



NEW YORK CITY
HOUSING DEVELOPMENT
CORPORATION

MEMORANDUM

TO: Members of the Audit Committee

FROM: Richard Froehlich *RF*

SUBJECT: Material for Audit Committee Meeting
August 8, 2012 at 2:30 p.m.

DATE: August 1, 2012

Attached please find the following materials for the Audit Committee meeting:

- Proposed Agenda
- Minutes of June 11, 2012 Meeting
- Debt Report
- Investment Report
- Credit Report



NEW YORK CITY
HOUSING DEVELOPMENT
CORPORATION

MEMORANDUM

TO: Members of the Audit Committee
FROM: Richard Froehlich *RF*
SUBJECT: Agenda for Audit Committee Meeting
DATE: August 1, 2012

For the Audit Committee Meeting, which will take place on Wednesday, August 8th, at 2:30 p.m., I propose the following agenda:

1. Roll Call
2. Approval of Minutes of the Meeting Held on June 11, 2012
3. Debt Report
4. Investment Report
5. Credit Risk Update
6. Other Business

**MINUTES OF THE MEETING OF
THE NEW YORK CITY HOUSING DEVELOPMENT CORPORATION
AUDIT COMMITTEE**

June 11th, 2012

A meeting of the Members of the Audit Committee of the New York City Housing Development Corporation (the "Corporation") was held on Monday June 11th, 2012 at the offices of the Corporation, 110 William Street, 10th Floor, New York, New York.

The meeting was called to order at 3:35 pm by Mr. Felix Ciampa, Board Member, who noted the presence of a quorum. Mr. Ciampa called for approval of the minutes from the April 16th, 2012 meeting. The minutes were approved.

Mr. Ciampa turned to Mr. Rich Froehlich, Chief Operating Officer and General Counsel of the Corporation to provide an overview of the agenda.

Mr. Ciampa then turned to Mr. Bharat Shah, Controller of the Corporation, to provide the second quarter financial report. Mr. Shah noted that the Corporation is pleased to submit for the Audit Committee Member's review the unaudited financial statements for the second quarter of FY 2012, which covers the period from November 1st 2011 through April 30th 2012. Mr. Shah further noted that growth in assets and liabilities has continued from last fiscal year through the second quarter of this fiscal year. The financial highlights include the following: \$496.4 million of bonds were issued by the Corporation. Total assets at second quarter end are \$11.9 billion, an increase of \$48.4 million or 0.41% from Fiscal Year end 2011. Total liabilities are \$10.41 billion, an increase of \$6.1 million or 0.1% from Fiscal Year end 2011. Total net assets are \$1.49 billion, an increase of \$42.3 million or a 2.92% increase from last fiscal year end. Net income thru second quarter of this fiscal year is \$42.3 million. An increase of \$8.7 million or a 25.9% compared to the same period last year.

Mr. Ciampa then turned to Ms. Ellen Duffy, Senior Vice President of Debt Issuance and Finance to present HDC's debt report for the month of April 2012. Ms. Duffy noted that the report has been revised to better reflect HDC's variable rate bonds outstanding. Ms. Duffy further noted that the Corporation issued \$65.8mm of tax-exempt bonds and \$2mm of taxable bonds in a stand-alone resolution, and \$67.5mm of tax-exempt bonds in the Open Resolution in March 2012. Redemptions in March and April totaled \$12.5 million from 1 series of Open Resolution bonds and \$78.2 million from 1 series of stand-alone bonds. HDC's debt outstanding as of April 30, 2012 is approximately \$8.4 billion. The Corporation's statutory debt capacity stands at \$10.25 billion.

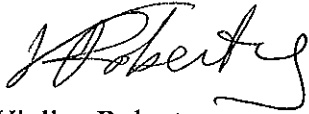
Ms. Duffy continued with the Corporations' Weekly Investment Report for the week of May 22, 2012. Ms. Duffy noted that funds under management totaled approximately \$2.3 billion, consistent with the balances we have been experiencing this year. This report reflects routine investment activity.

Mr. Ciampa then recognized Ms. Mary Hom, Deputy Director-Credit Risk, for the counterparty credit risk exposure report. Ms. Hom reported that there were no changes to the list of counterparties since the last report. There were a number of downgrades, including the Moody's downgrade of Dexia Credit Local to Baa2 from Baa1 due to the Bank's weakened liquidity and risk profile. Additionally, Moody's downgraded various German banks, including Landesbank Baden-Wuerttemberg to A3 from A2, and Landesbank Hessen-Thuringen (Helaba) to A2 from A1 on concerns about further shocks from the Euro area debt crisis. Ms. Hom also noted that the Corporation does not currently have any direct exposure to any of the Spanish banks. Ms. Hom continued her report by noting that the Corporation's counterparty exposure remained pretty well-diversified with Fannie Mae continuing to be the largest counterparty exposure, followed by Citibank. Investments rated double-A or higher were 50% of total investments (versus 47% at the last report). The weighted average maturity was 4.7 years (versus 3.9 years at the last report). Ms. Hom concluded her report with the exposure to liquidity providers which remained unchanged since the last report at approximately \$24 million; however, Ms. Hom reported that since the report was run, the 2009 C-4 bonds were redeemed on May 31st thus reducing the exposure to liquidity providers to \$11 million. Ms. Scott asked if the Committee could be informed of any major rating actions when they occur. Mr. Jahr responded that Management would inform the Committee of any such actions.

