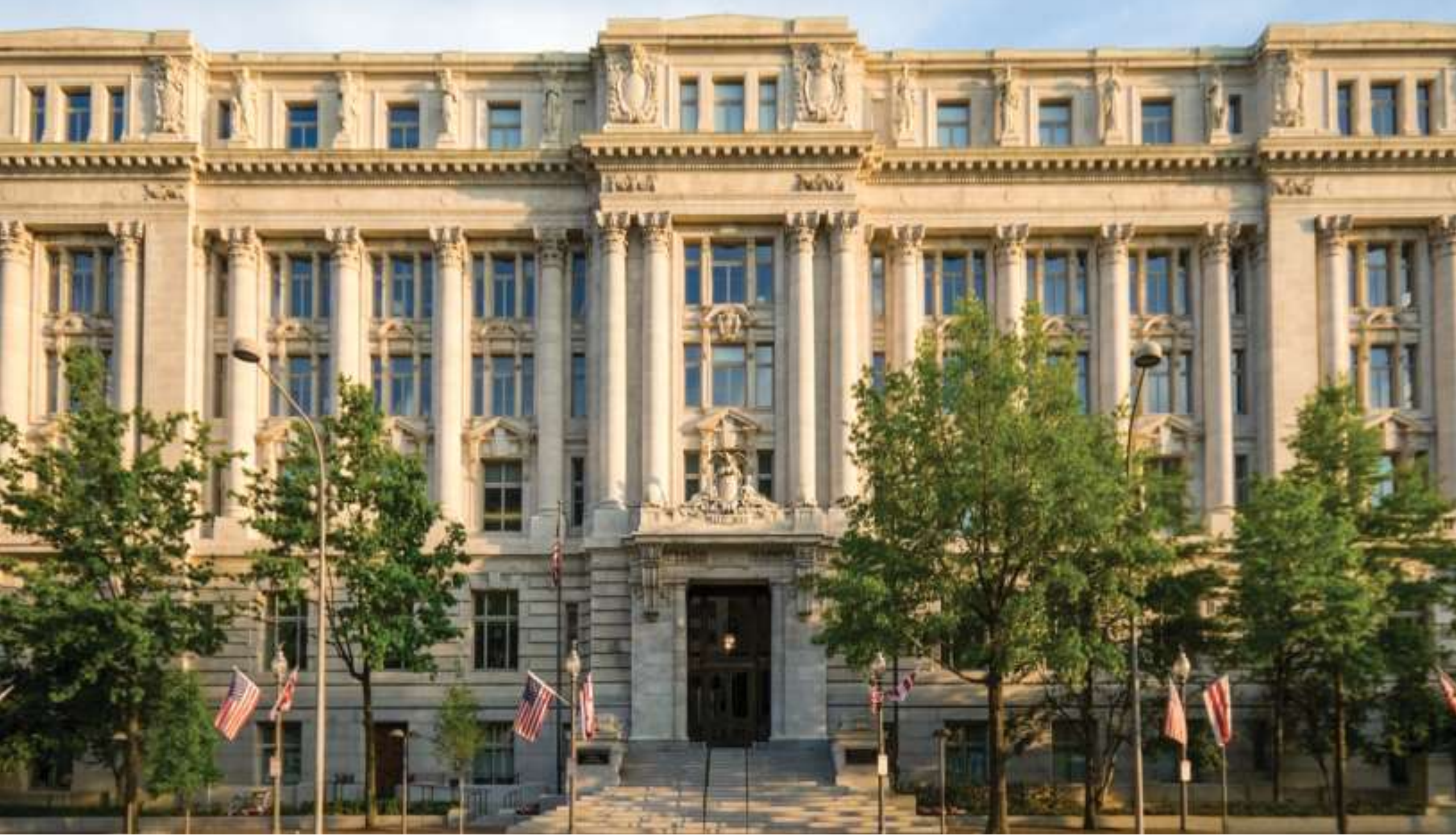
OIG Project No. 18-1-10HF

January 2018

OIG

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY:

FINANCIAL STATEMENTS AND MANAGEMENT'S DISCUSSION AND ANALYSIS (WITH REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS) FOR FISCAL YEARS ENDED SEPTEMBER 30, 2017 AND 2016



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*Workforce Engagement * Stakeholders Engagement * Process-oriented * Innovation * Accountability * Professionalism * Objectivity and Independence * Communication * Collaboration * Diversity * Measurement * Continuous Improvement*

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Our mission is to independently audit, inspect, and investigate matters pertaining to the District of Columbia government in order to:

- prevent and detect corruption, mismanagement, waste, fraud, and abuse;
- promote economy, efficiency, effectiveness, and accountability;
- inform stakeholders about issues relating to District programs and operations; and
- recommend and track the implementation of corrective actions.

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Our vision is to be a world-class Office of the Inspector General that is customer-focused, and sets the standard for oversight excellence!

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Excellence * Integrity * Respect * Creativity * Ownership * Transparency * Empowerment * Courage * Passion * Leadership

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GOVERNMENT OF THE DISTRICT OF COLUMBIA
Office of the Inspector General

Inspector General

OIG

January 31, 2018

The Honorable Muriel Bowser
Mayor of the District of Columbia
Mayor's Correspondence Unit
1350 Pennsylvania Avenue, N.W., Suite 316
Washington, D.C. 20004

The Honorable Phil Mendelson
Chairman
Council of the District of Columbia
John A. Wilson Building
1350 Pennsylvania Avenue, N.W., Suite 504
Washington, D.C. 20004

Dear Mayor Bowser and Chairman Mendelson:

Enclosed is the final report entitled *District of Columbia Housing Finance Agency: Financial Statements for Fiscal Years Ended September 30, 2017, and 2016* (OIG No. 18-1-10HF). CohnReznick LLP conducted the audit and submitted this component report as part of our overall contract for the audit of the District of Columbia's general-purpose financial statements for fiscal year 2017.

On January 16, 2018, CohnReznick issued its opinion on the financial statements and concluded that the financial statements present fairly in all material respects, in conformity with accounting principles generally accepted in the United States of America.

If you have any questions concerning this report, please contact me or Benjamin Huddle, Assistant Inspector General for Audits, at (202) 727-2540.

Sincerely,

Daniel W. Lucas
Inspector General

DWL/fg

Enclosure

cc: See Distribution List

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District of Columbia Housing Finance Agency

Financial Statements With

Independent Auditor’s Report

Years Ended September 30, 2017 and 2016

District of Columbia
Housing Finance Agency

Financial Statements With

Independent Auditor's Report

Years Ended September 30, 2017 and 2016

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
FINANCIAL STATEMENTS WITH INDEPENDENT AUDITOR'S REPORT
YEARS ENDED SEPTEMBER 30, 2017 AND 2016

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Independent Auditor's Report

To the Board of Directors
District of Columbia Housing Finance Agency

We have audited the accompanying financial statements of the District of Columbia Housing Finance Agency (the "Agency"), a component unit of the Government of the District of Columbia, as of and for the years ended September 30, 2017 and 2016, and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Agency, as of September 30, 2017 and 2016, and the changes in financial position and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 6 through 13 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Agency's basic financial statements. The supplemental information on pages 53 through 85 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 16, 2018, on our consideration of the District of Columbia Housing Finance Agency of the Government of the District of Columbia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District of Columbia Housing Finance Agency's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District of Columbia Housing Finance Agency of the Government of the District of Columbia's internal control over financial reporting and compliance.

CohnReznick LLP

Baltimore, Maryland
January 16, 2018

Our discussion and analysis of the District of Columbia Housing Finance Agency's financial performance provides an overview of the Agency's financial activities for the years ended September 30, 2017 and 2016. The financial statements, accompanying notes, and additional information should be read in conjunction with the following discussion.

Overview

The District of Columbia Housing Finance Agency (the "Agency") was established in 1979 to stimulate and expand homeownership and rental housing opportunities for low and moderate-income families in the District of Columbia (the "District"). The Agency primarily issues taxable and tax-exempt mortgage revenue bonds to lower the financing costs for single family homebuyers and multifamily developers acquiring, constructing, and rehabilitating rental housing in the District. In addition, the Agency administers the issuance of four percent low-income housing tax credits to achieve its affordable housing preservation, rehabilitation, and development objectives on behalf of the District of Columbia Department of Housing and Community Development ("DHCD").

The Agency accounts for its financial activities using funds for its single family and multifamily bond programs and general operations. The General Fund is used to record the receipt of income not directly pledged for repayment of debt securities, to pay expenses related to the Agency's administrative functions and operations, including bond program administration, mortgage servicing, the United States Department of Housing and Urban Development ("HUD") Risk-Sharing insurance program and the McKinney Act savings program. The other funds include Single Family Program and Multifamily (Conduit Bond) Program. These funds are used to account for bond proceeds, revenue and debt service and bond administration expenses related to single family mortgage revenue bonds and multifamily housing revenue bonds.

The accompanying financial statements exclude the Agency's HomeSaver Program (a U.S. Treasury Hardest Hit Fund Initiative). The Agency prepares separate financial statements for the HomeSaver Program Fund, which is set up to account for the HomeSaver Program proceeds received under the U.S. Treasury Hardest Hit Fund Initiative as they are used for program disbursements to fund mortgage loans to the homeowners of the District of Columbia who are at risk of foreclosure and who have experienced involuntary job loss or become underemployed with decreased employment income, and to pay the Agency's administrative expenses of the HomeSaver Program. Additionally, the proceeds are used for program disbursements to fund real property tax liabilities for homeowners of the District of Columbia who are at risk of foreclosure due to delinquent real property tax payments.

Financial Highlights for the Year Ended September 30, 2017, and Comparative Financial Highlights for the Years Ended September 30, 2016 and 2015

Significant Macroeconomic Factors and Program Updates

The Agency's total debt portfolio decreased by $5.9 million from $1,147.0 million in fiscal year 2016 to $1,141.2 million in fiscal year 2017. In fiscal year 2016, the portfolio increased from $966.7 million at the beginning of the year to $1,147.0 million at year end, and in fiscal year 2015 the portfolio increased by $153.3 million, when the debt portfolio increased from $813.4 million to $966.7 million. The total amount of bonds issued during fiscal year 2017 was $193.3 million, comprised completely of multifamily project issuance, compared to $292.3 million in total new multifamily bond issuance in fiscal year 2016. In fiscal year 2015, total debt issuance was $220.8 million.

The Agency currently maintains a committed credit line with the PNC Bank, National Association ("PNC Bank"), in the total amount of $15.0 million that is currently used as a source of low interest rate liquidity to fund the acquisition of single family mortgage-backed securities pending the issuance of permanent long-term family mortgage revenue bonds at a future date. The credit line can also be used to facilitate other liquidity needs as they may arise. As of September 30, 2017, the outstanding balance on the PNC credit line was $6.2 million. No funds were drawn during fiscal year 2017. The Agency intends to continue to maintain access to the PNC credit line for any future supplemental liquidity needs.

In March 2017, DCHFA entered into a grant agreement with the DC Department of Housing and Community Development ("DHCD") as the sub-recipient in the administration of Community Development Block Grant ("CDBG") funds. Accordingly, the Agency Established a $3,000,0000 line of credit with Industrial Bank to serve as a facility to fund Home Purchase Assistance Program ("HPAP") loans. The credit line is paid down upon receipt of reimbursements from DHCD on a monthly basis. As of September 30, 2017, the outstanding balance on the credit line totaled $2.5 million.

Basic Financial Statements

The accompanying financial statements include: Statements of Net Position, Statements of Revenues, Expenses and Changes in Net Position and Statements of Cash Flows. The Statements of Net Position shows the financial position of the Agency and its programs as of the end of the reporting period, while the Statement of Revenues, Expenses and Changes in Net Position shows the results of operations for the reporting period. The Statement of Cash Flows shows sources and uses of cash in the operating, investing and financing activities of the Agency and its programs.

During fiscal year 2014, the Agency executed an economic refunding of several of its multifamily bond series and recorded a deferred outflow of resources associated with the bond refunding in its Statement of Net Position for the fiscal years ended 2017, 2016 and 2015. In fiscal year 2016, the Agency adopted GASB No. 72, *Fair Value Measurement and Application.*

Financial Statement Analysis

The following information is an analysis of the Agency's financial statements for the year ended September 30, 2017, compared to the financial statements for the years ended September 30, 2016 and 2015.

	2017	Net Change	2016	Net Change	2015
Current assets	$ 247,386,987	-12.3%	$ 281,994,704	18.1%	$ 238,849,865
Non-current other assets	1,125,833,972	2.4%	1,099,002,468	16.9%	940,097,179
Non-current capital assets	2,420,877	24.6%	1,942,244	-3.5%	2,012,701
Total assets	**1,375,641,836**	**-0.5%**	**1,382,939,416**	**17.1%**	**1,180,959,745**
Total deferred outflow of resources	215,674	**-4.0%**	224,734	**-2.5%**	230,521
Current liabilities	$ 150,245,966	-27.2%	$ 206,315,092	30.0%	$ 158,727,346
Non-current liabilities	1,112,408,793	3.8%	1,072,113,218	15.9%	925,341,022
Total liabilities	**1,262,654,759**	**-1.2%**	**1,278,428,310**	**17.9%**	**1,084,068,368**
Net position:					
Net invested in capital assets	2,420,877	24.6%	1,942,244	-3.5%	2,012,701
Restricted for:					
Bond fund, collateral and Risk Share Program	28,863,175	-4.3%	30,144,621	-7.7%	32,659,022
McKinney Act Fund	7,638,929	30.3%	5,863,116	-25.8%	7,900,345
Total Restricted	36,502,104	1.4%	36,007,737	-11.2%	40,559,367
Unrestricted	74,279,770	11.2%	66,785,859	22.4%	54,549,830
Total Net Position	**113,202,751**	**8.1%**	**104,735,840**	**7.8%**	**97,121,898**
Total Liabilities and Net Position	**$ 1,375,857,510**	**-0.5%**	**$ 1,383,164,150**	**17.1%**	**$ 1,181,190,266**

In fiscal year 2017, the Agency's combined assets decreased by 0.5%, compared to the 17.1% increase in fiscal year 2016. Short-term holdings were used to redeem bonds, therefore, the decrease in assets was mostly attributable to the maturity/payoff of bonds. The current and non-current liabilities have decreased 27.2% and increased 3.8%, respectively, in fiscal year 2017 due to a different composition of debt outstanding by its maturity date compared to the prior fiscal year when the current liabilities increased 30.0% and the non-current liabilities increased 15.9%. The 24.6% increase in net invested in capital assets in fiscal year 2017 was due to depreciation and amortization of the accumulated capital assets and addition of investment in software.

Operating Results

During fiscal year 2017, the Agency's combined net position increased by $8.5 million, or 8.1%, which comprises net revenue of $10.1 million from operations and a non-operating loss of $1.7 million due to a decrease in the unrealized fair value of mortgage-backed securities. For fiscal year 2016, net position increased by $7.6 million, or 7.8%, consisting of $11.0 million in income from operations offset by the $3.4 million non-operating loss due to a decrease in the unrealized fair value of mortgage-backed securities. The value of the securities moves in opposite direction to the market interest rates. The Agency typically holds all of the mortgage-backed securities to the expected life of the underlying loans.

During fiscal year 2017, combined operating revenues increased by $4.7 million or 6.4% from fiscal year 2016, primarily due to a 14.1% increase in mortgage and construction loans interest income, a 4.6% decrease in other revenue primarily from project revenue in multifamily program and financing and annual administration fees in the General Fund, a 62.8% increase in investment interest income offset by the 5.3% reduction in mortgage-backed security interest income, the 259.3% increase in the McKinney Act interest revenue, and the 42.2% increase in application and commitment fees.

Combined operating expenses in fiscal year 2017 increased by $5.6 million, or 8.9%, from fiscal year 2016, primarily due to a 24.8% increase in personnel and related costs, and a 36.3% decrease in trustee fees and other expenses (in correlation with the decrease in issuance of new bonds), and a 12.4% jump in interest expense due to the refunding bond deal and redemption of bonds throughout the year.

During fiscal year 2016, combined operating revenues increased by $18.7 million or 33.7% from fiscal year 2015, primarily due to a 18.1% increase in mortgage and construction loans interest income and a 78.1% increase in other revenue primarily from project revenue in multifamily program and financing and annual administration fees in the General Fund, and a 7.9% increase in investment interest income offset by the 21.7% reduction in mortgage-backed security interest income, the 59.2% decrease in the McKinney Act interest revenue, and the 30.9% decrease in application and commitment fees.

Combined operating expenses in fiscal year 2016 increased by $14.5 million, or 30.0%, from fiscal year 2015, primarily due to a 71.1% increase in general and administrative expenses, (particularly issuer fees paid as part of the new bonds that were closed in the current year), and a 191.5% increase in trustee fees and other expenses (which primarily includes legal fees paid for the new bonds), and a 15.9% jump in interest expense due to an increase in mortgage and constructions loans receivable outstanding.

	2017	Net Change	2016	Net Change	2015
Operating Revenues					
Investment interest income	$ 2,009,159	62.8%	$ 1,233,792	7.9%	$ 1,143,975
Mortgage-backed security interest income	3,124,359	-5.3%	3,300,301	-21.7%	4,214,679
Interest on mortgage and construction loans	42,563,900	14.1%	37,296,196	18.1%	31,573,895
McKinney Act interest revenue	342,930	259.3%	95,437	-59.2%	234,088
Application and commitment fees	283,856	42.2%	199,648	-30.9%	288,762
Other	30,508,783	-4.6%	31,984,436	78.1%	17,959,823
Total operating revenues	**78,832,987**	**6.4%**	**74,109,810**	**33.7%**	**55,415,222**
Non-operating revenues	(1,650,680)	51.2%	(3,382,723)	-547.3%	(522,583)
Total revenue	**77,182,307**	**9.1%**	**70,727,087**	**28.8%**	**54,892,639**
Operating Expenses					
General and administrative	18,205,393	3.8%	17,531,637	71.1%	10,244,470
Personnel and related costs	5,871,030	24.8%	4,702,746	8.1%	4,350,260
Interest expense	42,813,074	12.4%	38,085,821	15.9%	32,846,970
Depreciation and amortization	139,467	-4.0%	145,227	-31.7%	212,737
Trustee fees and other expenses	1,686,432	-36.3%	2,647,714	191.5%	908,154
Total operating expenses	**68,715,396**	**8.9%**	**63,113,145**	**30.0%**	**48,562,591**
Operating Income (Loss)	**10,117,591**	**-8.0%**	**10,996,665**	**60.5%**	**6,852,631**
Change in Net Position	**8,466,911**	**11.2%**	**7,613,942**	**20.3%**	**6,330,048**
Net position, beginning of year	**104,735,840**	**7.8%**	**97,121,898**	**7.0%**	**90,791,850**
Net position, end of year	**$ 113,202,751**	**8.1%**	**$ 104,735,840**	**7.8%**	**$ 97,121,898**

In fiscal year 2017, the Agency recorded an $9.0 million net operating income and a $9.8 million overall net income in its General Fund, increasing General Fund net position from $77.2 million at the beginning of the year to $86.9 million at year end. In fiscal years 2016 and 2015, the General Fund net operating income amounted to $9.9 and $5.6 million, respectively.

Debt Administration

Debt activity, including credit lines and certificates of participation, for the years ended September 30, 2017, 2016 and 2015 was as follows:

	2017	2016	2015
Beginning balance	$ 1,147,035,495	$ 966,719,065	$ 813,436,993
New issuance/draws	193,312,143	292,277,710	220,803,176
Redemptions/maturities	(199,192,634)	(111,961,280)	(67,521,104)
Ending balance	$ 1,141,155,004	$ 1,147,035,495	$ 966,719,065

In fiscal year 2017, the Agency's combined outstanding debt decreased by $5.9 million from fiscal year 2016. Total single family revenue bonds were reduced by $5.6 million due to loan prepayment redemptions. No new single family bonds have been issued in fiscal year 2017. There was no draw on the PNC Credit line in fiscal year 2017. As of September 30, 2017, the total PNC Credit Line balance was $6.2 million. Also included in new issuances/draws and therefore the ending balance, is an outstanding amount of $2.5 million, as of September 30, 2017, on the Industrial Bank Line of Credit purposed for the funding of HPAP loans.

During fiscal year 2017, DCHFA financed seven multifamily projects and completed one bond refunding for a total authenticated and delivered bond amount of $192.8 million. A number of multifamily revenue bonds, closed in fiscal years 2012-2017, were issued in a draw-down mode, where out of the total amount of bonds closed, only a portion may get drawn during any given reporting period. The amount of such draws during fiscal year 2017 was $158.4 million. The amount of outstanding multifamily bonds from new issuance and draws on the new and existing draw down bonds during fiscal year 2017 was $192.8 million, and, when offset by $193.6 million in matured and redeemed multifamily bonds, resulted in the net increase in multifamily bonds outstanding of $189.2 million, compared to a net decrease of $7.8 million in fiscal year 2016.

During fiscal year 2016, DCHFA financed twelve multifamily projects for a total authenticated and delivered bond amount of $134.6 million. A number of multifamily revenue bonds, closed in fiscal years 2012-2016, were issued in a draw-down mode, where out of the total amount of bonds closed, only a portion may get drawn during any given reporting period. The amount of such draws during fiscal year 2016 was $122.3 million. The amount of outstanding multifamily bonds from new issuance and draws on the new and existing draw down bonds during fiscal year 2016 was $292.3 million, and, when offset by $103.1 million in matured and redeemed bonds, resulted in the net increase in multifamily bonds outstanding of $189.2 million, compared to a net increase of $155.6 million in fiscal year 2015.

Capital Assets

Capital assets, net of accumulated depreciation and amortization, were $2.4 million and $1.9 million as of September 30, 2017 and 2016, respectively, and $2.0 million as of September 30, 2015. The detailed analysis of changes in capital assets is in Note 5.

Key Bond Programs

Multifamily New Issue Bond Program ("Multifamily NIBP")
The Multifamily NIBP started in fiscal year 2010 with the issuance of $168.1 million in taxable escrow bonds. As of September 30, 2012, all of these escrow bonds have been released in the form of tax-exempt bonds to finance sixteen multifamily projects. In addition, $5.1 million of the Single Family NIBP escrow bonds have been released as tax-exempt bonds to fund one multifamily project. Concurrently with the release of NIBP escrow bonds, the Agency issued $91.2 million in market bonds, not including $0.6 million in market bonds issued for an existing project in fiscal year 2013. All seventeen transactions using NIBP bonds were structured as stand-alone pass-through financings with no direct economic recourse to the Agency as the issuer. Some of the bonds issued in fiscal years 2010-2016 were issued in a draw down mode. There is no draw under such existing and new draw down projects for fiscal year 2017. In fiscal year 2017, the net decrease in total Multifamily NIBP Bonds outstanding was $47.3 million, compared to a net decrease of $2.3 million in fiscal year 2016 and a net decrease of $21.9 million in fiscal year 2015. As of September 30, 2017, the total bonds outstanding under the Multifamily NIBP were $140.6 million, compared to $188.0 million as of September 30, 2016.

Single Family New Issue Bond Program ("Single Family NIBP")
The Single Family NIBP started in fiscal year 2010 with the issuance of $25.0 million in taxable escrow bonds. All of the Single Family NIBP bonds remained in escrow as of September 30, 2011. In fiscal year 2012, the Agency used the advantageous cost of NIBP capital to design competitive interest rate mortgage loan products offered to the District homebuyers. The Agency modified and redelivered $14.2 million of taxable NIBP escrow bonds into tax-exempt mortgage revenue bonds. In fiscal year 2011, due to the non-negative arbitrage nature of the NIBP escrow bonds, the Agency elected to use its own General Fund monies and proceeds from the draw on the PNC Bank credit line to provide interim financing source for the acquisition of the mortgage-backed securities, the practice known as "warehousing." The warehoused mortgage-backed securities became assets collateralizing the new NIBP tax-exempt bonds issued at the end of calendar year 2011, and the General Fund was reimbursed from the released bond proceeds. Early in fiscal year 2012, the Agency master servicer, Bank of America, terminated its corresponding lender relationships, which disrupted the Agency's ability to securitize the originated homeownership loans into mortgage-backed securities for the remainder of the year and half of fiscal year 2013. The Agency decided to use $5.1 million of the single family NIBP escrow bonds to finance one multifamily transaction, which is accounted for under the Multifamily NIBP, and to redeem the $5.7 million in unused NIBP single family taxable escrow bonds as the deadline for their use was December 31, 2012. Due to the executive management decision the Agency changed its single family business model from bond financing to a purchase and sale of the mortgage backed securities. These purchase and sale transactions are accounted for under the DCHFA General Fund and not under the Single Family Program Funds. Total bond redemptions and maturities for the fiscal year 2017 was $0.8 million, bringing the total bonds outstanding down to $5.6 million at September 30, 2017, from $6.4 million at September 30, 2016.

