



FEDERAL FINANCING BANK / HUD 542 RISK SHARE PROGRAM UPDATE

NCSHA HFA Institute

Washington, DC

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FEDERAL FINANCING BANK

- Created by Act of Congress – 1973
 - A government corporation subject to the general supervision of the Secretary of the Treasury
- Purpose
 - Assure coordination of Federal and federally assisted borrowing with the overall economic and fiscal policies of the Government
 - Assure that such borrowings are financed in a manner that is least disruptive to private financial markets and institutions
 - Reduce the cost of Federal and federally assisted borrowing from the public

AUTHORITY & BUSINESS LINES

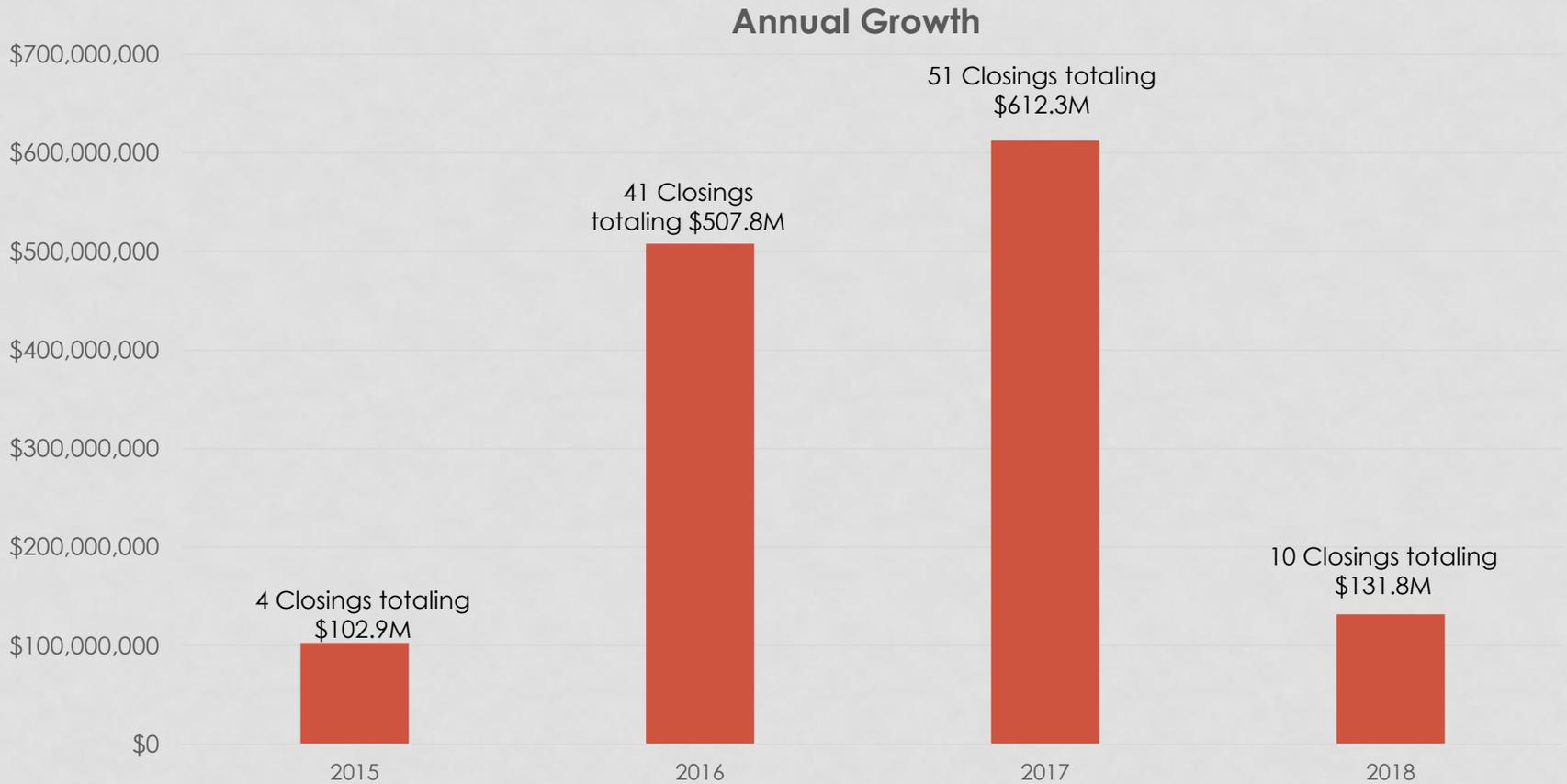
- Authorized to purchase and sell any obligation which is issued, sold, or guaranteed by a Federal agency
- Current Business Lines
 - 100% guaranteed loans to private entities
 - Direct agency lending
 - Standby lines of credit to Federal bank insurers

FFB PORTFOLIO

(MILLIONS) OCT 2017

| | |
|----------------------------------|-------------------|
| <u>Agency Debt</u> | |
| U.S. Postal Service | \$15,000.0 |
| | |
| <u>Agency Assets</u> | |
| Rural Utilities Service-CBO | \$135.0 |
| | |
| <u>Guaranteed Lending</u> | |
| Education-HBCU | \$1,566.3 |
| DOE-Adv Technology Vehicles Mfg | \$2,799.4 |
| DOE-Section 1703 (Non-Recovery) | \$5,331.8 |
| DOE-Section 1705 (Recovery) | \$6,029.6 |
| Rural Utilities Service | \$39,473.4 |
| Rural Utilities Service-GETP | \$5,310.2 |
| VA Homeless Veterans Housing | \$4.4 |
| Community Dev Fin Inst Fund | \$499.6 |
| HUD-542 Multi-Family Housing | \$1,198.2 |
| | \$77,347.9 |