Mr. Ciampa then turned the Committee's attention to Ms. Shirley Jarvis, Vice President of Internal Audit to present the Internal Audit report. Ms. Jarvis proceeded to report on the results on the Accounts Receivable audit. She stated that the primary objectives of the review were to: Ensure that receipts were properly processed, reconciled and accurately recorded; Determine if unapplied receipts were reviewed and monitored; Determine if reversals were properly recorded in Oracle AR and GL and determine if system access controls were adequate, based on job function. The scope of the audit focused on system access to the Oracle AR module and receipts processed from May 31, 2011 through October 31, 2011. The Audit Staff noted no matters involving internal controls that they considered to be material weaknesses. Generally, The Staff found that the Accounts Receivables were properly processed in accordance with the procedures and based on the review of selected activities; Internal Audit Staff found that receipts were accurately processed and reconciled; the unapplied receipts were reviewed and monitored on a regular basis and receipts were accurately recorded in the GL. Ms Jarvis noted that recommendations for improvement were made to management to enhance the efficiency of operations in areas pertaining to: 1). Unapplied Lockbox Receipts; 2.) System access to the Accounts Receivable Module and 3.) Update the documented policies and procedures for certain accounts receivable processes. Ms Jarvis referred the Members to the report for a summary of the recommendations and management's action plan to address them. Mr. Ciampa requested that the members be notified once management response to the recommendations.

At 3:58 pm, with no further business, Mr. Ciampa moved to dismiss and the meeting was adjourned.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "Violine Roberty". The signature is written in black ink and is positioned above the printed name.

Violine Roberty

**MINUTES OF THE MEETING OF
THE NEW YORK CITY HOUSING DEVELOPMENT CORPORATION
AUDIT COMMITTEE**

June 11th, 2012

ATTENDANCE LIST

<u>NAME</u>	<u>AFFILIATION</u>
Denise Scott	Audit Committee Member
Felix Ciampa	Audit Committee Member
Kimberly Hancy	Ernst & Young
Marc Jahr	NYC Housing Development Corp.
Richard Froehlich	NYC Housing Development Corp.
Joan Tally	NYC Housing Development Corp.
Cathy Baumann	NYC Housing Development Corp.
Ellen Duffy	NYC Housing Development Corp.
Pellegrino Mariconda	NYC Housing Development Corp.
Urmaz Naeris	NYC Housing Development Corp.
Mary Hom	NYC Housing Development Corp.
Shirley Jarvis	NYC Housing Development Corp.
Bharat Shah	NYC Housing Development Corp.
Mary John	NYC Housing Development Corp.
Jaclyn Moynahan	NYC Housing Development Corp.
Uyen Luu	NYC Housing Development Corp.
Catherine Foody	NYC Housing Development Corp.
Cheuk Yu	NYC Housing Development Corp.
Adelina Shyti	NYC Housing Development Corp.
Mohammad Zaman	NYC Housing Development Corp.
Violine Roberty	NYC Housing Development Corp.



NEW YORK CITY
HOUSING DEVELOPMENT
CORPORATION

MEMORANDUM

TO: Members of the Audit Committee
FROM: Ellen Duffy *[Signature]*
SUBJECT: Monthly Debt Report for June 30, 2012
DATE: AUGUST 1, 2012

Attached please find HDC's debt report for the month of June, 2012.

The Corporation issued \$363.53mm of tax-exempt bonds in the Open Resolution, and \$41.53mm of tax-exempt bonds in a stand-alone resolution in May and June 2012.

Redemptions in May and June totaled \$209.97 million from 7 series of Open Resolution bonds and \$39.38 million from 2 series of stand-alone bonds.

HDC's debt outstanding as of June 30, 2012 is approximately \$8.6 billion. The Corporation's statutory debt capacity stands at \$10.25 billion.