Single Family Program:
Outside the Single Family NIBP, the Agency has not issued new bonds under the Single Family Program since 2007 due to persistent interest rate disadvantages of pricing loans based on the traditional tax-exempt mortgage revenue bond market. Following the prudent financial management practice of minimizing costs, the Agency elected to carry out more frequent optional bond redemptions. Total bond redemptions and maturities for 1988 and 1996 Single Family Mortgage Revenue Bonds for fiscal year 2017 was $4.8 million, bringing the total bonds outstanding down to $10.1 million at September 30, 2017, from $14.8 million at September 30, 2016.

Multifamily (Conduit Bond) Program:
All mortgage revenue bond multifamily projects financed to date under the Multifamily Program have been issued by the Agency as stand-alone pass-through financings with no direct economic recourse to the Agency as the issuer. In fiscal year 2017, the Agency closed seven project financings involving $158.4 million in mortgage revenue bonds issued in a draw down mode When offset by $146.2 million in redeemed and matured bonds, the fiscal year 2017 net increase in total Multifamily (Conduit Bond) Program bonds outstanding was $12.1 million, compared to a net increase of $23.7 million in fiscal year 2016 and a net increase of $177.4 million in fiscal year 2015.

2017 Multi-Family Development Program
The Agency desires to implement a program that will provide flexible financing options for loans made to finance housing projects through the issuance of bonds, notes or other obligation by the Agency. In spring 2017, the Agency established a new multifamily bonds indenture in order to issue its multifamily mortgage revenue bonds, from time to time, for the purpose of (i) providing funds to finance, among other things, the acquisitions, construction, rehabilitation and equipping and/or permanent financing or refinancing of housing projects in the District of Columbia for occupancy by low and moderate income persons and (ii) refunding bonds previously issued by the Agency. On August 17, 2017, the DCHFA issued the Agency's Multi-Family Development Program ("MFDP"), Series 2017 Pass-Through Revenue Refunding Bonds (Federally Taxable) with an issuance amount of $34,444,074. The Series 2017 Bonds are the first series of bonds issued under the new parity MFDP indenture. Proceeds generated from the Series 2017 Bonds were used to refund five prior bonds outstanding under different indenture. The refunding transaction will generate debt service savings over the life of the Series 2017 Bonds.

HUD Risk-Sharing Program and Agency General Fund

The Agency has entered into a risk-sharing agreement with HUD, where HUD pays 100.0% of the amount needed to retire bonds issued in connection with a defaulted project at the time of the initial claim. Any loss at the time of final claim on a defaulted multifamily project is shared between FHA at 90.0% and the Agency at 10.0%. In order to participate in this program, the Agency has set aside an initial deposit of $500,000 in a separate HUD Risk-Sharing Reserve account. In addition, with every risk-sharing project, an FHA placement fee of 1.0%-1.2% of the mortgage balance is collected and deposited into the reserve account. The Agency also collects under its General Fund monthly mortgage insurance premiums commensurate with the risk exposure on its HUD Risk-Sharing portfolio of outstanding mortgage loans. As of September 30, 2017, 2016 and 2015, the HUD Risk-Sharing Reserve funds had a balance of $2.6 million, $2.8 million and $2.6 million, respectively, and the outstanding principal balance of the risk-sharing insured loans was $71.3 million, $122.1 million and $123.9 million, respectively.

In 2007, Parkway Overlook East & West (the "Parkway Overlook Property") had its Section 8 HAP subsidies abated by HUD due to successive REAC failures. The Agency took over the ownership of the Parkway Overlook Property as a mortgagee in possession in 2007. In April of 2015, the Agency acquired the title to this property and sold it to the District of Columbia Housing Authority for $5.0 million, or its appraised value, with a seller take back note of $4,975,000. The Agency submitted its final claim package to HUD, which was accepted and settled in January 2015. The Agency submitted in January 2016 its supplemental claim to HUD for all expenses that were incurred prior to January 2015 but not paid until after that date. A supplemental claim payment was made by HUD to the Agency in the amount of $615,227 in March 2016. The note of $4,975,000 is still outstanding as a receivable from the District of Columbia Housing Authority as of the end of the fiscal year 2017. The note was extended to the earlier of September 28, 2018 or closing on development financing on the Property. The development financing is projected to close in January 2018.

Conclusion

Management's discussion and analysis is presented to provide additional information regarding the activities of the Agency and also to meet the disclosure requirements of GASB Statement No. 34. If you have questions about the report or need additional financial information, contact the Chief Financial Officer, Ted Blake, District of Columbia Housing Finance Agency, (202) 777-1620, 815 Florida Avenue, N.W. Washington DC 20001, tblake@dchfa.org or go to our website at www.dchfa.org.

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
STATEMENTS OF NET POSITION
SEPTEMBER 30, 2017 AND 2016

ASSETS	2017	2016
CURRENT ASSETS		
Unrestricted current assets:		
Cash and cash equivalents	$ 52,441,678	$ 51,035,521
Investments	606,044	-
Other receivables	3,920,531	2,347,015
Accrued interest receivable	195,329	40,912
Prepaid fees	116,487	197,294
Total unrestricted current assets	**57,280,069**	**53,620,742**
Restricted current assets:		
Cash and cash equivalents	121,523,730	150,290,693
Accounts receivable - HPAP program	1,432,419	-
Investments held in trust	32,989,304	-
Mortgage-backed securities at fair value	7,050,476	6,102,222
Mortgage and construction loans receivable	22,206,050	68,090,519
Accrued interest receivable	4,904,939	3,890,528
Total restricted current assets	**190,106,918**	**228,373,962**
TOTAL CURRENT ASSETS	**247,386,987**	**281,994,704**
NON-CURRENT ASSETS		
Unrestricted non-current assets:		
Investments	3,026,869	3,349,229
Mortgage and construction loans receivable	4,975,000	4,980,313
Total unrestricted non-current assets	**8,001,869**	**8,329,542**
Restricted non-current assets:		
Investments held in trust	10,562,286	51,006,017
Investments in joint ventures	540,931	-
Mortgage-backed securities at fair value	50,318,056	60,436,842
Mortgage and construction loans receivable	1,051,167,923	974,279,886
Loans receivable	3,952,505	1,967,711
McKinney Act loans receivable	1,290,402	2,982,470
Total restricted non-current assets	**1,117,832,103**	**1,090,672,926**
Capital assets:		
Land	573,000	573,000
Property and equipment	6,416,376	5,798,275
Less accumulated depreciation and amortization	(4,568,499)	(4,429,031)
Total capital assets, net	**2,420,877**	**1,942,244**
TOTAL NON-CURRENT ASSETS	**1,128,254,849**	**1,100,944,712**
TOTAL ASSETS	**$ 1,375,641,836**	**$ 1,382,939,416**
DEFERRED OUTFLOWS OF RESOURCES		
Unamortized deferral on bond refundings	$ 215,674	$ 224,734
Total deferred outflows of resources	**$ 215,674**	**$ 224,734**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
STATEMENTS OF NET POSITION (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

LIABILITIES AND NET POSITION	2017	2016
CURRENT LIABILITIES		
Current liabilities payable from unrestricted assets:		
Accounts payable and accrued liabilities	$ 288,076	$ 625,272
Accrued salary and vacation payable	279,498	192,814
Prepaid fees	1,513,314	2,172,329
Total current liabilities payable from unrestricted assets	**2,080,888**	**2,990,415**
Current liabilities payable from restricted assets:		
Accounts payable and accrued liabilities	43,873	44,471
Project funds held for borrower and other liabilities	111,085,298	119,389,068
Interest payable	6,756,852	6,848,048
Current portion of loan payable	8,710,532	8,234,840
Current portion of bonds payable	21,568,523	68,808,250
Total current liabilities payable from restricted assets	**148,165,078**	**203,324,677**
TOTAL CURRENT LIABILITIES	**150,245,966**	**206,315,092**
NON-CURRENT LIABILITIES		
Non-current liabilities payable from restricted assets:		
Bonds payable - less current portion	1,112,408,793	1,072,113,218
Total non-current liabilities payable from restricted assets	**1,112,408,793**	**1,072,113,218**
TOTAL LIABILITIES	**1,262,654,759**	**1,278,428,310**
NET POSITION		
Net invested in capital assets	**2,420,877**	**1,942,244**
Restricted for:		
Bond Fund, collateral and Risk Share Program	28,863,175	30,144,621
McKinney Act Fund	7,638,929	5,863,116
Total restricted net position	**36,502,104**	**36,007,737**
Unrestricted net position	**74,279,770**	**66,785,859**
TOTAL NET POSITION	**113,202,751**	**104,735,840**
TOTAL LIABILITIES AND NET POSITION	**$ 1,375,857,510**	**$ 1,383,164,150**

The accompanying notes are an integral part of these financial statements.

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
STATEMENTS OF REVENUES, EXPENSES AND CHANGE IN NET POSITION
YEARS ENDED SEPTEMBER 30, 2017 AND 2016

	2017	2016
OPERATING REVENUES		
Investment interest income	$ 2,009,159	$ 1,233,792
Mortgage-backed security interest income	3,124,359	3,300,301
Interest on mortgage and construction loans	42,563,900	37,296,196
McKinney Act interest revenue	342,930	95,437
Application and commitment fees	283,856	199,648
Other	30,508,783	31,984,436
Total operating revenues	**78,832,987**	**74,109,810**
OPERATING EXPENSES		
General and administrative	18,205,393	17,531,637
Personnel and related costs	5,871,029	4,702,747
Interest expense	42,813,074	38,085,821
Depreciation and amortization	139,468	145,227
Trustee fees and other expenses	1,686,432	2,647,713
Total operating expenses	**68,715,396**	**63,113,145**
OPERATING INCOME	**10,117,591**	**10,996,665**
NON-OPERATING REVENUES/EXPENSES		
Federal programs:		
Program revenue	2,402,133	-
Program expenses	(2,259,123)	-
Decrease in fair value of mortgage-backed securities	(1,793,690)	(3,382,723)
Total non-operating revenues/expenses	**(1,650,680)**	**(3,382,723)**
CHANGE IN NET POSITION	**8,466,911**	**7,613,942**
Net position, beginning of year	104,735,840	97,121,898
Net position, end of year	**$ 113,202,751**	**$ 104,735,840**

The accompanying notes are an integral part of these financial statements.

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
STATEMENTS OF CASH FLOWS
YEARS ENDED SEPTEMBER 30, 2017 AND 2016

	2017	2016
Cash Flows from Operating Activities		
Interest received on loans	$ 42,906,830	$ 37,198,931
Other cash receipts	30,288,030	130,936,700
Payments to vendors	(20,721,504)	(19,006,889)
Payments to employees	(5,784,345)	(4,823,996)
Net mortgage and construction loans (disbursements) receipts	(31,290,981)	(171,651,544)
Principal and interest received on mortgage-backed securities	9,332,374	72,869,206
Payment for the purchase of mortgage-backed securities	-	(64,231,326)
Other cash payments	(10,748,410)	(85,454,873)
Net cash provided by / (used in) operating activities	**13,981,994**	**(104,163,792)**
Cash Flows from Capital and Related Financing Activities		
Acquisition of capital assets	(618,101)	(87,912)
Net cash used in capital and related financing activities	**(618,101)**	**(87,912)**
Cash Flows from Non-Capital Financing Activities		
Interest paid on bonds and loans	(43,483,154)	(38,592,941)
Proceeds from bond issuances and loans	195,326,048	279,758,869
Principal payments on issued debt and loans	(201,206,564)	(99,442,437)
Net cash (used in) / provided by non-capital financing activities	**(49,363,670)**	**141,723,491**
Cash Flows From Investing Activities		
Purchase of joint ventures	(540,931)	-
Interest received on investments	2,009,159	1,268,355
Sale of investments	19,859,082	6,620,461
Purchase of investments	(12,688,339)	(42,488,396)
Net cash provided by / (used in) investing activities	**8,638,971**	**(34,599,580)**
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(27,360,806)	2,872,207
Cash and cash equivalents, beginning of year	201,326,214	198,454,007
Cash and cash equivalents, end of year	**$ 173,965,408**	**$ 201,326,214**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
STATEMENTS OF CASH FLOWS
YEARS ENDED SEPTEMBER 30, 2017 AND 2016

	2017	2016
Reconciliation of Operating Income to Net Cash Provided by / (Used in) Operating Activities		
Operating income	$ 10,117,591	$ 10,996,665
Depreciation and amortization	139,468	145,227
Amortization of prepaid items, premiums and discounts on debt	(578,884)	(2,035,712)
Interest on bonds/loans	43,483,154	38,592,941
Amortization of premium on investments	-	17,401
Provision for uncollectible interest revenue	(34,395)	(37,718)
Contingent loss expense	-	1,708,934
Increase in mortgage and construction loans	(31,290,981)	(172,049,355)
Decrease in mortgage-backed securities	7,376,843	6,280,106
Purchases of mortgage-backed securities	-	(302,127)
Increase in fair value of investments	(194,061)	(20,297)
Interest received on investments	(2,009,159)	(1,268,355)
Asset / (liability) adjustment		
(Increase) decrease in assets:		
Accrued interest receivable	(1,181,317)	(226,019)
Other current assets	-	(52,786)
Other receivables	(3,016,865)	(254,027)
Increase (decrease) in liabilities:		
Accounts payable and accrued liabilities	224,581	78,419
Prepaid items	(659,015)	1,098,513
Project funds held for borrower and other liabilities	(8,303,770)	12,887,028
Accrued interest payable	(91,196)	277,370
Net cash provided by / (used in) operating activities	**$ 13,981,994**	**$ (104,163,792)**

The accompanying notes are an integral part of these financial statements.

NOTE 1: ORGANIZATION AND PURPOSE

The District of Columbia Housing Finance Agency (the "Agency" or "DCHFA") was created as a corporate body which has a legal existence separate from the Government of the District of Columbia (the "District") but which is an instrumentality of the District, created to effectuate certain public purposes. The Agency is empowered to, among other activities, generate funds from public and private sources to increase the supply and lower the cost of funds available for residential mortgages and notes and for the construction of permanent multifamily rental properties.

In 1991, the Governmental Accounting Standards Board ("GASB") issued Statement No. 14, *The Financial Reporting Entity*. The definition of the reporting entity is based primarily on the notion of financial accountability. In determining financial accountability for legally separate organizations, the Agency considered whether its officials appoint a voting majority of an organization's governing body and the Agency is either able to impose its will on that organization or if there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the Agency. The Agency also considered whether there are organizations that are fiscally dependent on it. It was determined that there are no component units of the Agency.

These financial statements present only financial information about the Agency, an enterprise fund of the District. The enterprise fund qualifies for inclusion in the District's reporting entity pursuant to GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*. These financial statements do not purport to, and do not, present fairly the financial position of the District and the changes in its financial position and cash flows, in conformity with accounting principles generally accepted in the United States of America. The Agency is included in the District's Comprehensive Annual Financial Report as a discretely presented component unit.

The accompanying combined financial statements include DCHFA's General Fund and Revenue Obligation Funds: Single Family Program Funds, Multifamily (Conduit Bond) Program Funds. Within each Revenue Obligation Fund are separate accounts maintained for each obligation in accordance with the respective indentures.

The bonds and notes issued by the Agency are special obligations of the Agency payable principally from revenue and repayments of mortgage loans and mortgage-backed securities and investments, financed by or purchased from the proceeds of such bonds under applicable indentures and are not a debt of the District. Neither the faith and credit nor the taxing power of the District is pledged for the repayment of the bonds.

NOTE 1: ORGANIZATION AND PURPOSE (Continued)

The General Fund credit line draw by the Agency is backed by the General Fund assets and constitutes the Agency's general obligation.

The following is a description of the funds maintained by the Agency ("Funds"):

General Fund - The General Fund is used to record the receipt and accrual of income not directly pledged for repayment of debt securities under the Revenue Obligation Funds, to pay expenses related to the Agency's administrative functions and operations, including mortgage servicing, HUD Risk-Share insurance program, McKinney Act program and purchase and sale of single family mortgage-backed securities.

Single-Family Program Funds - The Single Family Program Funds are used to account for the proceeds of single family mortgage revenue bond issues, investments, mortgage loans and mortgage-backed securities held pursuant to the indentures authorizing the issuance of the bonds, the debt service requirements on the bonds, and debt service collected from mortgage loans purchased for the financing of owner-occupied single family residences in the District. Single Family Program Funds include the following indentures: 1986 Whole Loan Program, 1988 Collateralized Single Family Mortgage Revenue Bonds, 1996 Taxable Residential Mortgage Revenue Bonds, 1996 Single Family Mortgage Revenue Bonds General Indenture of Trust and 2009 Single Family New Issue Bond Program (Single Family NIBP). Both the 1986 Whole Loan Program and the 1996 Taxable Residential Mortgage Revenue Bonds indentures were closed during the year ended September 30, 2012, as bonds were fully redeemed and residual assets transferred to the General Fund.

Multifamily (Conduit Bond) Program Funds - The Multifamily (Conduit Bond) Program Funds are used to account for the proceeds of multifamily mortgage revenue bond issues, investments held pursuant to the indenture authorizing the issuance of the bonds, the debt service requirements on the bonds, and the related mortgage loan financing for newly constructed or rehabilitated multifamily rental housing in the District. The Multifamily (Conduit Bond) Program Funds combine multifamily housing revenue bond series issued on a pass-through conduit basis with no direct or indirect recourse to the Agency as the issuer. No individual conduit multifamily project's assets are available to collateralize other projects' debt obligations. The Multifamily New Issue Bond Program ("Multifamily NIBP") bonds have also been issued as standalone pass-through bonds. The Agency elects to include these conduit financings in its financial statements. These bonds are secured solely by the properties, financial assets and related revenues of the

NOTE 1: ORGANIZATION AND PURPOSE (Continued)

projects and the applicable credit enhancements or the Department of Housing and Urban Development ("HUD") receipts. Neither the faith and credit of the Agency nor the assets of any other Fund have been pledged as security for these bonds.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the Agency's significant accounting policies:

Basis of Accounting and Measurement Focus - For financial reporting purposes only, the Agency is a component unit of the District. The Agency's General Fund and Revenue Obligation Funds are accounted for as enterprise funds. Accordingly, the accompanying combined financial statements have been prepared using the accrual method of accounting and on the basis of accounting principles generally accepted in the United States of America.

The Agency reports its financial activities by applying Standards of the Governmental Accounting and Financial Reporting as promulgated by the Governmental Accounting Standards Board ("GASB"). The Agency has implemented the provisions of GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November, 1989 FASB and AICPA Pronouncements.*

The Agency has adopted GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. Under GASB Statement No. 34, net position should be reported as restricted when constraints placed on the net position use are either: externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or are imposed by law through constitutional provisions or enabling legislation. Accordingly, the net position of the Revenue Obligation Funds is restricted as to its use as substantially the net position within each indenture is pledged to respective bondholders.

Operating Revenues and Expenses - The Agency distinguishes operating revenues and expenses from non-operating items in conformity with GASB Statement No. 34. Operating revenue and expenses are identified as those activities that are directly related to financing affordable housing in the District. The Agency's activities are considered to be operating except for unrealized changes in the fair value of mortgage-backed securities. Operating revenues primarily consist of interest on mortgage-backed securities, interest on mortgage and construction loans and investment of bond proceeds, HUD Section 8 housing assistance receipts, issuer fees, construction monitoring fees, servicing fees and other revenues. Operating expenses primarily consist of bond interest, personnel

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

costs, depreciation, amortization of bond cost of issuance, discounts and premiums, housing assistance payments, bond administrative fees, trustee, legal and financial advisory fees and other operating expenses.

Cash and Cash Equivalents - Cash and cash equivalents consist of cash, collateralized demand deposits, collateralized or FDIC-insured certificates of deposit, money market funds and investments in highly liquid short-term instruments with original maturities of three months or less at the time of purchase.

Investments - Investments consist of debt obligations of the U.S. Treasury and U.S. Government Agencies, government-sponsored enterprises (“GSEs”), corporate debt securities, and investment agreements. Investments are reported at fair value as determined by financial services providers, except for certain non-participating fixed interest investment contracts which are valued using cost based measures. Debt securities are stated at fair value, based on the quoted market prices. Investments of the General Fund are made in accordance with the Agency’s investment policy. Investments in the Revenue Obligation Funds follow the Agency Investment policy and consist of those permitted by the respective trust indentures adopted by the Agency providing for the issuance of notes and bonds. Investments are reported at fair value in the Statements of Net Position and changes in the fair value of investments are recognized in the Statements of Revenues, Expenses and Change in Net Position as part of operating income.

Mortgage-Backed Securities - Mortgage-backed securities represent certificates issued by the Government National Mortgage Association (“Ginnie Mae” or “GNMA”), the Federal National Mortgage Association (“Fannie Mae” or “FNMA”) and the Federal Home Loan Mortgage Corporation (“Freddie Mac” or “FHLMC”), which guarantee the receipt by the Agency’s trustee of monthly principal and interest from mortgages originated with proceeds from the Agency’s Single Family and Multifamily (Conduit Bond) Programs. These securities are stated at fair value, as determined by financial services providers or financial publications. These guaranteed securities are issued in connection with single family mortgage loans and mortgage loans on multifamily projects. Each of these securities is generally intended to be held to maturity or optional par redemption date for the underlying bonds or until the payoff of the related loans. The repayment and prepayments of the mortgage-backed securities are at par value based on the guarantees embedded in these securities. Mortgage-backed securities

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

are reported at fair value on the Statements of Net Position and unrealized changes in the fair value of mortgage-backed securities are recognized in the Statements of Revenues, Expenses and Change in Net Position as part of non-operating income.

Investment in Joint Ventures - The Agency accounts for certain joint ventures using the equity method of accounting. Under the equity method of accounting, the initial investment is recorded at cost, and is subsequently increased by the Agency's share of earnings, and decrease by the Agency's share of losses and distributions. Under the equity method, losses from Joint Ventures in which the Agency has not been required to fund any operating deficit obligations are no longer recognized once the balance in the investment account reaches zero.

Mortgage and Construction Loans Receivable - Mortgage loans are carried at their unpaid principal balances, and construction loans are carried at amounts advanced, net of collections and allowances for potential loan losses. As of September 30, 2017 and 2016, no allowance for potential loan losses was necessary.

Property and Equipment - Property and equipment purchases are recorded in the General Fund, capitalized at cost and depreciated using the straight-line method over the estimated useful lives in general ranging from five to forty years.

Deferred Outflow of Resources - The deferred outflow of resources includes unamortized deferral which resulted from the economic refunding of several bond series at call premiums and a difference between the reacquisition price and net carrying amount of the refunded bonds.

Bond Discounts and Premiums - Bond discounts or premiums arising from the sale of serial or term bonds are amortized using the straight-line method which approximates the effective yield method, over the life of the bond issue.

Net Position - Net position is reported in three separate categories:

- **Net invested in capital assets -** Capital assets, net of accumulated depreciation and outstanding principal balances of debt attributable to the acquisition, construction or improvement of those assets.

- **Restricted -** Net assets whose use by the Agency is subject to externally imposed stipulations (such as bond covenants) that can be fulfilled by actions of the Agency pursuant to those stipulations or that expire with the passage of time. Such net assets include all Revenue Obligation Funds, HOME and DC Open Doors Program funds under the Single Family Program, certain holdings under the General Fund: the McKinney Act

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Program funds, HUD Risk-Share Reserve and assets used as collateral for the credit line draws or as warehouse securities for future bond issues.

- **Unrestricted -** Net position that is not subject to externally imposed stipulations. Unrestricted net position may be designated for specific purposes by action of management or the Board of Directors or may otherwise be limited by contractual agreements with outside parties.

Financing and Other Fee Revenue - Under the Single Family Program, the Agency originates single family mortgage loans which are pooled into mortgage-backed securities used as direct collateral for the respective bonds. As part of this securitization, the Agency earns servicing release fees net of originating lender fees. Under the Multifamily (Conduit Bond) Program, the Agency also charges application and financing fees to developers for structuring mortgage revenue bond financings, allocation of Low-Income Housing Tax Credits, legal counsel, and construction monitoring fees. These fees are recognized as revenue when the services have been performed.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES

Bond proceeds and revenues from mortgages, mortgage-backed securities and investments are invested in authorized investments as defined in the respective indentures and, for the General Fund, in accordance with the Agency's Investment Policy, until required for purchasing mortgage-backed securities or originating mortgage loans, funding reserves, paying debt service or redeeming outstanding bonds and notes, and funding program and administrative and operating expenses.

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES (Continued)

The following assets, reported at fair value and held by the Funds at September 30, 2017, were evaluated in accordance with GASB Statement No. 40 for interest rate risk, credit risk, concentration of credit risk and custodial credit risk. All cash and cash equivalents are stated at their actual bank balance values and may differ from the book balances and the balance of cash and cash equivalents presented in the Statements of Net Position.

