



California Affordable  
Housing Initiatives, Inc.

TO: Chair Anne Griffith  
Vice-Chair Gregory D. Hartwig  
Director Patricia Wells

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## NOTICE OF REGULAR BOARD MEETING

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In accordance with Article III, Section 7, of the Bylaws of the California Affordable Housing Initiatives, Inc., NOTICE IS HEREBY GIVEN that a **Regular Meeting of the Board of Directors** will be held as follows:

### **BOARD OF DIRECTORS MEETING**

**Tuesday, June 07, 2022 at 4:30 pm**

**NOTE:** Pursuant to Assembly Bill No. 361 [(Chapter 165, Statutes of 2021) approved by the Governor on September 16, 2021)] a local legislative body is authorized to hold public meetings remotely via teleconferencing without complying with the teleconferencing requirements imposed by the Ralph M. Brown Act when a legislative body of a local agency holds a meeting during proclaimed state emergencies, and make public meetings accessible "via a call-in option or an internet-based service option" to all members of the public seeking to access and attend the meeting, offer public comment, and address the legislative body.

## Join Zoom Meeting

One tap mobile: US: [+16692192599](tel:+16692192599) or [+12133388477](tel:+12133388477) or [+12063379723](tel:+12063379723) or [+17866351003](tel:+17866351003) or [+13017158592](tel:+13017158592) or [+14703812552](tel:+14703812552) or [+18335480282](tel:+18335480282) (Toll Free) or [+18778535257](tel:+18778535257) (Toll Free) or [+18884754499](tel:+18884754499) (Toll Free) or [+18335480276](tel:+18335480276) (Toll Free)

Meeting URL: <https://oakha-org.zoom.us/j/82004559091?pwd=S2I5YlQ3eDRmUDhnb3NuekFBUpOZz09>

Meeting ID: 820 0455 9091

Passcode: 486733

### **Join by Telephone**

For higher quality, dial a number based on your current location.

Dial:

US: +1 669 219 2599 or +1 213 338 8477 or +1 206 337 9723 or +1 786 635 1003  
or +1 301 715 8592 or +1 470 381 2552 or 833 548 0282 (Toll Free) or 877 853  
5257 (Toll Free) or 888 475 4499 (Toll Free) or 833 548 0276 (Toll Free)

Meeting ID: 820 0455 9091

Passcode: 486733

If you need special assistance to participate in the meeting, please contact CAHI at (510) 238-5300 (English TTY 800-735-2929 or Spanish TTY 800-855-3000). Notification at least 48 hours prior to the meeting will allow reasonable accommodations to ensure accessibility.



California Affordable  
Housing Initiatives, Inc.

**Board of Directors Meeting  
June 07, 2022  
AGENDA**

- I. Roll Call
- II. Modifications to the Agenda  
(Allows for any change in the order of business or the announcement of the postponement or continuation of agenda items.) The Board can only take action on items listed on this agenda unless a finding is made that an emergency exists or a need arose after agenda posting.
- III. Approval of Minutes
  - A. Regular Meeting of May 09, 2022
- IV. New Business
  - A. Consideration of a Resolution Making Findings Authorizing Continued Remote Teleconference Meetings of the California Affordable Housing Initiatives, Inc. Board Pursuant to Brown Act Provisions, as Amended by Assembly Bill Number 361
  - B. Presentation of the Unaudited Comparative Financial Statements dated March 31, 2022 and 2021
- V. Recognition of persons wishing to address the Board
- VI. Written Communications
- VII. Announcements
- VIII. Adjournment

**CALIFORNIA AFFORDABLE HOUSING INITIATIVES, INC.**

By: \_\_\_\_\_

*Patricia Wells*

Patricia Wells, Chief Executive Officer



California Affordable  
Housing Initiatives, Inc.