HDC Debt -- Monthly Report of Jun 30, 2012

Total HDC Debt		Open Resolution		New Issue Bond Program		Stand-Alone Bonds		Coop-Open Resolution		Total HDC Bonds	
Principal	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent	Amount
Fixed Rate	2,628,260,000	74.5%	499,240,000	100%	493,224,562	11%	66,465,000	100%	3,687,189,562	43%	
Var-Term	294,380,000	8.3%	-	0%	-	0%	-	0%	294,380,000	3%	
Var-Index	592,855,000	16.8%	-	0%	80,000,000	2%	-	0%	672,855,000	8%	
VRDO	11,190,000	0.3%	-	0%	3,899,995,000	87%	-	0%	3,911,185,000	46%	
Total	3,526,685,000	100%	499,240,000	100%	4,473,219,562	100%	66,465,000	100%	8,565,609,562	100%	
Statutory Limit									10,250,000,000		
Remaining Capacity									1,684,390,438		16.43%

Open Resolution Variable Rate Exposure		Bond Maturity		Rate Reset Period/Index		Bond Tax Status		Average Bond Rate		Weighted Avg. Loan Rate		Weighted Avg. Spread	
Series	Bond Total	Mortgage Loan Balance	Bond Maturity	Rate Reset Period/Index	Bond Tax Status	Average Bond Rate	Weighted Avg. Loan Rate	Weighted Avg. Spread					
2002 C	44,560,000	73,966,782	2034	Quarterly/ 3 M FHLB Swap Rate + 30 bps	Taxable	0.45%	7.71%	12.346%					
2008 E	96,065,000	98,642,387	2037	Quarterly/ 3 M FHLB Swap Rate + 30 bps	Taxable	0.45%	3.49%	3.132%					
2008 F	86,415,000	59,996,508	2041	Quarterly/ 3 M FHLB Swap Rate + 30 bps	Taxable	0.45%	6.22%	3.863%					
2008 J	34,330,000	44,303,271	2043	Quarterly/ 3 M LIBOR + 80 bps	Taxable	1.27%	6.39%	6.978%					
2008 K	100,450,000	151,997,789	2043	Quarterly/ 3 M LIBOR + 70 bps	Taxable	1.17%	4.69%	5.923%					
2009 I-2	25,000,000	90,255,581	2039	Quarterly/ 3 M LIBOR + 48 bps	Taxable	0.95%	1.00%	2.664%					
2010 H	69,495,000	99,812,350	2040	Quarterly/ 3 M LIBOR + 54 bps	Taxable	1.01%	4.80%	5.889%					
2011 F-2	56,460,000	61,398,536	2040	Quarterly/ 3 M LIBOR + 48 bps	Taxable	0.95%	5.98%	5.554%					
2011 F-3	12,540,000	40,783,588	2040	Quarterly/ 3 M LIBOR + 48 bps	Taxable	0.95%	3.63%	10.870%					
2012 A	67,540,000	51,608,348	2014	Weekly/ 7 D SIFMA + 110 bps	Tax-Exempt	1.28%	1.28%	0.00%					
Total	592,855,000	772,765,141											
VRDO													
2010 D-2	11,190,000	11,190,000	(4)		Tax-Exempt		0.19%	0.00%					
Total	11,190,000	11,190,000											

Open Resolution Interest Rate CAPs		Bond Maturity	
Outstanding National Amount With Goldman Sachs	Strike Rate	Maturity Date	Hedge Ratio: Short-Term Assets/Variable Debt
(5)	235,609,345	7.35%	11/1/2032
(6)	278,325,549	46.95%	

2012 Volume Cap	
Awarded (City) Jun	Balance Available 06/30/12
NYS Carryforward 2011	70,000,000
Awarded (City) Jun	178,906,462
Awarded (State) Jun	101,340,000
Used up to 06/30	(344,345,000)
Total	5,901,462

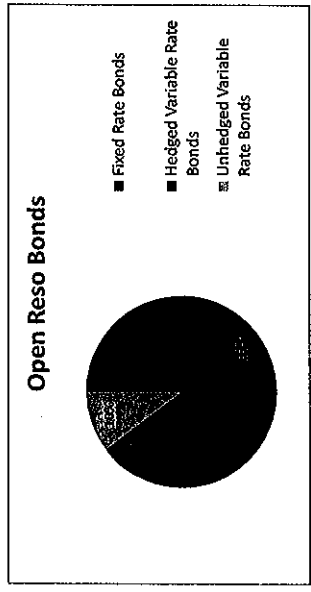
Notes

- (1) One loan (Dayton Tower) is still advancing; loan prepayment recently received
- (2) The mortgages are collateral for both I-1 (50,000,000 outstanding) and I-2 (variable)
- (3) The bond is structured as a pass-thru deal and the borrower is responsible for the bond interest, which is fully capitalized.
- (4) Pass-thru structure - HDC does not take the interest rate risk nor the bank bond risk; the Liquidity Provider for 2010 D-2 is J.P. Morgan Chase, respectively
- (5) Interest rate caps are not legally tied to the associated bond series, therefore provides a hedge to the full Open Resolution variable rate portfolio
- (6) Includes only those assets for which HDC keeps the earnings