		Single Family Program Funds			Multifamily Program Funds			
Asset	**General Fund**	**1988 Collateralized Single Family Mortgage Revenue Bonds**	**1996 Single Family Mortgage Revenue Bonds**	**Series 2009 A-1 Single Family Housing Revenue Bonds**	**Multifamily (Conduit Bond) Program**	**NIB Program**	**FHA-Insured Pass-Through Revenue Refunding Bonds (MFDP)**	**Total**
Cash and Cash Equivalents								
Non-Money Market Deposits	$ 5,610,935	$ -	$ -	$ -	$ 4,367	$ 8	$ 166	$ 5,615,476
Demand Money Market Deposits	65,786,034	-	-	152,770	66,323,944	15,990,304	1,838,498	150,091,550
Money Market Funds	-	3,309,457	910,920	549,883	13,488,122	-	-	18,258,382
Total Cash and Cash Equivalents	**71,396,969**	**3,309,457**	**910,920**	**702,653**	**79,816,433**	**15,990,312**	**1,838,664**	**173,965,408**
Investments								
U.S. Treasury Obligations	-	-	-	-	32,989,304	-	-	32,989,304
Investment Agreements	-	10,000,000	562,286	-	-	-	-	10,562,286
Corporate Obligations	3,509,065	-	-	-	-	-	-	3,509,065
GSE Obligations	123,848	-	-	-	-	-	-	123,848
Total Investments	**3,632,913**	**10,000,000**	**562,286**	**-**	**32,989,304**	**-**	**-**	**47,184,503**
Mortgage-Backed Securities								
Ginnie Mae	1,631,254	434,919	5,497,428	4,971,062	27,074,285	-	-	39,608,948
Fannie Mae	4,910,630	-	4,088,164	921,473	-	-	-	9,920,267
Freddie Mac	-	-	7,839,317	-	-	-	-	7,839,317
Total Mortgage-Backed Securities	**6,541,884**	**434,919**	**17,424,909**	**5,892,535**	**27,074,285**	**-**	**-**	**57,368,532**
Total Cash, Investments and Mortgage-Backed Securities	**$ 81,571,766**	**$ 13,744,376**	**$ 18,898,115**	**$ 6,595,188**	**$ 139,880,022**	**$ 15,990,312**	**$ 1,838,664**	**$ 278,518,443**

The following assets, reported at fair value and held by the Funds at September 30, 2016, were evaluated in accordance with GASB Statement No. 40 for interest rate risk, credit risk, concentration of credit risk and custodial credit risk.

		Single Family Program Funds			Multifamily Program Funds			
Asset	**General Fund**	**1988 Collalteralized Single Family Mortgage Revenue Bonds**	**1996 Single Family Mortgage Revenue Bonds**	**Series 2009 A-1 Single Family Housing Revenue Bonds**	**Multifamily (Conduit Bond) Program**	**NIB Program**	**DC Building Finance Corporation**	**Total**
Cash and Cash Equivalents								
Non-Money Market Deposits	$ 6,697,356	$ -	$ -	$ -	$ 13,444,872	$ -	$ -	$ 20,142,228
Demand Money Market Deposits	59,417,109	-	-	-	83,644,867	18,623,611	-	161,685,587
Money Market Funds	-	2,722,916	1,193,807	519,258	15,062,413	5	-	19,498,399
Commercial Papers	-	-	-	-	-	-	-	-
Total Cash and Cash Equivalents	**66,114,465**	**2,722,916**	**1,193,807**	**519,258**	**112,152,152**	**18,623,616**	**-**	**201,326,214**
Investments								
U.S. Treasury Obligations	-	-	-	-	37,935,082	-	-	37,935,082
Investment Agreements	-	10,000,000	950,748	-	2,120,187	-	-	13,070,935
Corporate Obligations	2,823,913	-	-	-	-	-	-	2,823,913
GSE Obligations	525,316	-	-	-	-	-	-	525,316
Total Investments	**3,349,229**	**10,000,000**	**950,748**	**-**	**40,055,269**	**-**	**-**	**54,355,246**
Mortgage-Backed Securities								
Ginnie Mae	2,165,561	695,263	7,097,347	5,729,869	28,408,269	-	-	44,096,309
Fannie Mae	6,627,393	-	5,374,262	1,290,255	-	-	-	13,291,910
Freddie Mac	-	-	9,150,845	-	-	-	-	9,150,845
Total Mortgage-Backed Securities	**8,792,954**	**695,263**	**21,622,454**	**7,020,124**	**28,408,269**	**-**	**-**	**66,539,064**
Total Cash, Investments and Mortgage-Backed Securities	**$ 78,256,648**	**$ 13,418,179**	**$ 23,767,009**	**$ 7,539,382**	**$ 180,615,690**	**$ 18,623,616**	**$ -**	**$ 322,220,524**

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES (Continued)

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Under the Revenue Obligation Funds, the terms of the investments are set to allow for no market value loss at the time the invested funds are drawn for uses authorized under the indentures. As a means of limiting its exposure to fair value losses from rising interest rates under the General Fund, the Agency's Investment Policy requires that the maturities of the investment portfolio are structured to be concurrent with cash needs in order to minimize losses that may be incurred from sale of investments prior to maturity. The money market funds operate in accordance with Rule 2a-7 of the Investment Company Act of 1940, as amended. These funds can reasonably be expected to have a fair value that will be unaffected by interest rate changes because the interest rates are variable and the principal can be recovered on demand. The cost of the money market mutual funds approximated fair value.

As of September 30, 2017, the amortized cost, fair value and maturities for the cash, cash equivalents, investments and mortgage-backed securities for the General Fund are as follows:

General Fund as of September 30, 2017

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Non-Money Market Deposits	$ 5,610,935	$ 5,610,935	$ 5,610,935	$ -	$ -	$ -	$ -
Demand Money Market Deposits	65,786,034	65,786,034	65,786,034	-	-	-	-
Money Market Funds	-	-	-	-	-	-	-
Total Cash and Cash Equivalents	71,396,969	71,396,969	71,396,969	-	-	-	-
Investments							
U.S. Treasury Obligations	-	-	-	-	-	-	-
Corporate Obligations	3,504,357	3,509,065	606,044	1,476,787	1,426,234	-	-
GSE Obligations	125,000	123,848	-	123,848	-	-	-
Total Investments	3,629,357	3,632,913	606,044	1,600,635	1,426,234	-	-
Mortgage-Backed Securities							
Ginnie Mae	1,557,913	1,631,254	-	-	-	-	1,631,254
Fannie Mae	4,662,081	4,910,630	-	-	-	-	4,910,630
Freddie Mac	-	-	-	-	-	-	-
Total Mortgage-Backed Securities	6,219,994	6,541,884	-	-	-	-	6,541,884
General Fund Total Cash and Investments	**$ 81,246,320**	**$ 81,571,766**	**$ 72,003,013**	**$ 1,600,635**	**$ 1,426,234**	**$ -**	**$ 6,541,884**

(Continued)

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES (Continued)

As of September 30, 2016, the amortized cost, fair value and maturities for the cash, cash equivalents, investments and mortgage-backed securities for the General Fund were as follows:

General Fund as of September 30, 2016

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Non-Money Market Deposits	$ 6,697,356	$ 6,697,356	$ 6,697,356	$ -	$ -	$ -	$ -
Demand Money Market Deposits	59,417,109	59,417,109	59,417,109	-	-	-	-
Money Market Funds	-	-	-	-	-	-	-
Total Cash and Cash Equivalents	66,114,465	66,114,465	66,114,465	-	-	-	-
Investments							
U.S. Treasury Obligations	-	-	-	-	-	-	-
Corporate Obligations	2,812,900	2,823,913	-	2,610,675	213,238	-	-
GSE Obligations	530,851	525,316	-	525,316	-	-	-
Total Investments	3,343,750	3,349,229	-	3,135,991	213,238	-	-
Mortgage-Backed Securities							
Ginnie Mae	2,035,159	2,165,561	-	-	-	-	2,165,561
Fannie Mae	6,183,026	6,627,393	-	-	-	-	6,627,393
Freddie Mac	-	-	-	-	-	-	-
Total Mortgage-Backed Securities	8,218,185	8,792,954	-	-	-	-	8,792,954
General Fund Total Cash and Investments	**$ 77,676,400**	**$ 78,256,648**	**$ 66,114,465**	**$ 3,135,991**	**$ 213,238**	**$ -**	**$ 8,792,954**

As of September 30, 2017, the amortized cost, fair value and maturities for the cash, cash equivalents, investments and mortgage-backed securities for the combined Revenue Obligation Funds are as follows:

Combined Revenue Obligation Funds as of September 30, 2017

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Non-Money Market Deposits	$ 4,541	$ 4,541	$ 4,541	$ -	$ -	$ -	$ -
Demand Money Market Deposits	84,305,516	84,305,516	84,305,516	-	-	-	-
Money Market Funds	18,258,382	18,258,382	18,258,382	-	-	-	-
Total Cash and Cash Equivalents	102,568,439	102,568,439	102,568,439	-	-	-	-
Investments							
U.S. Treasury Obligations	33,220,073	32,989,304	32,989,304	-	-	-	-
Investment Agreements	10,562,287	10,562,286	-	-	10,000,000	-	562,286
Total Investments	43,782,360	43,551,590	32,989,304	-	10,000,000	-	562,286
Mortgage-Backed Securities							
Ginnie Mae	36,418,967	37,977,694	-	680,002	1,762,348	1,325,649	34,209,695
Fannie Mae	4,650,103	5,009,637	-	-	88,277	-	4,921,360
Freddie Mac	7,042,878	7,839,317	-	-	-	-	7,839,317
Total Mortgage-Backed Securities	48,111,948	50,826,648	-	680,002	1,850,625	1,325,649	46,970,372
Combined Revenue Obligation Funds Total Cash, Investments and Mortgage-Backed Securities	**$ 194,462,747**	**$ 196,946,677**	**$ 135,557,743**	**$ 680,002**	**$ 11,850,625**	**$ 1,325,649**	**$ 47,532,658**

(Continued)

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES (Continued)

As of September 30, 2016, the amortized cost, fair value and maturities for the cash, cash equivalents, investments and mortgage-backed securities for the combined Revenue Obligation Funds were as follows:

Combined Revenue Obligation Funds as of September 30, 2016

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Non-Money Market Deposits	$ 13,444,872	$ 13,444,872	$ 13,444,872	$ -	$ -	$ -	$ -
Demand Money Market Deposits	102,268,478	102,268,478	102,268,478	-	-	-	-
Money Market Funds	19,498,399	19,498,399	19,498,399	-	-	-	-
Commercial Papers	-	-	-	-	-	-	-
Total Cash and Cash Equivalents	135,211,749	135,211,749	135,211,749	-	-	-	-
Investments							
Certificates of Deposits	-	-	-	-	-	-	-
U.S. Treasury Obligations	38,077,002	37,935,082	-	37,935,082	-	-	-
Investment Agreements	13,070,935	13,070,935	-	12	10,000,000	-	3,070,923
Total Investments	51,147,937	51,006,017	-	37,935,094	10,000,000	-	3,070,923
Mortgage-Backed Securities							
Ginnie Mae	39,313,893	41,930,748	-	912,302	2,624,070	945,749	37,448,627
Fannie Mae	6,090,862	6,664,517	-	-	157,214	-	6,507,303
Freddie Mac	8,069,893	9,150,845	-	-	-	-	9,150,845
Total Mortgage-Backed Securities	53,474,648	57,746,110	-	912,302	2,781,284	945,749	53,106,775
Combined Revenue Obligation Funds Total Cash, Investments and Mortgage-Backed Securities	**$ 239,834,334**	**$ 243,963,876**	**$ 135,211,749**	**$ 38,847,396**	**$ 12,781,284**	**$ 945,749**	**$ 56,177,698**

As of September 30, 2017 and 2016, the amortized cost, fair value and maturities for the cash, cash equivalents, investments and mortgage-backed securities for each Revenue Obligation Fund are included as Supplemental Information to these financial statements.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the Agency will not be able to recover its deposits or the value of its collateral securities that are in the possession of an outside party. As of September 30, 2017 and 2016, the Agency's cash and cash equivalents and investments were not subject to custodial credit risk under GASB Statement No. 40. The investments held by the trustees under the Revenue Obligation Funds are kept separate from the assets of the trustee bank and from other trust accounts and are titled in the name of respective bond indentures. The demand deposit and money market accounts and certificates of deposits under the General Fund are collateralized through a tri-party collateral agreement with an independent collateral agent bank or Federal Reserve Bank. The investments under the General Fund are held by US Bank and are titled in the Agency's name.

Additionally, demand deposits and investments in certificates of deposit are FDIC-insured up to applicable amounts.

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES (Continued)

Credit Risk and Concentration of Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. All of General Fund cash and investments are either collateralized, FDIC-insured, or invested in the U.S. Government, U.S. Government Agency or government-sponsored enterprises ("GSEs") or highly rated corporate debt securities. In general all investment securities under the Revenue Obligation Funds must be at a rating not adversely affecting the rating of the respective bonds; and financial institutions who are counterparty to the Agency must be rated at least comparable to the existing rating on the Agency's bonds, unless counterparty ratings lower than the bond ratings are permitted in a specific indenture and do not affect the ratings on the bonds as determined at the time the investment securities are acquired or investment agreements are executed. The ratings on the 1996 Single Family Mortgage Revenue Bonds and 1988 Collateralized Single Family Mortgage Revenue Bonds as of September 30, 2017 and 2016 were AA+ by Standard and Poor's. All conduit multifamily bond indentures under the Multifamily (Conduit Bond) Program were rated by Moody's or Standard and Poor's at various levels depending on the credit quality of the underlying collateral or were unrated private placements where investment ratings conformed to the specific bond investor requirements.

As of September 30, 2017, the credit quality and percentages of the total portfolio of cash equivalents and investments under the Agency's General Fund are as follows:

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Non-Money Market Deposits	$ 5,610,935	6.9%	Not Rated		Third Party-Held Aaa Collateral
Demand Money Market Deposits	62,702,091	76.9%	Not Rated		Federal Reserve-Held Aaa Collateral
Demand Money Market Deposits	3,083,943	3.8%	P-1	Moody's	
Total Cash and Cash Equivalents	71,396,969	87.5%			
Investments					
Corporate Obligations	205,254	0.3%	Aaa	Moody's	
Corporate Obligations	102,758	0.1%	Aa1	Moody's	
Corporate Obligations	513,405	0.6%	Aa2	Moody's	
Corporate Obligations	303,998	0.4%	Aa3	Moody's	
Corporate Obligations	1,473,329	1.8%	A1	Moody's	
Corporate Obligations	706,564	0.9%	A2	Moody's	
Corporate Obligations	203,757	0.2%	A3	Moody's	
GSE Obligations	123,848	0.2%	Aaa	Moody's	
Total Investments	3,632,913	4.5%			
Mortgage-Backed Securities					
Ginnie Mae	1,631,254	2.0%	Aaa	Moody's	
Fannie Mae	4,910,630	6.0%	Aaa	Moody's	
Total Investments	6,541,884	8.0%			
General Fund Total Cash, Investments and Mortgage-Backed Securities	**$ 81,571,766**	**100.0%**			

(Continued)

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES (Continued)

As of September 30, 2016, the credit quality and percentages of the total portfolio of cash equivalents and investments under the Agency's General Fund were as follows:

General Fund as of September 30, 2016

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Non-Money Market Deposits	$ 1,437,952	1.8%	Not Rated		Federal Reserve-Held Aaa Collateral
Non-Money Market Deposits	5,259,404	6.7%	Not Rated		Third Party-Held Aaa Collateral
Demand Money Market Deposits	56,739,446	72.5%	Not Rated		Federal Reserve-Held Aaa Collateral
Demand Money Market Deposits	2,677,663	3.4%	P-1	Moody's	
Total Cash and Cash Equivalents	66,114,465	84.4%			
Investments					
Corporate Obligations	207,403	0.3%	Aa1	Moody's	
Corporate Obligations	238,669	0.3%	Aa2	Moody's	
Corporate Obligations	503,887	0.6%	Aa3	Moody's	
Corporate Obligations	981,074	1.3%	A1	Moody's	
Corporate Obligations	584,465	0.7%	A2	Moody's	
Corporate Obligations	308,415	0.4%	A3	Moody's	
GSE Obligations	525,316	0.7%	Aaa	Moody's	
Total Investments	3,349,229	4.3%			
Mortgage-Backed Securities					
Ginnie Mae	2,165,561	2.8%	Aaa	Moody's	
Fannie Mae	6,627,393	8.5%	Aaa	Moody's	
Freddie Mac	-				
Total Investments	8,792,954	11.3%			
General Fund Total Cash, Investments and Mortgage-Backed Securities	**$ 78,256,648**	**100.0%**			

(Continued)

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES (Continued)

As of September 30, 2017, the credit quality and percentages of the total portfolio of cash equivalents, investments and mortgage-backed securities under the Revenue Obligation Funds are as follows:

Combined Revenue Obligation Funds as of September 30, 2017

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Non-Money Market Deposits	$ 4,541	0.0%	Not Rated		Uncollateralized, Uninsured
Demand Money Market Deposits	84,305,516	42.8%	P1	Moody's	Uncollateralized, Uninsured
Money Market Funds	16,962,144	8.6%	Aaa-mf	Moody's	Uncollateralized, Uninsured
Money Market Funds	1,296,238	0.7%	P1	Moody's	Uncollateralized, Uninsured
Total Cash and Cash Equivalents	102,568,439	52.1%			
Investments					
U.S. Treasury Obligations	32,989,304	16.8%	Aaa	Moody's	
Investment Agreements	10,562,286	5.4%	A1	Moody's	
Total Investments	43,551,590	22.1%			
Mortgage-Backed Securities					
Ginnie Mae	37,977,694	19.3%	Aaa	Moody's	
Fannie Mae	5,009,637	2.5%	Aaa	Moody's	
Freddie Mac	7,839,317	4.0%	Aaa	Moody's	
Total Mortgage-Backed Securities	50,826,648	25.8%			
Combined Revenue Obligation Funds Total Cash, Investments and Mortgage-Backed Securities	**$ 196,946,677**	**100.0%**			

As of September 30, 2016, the credit quality and percentages of the total portfolio of cash equivalents, investments and mortgage-backed securities under the Revenue Obligation Funds were as follows:

Combined Revenue Obligation Funds as of September 30, 2016

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Non-Money Market Deposits	$ 13,444,872	5.5%	Not Rated		Uncollateralized, Uninsured
Demand Money Market Deposits	102,268,478	41.9%	P-1	Moody's	Uncollateralized, Uninsured
Money Market Funds	19,498,399	8.0%	Aaa-mf	Moody's	Uncollateralized, Uninsured
Total Cash and Cash Equivalents	135,211,749	55.4%			
Investments					
U.S. Treasury Obligations	37,935,082	15.5%	Aaa	Moody's	
Investment Agreements	12,736,605	5.2%	A1	Moody's	
Investment Agreements	334,330	0.1%	A3	Moody's	
Total Investments	51,006,017	20.9%			
Mortgage-Backed Securities					
Ginnie Mae	41,930,749	17.2%	Aaa	Moody's	
Fannie Mae	6,664,517	2.7%	Aaa	Moody's	
Freddie Mac	9,150,845	3.8%	Aaa	Moody's	
Total Mortgage-Backed Securities	57,746,110	23.7%			
Combined Revenue Obligation Funds Total Cash, Investments and Mortgage-Backed Securities	**$ 243,963,876**	**100.00%**			

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES (Continued)

The cash and cash equivalents, investment and mortgage-backed security portfolio with breakdown by credit quality and percentage of total portfolio for each of the Revenue Obligation Funds at September 30, 2017 and 2016, are listed as Supplemental Information to these financial statements.

Cash and Cash Equivalents - The Agency's combined cash and cash equivalents balance as of September 30, 2017 and 2016, consists primarily of amounts held in fully collateralized demand deposit bank accounts under the General Fund and in highly rated money market fund trust accounts set up for each revenue bond indenture and Certificates of Participation and administered by the Agency's bond trustees. The collateral for the demand deposits is held by either the Federal Reserve Bank or a third party, as a collateral agent under the tri-party agreements.

Investments - The Agency follows the Investment Policy guidelines with regard to its General Fund financial assets and Revenue Obligation Fund indentures. The policy states that the Agency financial assets shall be held in cash and cash equivalents or invested and managed with the intention of obtaining the highest possible total return consistent with the Agency liquidity needs and a prudent level of investment risk. Under the bond programs and Certificates of Participation the permitted investments are stipulated in the respective covenants of the indentures of trust.

Investments of proceeds from bond issuances in investment agreements are governed by the covenants of the respective indentures of trust entered between the Agency, the trustee and the investment agreement provider. All investment agreements are fixed interest rate investment contracts with rated financial institutions. In case of a downgrade beyond a preset threshold, the investment providers are required to collateralize both principal and interest with qualifying securities to be held by a designated collateral agent with mark to market and undervalue cure provisions.

Investments in money market funds are short-term in nature and are held by bond trustees for the benefit of the respective indentures. They carry the highest short-term credit ratings by nationally recognized statistical rating agencies, such as Standard & Poor's and Moody's Investors Service. Investments in the U.S. Treasury securities are guaranteed by the full faith and credit of the United States Government.

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES (Continued)

Mortgage-backed Securities - Ginnie Mae mortgage-backed securities are guaranteed by the Government National Mortgage Association ("Ginnie Mae or GNMA"), an instrumentality of the United States Government. GNMA securities are "fully modified pass-through" mortgage-backed securities which require monthly payments by an FHA lender, as the issuer of the Guaranteed Security to the Agency. GNMA guarantees timely payment of principal and interest on Guaranteed Securities.

Fannie Mae and Freddie Mac mortgage-backed pass-through securities are top-rated by Standard & Poor's and Moody's Investors Service. The principal and interest payment on these mortgage-backed securities are guaranteed by Fannie Mae and Freddie Mac, accordingly. Though there is no explicit guarantee that Fannie Mae and Freddie Mac mortgage-backed securities are backed by the full faith and credit of the U.S. Government, there is, however, an implicit guarantee, as government-sponsored enterprises are chartered by the U.S. Congress. In 2008 both Freddie Mac and Fannie Mae were placed into the U.S. Government receivership. The rating agencies continue to assign high credit rating to both of these entities.

Ginnie Mae, Fannie Mae and Freddie Mac mortgage-backed securities are reported at their market values in accordance with GASB Statement No. 31. It is the intention of the Agency and the indentures to hold these mortgage-backed securities until the underlying loans are paid in full, or, if allowed, until the respective bonds become optionally redeemable and the sale of these securities does not negatively affect the indenture cash flows.

For the year ended September 30, 2017, the Agency's Single Family Program Fund recorded a non-operating expense of $717,561 due to a decrease in unrealized fair value on a decreased mortgage-backed security portfolio. Under the same Fund, a non-operating expense of $186,463 was recorded in the Statement of Revenues, Expenses and Change in Net Position, based on the decrease in unrealized fair market value of the mortgage-backed securities during the year ended September 30, 2016.

Under the DCHFA's Single Family NIBP Fund, a non-operating expense of $207,061 was recorded in the Statement of Revenues, Expenses and Changes in Net Position, due to a decrease in unrealized fair value on a decreased mortgage-backed security portfolio during the year ended September 30, 2017. Under the same Fund, a non-operating expense of $29,705 was recorded in the Statement of Revenues, Expenses and Change in Net Position, based on the decrease in unrealized fair market value of the mortgage-backed securities during the year ended September 30, 2016.

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES (Continued)

As of September 30, 2017, there was $194,061 in non-operating income under the General Fund to record the unrealized gain due on the allocated portion of the single family mortgage-backed securities originated under the Single Family NIBP portfolio. Under the same Fund, a non-operating expense of $124,579 was recorded in the Statement of Revenues, Expenses and Change in Net Position, based on the decrease in unrealized fair market value of the mortgage-backed securities during the year ended September 30, 2016.

For the year ended September 30, 2017, the Agency’s Multifamily (Conduit Bond) Program recorded $1,063,129 non-operating expense from decreases in unrealized fair value of mortgage-backed securities. Under the same Fund, a non-operating expense of $3,041,976 was recorded in the Statement of Revenues, Expenses and Change in Net Position, based on the decrease in unrealized fair market value of the mortgage-backed securities during the year ended September 30, 2016.

For the years ended September 30, 2017 and 2016, respectively, the Agency’s Multifamily NIB Program recorded no gain or loss activity on the mortgage-backed securities, in the Statements of Revenues, Expenses and Change in Net Position.