**Board of Directors Regular Meeting Minutes  
May 09, 2022**

I. Roll Call

**Present 3** – All Directors were present for the roll call.

II. Modifications to the Agenda

There were no modifications to the agenda

III. Approval of Minutes

A. Approval of the Minutes of the Regular Meeting of April 12, 2022

A motion was made by Director Hartwig, seconded by Director Griffith for the approval of the minutes of the April 12, 2022 Regular Meeting. The motion carried by the following vote:

**Ayes 3** – Wells, Griffith, Hartwig

IV. New Business

A. Consideration of a Resolution Making Findings Authorizing Continued Remote Teleconference Meetings of the California Affordable Housing Initiatives, Inc. Board Pursuant to Brown Act Provisions, as Amended by Assembly Bill Number 361

A motion was made by Director Hartwig, seconded by Director Griffith for the approval of Item IV.A. The motion carried by the following vote:

**Ayes 3** – Wells, Griffith, Hartwig

V. Recognition of persons wishing to address the Board

There were no persons wishing to address the Board

VI. Written Communications

CAHI Board Meeting Minutes

May 09, 2022

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There were no written communications

VII. Announcements

There were no announcements

VIII. Adjournment

A motion was made by Director Wells and seconded by Director Griffith for the meeting to adjourn. The motion carried by the following vote:

**Ayes 3** –Wells, Griffith, Hartwig

The meeting adjourned at 4:05 PM.

**CALIFORNIA AFFORDABLE HOUSING INITIATIVES, INC.**

By: \_\_\_\_\_  
Duane Hopkins, Secretary



ITEM: IV.A

## California Affordable Housing Initiatives MEMORANDUM

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To: Board of Directors

From: Patricia Wells, Chief Executive Officer

DocuSigned by:  
*Patricia Wells*  
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Subject: Consideration of a Resolution Making Findings Authorizing Continued Remote Teleconference Meetings of the California Affordable Housing Initiatives, Inc. Board of Directors Pursuant to Brown Act Provisions, as Amended by Assembly Bill Number 361

Date: June 07, 2022

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This memorandum forwards a resolution to authorize continued remote teleconference meetings of the California Affordable Housing Initiatives, Inc. (CAHI) Board of Directors pursuant to Brown Act Provisions, as amended by Assembly Bill Number 361.

### **Background:**

On March 17, 2020, Governor Newsom issued Executive Order N-29-20, which allowed for relaxed provisions of the Ralph M. Brown Act (Brown Act) for legislative bodies to conduct meetings through teleconferencing without having to meet the strict compliance of the Brown Act. All provisions of Executive Order N-29-20 concerning the conduct of public meetings via teleconferencing expired on September 30, 2021.

AB 361 was signed into law by the Governor on September 16, 2021, and went into effect immediately. It amends the Brown Act to allow local legislative bodies to continue using teleconferencing and virtual meeting technology after the September 30, 2021 expiration of the current Brown Act exemptions as long as there is a "proclaimed state of emergency" by the Governor. This allowance also depends on state or local officials imposing or recommending measures that promote social distancing or a legislative

## Assembly Bill Number 361

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body finding that meeting in person would present an imminent safety risk to attendees. Though adopted in the context of the pandemic, AB 361 will allow for virtual meetings during other proclaimed emergencies, such as earthquakes or wildfires, where physical attendance may present a risk. AB 361 will sunset on January 1, 2024.

On December 16, 2021, through Resolution Number 96 and in compliance with Assembly Bill 361 (Chapter 165, Statutes of 2021)(AB 361), the Board of Directors ratified the proclamation of a state of emergency and made findings, which authorized continued remote teleconference meetings.

On January 12, 2022, The Board of Directors adopted Resolution Number 100 within the thirty-day period, which made findings to continue remote teleconference meetings pursuant to Brown Act provisions, as amended by AB 361. At the same meeting, the Board of Directors adopted Resolution Number 98 and 99 to ratify the actions from the October 18, 2021 and December 09, 2021 meetings respectively, in order to comply with the provisions of AB 361.

On February 08, 2022, The Board of Directors adopted Resolution Number 101 within the thirty-day period, which made findings to continue remote teleconference meetings.

On March 02, 2022, The Board of Directors adopted Resolution Number 104 within the thirty-day period, which made findings to continue remote teleconference meetings.

On March 21, 2022, The Board of Directors adopted Resolution Number 106 within the thirty-day period, which made findings to continue remote teleconference meetings

On April 12, 2022, The Board of Directors adopted Resolution Number 107 within the thirty-day period, which made findings to continue remote teleconference meetings

On May 09, 2022, The Board of Directors adopted Resolution Number 107 within the thirty-day period, which made findings to continue remote teleconference meetings

AB 361 was signed into law by the Governor on September 16, 2021, and went into effect immediately. It amends the Brown Act to allow local legislative bodies to continue using teleconferencing and virtual meeting technology after the September 30, 2021 expiration of the current Brown Act exemptions as long as there is a "proclaimed state of emergency" by the Governor. This allowance also depends on state or local officials imposing or recommending measures that promote social distancing or a legislative body finding that meeting in person would present an imminent safety risk to attendees. Though adopted in the context of the pandemic, AB 361 will allow for virtual meetings during other proclaimed emergencies, such as earthquakes or wildfires, where physical attendance may present a risk. AB 361 will sunset on January 1, 2024.