Debt Issuance / Key Events	
- Debt Issuance in Jun:	
2012 Series A (West 26th Street Dev)	\$41,530,000
2012 Series D-1-A HRB	\$48,725,000
2012 Series D-1-B HRB	\$85,450,000
2012 Series D-2-A HRB	\$71,855,000
2012 Series D-2-B HRB	\$17,780,000
2012 Series D-2-C HRB	\$25,000,000
- Redemptions in Jun:	
2008 Series A Prospect Macy-Full redemption	\$8,565,000
2011 Series A HRB -partial redemption	\$68,885,000

Rates of the Index Floating Bonds:		
3 M FHLB Swap Rate -	May 2012- Jul 2012	0.1520%
3 M LIBOR -	May 2012- Jul 2012	0.4659%
7 D SIFMA -	Current Month Average	0.1800%

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NEW YORK CITY
HOUSING DEVELOPMENT
CORPORATION

MEMORANDUM

TO: Members of the Audit Committee
FROM: Ellen Duff *ED*
SUBJECT: Weekly Investment Report for July 17, 2012
DATE: AUGUST 1, 2012

Attached please find HDC's investment report for July 17, 2012. Funds under management totaled approximately \$2.47 billion, consistent with the balances we have been experiencing this year. This report reflects routine investment activity.

Weekly Investment Report
Tuesday, July 17, 2012

	7/17/2012	7/5/2012	Weekly Change	10/31/2011	Change 10/31/2011 to Current
Total Investments	2,472,371,359	2,492,163,506	(19,792,146)	2,576,393,722	(104,022,363)
Investments by Pool:					
Open Resolution Revenue	124,161,397	109,107,222	15,054,175	178,259,579	(54,098,182)
Project-Related GNMIAs	154,885,960	182,712,914	(27,826,954)	185,836,274	(30,950,314)
Open Resolution DSR	85,143,529	85,143,529	-	78,521,155	6,622,374
Open Resolution Capitalized Interest	7,089,096	7,089,096	-	9,399,631	(2,310,535)
Open Resolution Bond Proceeds	758,085,464	765,007,097	(6,921,633)	866,160,068	(108,074,604)
Open Resolution Redemption	-	-	-	-	-
Open Resolution Prepayment	64,516,988	75,705,962	(11,188,974)	137,724,915	(73,207,927)
Non Bonded Proceeds	492,293	492,293	-	1,245,285	(752,992)
Mitchell-Lama Prepayment	5,191,662	5,191,662	-	7,185,536	(1,993,874)
NYCHA (Stand Alone, All Funds)	31,164,000	31,164,000	-	30,966,778	197,222
Bond Proceeds, Non-OR	121,848,511	124,713,828	(2,865,318)	88,211,791	33,636,720
HPD Participating Loan (Schermerhorn)	2,611,854	1,333,554	1,278,300	4,836,851	(2,224,997)
236 Subsidy (Mortgage Loan Trust) *	-	-	-	-	-
Bond Revenue Funds, Non-OR	80,134,545	79,270,645	863,900	79,239,743	894,802
Subtotal, Bond-Related	1,435,325,299	1,466,931,803	(31,606,504)	1,667,587,606	(232,262,307)
HPD Funds	221,124,178	205,143,806	15,980,372	179,184,868	41,939,310
Escrows (HDC retains earnings)	30,731,555	29,121,707	1,609,848	22,489,137	8,242,418
Reserves for Replacement, Escrows	218,062,105	218,114,252	(52,147)	207,955,015	10,107,089
Subtotal, Loan Servicing	469,917,838	452,379,765	17,538,073	409,629,021	60,288,817
Housing Assistance Corp.	13,312,500	13,665,700	(353,200)	18,230,800	(4,918,300)
REMIC	78,987,753	79,251,465	(263,711)	77,025,491	1,962,262
Mitchell-Lama Claim Payment Fund	2,348,000	2,348,000	-	2,346,000	2,000
Construction Loan Mortgage Equity	2,172,085	2,171,930	155	1,991,034	181,052
Corporate Services - 421a Funds	55,993,987	55,981,487	12,500	24,665,216	31,328,770
Corporate Services - Committed to HDC Loans	39,479,265	41,377,623	(1,898,358)	53,274,095	(13,794,829)
Corporate Services - Citi Loan Participation	85,172,423	85,172,423	-	155,492,946	(70,320,524)
Corporate Services - General/Operating***	189,023,248	192,247,250	(3,224,002)	60,442,167	128,581,081
Corporate Services - RAP	-	-	-	1,684,736	(1,684,736)
Corporate Services - AHPLP	-	-	-	1,165,596	(1,165,596)
Corporate Services - Revolving/Warehousing	-	-	-	-	-
Corporate Services - Future Mitchell Lama Grants	-	-	-	6,239,811	(6,239,811)
Corporate Services - Mitchell Lama Repair Fund	1,501	1,501	-	5,978,893	(5,977,393)
Corporate Services - HPD 2004 M.O.U.	13,701	13,701	-	13,663	37
Corporate Services - HUD Multi-Family Loan Fund	5,372,138	5,369,238	2,900	7,282,771	(1,910,633)
Corporate Services - HPD 15 Year Reserves	1,820,667	1,820,667	-	1,293,128	527,539
Corporate Services - Designated and Restricted / Rating and Reserves **	93,430,955	93,430,955	-	82,050,750	11,380,205
Subtotal, HDC Non-Bond Programs	567,128,222	572,851,938	(5,723,716)	499,177,096	67,951,126
Total, All Pools	2,472,371,359	2,492,163,506	(19,792,147)	2,576,393,722	(104,022,362)