Investments in Joint Ventures - DCHFA established the Housing Investment Platform (“HIP”) in June 2017 as a single family investment pilot program for innovative investments in support of the District of Columbia housing market outside of its traditional bond and tax credit financing. The program is targeted toward workforce housing by partnering with emerging developers. DCHFA is the sole member in DCHFA HIP Manager, LLC. DCHFA HIP Manager, LLC is the general partner in DC Housing Investment Platform, LP. DC Housing Finance Agency is the limited partner in the Limited Partnership. The general partner agrees to contribute up to $500 to the capital of the partnership. The limited partner agrees to contribute up to $5,000,000 to the capital of the partnership in one or more pro rata installments. Financing for the program’s first project, Elvans Road Townhomes, closed in August 2017. DCHFA recognizes its contributions to HIP using the equity method and the investments are presented as investments in joint ventures within the Agency’s statement of net position. As of September 30, 2017 and 2016, the investment in joint ventures totaled $540,931 and $-0-, respectively.

NOTE 3: CASH/CASH EQUIVALENTS, INVESTMENTS AND MORTGAGE-BACKED SECURITIES (Continued)

Fair Value of Investments

The Agency has adopted GASB No. 72, *Fair Value Measurement and Application*. This statement establishes a hierarchy of inputs to valuation techniques used to measure fair value:

- Level 1 - quoted market prices in active markets
- Level 2 - inputs other than quoted market prices that are observable either directly or indirectly
- Level 3 - unobservable inputs

As of September 30, 2017, the following table presents the investments that the Agency measured at fair value:

	Total 1	Level 1	Level 2	Level 3
Investment Agreements	$ 10,562,294	$ -	$ 10,562,294	$ -
Corporate Obligations	3,509,065	-	3,509,065	-
GSE Obligations	123,848	-	123,848	-
U.S. Treasury Obligations	32,989,304	32,989,304	-	-
Mortgage Backed Securities	57,368,532	-	57,368,532	-
Total Investments and MBS	$ 104,553,043	$ 32,989,304	$ 71,563,739	$ -

As of September 30, 2016, the following table presents the investments that the Agency measured at fair value

	Total 1	Level 1	Level 2	Level 3
Investment Agreements	$ 13,070,935	$ -	$ 13,070,935	$ -
Corporate Obligations	2,823,913	-	2,823,913	-
GSE Obligations	525,316	-	525,316	-
U.S. Treasury Obligations	37,935,082	37,935,082	-	-
Mortgage Backed Securities	66,539,064	-	66,539,064	-
Total Investments and MBS	$ 120,894,310	$ 37,935,082	$ 82,959,228	$ -

NOTE 4: MORTGAGE AND CONSTRUCTION LOANS RECEIVABLE

Multifamily mortgage and construction loans receivable are assets under the Multifamily (Conduit Bond) Program secured by deeds of trust evidencing first mortgage liens on related real property. These loans are either insured by the FHA, FHA and the Agency through the Risk-Share Program, credit enhanced through letters of credit from private banks, or unenhanced in cases when the Agency privately places the bonds with the interested banks, and the risk of default and loss of principal and interest rest exclusively with respective bond holders. Fixed and variable interest rates on the loans as of September 30, 2017, as in prior year 2016, range from 1% to 7.3%, and the loans have a repayment period of up to 40 years.

All single family mortgage loans were secured by first liens on the related property. As of September 30, 2011, all whole single family loans were under the Single Family Whole Loan Indentures. During the year ended September 30, 2012, the Agency transferred all of the whole single family mortgage loans to General Fund and redeemed all outstanding bonds under the Single Family Whole Loan Indentures. Interest rates on first lien whole single family loans range from 8.5% to 11.1%, with remaining loan terms ranging from 1 to 3 years. Substantially all single family loans originally were enhanced through the FHA or the Veterans Administration (“VA”) mortgage insurance programs or by private mortgage insurance policies. The VA is a U.S. Government Agency. The outstanding loans have very low loan-to-value ratios due to short remaining terms. The outstanding balance of such loans as of September 30, 2017 and 2016 was $-0- and $5,313, respectively. During fiscal year 2017 and 2016, the Agency funded subordinate lien forgivable 0% non-amortizing down-payment assistance loans in connection with the purchased and sold first lien loans under its General Fund. Due to the low likelihood of recovery for any of these loan amounts the Agency recorded an allowance equivalent to the original loan amounts. The amount of such loans and the corresponding allowance as of September 30, 2017 and 2016 was $4,494,413 and $3,956,859, respectively.

Combined restricted mortgage and construction loans as of September 30, 2017 and 2016 were $1,073,373,973 and $1,042,370,405, respectively. For the years ended September 30, 2017 and 2016, there was no allowance for bond program loan losses under the Agency Revenue Obligation Funds.

As part of its General Fund operations, the Agency performs loan servicing under the risk-sharing agreement with HUD, where HUD pays 100.0% of the amount needed to retire bonds issued in connection with a defaulted risk-share loan at the time of the initial claim. Any loss at the time of final claim on a defaulted multifamily project is risk-shared between FHA at 90.0% and the Agency at 10.0%. As of September 30, 2017, the HUD Risk-Share Reserve funds had a

NOTE 4: MORTGAGE AND CONSTRUCTION LOANS RECEIVABLE (Continued)

balance of $1.7 million and the outstanding principal balance of the risk-share insured loans on 16 active projects comprised of 18 loans was $77.3 million. As of September 30, 2016, the HUD Risk-Share Reserve funds had a balance of $2.4 million and the outstanding principal balance of the risk-share insured loans on 17 active projects comprised of 19 loans was $122.1 million.

In addition to its bond programs, within its General Fund the Agency administers the McKinney Act Program. Under its McKinney Act Program, the Agency originates predevelopment McKinney Act bridge loans to finance acquisition, predevelopment and rehabilitation costs associated with multifamily housing developments applying for the bond financing with the Agency. These loans are typically unenhanced loans repaid at the time the bond financing is put in place. At September 30, 2017 the balance of total loans outstanding, before the allowance for uncollectible loans, was $1,843,109, including $560,811 in loans at various stages of default process. At September 30, 2016, the balance of total loans outstanding was $3,557,369, of which $560,811 was attributed to loans at various stages of default process.

The Agency recorded an allowance for uncollectible McKinney Act Program loans for the years ended September 30, 2017 and 2016 in the amount of $552,707 and $574,899, respectively. The Agency recorded a net decrease in the allowance for principal loss on McKinney Act Program loans during the years ended September 30, 2017 and 2016 for bad debt in the amount of $22,192 and $31,051, respectively.

	2017	2016
Beginning balance	$ 574,899	$ 605,950
Net (decrease) in allowance for uncollectible loans	(22,192)	(31,051)
Ending balance	$ 552,707	$ 574,899

For the years ended September 30, 2017 and 2016, the respective balances and changes in the provision for uncollectible interest on the McKinney Act loans under the General Fund were as follows:

	2017	2016
Beginning balance	$ 195,215	$ 164,483
Net increase in allowance for uncollectible interest	34,395	30,732
Ending balance	$ 229,610	$ 195,215

NOTE 5: CAPITAL ASSETS

The following is the detail of changes in capital assets during the year ended September 30, 2017:

	September 30, 2016	Additions/ Dispositions	September 30, 2017
Non-depreciable capital assets			
Land	$ 573,000	$ -	$ 573,000
Total non-depreciable assets	573,000	-	573,000
Depreciable capital assets			
Building	3,540,523	-	3,540,523
Less: accumulated depreciation	(2,278,814)	(66,824)	(2,345,638)
Building net of accumulated depreciation	1,261,709	(66,824)	1,194,885
Furniture and equipment	1,874,647	40,126	1,914,773
Less: accumulated depreciation	(1,778,759)	(31,111)	(1,809,870)
Furniture and equipment net of accumulated depreciation	95,888	9,015	104,903
Total building, furniture and equipment	5,415,170	40,126	5,455,296
Less: accumulated depreciation	(4,057,572)	(97,935)	(4,155,507)
Total building, furniture and equipment, net of accumulated depreciation	1,357,598	(57,809)	1,299,789
Software	383,105	577,975	961,080
Less: accumulated amortization	(371,459)	(41,533)	(412,992)
Software net of accumulated amortization	11,646	536,442	548,088
Total capital assets	6,371,275	618,101	6,989,376
Less: accumulated depreciation and amortization	(4,429,031)	(139,468)	(4,568,499)
Total capital assets, net of accumulated depreciation and	$ 1,942,244	$ 478,633	$ 2,420,877

NOTE 5: CAPITAL ASSETS (Continued)

The following is the detail of changes in capital assets during the year ended September 30, 2016:

	September 30, 2015	Additions/ Dispositions	September 30, 2016
Non-depreciable capital assets			
Land	$ 573,000	$ -	$ 573,000
Total non-depreciable assets	573,000	-	573,000
Depreciable capital assets			
Building	3,540,523	-	3,540,523
Less: accumulated depreciation	(2,212,323)	(66,490)	(2,278,814)
Building net of accumulated depreciation	1,328,200	(66,490)	1,261,710
Furniture and equipment	1,799,877	74,770	1,874,647
Less: accumulated depreciation	(1,700,022)	(78,737)	(1,778,759)
Furniture and equipment net of accumulated depreciation	99,855	(3,967)	95,888
Total building, furniture and equipment	5,340,400	74,770	5,415,170
Less: accumulated depreciation	(3,912,345)	(145,227)	(4,057,572)
Total building, furniture and equipment, net of accumulated depreciation	1,428,055	(70,457)	1,357,598
Software	383,105	-	383,105
Less: accumulated amortization	(371,459)	-	(371,459)
Software net of accumulated amortization	11,646	-	11,646
Total Leasehold improvements and software	383,105	-	383,105
Less: accumulated amortization	(371,459)	-	(371,459)
Total Leasehold improvements and software, net of accumulated amortization	11,646	-	11,646
Total depreciable and amortizable capital assets	5,723,505	74,770	5,798,275
Total capital assets	6,296,505	74,770	6,371,275
Less: accumulated depreciation and amortization	(4,283,804)	(145,227)	(4,429,031)
Total capital assets, net of accumulated depreciation and	$ 2,012,701	$ (70,457)	$ 1,942,244

Depreciation expense for fiscal years 2017 and 2016 was $139,468 and $145,227, respectively.

NOTE 6: BONDS PAYABLE AND OTHER DEBT OBLIGATIONS

The loans, bonds and notes issued by the Agency are special obligations of the Agency and are payable from the revenue and special funds of the applicable indentures. The bonds and notes do not constitute debt of and are not guaranteed by the District or any other program of the District. All mortgage revenue bond multifamily projects financed to date have been issued by the Agency as stand-alone pass-through financings with no direct economic recourse to the Agency as the issuer.

The provisions of the various bond indentures require or allow for the special redemption of bonds at par through the use of unexpended bond proceeds and excess funds accumulated primarily through prepayment of mortgage loans and mortgage-backed securities. All outstanding bonds are subject to redemption at the option of the Agency or the borrower, in whole or in part at any time, after certain dates, as specified in the respective bond indentures and bond resolutions, at prescribed redemption prices. The redemption premiums can range up to 5.0%. Under the Multifamily (Conduit Bond) Program, this option generally cannot be exercised until the bonds have been outstanding for ten years as provided in the various indentures. Term bonds are generally subject to redemption, without premium, from mandatory sinking fund payments.

Bonds issued to provide financing for the Agency’s housing programs are collateralized by:

- Mortgage-backed securities made in connection with underlying loans.
- Mortgage loans made on the related multifamily developments or single family residential mortgage loans purchased.
- Investments of bond proceeds, debt service reserves and escrow accounts, all revenues, mortgage payments, and recovery payments received by the Agency from investments, mortgage loans and mortgage-backed securities made on the related developments and pledged to the respective trust indentures.

NOTE 6: BONDS PAYABLE AND OTHER DEBT OBLIGATIONS (Continued)

The following is a summary of the bond and debt activity for the year ended September 30, 2017 and the debt outstanding and loans, bonds and certificates of participation payable as of September 30, 2017.

	Range of Interest Rates	Range of Maturities	Debt Outstanding at 9/30/2016	Bond Activity: New Bonds Issued	Bond Activity: Scheduled Maturity Payments	Bond Activity: Bond Redeemed	Debt Outstanding at 9/30/2017	Premium (+) / Discount (-)	Bond Payable at 9/30/2017	Due Within One Year
1988 Single Family Mortgage Revenue Bonds										
1988 Series E-4	6.375%	2017~2026	$ 1,595,000	$ -	$ 90,000	$ 175,000	$ 1,330,000	$ (78,865)	$ 1,251,135	$ 80,000
Total			$ 1,595,000	$ -	$ 90,000	$ 175,000	$ 1,330,000	$ (78,865)	$ 1,251,135	$ 80,000
1996 Single Family Mortgage Revenue Bonds										
2005 Series A	5.50%	-	$ 610,000	$ -	$ 40,000	$ 570,000	$ -	$ -	$ -	$ -
2005 Series B	4.75% ~ 5.625%	-	1,305,000	-	30,000	1,275,000	-	-	-	-
2006 Series A	4.95%	2017~2026	715,000	-	60,000	125,000	530,000	-	530,000	55,000
2006 Series B	5.1% ~ 5.35%	2017~2037	3,440,000	-	25,000	820,000	2,595,000	287,506	2,882,506	105,000
2006 Series D	4.60%	2017~2020	210,000	-	45,000	15,000	150,000	-	150,000	45,000
2006 Series E	4.65%	2017~2037	6,970,000	-	-	1,500,000	5,470,000	-	5,470,000	90,000
Total			$ 13,250,000	$ -	$ 200,000	$ 4,305,000	$ 8,745,000	$ 287,506	$ 9,032,506	$ 295,000
Single Family New Issue Bond Program										
2009 Series A-1	2.49%	2017~2041	$ 6,360,000	$ -	$ 180,000	$ 620,000	$ 5,560,000	$ -	$ 5,560,000	$ 180,000
Total			$ 6,360,000	$ -	$ 180,000	$ 620,000	$ 5,560,000	$ -	$ 5,560,000	$ 180,000
Combined Single Family Indentures Total			**$ 21,205,000**	**$ -**	**$ 470,000**	**$ 5,100,000**	**$ 15,635,000**	**$ 208,641**	**$ 15,843,641**	**$ 555,000**

General Fund	Range of Interest Rates	Range of Maturities	Debt Outstanding at 9/30/2016	Debt Activity: New Obligations	Debt Activity: Scheduled Maturity Payments	Debt Activity: Obligations Paid	Debt Outstanding at 9/30/2017	Premium (+) / Discount (-)	Bond Payable at 9/30/2017	Due Within One Year
PNC Bank Credit Line	Variable	2018	$ 8,234,810	$ -	$ -	$ 2,052,665	$ 6,182,145	$ -	$ 6,182,145	$ 6,182,145
Total			$ 8,234,810	$ -	$ -	$ 2,052,665	$ 6,182,145	$ -	$ 6,182,145	$ 6,182,145
Industrial Bank Credit Line	Variable	2018	$ -	$ 2,528,387	$ -	$ -	$ 2,528,387	$ -	$ 2,528,387	$ 2,528,387
Total			$ -	$ 2,528,387	$ -	$ -	$ 2,528,387	$ -	$ 2,528,387	$ 2,528,387
Credit Line Totals			**$ 8,234,810**	**$ 2,528,387**	**$ -**	**$ 2,052,665**	**$ 8,710,532**	**$ -**	**$ 8,710,532**	**$ 8,710,532**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
NOTES TO FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2017 AND 2016

NOTE 6: BONDS PAYABLE AND OTHER DEBT OBLIGATIONS (Continued)