RISK SHARE PROGRAM GROWTH



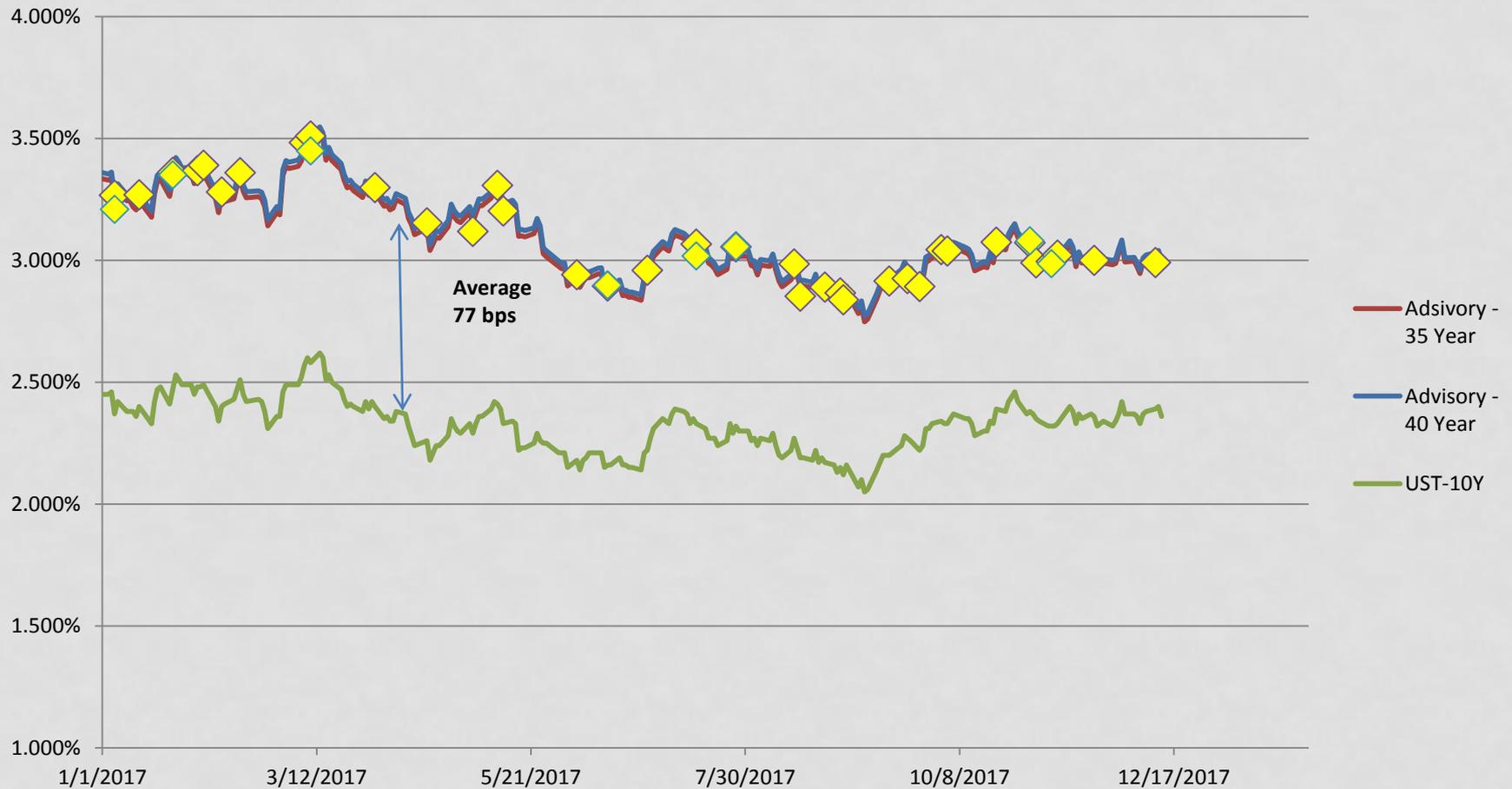
RISK SHARE PROGRAM PARTICIPANTS

| Housing Finance Agency | Certificate Purchases | Amount (\$) |
|---|------------------------------|--------------------|
| California Housing Finance Agency | 6 | 82,034,000.00 |
| Colorado Housing Finance Agency | 7 | 10,184,000.00 |
| Illinois Housing Development Authority | 6 | 97,941,331.00 |
| Kentucky Housing Corporation | 1 | 690,000.00 |
| Massachusetts Housing Finance Agency | 32 | 638,621,567.00 |
| Massachusetts Housing Partnership | 7 | 61,624,000.00 |
| Minnesota Housing Finance Agency | 2 | 6,550,000.00 |
| Montgomery County HOC | 1 | 20,000,000.00 |
| New Hampshire Housing Finance Authority | 17 | 59,322,400.00 |
| New York City Housing Development Corporation | 7 | 233,705,000.00 |
| New York State Housing Finance Agency | 1 | 2,282,520.00 |
| Rhode Island Housing and Finance Corporation | 11 | 100,432,000.00 |
| Vermont Housing Finance Agency | 5 | 25,000,000.00 |
| Virginia Housing Development Authority | 3 | 16,408,000.00 |
| 14 HFAs | 106 | 1,354,794,818.00 |

CONDITIONAL COMMITMENT TO SUPPORT NEW CONSTRUCTION

- Provides for FFB funding upon construction completion
- Pass through rates are determined at the time of funding
- Assumes HUD support and all MPSA requirements are met
- HUD and the FFB have entered into a 3 year rolling program financing agreement to fund the 542 Program
- The FFB has entered into 16 Conditional Commitments for \$313,804,939.

PASS-THROUGH RATES 2017



* Plotted data points represent all pass-through rates offered in 2017