* This amount represents the 2nd mortgage payoffs from the Mitchell Lama closing held by HDC prior to transfer to REMIC trustee

** 72,500,000 Rating Agency Reserve

*** 5,860,000 2006 A DSR

**** 15,070,955 (NYCHA GUARANTY)

***** 3M Self Insurance Reserve for Errors and Omissions

***** 19M Six Month Operating Reserve

Weekly Investment Report
Tuesday, July 17, 2012

07/17/2012

Percentage of
Type of Securities
Held

Change 10/31/2011 to
Current

	7/17/2012	7/5/2012	Weekly Change	10/31/2011	Change 10/31/2011 to Current
Total Investments	2,472,371,359	2,492,163,506	(19,792,146)	2,576,393,722	(104,022,363)
Investments by Security:					
Repurchase Agreements	161,049,000	211,002,000	(49,953,000)	194,944,000	(33,895,000)
Guaranteed Investment Contracts	315,533,600	318,175,401	(2,641,801)	165,057,649	150,475,950
Demand Deposit (Interest Bearing)	897,215,800	863,852,191	33,363,609	884,032,728	13,183,072
Certificate of Deposit	68,000,000	68,000,000	-	68,000,000	-
Agencies	486,966,000	461,926,000	25,040,000	426,325,071	60,640,929
Project-Related GNMA	154,885,960	182,712,914	(27,826,954)	185,836,274	(30,950,314)
Municipal Bonds	77,035,000	77,035,000	-	97,000,000	(19,965,000)
Treasuries	311,686,000	309,460,000	2,226,000	555,198,000	(243,512,000)
Total	2,472,371,359	2,492,163,506	(19,792,146)	2,576,393,722	(104,022,363)

Diversification Details:
Repurchase Agreements:

	Amount Outstanding
Chase Securities, Inc.	-
Citigroup	-
Daiwa Securities	34,689,000
Banc Of America Securities	-
Mizuho Securities Usa, Inc.	126,360,000
Total	161,049,000

Commercial Paper

GIC Uncollateralized %	97.56%
GIC Collateralized %	2.44%

	Uncollateralized	%	Collateralized	%	Total
Guaranteed Investment Contracts					
Bank Of America	-	0.00%	6,505,183	0.00%	6,505,183
Bayerische Landesbank	14,068,865	4.57%	-	0.00%	14,068,865
Credit Agricole CIB NEW YORK Calyon	287,373,902	93.35%	-	0.00%	287,373,902
Rabobank International	4,342,401	1.41%	-	0.00%	4,342,401
RBC Capital Markets Corporation	1,704,962	0.55%	-	0.00%	1,704,962
Societe Generale Gic	348,286	0.11%	-	0.00%	348,286
Westdeutsche Landesbank	-	0.00%	1,190,001	15.46%	1,190,001
Total	307,838,417	100.00%	7,695,184	100.00%	315,533,600

Demand Deposit (Interest Bearing)

Wells Fargo / Wachovia	-	0.00%	0.000%	0.00%	(0)
H.S.B.C	167,352,588	18.65%	6,769%	6.769%	
Webster	-	0.00%	0.000%	0.000%	
Flushing Commercial Bank	52,510,674	5.85%	2.124%	2.124%	
JP MORGAN CHASE BANK	141,697,025	15.79%	5.731%	5.731%	
NYC Community Bank	56,768,989	6.33%	2.296%	2.296%	
Signature	478,886,524	53.37%	19.370%	19.370%	
Total	897,215,800	100.00%	36,290%		

Note : Does not include DDA accounts that reconcile to zero.



NEW YORK CITY
HOUSING DEVELOPMENT
CORPORATION

MEMORANDUM

To: Members of the Audit Committee
From: Mary Hom *MH*
Date: July 30, 2012
Re: Counterparty Credit Risk Exposure

I have attached a report detailing the Corporation's counterparty exposure as of July 23, 2012.