					Bond Activity						
	Project Name	Range of Interest Rates	Range of Maturities	Debt Outstanding at 9/30/2016	New Bonds Issued	Scheduled Maturity Payments	Bonds Redeemed/Adjustment	Debt Outstanding at 9/30/2017	Discount (-) / Premium (+)	Bonds Payable at 9/30/2017	Due Within One Year
Multifamily Conduit Bonds											
1999 Series	Garfield Park Apts	7.25%	2017 ~ 2031	$ 2,421,090	$ -	$ 94,435	$ -	$ 2,326,654	$ -	$ 2,326,654	$ 101,514
1999 Series	Ft. Chapin	6.90%	2017 ~ 2035	$ 20,811,225	$ -	$ -	$ 20,811,225	$ -	$ -	$ -	$ -
2000 Series	Widrich Court Apt	7.30%	2017 ~ 2032	$ 2,763,871	$ -	$ 95,501	$ -	$ 2,668,370	$ -	$ 2,668,370	$ 102,710
2001 Series	Clifton Terrace	5.96%	2017 ~ 2033	$ 4,279,666	$ -	$ 142,805	$ -	$ 4,136,861	$ -	$ 4,136,861	$ 151,598
2000 Series	WDC I LP	Variable	2017 ~ 2032	$ 6,275,000	$ -	$ 260,000	$ 6,015,000	$ -	$ -	$ -	$ -
2002 Series	Trenton Park Apts	Variable	2017 ~ 2035	$ 5,305,000	$ -	$ 135,000	$ -	$ 5,170,000	$ -	$ 5,170,000	$ 150,000
2002 Series A	DCCH Pool: Euclid Street	5.75%	2017 ~ 2039	$ 1,275,000	$ -	$ 20,000	$ -	$ 1,255,000	$ -	$ 1,255,000	$ 20,000
2002 Series C	DCCH Pool: Chapin Street	5.75%	2017 ~ 2039	$ 1,075,000	$ -	$ -	$ 20,000	$ 1,055,000	$ -	$ 1,055,000	
2004 Series A	1330 7th Street	4.80% ~ 5.00%	2017 ~ 2045	$ 10,890,000	$ -	$ 150,000	$ 10,740,000	$ -	$ -	$ -	$ -
2004 Series B&C	JW King Seniors Center	4.90% ~ 5.15%	2017 ~ 2045	$ 4,775,000	$ -	$ 65,000	$ 4,710,000	$ -	$ -	$ -	$ -
2004 Series D	Henson Ridge Phase II	4.65% ~ 4.90%	2017 ~ 2047	$ 5,340,000	$ -	$ 35,000	$ 5,305,000	$ -	$ -	$ -	$ -
2004 Series E	Henson Ridge Phase II	5.00% ~ 5.10%	2017 ~ 2037	$ 6,345,000	$ -	$ 85,000	$ 6,260,000	$ -	$ -	$ -	$ -
2005 Series A	Faircliff Plaza - West	6.50%	2017 ~ 2047	$ 10,499,288	$ -	$ 113,720	$ -	$ 10,385,568	$ -	$ 10,385,568	$ 121,336
2005 Series B	Faircliff Plaza - West	6.50%	2017 ~ 2025	$ 366,939	$ -	$ 33,013	$ -	$ 333,926	$ -	$ 333,926	$ 35,224
2005 Series	DCHA Modernization Program	5.00%	2017 ~ 2025	$ 43,290,000	$ -	$ 3,910,000	$ 3,200,000	$ 36,180,000	$ 1,501,077	$ 37,681,077	$ 910,000
2005 Series	Shipley Park Apts	4.25% ~ 4.80	2017 ~ 2038	$ 10,380,000	$ -	$ 235,000	$ -	$ 10,145,000	$ -	$ 10,145,000	$ 255,000
2006 Series	Hunter Pines	6.25%	2017 ~ 2048	$ 9,946,918	$ -	$ 105,729	$ -	$ 9,841,193	$ -	$ 9,841,193	$ 112,526
2006 Series	GW Carver Senior Apts	5.875%	2017 ~ 2049	$ 7,098,672	$ -	$ 69,580	$ -	$ 7,029,092	$ -	$ 7,029,092	$ 73,780
2006 Series	Garfield Hills Apts	5.00%	2017 ~ 2036	$ 3,425,000	$ -	$ 90,000	$ -	$ 3,335,000	$ -	$ 3,335,000	$ 95,000
2006 Series	Galen Terrace	6.00%	2017 ~ 2048	$ 4,246,053	$ -	$ 45,776	$ -	$ 4,200,277	$ -	$ 4,200,277	$ 48,600
2006 Series A	Southview I & II	6.25%	2017 ~ 2048	$ 10,521,723	$ -	$ 108,508	$ -	$ 10,413,215	$ -	$ 10,413,215	$ 115,487
2006 Series	Golden Rule Apts	5.25%	2017 ~ 2048	$ 10,910,000	$ -	$ 130,000	$ -	$ 10,780,000	$ -	$ 10,780,000	$ 135,000
2006 Series A	Wesley House	4.80%	2017 ~ 2049	$ 8,725,000	$ -	$ 50,000	$ 8,675,000	$ -	$ -	$ -	$ -
2006 Series	Azeeze Bates Apts	4.80%	2017 ~ 2036	$ 3,005,000	$ -	$ 160,000	$ -	$ 2,845,000	$ -	$ 2,845,000	$ 90,000
2007 Series	Cavalier Apts	5.60%	2017 ~ 2049	$ 14,448,880	$ -	$ 157,799	$ -	$ 14,291,081	$ -	$ 14,291,081	$ 166,867
2007 Series	Residences at Georgia Ave Apts	5.80%	2017 ~ 2050	$ 7,293,762	$ -	$ 72,645	$ -	$ 7,221,117	$ -	$ 7,221,117	$ 76,973
2007 Series	R Street Apts	5.60%	2017 ~ 2056	$ 8,611,513	$ -	$ 60,234	$ -	$ 8,551,279	$ -	$ 8,551,279	$ 63,695
2007 Series A	Parkside Terrace Apts	Variable	2017 ~ 2045	$ 20,464,517	$ -	$ 308,231	$ -	$ 20,156,286	$ -	$ 20,156,286	$ 325,454
2008 Series	Henson Ridge UFAS Rentals	6.00%	2017 ~ 2050	$ 4,199,361	$ -	$ 99,126	$ -	$ 4,100,235	$ -	$ 4,100,235	$ 105,240
2008 Series	Longfellow Arms Apts	5.70%	2017 ~ 2040	$ 1,870,000	$ -	$ 25,000	$ -	$ 1,845,000	$ -	$ 1,845,000	$ 25,000
2008 Series A	Wheeler Terrace	Variable	2017 ~ 2050	$ 7,198,316	$ -	$ 82,730	$ -	$ 7,115,586	$ -	$ 7,115,586	$ 87,110
2008 Series A&B	St. Martin's Apts	5.40%	2017 ~ 2046	$ 11,336,581	$ -	$ 155,650	$ (309)	$ 11,181,240	$ -	$ 11,181,240	$ 164,146
2008 Series	Pentacle Apartments	Variable	2038	$ 9,845,000	$ -	$ -	$ 320,000	$ 9,525,000	$ -	$ 9,525,000	$ -
2009 Series	Georgia Commons	4.125% ~ 5.875%	2017 ~ 2051	$ 16,065,000	$ -	$ 155,000	$ -	$ 15,910,000	$ (176,875)	$ 15,733,125	$ 165,000
2010 Series A	Sheridan Station	5.90%	2017 ~ 2040	$ 3,208,193	$ -	$ 53,068	$ -	$ 3,155,124	$ -	$ 3,155,124	$ 56,286
2011 Series A-1	Victory Square	6.86%	2017~ 2043	$ 1,320,655	$ -	$ 17,627	$ -	$ 1,303,027	$ -	$ 1,303,027	$ 18,875
2011 Series A	The Heights	5.80%	2017 ~ 2045	$ 7,797,412	$ -	$ 59,235	$ -	$ 7,738,177	$ -	$ 7,738,177	$ 62,764
2012 Series	Park 7 at Minnesota Benning	Variable	2046	$ 45,250,000	$ -	$ -	$ -	$ 45,250,000	$ -	$ 45,250,000	$ -
2012 Series	Fairway Park	4.917%	2017 ~ 2046	$ 33,275,981	$ -	$ -	$ 286,714	$ 32,989,267	$ -	$ 32,989,267	$ -
2012 Series	Yards D Building	Variable	2047	$ 8,500,000	$ -	$ -	$ -	$ 8,500,000	$ -	$ 8,500,000	$ -
2012 Series A	Whitelaw Apartments	5.65%	2017 ~ 2029	$ 2,289,370	$ -	$ 35,809	$ -	$ 2,253,561	$ -	$ 2,253,561	$ 37,885
2012 Series	Bass Circle	3.708%	2017 ~ 2029	$ 3,700,318	$ -	$ 63,768	$ -	$ 3,636,550	$ -	$ 3,636,550	$ 66,930
2012 Series	Severna II	4.50%	2017 ~ 2049	$ 15,412,222	$ -	$ 196,404	$ -	$ 15,215,818	$ -	$ 15,215,818	$ 205,427
2013 Series A	Senior Housing at O	4.67%	2017 ~ 2033	$ 6,733,311	$ -	$ 84,513	$ 612	$ 6,648,186	$ -	$ 6,648,186	$ 88,514
2013 Series	SOME Scattered Site II	4.51%	2033	$ 6,305,992	$ -	$ -	$ 76,383	$ 6,229,609	$ -	$ 6,229,609	$ -
2013 Series	Tyler House	4.45%	2017 ~ 2031	$ 44,445,000	$ -	$ 495,000	$ -	$ 43,950,000	$ -	$ 43,950,000	$ 520,000
Series 2013 A	Sheridan Station III	4.67%	2032	$ 10,239,116	$ -	$ -	$ 72,753	$ 10,166,363	$ -	$ 10,166,363	$ -
2013 Series	Trinity Plaza Apts	4.75%	2050	$ 5,354,881	$ -	$ -	$ 62,300	$ 5,292,581	$ -	$ 5,292,581	$ -
2013 Series	Lofts at Capitol Quarter	3.708%	2046	$ 32,096,910	$ 9,903,090	$ -	$ -	$ 42,000,000	$ -	$ 42,000,000	$ -
2014 Series A	DCHFA Pass-Through Refunding	3.875%	2017 ~ 2045	$ 41,059,839	$ -	$ 764,219	$ 5,479,226	$ 34,816,394	$ -	$ 34,816,394	$ -
2014 Series A-1	Yards - Parcel N	4.00%	2047	$ 24,614,553	$ -	$ -	$ -	$ 24,614,553	$ -	$ 24,614,553	$ -
2014 Series A-2	Yards - Parcel N	4.00%	2047	$ 55,385,447	$ -	$ -	$ -	$ 55,385,447	$ -	$ 55,385,447	$ -
2014 Series	North Capitol Commons	2.812%	2017	$ 15,761,967	$ 988,033	$ -	$ 10,900,000	$ 5,850,000	$ -	$ 5,850,000	$ 5,850,000
2014 Series	The Gregory/Highland Terrace	0.40%	2016	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
2014 Series	Highland Dwellings	4.762%	2032	$ 17,108,943	$ 17,886,346	$ -	$ -	$ 34,995,289	$ -	$ 34,995,289	$ -
2014 Series	2321 4th St. NE	2.827%	2046	$ 15,500,000	$ -	$ -	$ 4,970,964	$ 10,529,036	$ -	$ 10,529,036	$ -
2014 Series	Lincoln Westmoreland	0.35%	2016	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
2014 Series	Edgewood Terrace I	0.28%	2017	$ 21,570,000	$ -	$ -	$ 21,570,000	$ -	$ -	$ -	$ -
2014 Series A	7611 & 7701 Georgia Ave	2.267%	2033	$ 9,990,120	$ 195,880	$ -	$ -	$ 10,186,000	$ -	$ 10,186,000	$ -
2014 Series B	7611 & 7701 Georgia Ave	2.267%	2017	$ 1,000,000	$ -	$ -	$ 1,000,000	$ -	$ -	$ -	$ -
2014 Series	Grove at Parkside	2.15%	2033	$ 17,878,321	$ 2,163,883	$ -	$ -	$ 20,042,204	$ -	$ 20,042,204	$ -
2015 Series A	Brightwood Portfolio	3.769%	2047	$ 7,996,451	$ 642,395	$ -	$ (2,143,428)	$ 10,782,274	$ -	$ 10,782,274	$ -
2015 Series B	Brightwood Portfolio	3.769%	2017	$ 5,677,154	$ -	$ 3,450,000	$ 2,227,154	$ -	$ -	$ -	$ -
2015 Series	Channing Phillips	0.55%	2017	$ 11,500,000	$ -	$ 11,500,000	$ -	$ -	$ -	$ -	$ -
2015 Series A	Ontario Court	4.93%	2032	$ 2,601,000	$ -	$ 35,020	$ -	$ 2,565,980	$ -	$ 2,565,980	$ -
2015 Series B	Ontario Court	3.28%	2017	$ 1,947,000	$ -	$ 1,947,000	$ -	$ -	$ -	$ -	$ -
2015 Series A	North LIHTC I /HINE I	2.386%	2035	$ 3,740,479	$ -	$ -	$ 2,647,942	$ 1,092,537	$ -	$ 1,092,537	$ 1,092,537
2015 Series A	North LIHTC II / HINE II	1.697%	2035	$ 3,662,699	$ -	$ -	$ 2,518,136	$ 1,144,563	$ -	$ 1,144,563	$ 1,144,563
2015 Series B	North LIHTC II / HINE II	1.697%	2017	$ 196,822	$ -	$ -	$ 196,822	$ -	$ -	$ -	$ 40,245
2015 Series A	Square 50 West End	2.565%	2036	$ 5,706,029	$ 1,378,558	$ -	$ (45,413)	$ 7,130,000	$ -	$ 7,130,000	$ -
2015 Series B	Square 50 West End	2.565%	2018	$ 45,413	$ 6,242,237	$ -	$ 45,413	$ 6,242,237	$ -	$ 6,242,237	$ 6,242,237
2015 Series	SOME Conway Center	1.42% ~ 2.87%	2018	$ 8,807,971	$ 8,859,548	$ -	$ (32,481)	$ 17,700,000	$ -	$ 17,700,000	$ -
2015 Series	SOME Conway Center	1.42% ~ 2.87%	2019	$ 8,300,000	$ -	$ -	$ -	$ 8,300,000	$ -	$ 8,300,000	$ -
2015 Series	Atlantic Gardens Apartment	2.51%	2049	$ 2,308,715	$ 7,068,568	$ -	$ -	$ 9,377,283	$ -	$ 9,377,283	$ -
2015 Series	Atlantic Terrace Apts	2.777%	2049	$ 7,545,446	$ 11,027,599	$ -	$ -	$ 18,573,045	$ -	$ 18,573,045	$ -
2015 Series	2620 Bowen Road SE	2.95%	2033	$ 1,717,303	$ 4,309,352	$ -	$ -	$ 6,026,655	$ -	$ 6,026,655	$ -
2016 Series	Langdon Apartments	4.625%	2056	$ 5,340,000	$ -	$ -	$ -	$ 5,340,000	$ -	$ 5,340,000	$ -
2016 Series	4000 Benning aka St Stephens Apts	2.379%	2049	$ 483,007	$ 9,202,933	$ -	$ -	$ 9,685,940	$ -	$ 9,685,940	$ -
2016 Series	Plaza West	1.425%	2053	$ 1,002,174	$ 16,107,859	$ -	$ -	$ 17,110,033	$ -	$ 17,110,033	$ -
2016 Series A	Archer Park	1.089%	2035	$ 331,953	$ 14,356,128	$ -	$ (2,305,550)	$ 16,993,631	$ -	$ 16,993,631	$ -
2016 Series B	Archer Park	1.109%	2035	$ 10,105,550	$ -	$ -	$ 2,305,550	$ 7,800,000	$ -	$ 7,800,000	$ -
2016 Series	N Street Village Renovation	2.729%	2048	$ 3,010,596	$ 5,404,182	$ -	$ 4,407,716	$ 4,007,062	$ -	$ 4,007,062	$ -
2016 Series	Portner Flats	1.000%	2019	$ 27,000,000	$ -	$ -	$ -	$ 27,000,000	$ -	$ 27,000,000	$ -
2016 Series	Homestead Apartments	3.560%	2049	$ 1,071,040	$ 4,649,599	$ -	$ -	$ 5,720,639	$ -	$ 5,720,639	$ -
2016 Series	Parkchester Apartments	2.783%	2049	$ 1,040,811	$ 5,526,469	$ -	$ -	$ 6,567,280	$ -	$ 6,567,280	$ -
2016 Series	Beacon Center	2.512%	2041	$ 381,146	$ 1,497,613	$ -	$ -	$ 1,878,759	$ -	$ 1,878,759	$ -
2016 Series	Fort Chaplin Park	3.840%	2051	$ 61,000,000	$ -	$ -	$ -	$ 61,000,000	$ -	$ 61,000,000	$ -
2016 Series	Pomeroy Gardens	1.100%	2018	$ 6,000,000	$ -	$ -	$ -	$ 6,000,000	$ -	$ 6,000,000	$ -
2016 Series	Deanwood Hills	3.649%	2049	$ -	$ 711,332	$ -	$ -	$ 711,332	$ -	$ 711,332	$ -
2017 Series	Maple View Flats	Variable	2038	$ -	$ 51,000	$ -	$ -	$ 51,000	$ -	$ 51,000	$ -
2017 Series A	Benning Heights	Variable	2049	$ -	$ 8,869,477	$ -	$ -	$ 8,869,477	$ -	$ 8,869,477	$ -
2017 Series A	Maycroft Apartments	Variable	2034	$ -	$ 7,200,000	$ -	$ -	$ 7,200,000	$ -	$ 7,200,000	$ -
2017 Series B	Maycroft Apartments	Variable	2034	$ -	$ 2,357,034	$ -	$ -	$ 2,357,034	$ -	$ 2,357,034	$ -
2017 Series B	SOME Spring Road	Variable	2050	$ -	$ 1,479,356	$ -	$ -	$ 1,479,356	$ -	$ 1,479,356	$ -
2017 Series A	South Capital	Variable	2037	$ -	$ 6,273,116	$ -	$ -	$ 6,273,116	$ -	$ 6,273,116	$ -
2017 Series B	South Capital	Variable	2037	$ -	$ 51,000	$ -	$ -	$ 51,000	$ -	$ 51,000	$ -
2017 Series B	Yards Parcel O	5.871%	2051	$ -	$ 3,951,000	$ -	$ -	$ 3,951,000	$ -	$ 3,951,000	$ -
Combined Multifamily Conduit Bonds Total				**$ 929,620,685**	**$ 158,353,587**	**$ 25,952,145**	**$ 120,296,729**	**$ 941,725,399**	**$ 1,324,202**	**$ 943,049,601**	**$ 19,123,523**

(Continued)

NOTE 6: BONDS PAYABLE AND OTHER DEBT OBLIGATIONS (Continued)

	Project Name	Range of Interest Rates	Range of Maturities	Debt Outstanding at 9/30/2016	New Bonds Issued	Scheduled Maturity Payments	Bonds Redeemed/Adjustment	Debt Outstanding at 9/30/2017	Discount (-) / Premium (+)	Bonds Payable at 9/30/2017	Due Within One Year
Multifamily New Issue Bond Program											
Series 2009 A-1	Villages at Chesapeake	4.09%	2017 ~ 2042	$ 10,230,000	$ -	$ 150,000	$ -	$ 10,080,000	$ -	$ 10,080,000	$ 160,000
Series 2009 A-2	Fort Stevens	4.09%	2017 ~ 2044	$ 5,100,000	$ -	$ 70,000	$ -	$ 5,030,000	$ -	$ 5,030,000	$ 90,000
Series 2009 A-3	Webster Gardens	4.09%	2017 ~ 2044	$ 3,150,000	$ -	$ 40,000	$ -	$ 3,110,000	$ -	$ 3,110,000	$ 50,000
Series 2009 A-4	SOME	4.09%	2017 ~ 2044	$ 7,880,000	$ -	$ 100,000	$ -	$ 7,780,000	$ -	$ 7,780,000	$ 200,000
Series 2009 A-5	King Towers	4.09%	2017 ~ 2044	$ 12,350,000	$ -	$ 160,000	$ -	$ 12,190,000	$ -	$ 12,190,000	$ 160,000
Series 2009 A-6	The Yards - Foundry Lofts	4.09%	2017 ~ 2051	$ 45,460,000	$ -	$ 250,000	$ 45,210,000	$ -	$ -	$ -	$ -
Series 2009 A-7	Avalon Apartments	3.01%	2017 ~ 2044	$ 4,770,000	$ -	$ 20,000	$ 70,000	$ 4,680,000	$ -	$ 4,680,000	$ 10,000
Series 2010 A	Samuel J. Simmons	4.55% ~ 5.45%	2017 ~ 2033	$ 7,030,000	$ -	$ 270,000	$ -	$ 6,760,000	$ -	$ 6,760,000	$ 290,000
Series 2009 A-8	Samuel J. Simmons	3.01%	2033 ~ 2044	$ 13,000,000	$ -	$ -	$ -	$ 13,000,000	$ -	$ 13,000,000	$ -
Series 2009 A-9	The Avenue	3.01%	2017 ~ 2044	$ 3,510,000	$ -	$ 60,000	$ -	$ 3,450,000	$ -	$ 3,450,000	$ 50,000
Series 2009 A-10	Mayfair Mansions III	2.32%	2029 ~ 2044	$ 8,390,000	$ -	$ -	$ -	$ 8,390,000	$ -	$ 8,390,000	$ -
Series 2011 A	Mayfair Mansions III	3.70% ~ 4.7%	2017 ~ 2029	$ 2,410,000	$ -	$ 130,000	$ -	$ 2,280,000	$ -	$ 2,280,000	$ 140,000
Series 2009 A-11	Dahlgreen Courts	3.53%	2017 ~ 2044	$ 6,010,000	$ -	$ 40,000	$ 40,000	$ 5,930,000	$ -	$ 5,930,000	$ 50,000
Series 2009 A-12	Alabama Avenue	2.32%	2017 ~ 2044	$ 4,910,000	$ -	$ 30,000	$ 40,000	$ 4,840,000	$ -	$ 4,840,000	$ 30,000
Series 2011 A	Samuel Kelsey	2.10% ~ 5.00%	2017 ~2041	$ 15,445,000	$ -	$ 285,000	$ -	$ 15,160,000	$ -	$ 15,160,000	$ 300,000
Series 2009 A-14	Samuel Kelsey	2.49%	2041	$ 7,700,000	$ -	$ -	$ -	$ 7,700,000	$ -	$ 7,700,000	$ -
Series 2009 A-15	Nannie Helen	2.49%	2017 ~ 2044	$ 3,560,000	$ -	$ 50,000	$ -	$ 3,510,000	$ -	$ 3,510,000	$ 50,000
Series 2011	Capitol Hill Towers	2.00% ~ 4.90%	2017 ~ 2040	$ 13,630,000	$ -	$ 290,000	$ -	$ 13,340,000	$ -	$ 13,340,000	$ 310,000
Series 2009 A-16	Capitol Hill Towers	2.49%	2040 ~ 2041	$ 8,370,000	$ -	$ -	$ -	$ 8,370,000	$ -	$ 8,370,000	$ -
Series 2009 A-2	House of Lebanon	3.82%	2017 ~ 2033	$ 5,070,000	$ -	$ -	$ 30,000	$ 5,040,000	$ -	$ 5,040,000	$ -
Combined Multifamily New Issue Bond Program Total				**$ 187,975,000**	**$ -**	**$ 1,945,000**	**$ 45,390,000**	**$ 140,640,000**	**$ -**	**$ 140,640,000**	**$ 1,890,000**
MF Development Program											
2017 Series A	MF Development Pass Thru	3.26%	2049	$ -	$ 34,444,074	$ -	$ -	$ 34,444,074	$ -	$ 34,444,074	$ -
				$ -	$ 34,444,074	$ -	$ -	$ 34,444,074	$ -	$ 34,444,074	$ -
Combined Multi-Family Indentures Total				**$ 1,117,595,685**	**$ 192,797,661**	**$ 27,897,145**	**$ 165,686,729**	**$ 1,116,809,473**	**$ 1,324,202**	**$ 1,118,133,675**	**$ 21,013,523**

The following is a summary of the bond and debt activity for the year ended September 30, 2016 and the debt outstanding and bonds and certificates of participation payable as of September 30, 2016.

	Range of Interest Rates	Range of Maturities	Debt Outstanding at 9/30/2015	Bond Activity: New Bonds Issued	Bond Activity: Scheduled Maturity Payments	Bond Activity: Bond Redeemed	Debt Outstanding at 9/30/2016	Premium (+) / Discount (-)	Bond Payable at 9/30/2016	Due Within One Year
1988 Single Family Mortgage Revenue Bonds										
1988 Series E-4	6.375%	2016 ~ 2026	$ 1,855,000	$ -	$ -	$ 260,000	$ 1,595,000	$ (87,582)	$ 1,507,418	$ 90,000
Total			$ 1,855,000	$ -	$ -	$ 260,000	$ 1,595,000	$ (87,582)	$ 1,507,418	$ 90,000
1996 Single Family Mortgage Revenue Bonds										
2005 Series A	5.50%	2016 ~ 2025	$ 1,420,000	$ -	$ -	$ 810,000	$ 610,000	$ 142,719	$ 752,719	$ 40,000
2005 Series B	4.75%	2016 ~ 2035	3,020,000	-	-	1,715,000	1,305,000	252,747	1,557,747	30,000
2006 Series A	4.95%	2016 ~ 2026	865,000	-	50,000	100,000	715,000	-	715,000	60,000
2006 Series B	5.1% ~ 5.35%	2016 ~ 2037	4,090,000	-	-	650,000	3,440,000	300,809	3,740,809	100,000
2006 Series D	4.60%	2016 ~ 2020	295,000	-	30,000	55,000	210,000	-	210,000	45,000
2006 Series E	4.65%	2016 ~ 2037	8,995,000	-	-	2,025,000	6,970,000	-	6,970,000	110,000
2007 Series A	5.15%	2016 ~ 2038	380,000	-	-	380,000	-	-	-	-
Total			$ 19,065,000	$ -	$ 80,000	$ 5,735,000	$ 13,250,000	$ 696,275	$ 13,946,275	$ 385,000
Single Family New Issue Bond Program										
2009 Series A-1	2.49%	2016 ~ 2041	$ 8,330,000	$ -	$ 110,000	$ 1,860,000	$ 6,360,000	$ -	$ 6,360,000	$ 180,000
Total			$ 8,330,000	$ -	$ 110,000	$ 1,860,000	$ 6,360,000	$ -	$ 6,360,000	$ 180,000
Combined Single Family Indentures Total			**$ 29,250,000**	**$ -**	**$ 190,000**	**$ 7,855,000**	**$ 21,205,000**	**$ 608,693**	**$ 21,813,693**	**$ 655,000**

General Fund	Range of Interest Rates	Range of Maturities	Debt Outstanding at 9/30/2015	Debt Activity: New Obligations	Debt Activity: Scheduled Maturity Payments	Debt Activity: Obligations Paid	Debt Outstanding at 9/30/2016	Premium (+) / Discount (-)	Bond Payable at 9/30/2016	Due Within One Year
PNC Bank Credit Line	Variable	2016	$ 9,037,412	$ -	$ -	$ 802,602	$ 8,234,810	$ -	$ 8,234,810	$ 8,234,810
Total			$ 9,037,412	$ -	$ -	$ 802,602	$ 8,234,810	$ -	$ 8,234,810	$ 8,234,810

(Continued)

NOTE 6: BONDS PAYABLE AND OTHER DEBT OBLIGATIONS (Continued)

