

2260 California Housing Finance Agency

Effective July 1, 2013, pursuant to the Governor's Reorganization Plan No. 2 of 2012, the 2013-14 information for the California Housing Finance Agency is merging with the Department of Housing and Community Development (Organization Code 2240), which is moving to this Agency (Business, Consumer Services, and Housing). The California Housing Finance Agency was previously reported within the Business, Transportation, and Housing Agency.

The mission of the California Housing Finance Agency, which was statutorily chartered in 1975 to be the State's affordable housing bank, is to create safe, decent, and affordable rental housing and to assist first-time homebuyers in achieving the dream of home ownership by providing affordable first and secondary mortgage loans and mortgage insurance. The agency is financially self-supporting, setting loan interest rates slightly above its cost and charging fees for specific services to cover its lending costs and risks.

The agency has \$11 billion in assets that are comprised mainly of loan receivables and investments related to bond proceeds. Each year, the agency produces an annual report by November 1st and is audited by independent outside auditors. The annual report and audited financial statements outline the lending activity and services provided by the agency and the financial results of those activities. These reports can be viewed using the following link: <http://www.calhfa.ca.gov/about/financials/reports/index.htm>

3-YR EXPENDITURES AND POSITIONS

	Positions			Expenditures		
	2011-12	2012-13	2013-14	2011-12*	2012-13*	2013-14*
10 Lending Activity	302.5	332.8	-	\$45,633	\$47,221	\$-
20 Insurance Activity	2.0	2.0	-	1,044	768	-
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	304.5	334.8	-	\$46,677	\$47,989	\$-
FUNDING				2011-12*	2012-13*	2013-14*
0501 California Housing Finance Fund				\$45,165	\$46,629	\$-
0916 California Housing Loan Insurance Fund				1,044	768	-
0995 Reimbursements				468	592	-
TOTALS, EXPENDITURES, ALL FUNDS				\$46,677	\$47,989	\$-

The California Housing Finance Agency's (CalHFA) funding is not subject to Budget Act appropriation. This budget display is for informational purposes only. Each spring, the CalHFA Board adopts an updated business plan and annual budget. The informational budget presented here reflects the Agency's best estimate of the proposed budget for fiscal year 2013-14. As a Public Enterprise Funded entity, CalHFA support comes from revenue bonds and is not supported by the full faith, credit or taxing power of the State of California. CalHFA continues to administer single and multifamily housing lending programs financed with revenue bond proceeds, and a number of down payment assistance programs from Proposition 46 and Proposition 1C general obligation bond proceeds.

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Health and Safety Code Sections 50000-52533.

DETAILED BUDGET ADJUSTMENTS

	2012-13*			2013-14*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Workload Budget Adjustments						
Other Workload Budget Adjustments						
• Employee Compensation Adjustments	\$-	-\$1,322	-	\$-	\$-	-
• Retirement Rate Adjustment	-	558	-	-	-	-
• Miscellaneous Adjustments	-	-3,831	6.4	-	-52,584	-328.4
Totals, Other Workload Budget Adjustments	\$-	-\$4,595	6.4	\$-	-\$52,584	-328.4
Totals, Workload Budget Adjustments	\$-	-\$4,595	6.4	\$-	-\$52,584	-328.4
Totals, Budget Adjustments	\$-	-\$4,595	6.4	\$-	-\$52,584	-328.4

* Dollars in thousands, except in Salary Range.

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PROGRAM DESCRIPTIONS

10 - LENDING ACTIVITY

The objective of this program is to finance housing at affordable interest rates, using the proceeds of tax-exempt and taxable revenue bonds to make: (1) mortgage loans to qualified first-time homebuyers to finance the purchase of single family homes, (2) permanent loans for the creation and preservation of multifamily housing projects, and (3) special needs housing loans to facilitate the construction, rehabilitation and acquisition of housing needed to serve special needs populations.

20 - INSURANCE ACTIVITY

The objective of the Mortgage Insurance Services Division is to encourage the preservation of existing housing and improve new housing opportunities by offering mortgage insurance products to homebuyers who might not qualify for traditional lending programs. The program provides primary mortgage insurance at favorable rates by working with participating lenders, government agencies, government-sponsored enterprises, and the secondary mortgage market to develop and offer innovative homebuyer lending and mortgage insurance programs. The Mortgage Insurance Services, however, is not writing new policies at this time, but it is administering existing policies, managing premium revenue from those policies and administering claims.

DETAILED EXPENDITURES BY PROGRAM

		2011-12*	2012-13*	2013-14*
PROGRAM REQUIREMENTS				
10	LENDING ACTIVITY			
	State Operations:			
0501	California Housing Finance Fund	\$45,165	\$46,629	\$-
0995	Reimbursements	468	592	-
	Totals, State Operations	\$45,633	\$47,221	\$-
PROGRAM REQUIREMENTS				
20	INSURANCE ACTIVITY			
	State Operations:			
0916	California Housing Loan Insurance Fund	\$1,044	\$768	\$-
	Totals, State Operations	\$1,044	\$768	\$-
TOTALS, EXPENDITURES				
	State Operations	46,677	47,989	-
	Totals, Expenditures	\$46,677	\$47,989	\$-

EXPENDITURES BY CATEGORY

	1 State Operations					
	Positions			Expenditures		
	2011-12	2012-13	2013-14	2011-12*	2012-13*	2013-14*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	304.5	334.8	334.8	\$23,530	\$24,045	\$23,298
Total Adjustments	-	-	-334.8	-	-	-23,298
Net Totals, Salaries and Wages	304.5	334.8	-	\$23,530	\$24,045	\$-
Staff Benefits	-	-	-	11,599	10,770	-
Totals, Personal Services	304.5	334.8	-	\$35,129	\$34,815	\$-
OPERATING EXPENSES AND EQUIPMENT				\$11,548	\$13,174	\$-
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS				\$46,677	\$47,989	\$-
(State Operations)						

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

* Dollars in thousands, except in Salary Range.

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1 STATE OPERATIONS	2011-12*	2012-13*	2013-14*
0501 California Housing Finance Fund			
APPROPRIATIONS			
Health and Safety Code Section 51000	\$45,165	\$46,629	\$-
TOTALS, EXPENDITURES	\$45,165	\$46,629	\$-
0916 California Housing Loan Insurance Fund			
APPROPRIATIONS			
Health and Safety Code Section 51611	\$1,044	\$768	\$-
TOTALS, EXPENDITURES	\$1,044	\$768	\$-
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$468	\$592	\$-
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$46,677	\$47,989	\$-

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2011-12	2012-13	2013-14	2011-12*	2012-13*	2013-14*
Totals, Authorized Positions	304.5	334.8	334.8	\$23,530	\$24,045	\$23,298
Workload and Administrative Adjustments:				Salary Range		
Merged with HCD (org. 2240) per GRP 2	-	-	-334.8	-	-	-23,298
Total Workload and Administrative Adjustments:	-	-	-334.8	\$-	\$-	-\$23,298
Total Adjustments	-	-	-334.8	\$-	\$-	-\$23,298
TOTALS, SALARIES AND WAGES	304.5	334.8	-	\$23,530	\$24,045	\$-

* Dollars in thousands, except in Salary Range.