Please let me know if you have any questions.

FOR INTERNAL USE ONLY

NEW YORK CITY HOUSING DEVELOPMENT CORPORATION
 Counterparty Credit Risk Exposure Report as of July 23, 2012

Counterparty	Moody's	S&P	Construction LOC	Permanent Enhancement	Investment	TOTAL COUNTERPARTY EXPOSURE	% Total Counterparty Exposure
Assured Guaranty	Aa3	AA-	\$67,800,000			\$67,800,000	0.68%
Bank of America	Aa3	A	\$311,770,000	\$26,455,000	\$6,587,519	\$344,812,519	3.45%
Bank of New York	Aa1	AA-	\$64,195,000			\$64,195,000	0.64%
Bayerische Landesbank	Aaa	NR			\$14,466,365	\$14,466,365	0.14%
CALYON/Credit Agricole Corporate & Investment Bank	Aa2	A			\$281,457,752	\$281,457,752	2.82%
Citibank	Aa3	A	\$806,520,000	\$296,024,264	\$20,546,000	\$1,102,544,264	11.03%
Daiwa Securities	Baa2	BBB+			\$0	\$0	0.00%
Dexia (**See below)	Baa2	BBB			\$5,000,000	\$5,000,000	0.05%
Dormitory Authority of the State of New York	NR	AAA			\$58,629,148	\$58,629,148	0.59%
Fishing Bank	NR	NR			\$61,820,000	\$61,820,000	0.62%
Goldman Sachs Bank	Aa1	A	\$61,820,000			\$61,820,000	0.62%
Helaba (guaranteed)	Aa1	AA	\$140,800,000			\$140,800,000	1.41%
Helaba (unguaranteed)	Aa2	A	\$210,000,000			\$210,000,000	2.10%
HSBC	Aa3	AA-	\$40,685,000		\$169,905,972	\$210,590,972	2.11%
JPMorgan Chase Bank	Aa3	A+	\$446,750,000	\$16,910,000	\$237,521,047	\$701,161,047	7.01%
Landesbank Baden-Wuerttemberg	Aa3	NR		\$70,000,000		\$70,000,000	0.70%
M&T Bank	A2	A	\$13,145,000			\$13,145,000	0.13%
MBIA-Illinois/Naal Public Finance Guarantee Corp	Baa2	BBB		\$225,410,000		\$225,410,000	2.25%
Mizuho Securities	A2	A			\$135,601,000	\$135,601,000	1.36%
NYC GO (Dexia) (**See below)	Baa2	BBB			\$28,060,000	\$28,060,000	0.28%
NYC GO (unenhanced)	Aa3	AA			\$35,470,000	\$35,470,000	0.35%
NYC Transitional Finance Authority	Aa1	AAA			\$5,240,000	\$5,240,000	0.05%
NY Community Bank	A3	BBB			\$53,944,563	\$53,944,563	0.54%
NYS Urban Development	NR	AAA			\$2,265,000	\$2,265,000	0.02%
Rabobank	Aa2	AA			\$4,443,184	\$4,443,184	0.04%
RBS Citizens N.A.	Aa3	A	\$635,000,000		\$166,891,438	\$635,000,000	6.35%
REMIC	NR	AA		\$166,891,438		\$166,891,438	1.67%
Royal Bank of Canada	Aa3	AA-			\$1,704,962	\$1,704,962	0.02%
Signature Bank	NR	NR			\$465,329,460	\$465,329,460	4.65%
Societe Generale	Aa2	A			\$440,166	\$440,166	0.00%
SONYMA	Aa1	NR		\$370,526,006	\$1,000,000	\$371,526,006	3.72%
SunTrust Bank	A3	BBB-		\$100,000,000		\$100,000,000	1.00%
US Agency:	Aaa	AA+	\$212,420,000	\$3,081,633,123	\$643,385,130	\$3,937,438,254	39.38%
FHA/HUD			\$20,225,000	\$81,249,011		\$101,474,011	1.01%
FHLB			\$192,195,000		\$257,670,000	\$449,865,000	4.50%
FHLMC				\$519,467,984	\$30,040,000	\$549,507,984	5.50%
FNMA (**See below)				\$2,331,482,365	\$141,777,000	\$2,473,259,365	24.74%
GNMA				\$149,433,763	\$154,514,130	\$303,947,893	3.04%
Other Agency					\$59,384,000	\$59,384,000	0.59%
US Treasury	Aaa	AA+			\$305,647,000	\$305,647,000	3.06%
Wells Fargo Bank	Aa3	AA-	\$154,900,000			\$154,900,000	1.55%
West LB (guaranteed)	Aa1	AA-			\$1,190,000	\$1,190,000	0.01%
TOTAL			\$3,024,985,000	\$4,494,649,831	\$2,477,834,268	\$9,997,469,099	100.00%