	Project Name	Range of Interest Rates	Range of Maturities	Debt Outstanding at 9/30/2015	Bond Activity: New Bonds Issued	Bond Activity: Scheduled Maturity Payments	Bond Activity: Bonds Redeemed/ Adjustment	Debt Outstanding at 9/30/2016	Discount (-) / Premium (+)	Bonds Payable at 9/30/2016	Due Within One Year
Multifamily Conduit Bonds											
1999 Series	Garfield Park Apts	7.25%	2016 ~ 2031	$ 2,508,940	$ -	$ 87,850	$ -	$ 2,421,090	$ -	$ 2,421,090	$ 94,435
1999 Series	Ft. Chapin	6.90%	2016 ~ 2035	21,312,553	-	501,328	-	20,811,225	-	20,811,225	537,035
2000 Series	Widrich Court Apt	7.30%	2016 ~ 2032	2,852,668	-	88,797	-	2,763,871	-	2,763,871	95,501
2001 Series	Clifton Terrace	5.95%	2016 ~ 2033	4,414,188	-	134,523	-	4,279,666	-	4,279,666	142,805
2000 Series	WDC I LP	Variable	2016 ~ 2032	6,525,000	-	250,000	-	6,275,000	-	6,275,000	260,000
2002 Series	Trenton Park Apts	Variable	2016 ~ 2035	5,435,000	-	130,000	-	5,305,000	-	5,305,000	135,000
2002 Series A	DCCH Pool: Euclid Street	5.75%	2016 ~ 2039	1,295,000	-	20,000	-	1,275,000	-	1,275,000	20,000
2002 Series C	DCCH Pool: Chapin Street	5.75%	2016 ~ 2039	1,100,000	-	5,000	20,000	1,075,000	-	1,075,000	-
2004 Series A	1330 7th Street	4.8% ~ 5.00%	2016 ~ 2045	11,035,000	-	145,000	-	10,890,000	-	10,890,000	150,000
2004 Series A	Congress Park II	6.70%	2016 ~ 2041	4,430,666	-	51,003	4,379,663	-	-	-	-
2004 Series B&C	JW King Seniors Center	4.9% ~ 5.15%	2016 ~ 2045	4,835,000	-	60,000	-	4,775,000	-	4,775,000	65,000
2004 Series D	Henson Ridge Phase II	4.65% ~ 4.90%	2016 ~ 2047	5,410,000	-	70,000	-	5,340,000	-	5,340,000	70,000
2004 Series E	Henson Ridge Phase II	5.0% ~ 5.10%	2016 ~ 2037	6,505,000	-	160,000	-	6,345,000	-	6,345,000	170,000
2005 Series A	Faircliff Plaza - West	6.50%	2016 ~ 2047	10,605,870	-	106,582	-	10,499,288	-	10,499,288	113,720
2005 Series B	Faircliff Plaza - West	6.50%	2016 ~ 2025	397,879	-	30,940	-	366,939	-	366,939	33,013
2005 Series	DCHA Modernization Program	5.00%	2016 ~ 2025	47,010,000	-	3,720,000	-	43,290,000	1,693,423	44,983,423	3,910,000
2005 Series	Shipley Park Apts	4.80%	2016 ~ 2038	10,605,000	-	225,000	-	10,380,000	-	10,380,000	235,000
2006 Series	Hunter Pines	6.25%	2016 ~ 2048	10,046,253	-	99,336	-	9,946,918	-	9,946,918	105,725
2006 Series	GW Carver Senior Apts	5.875%	2016 ~ 2049	7,164,291	-	65,619	-	7,098,672	-	7,098,672	69,580
2006 Series	Garfield Hills Apts	5.00%	2016 ~ 2036	3,510,000	-	85,000	-	3,425,000	-	3,425,000	90,000
2006 Series	Galen Terrace	6.00%	2016 ~ 2048	4,289,170	-	43,117	-	4,246,053	-	4,246,053	45,776
2006 Series A	Southview I & II	6.25%	2016 ~ 2048	10,623,673	-	101,950	-	10,521,723	-	10,521,723	45,776
2006 Series	Golden Rule Apts	5.25%	2016 ~ 2048	11,100,000	-	190,000	-	10,910,000	-	10,910,000	130,000
2006 Series A	Wesley House	4.80%	2016 ~ 2049	8,820,000	-	95,000	-	8,725,000	-	8,725,000	100,000
2006 Series	Azeeze Bates Apts	4.80%	2016 ~ 2036	3,160,000	-	155,000	-	3,005,000	-	3,005,000	160,000
2007 Series	Cavalier Apts	5.60%	2016 ~ 2049	14,598,106	-	149,225	-	14,448,880	-	14,448,880	157,799
2007 Series	Residences at Georgia Ave Apts	5.80%	2016 ~ 2050	7,362,324	-	68,562	-	7,293,762	-	7,293,762	72,646
2007 Series	R Street Apts	5.60%	2016 ~ 2056	8,668,474	-	56,961	-	8,611,513	-	8,611,513	60,234
2007 Series A	Parkside Terrace Apts	Variable	2016 ~ 2045	20,756,436	-	291,919	-	20,464,517	-	20,464,517	308,231
2008 Series	Henson Ridge UFAS Rentals	6.00%	2016 ~ 2050	4,292,729	-	93,368	-	4,199,361	-	4,199,361	99,126
2008 Series	Longfellow Arms Apts	5.70%	2016 ~ 2040	1,895,000	-	25,000	-	1,870,000	-	1,870,000	25,000
2008 Series A	Wheeler Terrace	Variable	2016 ~ 2050	7,276,887	-	78,571	-	7,198,316	-	7,198,316	82,730
2008 Series A&B	St. Martin's Apts	5.40%	2016 ~ 2046	11,483,933	-	147,351	-	11,336,581	-	11,336,581	155,650
2008 Series	Pentacle Apartments	Variable	2038	10,145,000	-	-	300,000	9,845,000	-	9,845,000	-
2009 Series	Georgia Commons	3.875% ~ 5.875%	2016 ~ 2051	16,215,000	-	150,000	-	16,065,000	(183,533)	15,881,467	155,000
2010 Series A	Sheridan Station	5.90%	2016 ~ 2040	3,258,228	-	50,035	-	3,208,193	-	3,208,193	53,068
2011 Series A-1	Victory Square	6.86%	2016 ~ 2043	1,337,117	-	16,462	-	1,320,655	-	1,320,655	17,627
2011 Series A	The Heights	5.80%	2016 ~ 2045	7,853,318	-	55,905	-	7,797,412	-	7,797,412	59,236
2012 Series	Park 7 at Minnesota Benning	Variable	2046	45,250,000	-	-	-	45,250,000	-	45,250,000	-
2012 Series	Fairway Park	Variable	2046	33,482,000	-	-	206,019	33,275,981	-	33,275,981	-
2012 Series	Yards D Building	Variable	2047	8,500,000	-	-	-	8,500,000	-	8,500,000	-
2012 Series A	Whitelaw Apartments	5.65%	2016 ~ 2029	2,323,216	-	33,846	-	2,289,370	-	2,289,370	35,809
2012 Series	Bass Circle	3.50% ~ 4.45%	2016 ~ 2029	3,761,073	-	60,755	-	3,700,318	-	3,700,318	63,768
2012 Series	Severna II	Variable	2016 ~ 2049	15,600,000	-	187,778	-	15,412,222	-	15,412,222	196,405
2013 Series A	Senior Housing at O	Variable	2016 ~ 2033	6,813,946	-	80,635	-	6,733,311	-	6,733,311	84,483
2013 Series	SOME Scattered Site II	Variable	2033	7,726,765	-	-	1,420,773	6,305,992	-	6,305,992	-
2013 Series	Tyler House	4.45%	2016 ~ 2031	44,910,000	-	465,000	-	44,445,000	-	44,445,000	495,000
Series 2013 A	Sheridan Station III	Variable	2032	10,245,000	-	-	5,884	10,239,116	-	10,239,116	-
Series 2013 B	Sheridan Station III	Variable	2016	12,700,000	-	-	12,700,000	-	-	-	-
2013 Series	Trinity Plaza Apts	Variable	2050	8,416,525	583,475	-	3,645,119	5,354,881	-	5,354,881	-
2013 Series	Lofts at Capitol Quarter	Variable	2046	18,875,085	13,221,824	-	-	32,096,910	-	32,096,910	-
2014 Series A	DCHFA Pass-Through Refunding	3.875%	2016 ~ 2045	41,778,190	-	718,351	-	41,059,839	2,200	41,062,039	764,219
2014 Series	Eastbrooke Apts	Variable	2016	4,850,000	-	-	4,850,000	-	-	-	-
2014 Series	Metro Village	0.35%	2017	17,800,000	-	-	17,800,000	-	-	-	-
2014 Series A-1	Yards - Parcel N	Variable	2047	21,547,931	3,066,622	-	-	24,614,553	-	24,614,553	-
2014 Series A-2	Yards - Parcel N	Variable	2047	12,928,759	42,456,688	-	-	55,385,447	-	55,385,447	-
2014 Series	North Capitol Commons	Variable	2017	6,135,485	9,626,482	-	-	15,761,967	-	15,761,967	15,791,967
2014 Series	The Gregory/Highland Terrace	0.40%	2016	9,200,000	-	-	9,200,000	-	-	-	-
2014 Series	Highland Dwellings	Variable	2032	7,215,793	9,893,150	-	-	17,108,943	-	17,108,943	-
2014 Series	2321 4th St. NE	Variable	2046	4,824,330	10,675,670	-	-	15,500,000	-	15,500,000	-
2014 Series	Lincoln Westmoreland	0.35%	2016	15,000,000	-	-	15,000,000	-	-	-	-
2014 Series	Edgewood Terrace I	0.28%	2017	21,570,000	21,638,451	-	21,638,451	21,570,000	-	21,570,000	21,602,731
2014 Series A	7611 & 7701 Georgia Ave	Variable	2033	6,447,951	3,542,169	-	-	9,990,120	-	9,990,120	-
2014 Series B	7611 & 7701 Georgia Ave	Variable	2017	1,000,000	-	-	-	1,000,000	-	1,000,000	-
2014 Series	Grove at Parkside	1.90%	2033	7,255,274	10,623,047	-	-	17,878,321	-	17,878,321	-
2015 Series A	Brightwood Portfolio	Variable	2047	2,118,527	5,877,925	-	-	7,996,451	-	7,996,451	-
2015 Series B	Brightwood Portfolio	Variable	2017	3,450,000	2,227,154	-	-	5,677,154	-	5,677,154	5,677,154
2015 Series	Channing Phillips	0.55%	2017	11,500,000	-	-	-	11,500,000	-	11,500,000	11,500,000
2015 Series A	Ontario Court	Variable	2032	2,601,000	-	-	-	2,601,000	-	2,601,000	-
2015 Series B	Ontario Court	Variable	2016	1,778,901	430,099	-	262,000	1,947,000	-	1,947,000	1,947,000
2015 Series A	North LIHTC I /HINE I	Variable	2035	168,406	3,572,073	-	-	3,740,479	-	3,740,479	-
2015 Series A	North LIHTC II / HINE II	Variable	2035	51,000	3,611,699	-	-	3,662,699	-	3,662,699	-
2015 Series B	North LIHTC II / HINE II	Variable	2017	111,693	85,129	-	-	196,822	-	196,822	-
2015 Series A	Square 50 West End	Variable	2036	51,100	5,654,929	-	-	5,706,029	-	5,706,029	-
2015 Series B	Square 50 West End	Variable	2018	-	45,413	-	-	45,413	-	45,413	-
2015 Series	SOME Conway Center	1.42% ~ 2.87%	2018	-	17,107,971	-	-	17,107,971	-	17,107,971	-
2015 Series	Atlantic Gardens Apartment	5.32%	2049	-	2,308,715	-	-	2,308,715	-	2,308,715	-
2015 Series	Atlantic Terrace Apts	5.32%	2049	-	7,545,446	-	-	7,545,446	-	7,545,446	-
2015 Series	2620 Bowen Road SE	4.49%	2033	-	1,717,303	-	-	1,717,303	-	1,717,303	-
2016 Series	Langdon Apartments	4.63%	2056	-	5,340,000	-	-	5,340,000	-	5,340,000	-
2016 Series	4000 Benning aka St Stephens Apts	3.96%	2049	-	483,007	-	-	483,007	-	483,007	-
2016 Series	Plaza West	2.61%	2053	-	1,002,174	-	-	1,002,174	-	1,002,174	-
2016 Series A	Archer Park	3.41%	2035	-	331,953	-	-	331,953	-	331,953	-
2016 Series B	Archer Park	3.41%	2035	-	10,105,550	-	-	10,105,550	-	10,105,550	-
2016 Series	N Street Village Renovation	4.00%	2048	-	3,010,596	-	-	3,010,596	-	3,010,596	-
2016 Series	Portner Flats	1.00%	2019	-	27,000,000	-	-	27,000,000	-	27,000,000	-
2016 Series	Homestead Apartments	3.56%	2049	-	1,071,040	-	-	1,071,040	-	1,071,040	-
2016 Series	Parkchester Apartments	3.76%	2049	-	1,040,811	-	-	1,040,811	-	1,040,811	-
2016 Series	Beacon Center	4.11%	2041	-	381,146	-	-	381,146	-	381,146	-
2016 Series	Fort Chaplin Park	3.84%	2051	-	61,000,000	-	-	61,000,000	-	61,000,000	-
2016 Series	Pomeroy Gardens	1.10%	2018	-	6,000,000	-	-	6,000,000	-	6,000,000	-
Combined Multifamily Conduit Bonds Total				$ 738,121,652	$ 292,277,710	$ 9,350,770	$ 91,427,909	$ 929,620,685	$ 1,512,090	$ 931,132,775	$ 66,183,250

	Project Name	Range of Interest Rates	Range of Maturities	Debt Outstanding at 9/30/2015	Bond Activity: New Bonds Issued	Bond Activity: Scheduled Maturity Payments	Bond Activity: Bonds Redeemed/ Adjustment	Debt Outstanding at 9/30/2016	Discount (-) / Premium (+)	Bonds Payable at 9/30/2016	Due Within One Year
Multifamily New Issue Bond Program											
Series 2009 A-1	Villages at Chesapeake	4.09%	2016 ~ 2042	$ 10,370,000	$ -	$ 140,000	$ -	$ 10,230,000	$ -	$ 10,230,000	$ 150,000
Series 2009 A-2	Fort Stevens	4.09%	2016 ~ 2044	5,160,000	-	60,000	-	5,100,000	-	5,100,000	80,000
Series 2009 A-3	Webster Gardens	4.09%	2016 ~ 2044	3,190,000	-	40,000	-	3,150,000	-	3,150,000	50,000
Series 2009 A-4	SOME	4.09%	2016 ~ 2044	7,960,000	-	80,000	-	7,880,000	-	7,880,000	90,000
Series 2009 A-5	King Towers	4.09%	2016 ~ 2042	12,490,000	-	140,000	-	12,350,000	-	12,350,000	150,000
Series 2009 A-6	The Yards - Foundry Lofts	4.09%	2016 ~ 2051	45,970,000	-	-	510,000	45,460,000	-	45,460,000	285,000
Series 2009 A-7	Avalon Apartments	3.01%	2016 ~ 2044	4,830,000	-	20,000	40,000	4,770,000	-	4,770,000	20,000
Series 2010 A	Samuel J. Simmons	4.55% ~ 5.45%	2016 ~ 2033	7,285,000	-	255,000	-	7,030,000	-	7,030,000	270,000
Series 2009 A-8	Samuel J. Simmons	3.01%	2033 ~ 2040	13,000,000	-	-	-	13,000,000	-	13,000,000	-
Series 2009 A-9	The Avenue	3.01%	2016 ~ 2044	3,560,000	-	-	50,000	3,510,000	-	3,510,000	50,000
Series 2009 A-10	Mayfair Mansions III	2.32%	2029 ~ 2044	8,390,000	-	-	-	8,390,000	-	8,390,000	-
Series 2011 A	Mayfair Mansions III	3.70% ~ 4.7%	2016 ~ 2029	2,525,000	-	115,000	-	2,410,000	-	2,410,000	130,000
Series 2009 A-11	Dahlgreen Courts	3.53%	2016 ~ 2044	6,080,000	-	40,000	30,000	6,010,000	-	6,010,000	40,000
Series 2009 A-12	Alabama Avenue	2.32%	2016 ~ 2044	5,050,000	-	60,000	80,000	4,910,000	-	4,910,000	30,000
Series 2011 A	Samuel Kelsey	2.10% ~ 5.00%	2016 ~2041	15,725,000	-	280,000	-	15,445,000	-	15,445,000	285,000
Series 2009 A-14	Samuel Kelsey	2.49%	2041	7,700,000	-	-	-	7,700,000	-	7,700,000	-
Series 2009 A-15	Nannie Helen	2.49%	2016 ~ 2044	3,630,000	-	70,000	-	3,560,000	-	3,560,000	50,000
Series 2011	Capitol Hill Towers	2.00% ~ 4.90%	2016 ~ 2040	13,905,000	-	275,000	-	13,630,000	-	13,630,000	290,000
Series 2009 A-16	Capitol Hill Towers	2.49%	2040 ~ 2041	8,370,000	-	-	-	8,370,000	-	8,370,000	-
Series 2009 A-2	House of Lebanon	3.82%	2016 ~ 2033	5,120,000	-	-	50,000	5,070,000	-	5,070,000	-
Combined Multifamily New Issue Bond Program Total				$ 190,310,000	$ -	$ 1,575,000	$ 760,000	$ 187,975,000	$ -	$ 187,975,000	$ 1,970,000
Combined Multi-Family Indentures Total				**$ 928,431,652**	**$ 292,277,710**	**$ 10,925,770**	**$ 92,187,909**	**$ 1,117,595,685**	**$ 1,512,090**	**$ 1,119,107,775**	**$ 68,153,250**

NOTE 6: BONDS PAYABLE AND OTHER DEBT OBLIGATIONS (Continued)

During fiscal years 2010 - 2017, the Agency issued certain multifamily revenue bonds in a draw-down mode. Out of the total amount of bonds closed, only a portion may get drawn during any given reporting period. The following is the detail of draw-down bond activity for fiscal year 2017. Total bonds issued may be different from the debt outstanding due to redemption and maturity activity.

Bond Series	Project Name	Total Draw Down Bond Amounts	Total Bonds Issued at September 30, 2016	Draw Down Bonds Issued, Fiscal Year 2017	Total Bonds Issued at September 30, 2017
Multifamily Conduit Bonds					
2013 Series	Lofts at Capitol Quarter	$ 42,000,000	$ 32,096,910	$ 9,903,090	$ 42,000,000
2014 Series	7611 & 7701 Georgia Ave (DD-A)	$ 10,186,000	$ 9,990,120	$ 195,880	$ 10,186,000
2014 Series	Grove at Parkside (DD-A)	$ 21,000,000	$ 17,878,321	$ 2,163,883	$ 20,042,204
2014 Series	Highland Dwellings (DD-A)	$ 35,510,000	$ 17,108,943	$ 17,886,346	$ 34,995,289
2014 Series A	N Capitol Commons (DD-A)	$ 16,750,000	$ 15,761,967	$ 988,033	$ 16,750,000
2015 Series	Square 50 West End (DD-A)	$ 13,372,237	$ 5,706,029	$ 1,423,971	$ 7,130,000
2015 Series	Square 50 West End (DD-A) B	$ 6,242,237	$ 45,413	$ 6,196,824	$ 6,242,237
2015 Series A	2620 Bowen Road SE	$ 6,550,000	$ 1,717,303	$ 4,309,352	$ 6,026,655
2015 Series A	Atlantic Gardens Apartment	$ 12,600,000	$ 2,308,715	$ 7,068,568	$ 9,377,283
2015 Series A	Brightwood Portfolio (DD-A)	$ 10,866,000	$ 10,223,605	$ 642,395	$ 10,866,000
2015 Series	SOME Conway Center (Benning)	$ 17,700,000	$ 8,807,971	$ 8,892,029	$ 17,700,000
2015 Series B	Atlantic Terrace Apts	$ 19,500,000	$ 7,545,446	$ 11,027,599	$ 18,573,045
2015 Series B	Brightwood Portfolio (DD-A) B	$ 3,450,000	$ 3,450,000	$ -	$ 3,450,000
2016 Series	4000 Benning aka St Stephens Apts	$ 10,500,000	$ 483,007	$ 9,202,933	$ 9,685,940
2016 Series	Deanwood Hills 2016	$ 16,830,000	$ -	$ 711,332	$ 711,332
2016 Series	Parkchester Apartments	$ 11,200,000	$ 1,040,811	$ 5,526,469	$ 6,567,280
2016 Series	Plaza West	$ 28,035,000	$ 1,002,174	$ 16,107,859	$ 17,110,033
2016 Series A	Archer Park	$ 20,485,000	$ 331,953	$ 16,661,678	$ 16,993,631
2016 Series A	Beacon Center	$ 14,680,000	$ -	$ -	$ -
2016 Series A	Homestead (Hampstead) Apartments	$ 6,500,000	$ 1,071,040	$ 4,649,599	$ 5,720,639
2016 Series B	Archer Park B	$ 7,800,000	$ 10,105,550	$ (2,305,550)	$ 7,800,000
2016 Series B	Beacon Center B	$ 1,426,000	$ 381,146	$ 1,497,613	$ 1,878,759
2016 Series B	N Street Village Renovation	$ 8,500,000	$ 3,010,596	$ 5,404,182	$ 8,414,778
2017 Series	Maple View Flats 2017	$ 25,090,176	$ -	$ 51,000	$ 51,000
2017 Series A	Benning Heights 2017	$ 16,000,000	$ -	$ 8,869,477	$ 8,869,477
2017 Series A	Maycroft Apts 2017 A	$ 7,200,000	$ -	$ 7,200,000	$ 7,200,000
2017 Series B	Maycroft Apts 2017 B	$ 8,640,000	$ -	$ 2,357,034	$ 2,357,034
2017 Series B	SOME Spring Road 2017	$ 10,200,000	$ -	$ 1,479,356	$ 1,479,356
2017 Series B	South Capitol 2017 A	$ 9,420,000	$ -	$ 6,273,116	$ 6,273,116
2017 Series B	South Capitol 2017 B	$ 20,580,000	$ -	$ 51,000	$ 51,000
2017 Series B	Yards Parcel O 2017	$ 55,000,000	$ -	$ 3,951,000	$ 3,951,000
Total Multifamily Conduit Bonds		**$ 493,812,650**	**$ 150,067,020**	**$ 158,386,068**	**$ 308,453,088**

NOTE 6: BONDS PAYABLE AND OTHER DEBT OBLIGATIONS (Continued)

As of September 30, 2017, the required principal payments for all Agency debt outstanding (including mandatory sinking fund payments but excluding special and optional redemptions) that occurred subsequent to September 30, 2017 and excluding the effect of unamortized discounts/premiums (which are listed as an adjustment to totals) and interest payments for each of the next five years and in five-year increments thereafter are as follows:

For the Year Ending September 30,	1988 Collateralized Single Family Mortgage Revenue Bonds Interest	1988 Collateralized Single Family Mortgage Revenue Bonds Principal	Single Family Mortgage Revenue Bonds Interest	Single Family Mortgage Revenue Bonds Principal	Single Family New Issue Bonds Program Interest	Single Family New Issue Bonds Program Principal
2018	$ 82,769	$ 80,000	$ 416,848	$ 295,000	$ 135,954	$ 180,000
2019	74,481	140,000	397,448	420,000	131,140	190,000
2020	65,291	145,000	376,392	445,000	126,243	210,000
2021	55,941	150,000	355,948	400,000	120,890	210,000
2022	46,378	150,000	336,370	405,000	115,868	200,000
2023-2027	84,681	665,000	1,380,479	2,065,000	498,125	1,140,000
2028-2032	-	-	897,790	1,985,000	349,845	1,200,000
2033-2037	-	-	346,252	2,540,000	203,973	1,150,000
2038-2042	-	-	1,473	190,000	58,515	1,080,000
2043-2047	-	-	-	-	-	-
Totals	**$ 409,541**	**$ 1,330,000**	**$ 4,509,000**	**$ 8,745,000**	**$ 1,740,553**	**$ 5,560,000**
Unamortized Premium / (Discount)		$ (78,865)		$ 287,506		$ -
Bond Payable		**$ 1,251,135**		**$ 9,032,506**		**$ 5,560,000**

For the Year Ending September 30,	Multi-Family (Conduit Bond) Program Interest	Multi-Family (Conduit Bond) Program Principal	Multi-Family New Issue Bond Program Interest	Multi-Family New Issue Bond Program Principal	Multi-Family Development Program Interest	Multi-Family Development Program Principal
2018	$ 35,505,941	$ 19,123,522	$ 5,079,739	$ 1,890,000	$ 1,111,514	$ -
2019	$ 34,328,902	$ 67,488,418	$ 5,015,085	$ 1,955,000	$ 1,111,514	$ -
2020	$ 33,555,658	$ 11,260,922	$ 4,942,027	$ 2,145,000	$ 1,111,514	$ -
2021	$ 33,099,018	$ 9,405,140	$ 4,862,913	$ 2,215,000	$ 1,111,514	$ -
2022	$ 32,630,384	$ 9,915,725	$ 4,772,551	$ 2,775,000	$ 1,111,514	$ -
2023-2027	$ 154,991,743	$ 59,432,233	$ 22,325,759	$ 13,780,000	$ 5,569,955	$ -
2028-2032	$ 140,226,795	$ 87,863,271	$ 18,944,538	$ 18,245,000	$ 5,569,955	$ -
2033-2037	$ 104,106,313	$ 170,236,656	$ 13,898,127	$ 28,075,000	$ 5,569,955	$ -
2038-2042	$ 85,390,248	$ 60,508,722	$ 7,759,782	$ 54,120,000	$ 5,569,955	$ -
2043-2047	$ 69,064,121	$ 263,329,106	$ 554,586	$ 15,440,000	$ 5,569,955	$ -
2048-2052	$ 17,065,893	$ 158,885,759	$ -	$ -	$ 2,972,294	$ 34,444,074
2053-2057	$ 1,299,182	$ 24,275,925	$ -	$ -	$ -	$ -
Totals	**$ 741,264,198**	**$ 941,725,399**	**$ 88,155,107**	**$ 140,640,000**	**$ 36,379,639**	**$ 34,444,074**
Unamortized Premium / (Discount)		$ 1,324,202		$ -		$ -
Bond Payable		**$ 943,049,601**		**$ 140,640,000**		**$ 34,444,074**

NOTE 6: BONDS PAYABLE AND OTHER DEBT OBLIGATIONS (Continued)

The interest calculations on outstanding variable rate bonds under the Multifamily (Conduit Bond) Program, and the Multifamily New Issue Bond Program are based on the variable rates in effect on September 30, 2017 and are not indicative of the actual interest expense that will be incurred in future years. As rates vary, variable rate bond interest payments will vary.

The Agency secured a variable rate committed credit line with the PNC Bank, National Association ("PNC Bank"), in the total amount of $15.0 million to be used for providing interim financing of the costs of extending multi- and single family mortgages and/or mortgage-backed securities under the United States Treasury New Issue Bond Program or any subsequent bond program of the Agency as approved by PNC Bank. As of September 30, 2017 and 2016, the outstanding balance of the credit line totaled $6,182,145 and $8,234,810, respectively.

In March 2017, DCHFA entered into a grant agreement with the DC Department of Housing and Community Development ("DHCD") as the sub-recipient in the administration of Community Development Block Grant ("CDBG") funds. Accordingly, the Agency established a $3.0 million line of credit with Industrial Bank to serve as a facility to fund Home Purchase Assistance Program ("HARP") loans. The credit line is paid down upon receipt of reimbursements for DHCD on a monthly basis. As of September 30, 2017, the outstanding balance of the credit line totaled $2,528,387.

NOTE 7: REBATE LIABILITY

In accordance with the Internal Revenue Service Code (the "Code"), the Agency has recorded as rebate liability for excess investment earnings in connection with tax-exempt bonds and notes issued after 1981. The excess investment earnings arise due to actual investment yields permitted to be retained by the indentures under the Code. The Code requires 90.0% of such excess investment earnings to be remitted to the United States Treasury every five years and in full at the final redemption of the bonds. Interest income on the Statements of Revenues, Expenses and Changes in Net Position is reduced by the rebate liability due to excess investment earnings. The increase/decrease in fair value of investments on the Statements of Revenues, Expenses and Changes in Net Position is adjusted by the change in the estimated rebate liability due to the change in fair value of investments. The Revenue Obligation Funds had no rebate liability from interest income or from unrealized gains on investments. For the years ended September 30, 2017 and 2016 the rebate liability in the single family program was $39,497 and $40,095, respectively.

NOTE 8: PROJECT FUNDS HELD FOR BORROWER AND OTHER LIABILITIES

The project funds held for borrower and other liabilities include funds contributed by the owners of the projects and/or funds received from low-income housing tax credit equity providers, District agencies, and the Department of Housing and Community Development. The Agency includes, in the financial statements, funds received from these providers to the extent of unexpended monies in the project accounts (See Note 3).

Under the 1996 Single Family Mortgage Revenue Bonds, the Agency administers grant funds received from the District's Department of Housing and Community Development ("DHCD") under the U.S. Department of Housing and Urban Development's Home Investment Partnership Program ("HOME"). These funds were either blended with the bond proceeds to yield interest rate subsidy on mortgage loans securitized into mortgage-backed securities or were used to help homebuyers with closing costs, including down-payment assistance. Under the respective grant agreements, the Agency may recycle repayments of HOME funds into its bond programs. There was no transfer by the Agency of HOME funds back to DHCD during fiscal year 2017. As of September 30, 2017 and 2016, total HOME Program restricted assets were $1,100,773 and $1,100,773, respectively.

NOTE 9: PREPAID FEES

The prepaid fees include funds related to non-refundable construction monitoring fees associated with multifamily financing activities. The prepaid fees are recognized over each project's anticipated construction period.

NOTE 10: NET POSITION

Net Invested in Capital Assets - Capital Assets include non-depreciable land, as well as, building net of related debt and accumulated depreciation, furniture and equipment net of related accumulated depreciation, leasehold improvements and software net of related accumulated amortization. Net invested in capital assets at September 30, 2017 and 2016 were $2,420,877 and $1,942,244, respectively.

Revenue Obligations Funds - The Revenue Obligation Funds net position is restricted through debt covenants as collateral for the respective bond issues and credit lines. Combined restricted net position related to the Revenue Obligation Funds as of September 30, 2017 and 2016 were $26,283,446 and $27,577,757, respectively.

Risk Share Program - Under the General Fund, the initial deposit made to participate in the Risk Sharing Program and the contributions of 1.0% of the FHA insured mortgage balances in the Risk Sharing Program reserve account are also restricted. The Agency maintained restricted net position related to the HUD Risk-Share Program as of September 30, 2017 and 2016 at $2,579,729 and $2,566,864, respectively.