*Counterparty Exposures Above 10% Are Highlighted

** Does not include municipal investment exposure (see following page)

NEW YORK CITY HOUSING DEVELOPMENT CORPORATION
Counterparty Credit Risk Exposure Report as of July 23, 2012

Issuer	Amount		
Dormitory Authority of the State of New York	\$5,000,000		
NYC GO (Dexia-enhanced)	\$28,060,000		
NYC GO (unenanced)	\$35,470,000		
NYC TFA	\$5,240,000		
NYS Urban Development	\$2,265,000		
SONYMA	\$1,000,000		
Total Municipal Investments	\$77,035,000		
Including VRDO Exposure:		TOTAL COUNTERPARTY EXPOSURE	% Total Counterparty Exposure
Counterparty	\$28,060,000		0.28%
Dexia			
Exposure to Counterparties Rated A-Minus and Below, or Not-Rated:			
Counterparty	Type of Exposure	Amount	% Total Counterparty Exposure
Bank of America	LOC/Perm/GIC	\$344,812,518.61	3.45%
Citibank	LOC/Perm	\$1,102,544,263.74	11.03%
Daiwa Securities*	Repo	\$20,546,000	0.21%
Dexia Credit Local	Municipals	\$28,060,000	0.28%
Flushing Bank^	Money Market	\$58,629,148	0.59%
Landesbank Baden-Wuerttemberg	Perm	\$70,000,000	0.70%
MBIA-Illinois/Natl Public Finance Guarantee Corp+	Bond Insurance	\$225,410,000	2.25%
NY Community Bank^	Money Market	\$53,944,563	0.54%
RBS Citizens	LOC	\$635,000,000	6.35%
Signature Bank^	Money Market	\$465,329,460	4.65%
TOTAL		\$3,004,275,952	30.05%
*Repurchase agreement fully- or over-collateralized by US Treasury/Agency securities			
^Money market fully-collateralized by FHLB LOC or U.S. Agency securities			
+2005 Series A Capital Fund Program Revenue Bonds (NYCHA); underlying bond rating of AA+ by S&P			
Country	Type	S Amount	% Total Counterparty Exposure
Canada (RBC)	GIC	\$1,704,962	0.02%
France (CALYON/Dexia/Societe Generale)	GIC/MUNI	\$309,957,918	3.10%
Germany (Bayerische Landesbank/Helaba/LBW/West LB)	GIC/LOC	\$436,456,366	4.37%
Japan (Mizuho/Daiwa)	REPO	\$156,147,000	1.56%
Netherlands (Rabobank Nederland)	GIC	\$4,443,184	0.04%
United Kingdom (HSBC)	MM/LOC	\$210,590,972	2.11%
TOTAL		\$1,119,300,402	11.20%



NEW YORK CITY HOUSING DEVELOPMENT CORPORATION
Credit Enhancement Diversification as of July 23, 2012

CONSTRUCTION PROJECTS

Provider	Moody's	S&P	Enhancement During Construction:			Expected Permanent Enhancement:		
			Number of Projects	LOC Amount	% of Total During Construction	Number of Projects	Permanent Enhanced or Insured Amount	% of Total During Permanent
Assured Guaranty	Aa3	AA-	1	\$67,800,000	2.24%	1	\$67,800,000	3.65%
Bank of America	A3	A	8	\$311,770,000	10.31%	1	\$100,000,000	5.36%
Bank of New York	Aa1	AA-	5	\$64,195,000	2.12%	0	\$0	0.00%
Citibank	A3	A	20	\$806,520,000	26.66%	2	\$20,840,000	1.12%
FHA/HUD	Aaa	AA+	1	\$20,225,000	0.67%	4	\$71,538,000	3.85%
FHLB	Aaa	AA+	9	\$192,195,000	6.35%	1	\$69,865,000	3.76%
FHLMC	Aaa	AA+	0	\$0	0.00%	6	\$250,360,000	13.46%
FNMA	Aaa	AA+	0	\$0	0.00%	1	\$635,000,000	34.15%
Goldman Sachs Bank	A2	A	2	\$61,820,000	2.04%	0	\$0	0.00%
Helaba (unguaranteed)	A2	A	1	\$210,000,000	6.94%	1	\$210,000,000	11.29%
HSBC	Aa3	AA-	1	\$40,685,000	1.34%	0	\$0	0.00%
JPMorgan Chase	Aa3	A+	24	\$446,730,000	14.77%	0	\$0	0.00%
M&T Bank	A2	A	1	\$13,145,000	0.43%	0	\$0	0.00%
NONE	NR	NR	9	\$0	0.00%	1	\$0	0.00%
RBS Citizens NA	A3	A	1	\$635,000,000	20.99%	0	\$0	0.00%
REMIC	NR	AA	0	\$0	0.00%	53	\$83,131,000	4.47%
SONYMA	Aa1	NR	0	\$0	0.00%	16	\$350,868,806	18.87%
Wells Fargo	Aa3	AA-	4	\$154,900,000	5.12%	0	\$0	0.00%
TOTAL	87		87	\$3,024,985,000	100.00%	87	\$1,859,402,806	100.00%

In Construction Rating	% of Total
AAA	0.00%
AA	17.85%
A	82.15%
NR	0.00%
TOTAL	100.00%

PERMANENT LOANS WITH ENHANCEMENT

Provider	Moody's	S&P	Number of Projects	Enhanced Amount	% of Total Permanent Enhanced Amount
Bank of America	A3	A	2	\$26,455,000	0.59%
Citibank	A3	A	34	\$296,024,264	6.59%
FHA/GNMA	Aaa	AA+	25	\$230,682,774	5.13%
FHLMC	Aaa	AA+	20	\$519,467,984	11.56%
FNMA	Aaa	AA+	65	\$2,331,482,365	51.87%
Helaba (guaranteed)	Aa1	AA	1	\$140,800,000	3.13%
JPMorgan Chase	Aa3	A+	3	\$16,910,000	0.38%
Landesbank Baden Wuert	A3	NR	1	\$70,000,000	1.56%
MBIA-Illinois/Nati Public Finance^	Baa2	BBB	1	\$225,410,000	5.02%
REMIC*	NR	AA	153	\$166,891,438	3.71%
SONYMA	Aa1	NR	38	\$370,526,006	8.24%
SurTrust Bank	A3	BBB-	1	\$100,000,000	2.22%
TOTAL	344		344	\$4,494,649,831	100.00%

In Permanent:	% of Total
AAA	0.00%
AA	83.65%
A	9.11%
BBB	7.24%
TOTAL	100.00%

*Unenhanced portion totals approximately \$636 million

^Bond insurance on 2005 Series A (NYCHA) Capital Fund Program Revenue Bonds; underlying bond rating is AA+ by S&P



NEW YORK CITY HOUSING DEVELOPMENT CORPORATION
Investment Summary as of July 23, 2012

Investment Securities & Repo-By Rating:

Counterparty	Type	Amount	AAA	AA	A	BBB*	NR*
Bank of America	GIC	\$6,387,519			\$6,587,519		
Bayerische Landesbank (guaranteed)	GIC	\$14,466,365	\$14,466,365				
CALYON/Credit Agricole CIB	GIC	\$281,457,752			\$281,457,752		
Daiwa Securities	REPO	\$20,546,000				\$20,546,000	
Dormitory Authority of the State of NY	MUNI	\$5,000,000					
Flushing Bank	MM	\$58,629,148					\$58,629,148
HSBC	MM	\$169,905,972		\$169,905,972			
JPMorgan Chase	MM	\$237,521,047			\$237,521,047		
Mizuho Securities	REPO	\$135,601,000			\$135,601,000		
NYC GO (Dexia)	MUNI	\$28,060,000				\$28,060,000	
NYC GO	MUNI	\$35,470,000		\$35,470,000			
NYC TFA	MM	\$5,240,000		\$5,240,000			
NY Community Bank	MM	\$53,944,563				\$53,944,563	
NYS Urban Development	MUNI	\$2,265,000	\$2,265,000				
Rabobank	GIC	\$4,443,184		\$4,443,184			
Royal Bank of Canada	GIC	\$1,704,962		\$1,704,962			
Signature Bank	MM	\$465,329,460				\$465,329,460	
Societe Generale	GIC	\$440,166			\$440,166		
SONYMA	MUNI	\$1,000,000		\$1,000,000			
US Agency	US Agency	\$643,385,130		\$643,385,130			
US Treasury	US Treasury	\$305,647,000		\$305,647,000			
Westdeutsche Landesbank (guaranteed)	GIC	\$1,190,000		\$1,190,000			
% of Total		\$2,477,834,268	\$21,731,365	\$1,167,986,249	\$661,607,484	\$102,550,563	\$523,958,607
		100.00%	0.88%	47.14%	26.70%	4.14%	21.15%

*BBB and NR exposures are fully-collateralized

Weighted Average Maturity (Years): 3.97

Investment Portfolio-By Type of Investment:	% Total	Amount
GIC	12.52%	\$310,289,948
Money Market	39.77%	\$985,330,189
Municipal	3.11%	\$77,035,000
Repo	6.30%	\$156,147,000
US Agency	25.97%	\$643,385,130
US Treasury	12.34%	\$305,647,000
Total	100.00%	\$2,477,834,268