NOTE 10: NET POSITION (Continued)

McKinney Act Fund - The Agency qualified for 50.0% of the savings resulting from Financing Adjustment Factors ("FAF") on Section (11)(b) bond refunding transactions. These funds are programmatically restricted as they are only to be used to benefit very low-income persons. As a result, the Agency established a revolving loan fund for non-profit developers to provide credit enhancement or loan guarantees, and finance certain special need projects, such as, shelter for the District's homeless and facilities for individuals who have contracted AIDS. Restricted net position related to the McKinney Act Fund as of September 30, 2017 and 2016 was $7,638,929 and $5,863,116, respectively.

Unrestricted Net Position - As of September 30, 2017 and 2016, under the General Fund were $74,279,770 and $66,785,859, respectively, in unrestricted net position. The unrestricted net position is used to support the Agency's issuer credit rating.

NOTE 11: RETIREMENT PLAN

The Agency established a defined contribution Retirement Plan, a Money Purchase Pension Plan (the "Retirement Plan"), effective October 1, 1982, covering all eligible Agency employees. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The Agency does not have any current or post-retirement obligations toward the Retirement Plan.

The Agency amended the Retirement Plan effective August 10, 2002. Due to the amendment, future Agency contributions to the Retirement Plan ceased effective August 10, 2002. The amendment also provides that each participant and former participant with an account balance under the Retirement Plan as of such date shall be 100% vested in his or her account. Concurrent with the amendment, the Agency commenced participating in the Social Security and Medicare programs.

The Agency terminated the Money Purchase Pension Plan effective June 10, 2016. No participants were allowed to enter the plan after the effective date of Plan termination and there will be no benefit accruals after such date. Distributions were made to all participants and/or beneficiaries.

457 (b) Plan

The Agency established a, 457(b) deferred compensation plan (the "457(b) Plan") for the benefit of its eligible employees effective October 1, 1997. The Plan was amended and changed recordkeepers effective October 1, 2015. The amended Plan allows for an employee match up to 7.0% of an employee's salary on a five (5)- year vesting schedule.

NOTE 12: OTHER INCOME

The Agency's other income for fiscal year 2017 is comprised of the following:

		Single Family Program Funds				Multifamily Program Funds			
Description	General Fund	1986, 1996 Single Family Whole Loan Program	1988 Collateralized Single Family Mortgage Revenue Bonds	1996 Single Family Mortgage Revenue Bonds	Single Family New Issue Bond Program	Multifamily (Conduit Bond) Program	Multifamily New Issue Bond Program	2017 Multifamily Development Programs	Total
Project revenue	$ -	$ -	$ -	$ -	$ -	$ 12,696,448	$ 648,313	$ 59,496	$ 13,404,257
Financing fees	3,165,572	-	-	-	-	-	-	-	3,165,572
Annual administration fees	7,143,966	-	-	-	-	-	-	-	7,143,966
Construction and development monitoring fees	2,206,961	-	-	-	-	-	-	-	2,206,961
Tax credit fees	481,487	-	-	-	-	-	-	-	481,487
Rental income	-	-	-	-	-	-	-	-	-
Legal fees	280,000	-	-	-	-	-	-	-	280,000
Mortgage servicing fees	1,721,524	-	-	-	-	-	-	-	1,721,524
MIP Risk Share Program	57,517	-	-	-	-	-	-	-	57,517
Interest reduction payment subsidy	-	-	-	-	-	-	-	-	-
Other	2,047,499	-	-	-	-	-	-	-	2,047,499
Total	$ 17,104,526	$ -	$ -	$ -	$ -	$ 12,696,448	$ 648,313	$ 59,496	$ 30,508,783

The Agency's other income for fiscal year 2016 was comprised of the following:

		Single Family Program Funds				Multifamily Program Funds			
Description	General Fund	1986, 1996 Single Family Whole Loan Program	1988 Collateralized Single Family Mortgage Revenue	1996 Single Family Mortgage Revenue Bonds	Single Family New Issue Bond Program	Multifamily (Conduit Bond) Program	Multifamily New Issue Bond Program	DC Building Finance Corporation Fund	Total
Project revenue	$ -	-	-	-	-	$ 15,875,423	$ 494,552	$ -	$ 16,369,975
Financing fees	5,440,502	-	-	-	-	-	-	-	5,440,502
Annual administration fees	5,345,157	-	-	-	-	-	-	-	5,345,157
Construction and development monitoring fees	1,789,643	-	-	-	-	-	-	-	1,789,643
Tax credit fees	1,049,289	-	-	-	-	-	-	-	1,049,289
Rental income	-	-	-	-	-	-	-	-	-
Legal fees	580,000	-	-	-	-	-	-	-	580,000
Mortgage servicing fees	155,140	-	-	-	-	-	-	-	155,140
MIP Risk Share Program	62,380	-	-	-	-	-	-	-	62,380
Interest reduction payment subsidy	-	-	-	-	-	-	-	-	-
Other	1,192,318	-	-	-	32	-	-	-	1,192,350
Total	$ 15,614,429	$ -	$ -	$ -	$ 32	$ 15,875,423	$ 494,552	$ -	$ 31,984,435

NOTE 13: CONTINGENT LIABILITY

During the fiscal year ended September 30, 2014, former Executive Director of the Agency ("Plaintiff") filed a civil action against the Agency asserting claims of breach of employment agreement and breach of implied covenant of good faith and fair dealing. Plaintiff seeks relief and requests $1,000,000 in compensatory damages (in total), attorney fees and costs, and other just and proper relief as deemed by the court. The Agency is represented by the Office of Attorney General of the District of Columbia. The Agency filed its motion to dismiss both of Plaintiff's claims. As of the date of these financial statements, the Agency is currently not certain as to when the judge will rule on the motion. The final fiscal impact of the case on the Agency is not determinable at this time.

NOTE 14: FEDERAL PROGRAMS

In fiscal year 2017, the Agency participated in the following federal funding program under the U.S. Housing and Community Development Act of 1974:

On March 1, 2017, DCHFA signed a Subrecipient Grant Agreement with the District of Columbia Department of Housing and Community Development to administer $5.7 million of Community Development Block Grant funds, allocated to the District of Columbia by the U.S. Department of Housing and Urban Development under Title 1 of the U.S. Housing and Community Development Act of 1974. The Community Development Block Grant funds were used to fund down payment assistance activities and services. As of September 30, 2017, the Agency had incurred program expenses of $2.3 million, funded by $2.4 million award.

NOTE 15: SUBSEQUENT EVENTS

The events that occur after the date of the Statement of Net Position but before the financial statements were available to be issued must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the date of the Statement of Net Position are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions that existed after the date of the Statement of Net Position require disclosure in the accompanying notes. Management evaluated the activity of DCHFA through January 16, 2018 (the date the financial statements were available to be issued) and concluded that the following subsequent events require recognition the in the Financial Statements or disclosure in the Notes to the Financial Statements.

SUPPLEMENTAL INFORMATION

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
COMBINING STATEMENTS OF NET POSITION
SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR 2016)

ASSETS	General Fund	Single Family Program Fund	Single Family NIBP Fund	Multifamily (Conduit Bond) Program Fund	Multifamily NIBP Fund	2017	2016
CURRENT ASSETS							
Unrestricted current assets:							
Cash and cash equivalents	$ 52,441,678	$ -	$ -	$ -	$ -	$ 52,441,678	$ 51,035,521
Investments	606,044	-	-	-	-	606,044	-
Other receivables	3,920,531	-	-	-	-	3,920,531	2,347,015
Accrued interest receivable	195,329	-	-	-	-	195,329	40,912
Prepaid expenses	116,487	-	-	-	-	116,487	197,294
Total unrestricted current assets	57,280,069	-	-	-	-	57,280,069	53,620,742
Restricted current assets:							
Cash and cash equivalents	18,955,291	4,220,377	702,653	81,655,097	15,990,312	121,523,730	150,290,693
Accounts receivable - HPAP Program	1,432,419	-	-	-	-	1,432,419	-
Investments held in trust	-	-	-	32,989,304	-	32,989,304	-
Mortgage-backed securities at fair value	-	3,777,508	3,002,164	270,804	-	7,050,476	6,102,222
Mortgage and construction loans receivable	-	-	-	20,343,941	1,862,109	22,206,050	68,090,519
Accrued interest receivable	-	280,672	3,945	3,757,550	862,772	4,904,939	3,890,528
Total restricted current assets	20,387,710	8,278,557	3,708,762	139,016,696	18,715,193	190,106,918	228,373,962
TOTAL CURRENT ASSETS	77,667,779	8,278,557	3,708,762	139,016,696	18,715,193	247,386,987	281,994,704
NON-CURRENT ASSETS							
Unrestricted non-current assets:							
Investments	3,026,869	-	-	-	-	3,026,869	3,349,229
Mortgage and construction loans receivable	4,975,000	-	-	-	-	4,975,000	4,980,313
Due from (to) other funds	2,833,644	(2,684,066)	(149,578)	-	-	-	-
Total unrestricted non-current assets	10,835,513	(2,684,066)	(149,578)	-	-	8,001,869	8,329,542
Restricted non-current assets:							
Investments held in trust	-	10,562,286	-	-	-	10,562,286	51,006,017
Investment in joint ventures	540,931	-	-	-	-	540,931	-
Mortgage-backed securities at fair value	6,541,884	14,082,320	2,890,371	26,803,481	-	50,318,056	60,436,842
Mortgage and construction loans receivable	-	330,000	85,000	912,670,897	138,082,026	1,051,167,923	974,279,886
Loans receivable	2,171,722	-	-	1,780,783	-	3,952,505	1,967,711
McKinney Act loans receivable, net	1,290,402	-	-	-	-	1,290,402	2,982,470
Total restricted non-current assets	10,544,939	24,974,606	2,975,371	941,255,161	138,082,026	1,117,832,103	1,090,672,926
Capital assets:							
Land	573,000	-	-	-	-	573,000	573,000
Property and equipment	6,416,376	-	-	-	-	6,416,376	5,798,275
Less accumulated depreciation and amortization	(4,568,499)	-	-	-	-	(4,568,499)	(4,429,031)
Total capital assets, net	2,420,877	-	-	-	-	2,420,877	1,942,244
TOTAL NON-CURRENT ASSETS	23,801,329	22,290,540	2,825,793	941,255,161	138,082,026	1,128,254,849	1,100,944,712
TOTAL ASSETS	**$ 101,469,108**	**$ 30,569,097**	**$ 6,534,555**	**$ 1,080,271,857**	**$ 156,797,219**	**$ 1,375,641,836**	**$ 1,382,939,416**
DEFERRED OUTFLOWS OF RESOURCES							
Unamortized deferral on bond refundings	-	-	-	215,674	-	215,674	224,734
Total deferred outflows of resources	$ -	$ -	$ -	$ 215,674	$ -	$ 215,674	$ 224,734

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
COMBINING STATEMENTS OF NET POSITION - (CONTINUED)
SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR 2016)

LIABILITIES AND NET POSITION	General Fund	Single Family Program Fund	Single Family NIBP Fund	Multifamily (Conduit Bond) Program Fund	Multifamily NIBP Fund	2017	2016
CURRENT LIABILITIES							
Current liabilities payable from unrestricted assets:							
Accounts payable and accrued liabilities	$ 288,076	$ -	$ -	$ -	$ -	$ 288,076	$ 625,272
Accrued salary and vacation payable	279,498	-	-	-	-	279,498	192,814
Prepaid fees	1,513,314	-	-	-	-	1,513,314	2,172,329
Total current liabilities payable from unrestricted assets	2,080,888	-	-	-	-	2,080,888	2,990,415
Current liabilities payable from restricted assets:							
Accounts payable and accrued liabilities	-	39,497	4,376	-	-	43,873	44,471
Project funds held for borrower and other liabilities	3,758,383	1,100,773	-	92,129,088	14,097,054	111,085,298	119,389,068
Interest payable	-	169,537	46,148	4,906,950	1,634,217	6,756,852	6,848,048
Current portion of loans payable	8,710,532	-	-	-	-	8,710,532	8,234,840
Current portion of bonds payable	-	375,000	180,000	19,123,523	1,890,000	21,568,523	68,808,250
Total current liabilities payable from restricted assets	**12,468,915**	**1,684,807**	**230,524**	**116,159,561**	**17,621,271**	**148,165,078**	**203,324,677**
Total current liabilities	**14,549,803**	**1,684,807**	**230,524**	**116,159,561**	**17,621,271**	**150,245,966**	**206,315,092**
NON-CURRENT LIABILITIES							
Non-current liabilities payable from restricted assets:							
Bonds payable - less current portion	-	9,908,641	5,380,000	958,370,152	138,750,000	1,112,408,793	1,072,113,218
Total non-current liabilities payable from restricted assets	-	9,908,641	5,380,000	958,370,152	138,750,000	1,112,408,793	1,072,113,218
TOTAL LIABILITIES	**14,549,803**	**11,593,448**	**5,610,524**	**1,074,529,713**	**156,371,271**	**1,262,654,759**	**1,278,428,310**
NET POSITION							
Net invested in capital assets	2,420,877	-	-	-	-	2,420,877	1,942,244
Restricted for:							
Bond fund, collateral and Risk Share Program	2,579,729	18,975,649	924,031	5,957,818	425,948	28,863,175	30,144,621
McKinney Act Fund	7,638,929	-	-	-	-	7,638,929	5,863,116
Total restricted net position	10,218,658	18,975,649	924,031	5,957,818	425,948	36,502,104	36,007,737
Unrestricted net position	74,279,770	-	-	-	-	74,279,770	66,785,859
TOTAL NET POSITION	**86,919,305**	**18,975,649**	**924,031**	**5,957,818**	**425,948**	**113,202,751**	**104,735,840**
TOTAL LIABILITIES AND NET POSITION	**$ 101,469,108**	**$ 30,569,097**	**$ 6,534,555**	**$ 1,080,487,531**	**$ 156,797,219**	**$ 1,375,857,510**	**$ 1,383,164,150**

See Accompanying Independent Auditor's Report.

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET POSITION
SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR 2016)

	General Fund	Single Family Program Fund	Single Family NIBP Fund	Multifamily (Conduit Bond) Program Fund	Multifamily NIBP Fund	2017	2016
OPERATING REVENUES							
Investment interest income	$ 525,612	$ 701,219	$ 560	$ 746,321	$ 35,447	$ 2,009,159	$ 1,233,792
Mortgage-backed security interest income	293,072	979,915	217,212	1,634,160	-	3,124,359	3,300,301
Interest on mortgage and construction loans	-	-	-	36,635,012	5,928,888	42,563,900	37,296,196
McKinney Act interest revenue	342,930	-	-	-	-	342,930	95,437
Application and commitment fees	283,856	-	-	-	-	283,856	199,648
Other	17,104,526	-	-	12,755,944	648,313	30,508,783	31,984,436
Total operating revenues	18,549,996	1,681,134	217,772	51,771,437	6,612,648	78,832,987	74,109,810
OPERATING EXPENSES							
General and administrative	3,410,129	17,573	17,018	13,509,231	1,251,442	18,205,393	17,531,637
Personnel and related costs	5,871,029	-	-	-	-	5,871,029	4,702,747
Interest expense	116,537	241,753	147,927	36,554,954	5,751,903	42,813,074	38,085,821
Depreciation and amortization	139,468	-	-	-	-	139,468	145,227
Trustee fees and other expenses	-	20,000	2,750	1,563,940	99,742	1,686,432	2,647,713
Total operating expenses	9,537,163	279,326	167,695	51,628,125	7,103,087	68,715,396	63,113,145
OPERATING INCOME (LOSS)	**9,012,833**	**1,401,808**	**50,077**	**143,312**	**(490,439)**	**10,117,591**	**10,996,665**
NON-OPERATING REVENUES/(EXPENSES)							
Federal programs:							
Program revenue	2,402,133	-	-	-	-	2,402,133	-
Program expenses	(2,259,123)	-	-	-	-	(2,259,123)	-
Increase (decrease) in fair value of mortgage-backed securities	194,061	(717,561)	(207,061)	(1,063,129)	-	(1,793,690)	(3,382,723)
Total non-operating revenues/expenses	337,071	(717,561)	(207,061)	(1,063,129)	-	(1,650,680)	(3,382,723)
Transfers of funds, net	411,318	(2,599)	2,598	(411,222)	(95)	-	-
CHANGE IN NET POSITION	9,761,222	681,648	(154,386)	(1,331,039)	(490,534)	8,466,911	7,613,942
Net position, beginning of year, as previously stated	77,158,083	18,294,001	1,078,417	7,288,857	916,482	104,735,840	97,121,898
Net position, end of year	$ 86,919,305	$ 18,975,649	$ 924,031	$ 5,957,818	$ 425,948	$ 113,202,751	$ 104,735,840

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
COMBINING STATEMENT OF CASH FLOWS
YEARS ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR 2016)

	General Fund	Single Family Program Fund	Single Family NIBP Fund	Multifamily (Conduit Bond) Program Fund	Multifamily NIBP Fund	2017	2016
Cash Flows from Operating Activities:							
Interest received on loans	$ 342,930	$ -	$ -	$ 36,635,012	$ 5,928,888	$ 42,906,830	$ 37,198,931
Other cash receipts	16,784,580	-	-	12,755,944	747,506	30,288,030	130,936,700
Payments to vendors	(5,925,641)	(18,172)	(17,018)	(13,509,231)	(1,251,442)	(20,721,504)	(19,006,889)
Payments to employees	(5,784,345)	-	-	-	-	(5,784,345)	(4,823,996)
Net mortgage and construction loans principal (disbursements) / receipts	(474,341)	-	-	(76,637,236)	45,820,596	(31,290,981)	(171,651,544)
Principal and interest received on mortgage-backed securities	2,630,670	4,746,144	1,154,572	889,561	(88,573)	9,332,374	72,869,206
Payment for the purchase of mortgage-backed securities	-	-	-	-	-	-	(64,231,326)
Other cash payments	(2,144,718)	(20,000)	(2,750)	(8,481,200)	(99,742)	(10,748,410)	(85,454,873)
Net cash provided by (used in) operating activities	5,429,135	4,707,972	1,134,804	(48,347,150)	51,057,233	13,981,994	(104,163,792)
Cash Flows from Capital and Related Financing Activities							
Acquisition of fixed assets	(618,101)	-	-	-	-	(618,101)	(87,912)
Payments of bonds and long-term debt	-	-	-	-	-	-	-
Net cash used in capital and related financing activities	(618,101)	-	-	-	-	(618,101)	(87,912)
Cash Flows from Non-Capital Financing Activities							
Interest paid on bonds and loans	(116,537)	(721,400)	(154,567)	(36,099,761)	(6,390,889)	(43,483,154)	(38,592,941)
Transfer (to) from other funds	411,318	(2,599)	2,598	(411,222)	(95)	-	-
Proceeds from bond issuances and loans	2,528,387	-	-	192,797,661	-	195,326,048	279,758,869
Principal payments on issued debt and loans	(2,052,695)	(4,770,000)	(800,000)	(146,248,869)	(47,335,000)	(201,206,564)	(99,442,437)
Net cash provided by (used in) non-capital financing activities	770,473	(5,493,999)	(951,969)	10,037,809	(53,725,984)	(49,363,670)	141,723,491
Cash Flows from Investing Activities							
Purchase of joint venture	(540,931)	-	-	-	-	(540,931)	-
Interest received on investments	525,612	701,219	560	746,321	35,447	2,009,159	1,268,355
Sale of investments	1,223,364	3,154,563	-	15,481,155	-	19,859,082	6,620,461
Purchase of investments	(1,507,048)	(2,766,101)	-	(8,415,190)	-	(12,688,339)	(42,488,396)
Net cash (used in) provided by investing activities	(299,003)	1,089,681	560	7,812,286	35,447	8,638,971	(34,599,580)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	5,282,504	303,654	183,395	(30,497,055)	(2,633,304)	(27,360,806)	2,872,207
Cash and cash equivalents, beginning of year	66,114,465	3,916,723	519,258	112,152,152	18,623,616	201,326,214	198,454,007
Cash and cash equivalents, end of year	$ 71,396,969	$ 4,220,377	$ 702,653	$ 81,655,097	$ 15,990,312	$ 173,965,408	$ 201,326,214

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
YEARS ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR 2016)

	General Fund	Single Family Program Fund	Single Family NIBP Fund	Multi-Family (Conduit Bond) Program Fund	Multifamily NIBP Fund	2017	2016
Reconciliation of Operating Income to Net Cash Provided by Operating Activities							
Operating income (loss)	$ 9,012,833	$ 1,401,808	$ 50,077	$ 143,312	$ (490,439)	$ 10,117,591	$ 10,996,665
Depreciation and amortization	139,468	-	-	-	-	139,468	145,227
Amortization of prepaid items, premiums and discounts on debt	-	(400,052)	-	(178,832)	-	(578,884)	(2,035,712)
Interest on bonds/loans	116,537	721,400	154,567	36,099,761	6,390,889	43,483,154	38,592,941
Amortization of premium on investments	-	-	-	-	-	-	17,401
Provision for uncollectible interest revenue	(34,395)	-	-	-	-	(34,395)	(37,718)
Contingent loss expense	-	-	-	-	-	-	1,708,934
Decrease (increase) in mortgage and construction loans	(474,341)	-	-	(76,637,236)	45,820,596	(31,290,981)	(172,049,355)
Decrease in mortgage-backed securities	2,445,131	3,740,329	920,528	270,855	-	7,376,843	6,280,106
Purchases of mortgage-backed securities	-	-	-	-	-	-	(302,127)
Increase in fair value of investments	(194,061)	-	-	-	-	(194,061)	(20,297)
Interest received on investments	(525,612)	(701,219)	(560)	(746,321)	(35,447)	(2,009,159)	(1,268,355)
(Increase) decrease in assets:							
Accrued interest receivable	(120,022)	25,900	16,832	(1,015,454)	(88,573)	(1,181,317)	(226,019)
Other current assets	-	-	-	-	-	-	(52,786)
Other receivables	(3,016,865)	-	-	-	-	(3,016,865)	(254,027)
Increase (decrease) in liabilities:							
Accounts payable and accrued liabilities	225,180	(599)	-	-	-	224,581	78,419
Prepaid items	(659,015)	-	-	-	-	(659,015)	1,098,513
Project funds held for borrower and other liabilities	(1,485,703)	-	-	(6,917,260)	99,193	(8,303,770)	12,887,028
Accrued interest payable	-	(79,595)	(6,640)	634,025	(638,986)	(91,196)	277,370
Net cash provided by/(used in) operating activities	$ 5,429,135	$ 4,707,972	$ 1,134,804	$ (48,347,150)	$ 51,057,233	$ 13,981,994	$ (104,163,792)

See Accompanying Independent Auditor's Report.

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND
SEPTEMBER 30, 2017 AND 2016

1988 Collateralized Single Family Mortgage Revenue Bonds as of September 30, 2017

Asset	Cost	Fair Value	Maturities (in years) Less than 1	From 1 Up To 5	From 5 Up To 10	From 10 Up To 15	15 and More
Cash and Cash Equivalents							
Money Market Funds	$ 3,309,457	$ 3,309,457	$ 3,309,457	$ -	$ -	$ -	$ -
Total Cash and Cash Equivalents	3,309,457	3,309,457	3,309,457	-	-	-	-
Investments							
Investment Agreements	10,000,000	10,000,000	-	-	10,000,000	-	-
Total Investments	10,000,000	10,000,000	-	-	10,000,000	-	-
Mortgage-Backed Securities							
Ginnie Mae	425,308	434,919	-	434,919	-	-	-
Total Mortgage-Backed Securities	425,308	434,919	-	434,919	-	-	-
1988 Collateralized Single Family Mortgage Revenue Bonds Total Cash, Investments and Mortgage-Backed Securities	**$ 13,734,765**	**$ 13,744,376**	**$ 3,309,457**	**$ 434,919**	**$ 10,000,000**	**$ -**	**$ -**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

1988 Collateralized Single Family Mortgage Revenue Bonds as of September 30, 2016

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Money Market Funds	$ 2,722,916	$ 2,722,916	$ 2,722,916	$ -	$ -	$ -	$ -
Total Cash and Cash Equivalents	2,722,916	2,722,916	2,722,916	-	-	-	-
Investments							
Investment Agreements	10,000,000	10,000,000	-	-	10,000,000	-	-
Total Investments	10,000,000	10,000,000	-	-	10,000,000	-	-
Mortgage-Backed Securities							
Ginnie Mae	674,407	695,263	-	695,263	-	-	-
Total Mortgage-Backed Securities	674,407	695,263	-	695,263	-	-	-
1988 Collateralized Single Family Mortgage Revenue Bonds Total Cash, Investments and Mortgage-Backed Securities	**$ 13,397,323**	**$ 13,418,179**	**$ 2,722,916**	**$ 695,263**	**$ 10,000,000**	**$ -**	**$ -**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

1996 Single Family Mortgage Revenue Bonds as of September 30, 2017

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Money Market Funds	$ 910,920	$ 910,920	$ 910,920	$ -	$ -	$ -	$ -
Total Cash and Cash Equivalents	910,920	910,920	910,920	-	-	-	-
Investments							
Investment Agreements	562,286	562,286	-	-	-	-	562,286
Total Investments	562,286	562,286	-	-	-	-	562,286
Mortgage-Backed Securities							
Ginnie Mae	5,017,007	5,497,428	-	245,083	2,165,985	1,325,649	1,760,711
Fannie Mae	3,779,954	4,088,164	-	-	88,277	-	3,999,887
Freddie Mac	7,042,878	7,839,317	-	-	-	-	7,839,317
Total Mortgage-Backed Securities	15,839,839	17,424,909	-	245,083	2,254,262	1,325,649	13,599,915
1996 Single Family Mortgage Revenue Bonds Total Cash, Investments and Mortgage-Backed Securities	**$ 17,313,045**	**$ 18,898,115**	**$ 910,920**	**$ 245,083**	**$ 2,254,262**	**$ 1,325,649**	**$ 14,162,201**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

1996 Single Family Mortgage Revenue Bonds as of September 30, 2016

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Money Market Funds	$ 1,193,807	$ 1,193,807	$ 1,193,807	$ -	$ -	$ -	$ -
Total Cash and Cash Equivalents	1,193,807	1,193,807	1,193,807	-	-	-	-
Investments							
Investment Agreements	950,748	950,748	-	-	-	-	950,748
Total Investments	950,748	950,748	-	-	-	-	950,748
Mortgage-Backed Securities							
Ginnie Mae	6,373,444	7,097,347	-	217,040	2,624,070	945,749	3,310,488
Fannie Mae	4,888,131	5,374,262	-	-	157,214	-	5,217,048
Freddie Mac	8,069,893	9,150,845	-	-	-	-	9,150,845
Total Mortgage-Backed Securities	19,331,468	21,622,454	-	217,040	2,781,284	945,749	17,678,381
1996 Single Family Mortgage Revenue Bonds Total Cash, Investments and Mortgage-Backed Securities	**$ 21,476,023**	**$ 23,767,009**	**$ 1,193,807**	**$ 217,040**	**$ 2,781,284**	**$ 945,749**	**$ 18,629,129**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Single Family NIB Program as of September 30, 2017

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Demand Money Market Deposits	$ 152,770	$ 152,770	$ 152,770	$ -	$ -	$ -	$ -
Money Market Funds	549,883	549,883	549,883	-	-	-	-
Total Cash and Cash Equivalents	702,656	702,653	702,653	-	-	-	-
Mortgage-Backed Securities							
Ginnie Mae	4,742,271	4,971,062	-	-	-	-	4,971,062
Fannie Mae	870,149	921,473	-	-	-	-	921,473
Total Mortgage-Backed Securities	5,612,420	5,892,535	-	-	-	-	5,892,535
Single Family NIB Program Total Cash and Mortgage-Backed Securities	**$ 6,315,076**	**$ 6,595,188**	**$ 702,653**	**$ -**	**$ -**	**$ -**	**$ 5,892,535**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Single Family NIB Program as of September 30, 2016

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Money Market Funds	$ 519,258	$ 519,258	$ 519,258	$ -	$ -	$ -	$ -
Total Cash and Cash Equivalents	519,258	519,258	519,258	-	-	-	-
Mortgage-Backed Securities							
Ginnie Mae	5,357,220	5,729,869	-	-	-	-	5,729,869
Fannie Mae	1,202,730	1,290,255	-	-	-	-	1,290,255
Total Mortgage-Backed Securities	6,559,950	7,020,124	-	-	-	-	7,020,124
Single Family NIB Program Total Cash and Mortgage-Backed Securities	**$ 7,079,208**	**$ 7,539,382**	**$ 519,258**	**$ -**	**$ -**	**$ -**	**$ 7,020,124**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Multifamily NIB Program as of September 30, 2017

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Non-Money Market Deposits	$ 8	$ 8	$ 8	$ -	$ -	$ -	$ -
Demand Money Market Deposits	15,990,304	15,990,304	15,990,304	-	-	-	-
Money Market Funds	-	-	-	-	-	-	-
Total Cash and Cash Equivalents	15,990,312	15,990,312	15,990,312	-	-	-	-
Multifamily NIB Program Total Cash, Investments and Mortgage-backed Securities	**$ 15,990,312**	**$ 15,990,312**	**$ 15,990,312**	**$ -**	**$ -**	**$ -**	**$ -**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Multifamily NIB Program as of September 30, 2016

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Demand Money Market Deposits	$ 18,623,611	$ 18,623,611	$ 18,623,611	$ -	$ -	$ -	$ -
Money Market Funds	5	5	5	-	-	-	-
Commercial Papers	-	-	-	-	-	-	-
Total Cash and Cash Equivalents	18,623,616	18,623,616	18,623,616	-	-	-	-
Mortgage-Backed Securities							
Ginnie Mae	-	-	-	-	-	-	-
Total Mortgage-Backed Securities	-	-	-	-	-	-	-
Multifamily NIB Program Total Cash, Investments and Mortgage-backed Securities	**$ 18,623,616**	**$ 18,623,616**	**$ 18,623,616**	**$ -**	**$ -**	**$ -**	**$ -**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Multifamily (Conduit Bond) Program as of September 30, 2017

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Non-Money Market Deposits	$ 4,367	$ 4,367	$ 4,367	$ -	$ -	$ -	$ -
Demand Money Market Deposits	66,323,944	66,323,944	66,323,944	-	-	-	-
Money Market Funds	13,488,122	13,488,122	13,488,122	-	-	-	-
Total Cash and Cash Equivalents	79,816,433	79,816,433	79,816,433	-	-	-	-
Investments							
U.S. Treasury Obligations	33,220,073	32,989,304	32,989,304	-	-	-	-
Total Investments	33,220,073	32,989,304	32,989,304	-	-	-	-
Mortgage-Backed Securities							
Ginnie Mae	26,234,381	27,074,285	-	-	-	-	27,074,285
Total Mortgage-Backed Securities	26,234,381	27,074,285	-	-	-	-	27,074,285
Multifamily (Conduit Bond) Program Total Cash, Investments and Mortgage-Backed Securities	**$ 139,270,887**	**$ 139,880,022**	**$ 112,805,737**	**-**	**-**	**-**	**$ 27,074,285**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Multifamily (Conduit Bond) Program as of September 30, 2016

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Non-Money Market Deposits	$ 13,444,872	$ 13,444,872	$ 13,444,872	$ -	$ -	$ -	$ -
Demand Money Market Deposits	83,644,867	83,644,867	83,644,867	-	-	-	-
Money Market Funds	15,062,413	15,062,413	15,062,413	-	-	-	-
Total Cash and Cash Equivalents	112,152,152	112,152,152	112,152,152	-	-	-	-
Investments							
Commercial Papers	-	-	-	-	-	-	-
U.S. Treasury Obligations	38,077,002	37,935,082	-	37,935,082	-	-	-
Investment Agreements	2,120,187	2,120,187	-	12	-	-	2,120,175
Total Investments	40,197,189	40,055,269	-	37,935,094	-	-	2,120,175
Mortgage-Backed Securities							
Ginnie Mae	26,908,822	28,408,269	-	-	-	-	28,408,269
Total Mortgage-Backed Securities	26,908,822	28,408,269	-	-	-	-	28,408,269
Multifamily (Conduit Bond) Program Total Cash, Investments and Mortgage-Backed Securities	**$ 179,258,163**	**$ 180,615,690**	**$ 112,152,152**	**$ 37,935,094**	**$ -**	**$ -**	**$ 30,528,444**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Multifamily MFDP Program as of September 30, 2017

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Non-Money Market Deposits	$ 166	$ 166	$ 166	$ -	$ -	$ -	$ -
Demand Money Market Deposits	1,838,498	1,838,498	1,838,498	-	-	-	-
Money Market Funds	-	-	-	-	-	-	-
Total Cash and Cash Equivalents	1,838,664	1,838,664	1,838,664	-	-	-	-
Multifamily MFDP Program Total Cash and Cash Equivalents	**$ 1,838,664**	**$ 1,838,664**	**$ 1,838,664**	**$ -**	**$ -**	**$ -**	**$ -**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Combined Revenue Obligation Funds and General Fund as of September 30, 2017

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Non-Money Market Deposits	$ 5,462,703	$ 5,462,703	$ 5,462,703	$ -	$ -	$ -	$ -
Demand Money Market Deposits	150,091,546	150,091,546	150,091,546	-	-	-	-
Money Market Funds	18,411,151	18,411,151	18,411,151	-	-	-	-
Total Cash and Cash Equivalents	173,965,400	173,965,400	173,965,400	-	-	-	-
Investments							
U.S. Treasury Obligations	33,220,082	32,989,313	32,989,313	-	-	-	-
Investment Agreements	10,562,285	10,562,285	-	-	10,000,000	-	562,285
Corporate Obligations	3,504,357	3,509,065	606,043	1,476,788	1,426,234	-	-
GSE Obligations	125,000	123,848	-	123,848	-	-	-
Total Investments	47,411,724	47,184,511	33,595,356	1,600,636	11,426,234	-	562,285
Mortgage-Backed Securities							
Ginnie Mae	38,380,515	40,012,585	-	680,002	2,165,985	1,325,649	35,840,949
Fannie Mae	9,312,183	9,920,267	-	-	88,277	-	9,831,990
Freddie Mac	6,639,241	7,435,680	-	-	-	-	7,435,680
Total Mortgage-Backed Securities	54,331,939	57,368,532	-	680,002	2,254,262	1,325,649	53,108,619
Combined General Fund and Revenue Obligation Funds Total Cash, Investments and Mortgage-Backed Securities	**$ 275,709,063**	**$ 278,518,443**	**$ 207,560,756**	**$ 2,280,638**	**$ 13,680,496**	**$ 1,325,649**	**$ 53,670,904**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Combined Revenue Obligation Funds and General Fund as of September 30, 2016

			Maturities (in years)				
Asset	**Cost**	**Fair Value**	**Less than 1**	**From 1 Up To 5**	**From 5 Up To 10**	**From 10 Up To 15**	**15 and More**
Cash and Cash Equivalents							
Non-Money Market Deposits	$ 20,142,228	$ 20,142,228	$ 20,142,228	$ -	$ -	$ -	$ -
Demand Money Market Deposits	161,685,587	161,685,587	161,685,587	-	-	-	-
Money Market Funds	19,498,399	19,498,399	19,498,399	-	-	-	-
Commercial Papers	-	-	-	-	-	-	-
Total Cash and Cash Equivalents	201,326,214	201,326,214	201,326,214	-	-	-	-
Investments							
U.S. Treasury Obligations	38,077,002	37,935,082	-	37,935,082	-	-	-
Investment Agreements	13,070,935	13,070,935	-	12	10,000,000	-	3,070,923
Corporate Obligations	2,812,900	2,823,913	-	2,610,675	213,238	-	-
GSE Obligations	530,851	525,316	-	525,316	-	-	-
Total Investments	54,491,688	54,355,246	-	41,071,085	10,213,238	-	3,070,923
Mortgage-Backed Securities							
Ginnie Mae	41,349,052	44,096,309	-	912,302	2,624,070	945,749	39,614,188
Fannie Mae	12,273,887	13,291,910	-	-	157,214	-	13,134,696
Freddie Mac	8,069,893	9,150,845	-	-	-	-	9,150,845
Total Mortgage-Backed Securities	61,692,832	66,539,064	-	912,302	2,781,284	945,749	61,899,729
Combined General Fund and Revenue Obligation Funds Total Cash, Investments and Mortgage-Backed Securities	**$ 317,510,734**	**$ 322,220,524**	**$ 201,326,214**	**$ 41,983,387**	**$ 12,994,522**	**$ 945,749**	**$ 64,970,652**

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

1988 Collateralized Single Family Mortgage Revenue Bonds as of September 30, 2017

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Money Market Funds	$ 3,309,457	24.1%	Aaa-mf	Moody's	Uncollateralized, Uninsured
Total Cash and Cash Equivalents	3,309,457	24.1%			
Investments					
Investment Agreements	10,000,000	72.8%	A1	Moody's	
Total Investments	10,000,000	72.8%			
Mortgage-Backed Securities					
Ginnie Mae	434,919	3.2%	Aaa	Moody's	
Total Mortgage-Backed Securities	434,919	3.2%			
1988 Collateralized Single Family Mortgage Revenue Bonds Total Cash, Investments and Mortgage-Backed Securities	**$ 13,744,376**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

1988 Collateralized Single Family Mortgage Revenue Bonds as of September 30, 2016

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Money Market Funds	$ 2,722,916	20.3%	Aaa-mf	Moody's	Uncollateralized, Uninsured
Total Cash and Cash Equivalents	2,722,916	20.3%			
Investments					
Investment Agreements	10,000,000	74.5%	NR	Moody's	
Total Investments	10,000,000	74.5%			
Mortgage-Backed Securities					
Ginnie Mae	695,263	5.2%	Aaa	Moody's	
Total Mortgage-Backed Securities	695,263	5.2%			
1988 Collateralized Single Family Mortgage Revenue Bonds Total Cash, Investments and Mortgage-Backed Securities	**$ 13,418,179**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

1996 Single Family Mortgage Revenue Bonds as of September 30, 2017

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Money Market Funds	$ 910,920	4.8%	Aaa-mf	Moody's	Uncollateralized, Uninsured
Total Cash and Cash Equivalents	910,920	4.8%			
Investments					
Investment Agreements	562,286	3.0%	A1	Moody's	
Total Investments	562,286	3.0%			
Mortgage-Backed Securities					
Ginnie Mae	5,497,428	29.1%	Aaa	Moody's	
Fannie Mae	4,088,164	21.6%	Aaa	Moody's	
Freddie Mac	7,839,317	41.5%	Aaa	Moody's	
Total Mortgage-Backed Securities	**17,424,909**	**92.2%**			
1996 Single Family Mortgage Revenue Bonds Total Cash, Investments and Mortgage-Backed Securities	**$ 18,898,115**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

1996 Single Family Mortgage Revenue Bonds as of September 30, 2016

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Money Market Funds	$ 1,193,807	5.0%	Aaa-mf	Moody's	Uncollateralized, Uninsured
Total Cash and Cash Equivalents	1,193,807	5.0%			
Investments					
Investment Agreements	950,748	4.0%	A1	Moody's	
Total Investments	950,748	4.0%			
Mortgage-Backed Securities					
Ginnie Mae	7,097,347	29.9%	Aaa	Moody's	
Fannie Mae	5,374,262	22.6%	Aaa	Moody's	
Freddie Mac	9,150,845	38.5%	Aaa	Moody's	
Total Mortgage-Backed Securities	**21,622,454**	**91.0%**			
1996 Single Family Mortgage Revenue Bonds Total Cash, Investments and Mortgage-Backed Securities	**$ 23,767,009**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Single Family NIB Program as of September 30, 2017

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Demand Money Market Deposits	$ 152,770	2.3%	P-1	Moody's	Uncollateralized, Uninsured
Money Market Funds	549,883	8.3%	Aaa-mf	Moody's	Uncollateralized, Uninsured
Total Cash and Cash Equivalents	702,653	10.7%			
Mortgage-Backed Securities					
Ginnie Mae	4,971,062	75.4%	Aaa	Moody's	
Fannie Mae	921,473	14.0%			
Total Mortgage-Backed Securities	**5,892,535**	**89.3%**			
Single Family NIB Program Total Cash and Mortgage-Backed Securities	**$ 6,595,188**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Single Family NIB Program as of September 30, 2016

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Money Market Funds	$ 519,258	6.9%	Aaa-mf	Moody's	Uncollateralized, Uninsured
Total Cash and Cash Equivalents	519,258	6.9%			
Mortgage-Backed Securities					
Ginnie Mae	5,729,869	76.0%	Aaa	Moody's	
Fannie Mae	1,290,255	17.1%			
Total Mortgage-Backed Securities	**7,020,124**	**93.1%**			
Single Family NIB Program Total Cash and Mortgage-Backed Securities	**$ 7,539,382**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Multifamily NIB Program as of September 30, 2017

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Non-Money Market Deposits	$ 8	0.0%	Not Rated		Uncollateralized, Uninsured
Demand Money Market Deposit	15,990,304	100.0%	P-1	Moody's	
Total Cash and Cash Equivalents	15,990,312	100.0%			
Multifamily NIB Program Total Cash and Mortgage-Backed	**$ 15,990,312**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Multifamily NIB Program as of September 30, 2016

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Demand Money Market Deposit	$ 18,623,611	100.0%	P-1	Moody's	Uncollateralized, Uninsured
Money Market Funds	5	0.0%	AAAm	S&P	Uncollateralized, Uninsured
Total Cash and Cash Equivalents	18,623,616	100.0%			
Mortgage-Backed Securities					
Ginnie Mae	-	0.0%	Aaa	Moody's	
Total Mortgage-Backed Securities	-	0.0%			
Multifamily NIB Program Total Cash and Mortgage-Backed Securities	**$ 18,623,616**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Multifamily (Conduit Bond) Program as of September 30, 2017

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Non-Money Market Deposits	$ 4,367	0.0%	Not Rated		Uncollateralized, Uninsured
Demand Money Market deposit	66,314,960	47.4%	P-1	Moody's	Uncollateralized, Uninsured
Money Market Funds	12,191,886	8.7%	Aaa-mf	Moody's	Uncollateralized, Uninsured
Money Market Funds	1,305,220	0.9%	P-1		Uncollateralized, Uninsured
Total Cash and Cash Equivalents	79,816,433	57.1%			
Investments					
U.S. Treasury Obligations	32,989,304	23.6%	Aaa	Moody's	
Total Investments	32,989,304	23.6%			
Mortgage-Backed Securities					
Ginnie Mae	27,074,285	19.4%	Aaa	Moody's	
Total Mortgage-Backed Securities	27,074,285	19.4%			
Multifamily (Conduit Bond) Program Total Cash, Investments and Mortgage-Backed Securities	**$ 139,880,022**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Multifamily (Conduit Bond) Program as of September 30, 2016

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Non-Money Market Deposits	$ 13,444,872	7.4%	Not Rated		Uncollateralized, Uninsured
Demand Money Market deposit	83,644,867	46.4%	P-1	Moody's	Uncollateralized, Uninsured
Money Market Funds	15,062,413	8.3%	Aaa-mf	Moody's	Uncollateralized, Uninsured
Total Cash and Cash Equivalents	112,152,152	62.1%			
Investments					
Commercial Papers	-	0.0%			
U.S. Treasury Obligations	37,935,082	21.0%	Aaa	Moody's	
Investment Agreements	1,785,839	1.0%	A1	Moody's	
Investment Agreements	334,330	0.2%	A3	Moody's	
Investment Agreements	18	0.0%	Not Rated		
Total Investments	40,055,269	22.2%			
Mortgage-Backed Securities					
Ginnie Mae	28,408,269	15.7%	Aaa	Moody's	
Total Mortgage-Backed Securities	28,408,269	15.7%			
Multifamily (Conduit Bond) Program Total Cash, Investments and Mortgage-Backed Securities	**$ 180,615,690**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Multifamily MFDP Program as of September 30, 2017

Asset	Fair Value		Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents						
Non-Money Market Deposits	$	166	0.0%	Not Rated		Uncollateralized, Uninsured
Demand Money Market deposit		1,838,498	100.0%	P-1	Moody's	
Money Market Funds		-	0.0%	Aaa-mf	Moody's	
Total Cash and Cash Equivalents	$	1,838,664	100.0%			
Multifamily MFDP Program Total Cash and Cash Equivalents	**$**	**1,838,664**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Combined Revenue Obligation Funds and General Fund as of September 30, 2017

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Non-Money Market Deposits	$ 5,458,163	2.0%	Not Rated		Third Party-Held Aaa Collateral
Non-Money Market Deposits	4,541	0.0%	Not Rated		Uncollateralized, Uninsured
Demand Money Market Deposits	62,702,091	22.5%	Not Rated		Federal Reserve-Held Aaa Collateral
Demand Money Market Deposits	87,389,454	31.4%	P-1	Moody's	
Money Market Funds	17,057,320	6.1%	Aaa-mf	Moody's	
Money Market Funds	1,353,831	0.5%	P-1	Moody's	
Total Cash and Cash Equivalents	173,965,400	62.5%			
Investments					
U.S. Treasury Obligations	32,989,314	11.8%	Aaa	Moody's	
Corporate Obligations	205,254	0.1%	Aaa	Moody's	
Corporate Obligations	102,758	0.0%	Aa1	Moody's	
Corporate Obligations	513,405	0.2%	Aa2	Moody's	
Corporate Obligations	303,998	0.1%	Aa3	Moody's	
Corporate Obligations	1,473,328	0.5%	A1	Moody's	
Corporate Obligations	706,564	0.3%	A2	Moody's	
Corporate Obligations	203,757	0.1%	A3	Moody's	
GSE Obligations	123,848	0.0%	Aaa	Moody's	
Investment Agreements	10,562,285	3.8%	A1	Moody's	
Total Investments	47,184,511	16.9%			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Combined Revenue Obligation Funds and General Fund as of September 30, 2017

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Mortgage-Backed Securities as of September 30, 2017					
Ginnie Mae	40,012,585	14.4%	Aaa	Moody's	
Fannie Mae	9,920,267	3.6%	Aaa	Moody's	
Freddie Mac	7,435,680	2.7%	Aaa	Moody's	
Total Mortgage-Backed Securities	57,368,532	20.5%			
Combined General Fund and Revenue Obligation Funds Total Cash, Investments and Mortgage-Backed Securities	**$ 278,518,443**	**100.0%**			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Combined Revenue Obligation Funds and General Fund as of September 30, 2016

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Cash and Cash Equivalents					
Non-Money Market Deposits	$ 1,437,952	0.4%	Not Rated		Federal Reserve-Held Aaa Collateral
Non-Money Market Deposits	5,259,404	1.6%	Not Rated		Third Party-Held Aaa Collateral
Non-Money Market Deposits	13,444,872	4.2%	Not Rated		Uncollateralized, Uninsured
Demand Money Market Deposits	56,739,446	17.6%	Not Rated		Federal Reserve-Held Aaa Collateral
Demand Money Market Deposits	104,946,141	32.6%	P-1	Moody's	
Money Market Funds	19,498,399	6.1%	Aaa-mf	Moody's	
Total Cash and Cash Equivalents	201,326,214	62.5%			
Investments					
U.S. Treasury Obligations	37,935,082	11.8%	Aaa	Moody's	
Corporate Obligations	312,618	0.1%	Aa1	Moody's	
Corporate Obligations	335,472	0.1%	Aa2	Moody's	
Corporate Obligations	301,868	0.1%	Aa3	Moody's	
Corporate Obligations	981,074	0.3%	A1	Moody's	
Corporate Obligations	584,465	0.2%	A2	Moody's	
Corporate Obligations	308,415	0.1%	A3	Moody's	
GSE Obligations	525,316	0.2%	Aaa	Moody's	
Investment Agreements	12,736,605	4.0%	A1	Moody's	
Investment Agreements	334,330	0.1%	A3	Moody's	
Total Investments	54,355,245	16.9%			

(Continued)

DISTRICT OF COLUMBIA HOUSING FINANCE AGENCY
SCHEDULE OF CASH/CASH EQUIVALENTS, MORTGAGE-BACKED SECURITIES AND INVESTMENTS BY FUND (CONTINUED)
SEPTEMBER 30, 2017 AND 2016

Combined Revenue Obligation Funds and General Fund as of September 30, 2016

Asset	Fair Value	Percentage of Total Investments	Credit Rating	Rating Agency	Underlying Securities Credit Rating / Supporting Collateral
Mortgage-Backed Securities					
Ginnie Mae	44,096,310	13.7%	Aaa	Moody's	
Fannie Mae	13,291,910	4.1%	Aaa	Moody's	
Freddie Mac	9,150,845	2.8%	Aaa	Moody's	
Total Mortgage-Backed Securities	66,539,065	20.6%			
Combined General Fund and Revenue Obligation Funds Total Cash, Investments and Mortgage-Backed Securities	**$ 322,220,524**	**100.0%**			

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*

To the Board of Directors
District of Columbia Housing Finance Agency

We have audited, in accordance with the 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, the financial statements of the District of Columbia Housing Finance Agency (the "Agency"), a component unit of the Government of the District of Columbia, as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements, and have issued our report thereon dated January 16, 2018.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Agency's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control.

A *deficiency in internal control* 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 and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Agency's financial statements are free from 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CohnReznick LLP

Baltimore, Maryland
January 16, 2018