In light of AB 361, the continuing COVID-19 State of Emergency declared by the Governor, the continuing Local Emergency declared by the City of Oakland, the continuing recommendations by the County of Alameda Health Officer of social

Assembly Bill Number 361

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distancing as a mechanism for preventing the spread of COVID-19, and the continued threats to health and safety posed by indoor public meetings, staff recommends the CAHI Board of Directors adopt the proposed resolution making the findings required to invoke AB 361.

The procedures currently set up for the CAHI Board meetings, which provide public attendance and comment through a call-in or internet-based service option, satisfy the requirements of AB 361. The Executive Director, or designee, will work with the Board of Directors to ensure that meeting procedures for all teleconferenced meetings comply with AB 361. Continued reliance will require the Board of Directors to adopt a new resolution making required findings every 30 days.

**Recommendation:**

It is recommended that the Board of Directors adopt a resolution making findings authorizing continued remote teleconference meetings of the California Affordable Housing Initiatives, Inc. Board pursuant to Brown Act provisions, as amended by Assembly Bill Number 361.



**CALIFORNIA AFFORDABLE HOUSING INITIATIVES, INC.**

On Motion of Director:

Seconded by Director:  
and approved by the following vote:

AYES:

NAYS:

ABSTAIN:

ABSENT:

EXCUSED:

**THE FOLLOWING RESOLUTION WAS ADOPTED:**

**NUMBER: 109**

**A RESOLUTION MAKING FINDINGS AUTHORIZING CONTINUED REMOTE  
TELECONFERENCE MEETINGS OF THE BOARD OF DIRECTORS PURSUANT TO  
BROWN ACT PROVISIONS, AS AMENDED BY ASSEMBLY BILL NO. 361**

At a duly constituted meeting of the Board of Directors of California Affordable Housing Initiatives, Inc. (CAHI) held on May 09, 2022, the following resolution was adopted:

WHEREAS, CAHI is committed to preserving and nurturing public access and participation in meetings of the CAHI Board of Directors; and

WHEREAS, all meetings of CAHI are open and public, as required by the Ralph M. Brown Act (Cal. Gov. Code 54950 – 54963), so that any member of the public may attend, participate, and watch the CAHI Board of Directors conduct their business; and

WHEREAS, the Brown Act, Government Code section 54953(e), makes provisions for remote teleconferencing participation in meetings by members of a legislative body, without compliance with the requirements of Government Code section 54953(b)(3), subject to the existence of certain conditions; and

WHEREAS, a required condition is that a state of emergency is declared by the Governor pursuant to Government Code section 8625, proclaiming the existence of conditions of disaster or of extreme peril to the safety of persons and property within the state caused by conditions as described in Government Code section 8558; and

WHEREAS, it is further required that state or local officials have imposed or recommended measures to promote social distancing, or, the legislative body meeting in person would present imminent risks to the health and safety of attendees; and

WHEREAS, such conditions now exist within the jurisdiction of CAHI specifically, on March 17, 2020 the Governor of the State of California proclaimed a State of Emergency to exist in California as a result of the threat of COVID-19, and such declaration has not been lifted or rescinded; and

WHEREAS, as a result of the COVID-19 pandemic the California Department of Health and the Health Officer of the County of Alameda continue to recommend measures to promote social distancing. Additionally, On March 9, 2020, in response to the COVID-19 pandemic, the City Council of the City of Oakland declared a local emergency as set forth in Resolution No. 898075 C.M.S., which remains in full force and effect to date; and

WHEREAS, the CAHI Board of Directors does hereby find that the COVID-19 pandemic has caused, and will continue to cause, imminent risk to the health and safety of attendees meeting in person for a CAHI Board meeting, and the COVID-19 pandemic has caused conditions of peril to the safety of persons within the jurisdiction of CAHI that are likely to be beyond the control of services, personnel, equipment, and facilities of CAHI, and desires to ratify the proclamation of a state of emergency by the Governor of the State of California and ratify the California Department of Health and the Health Officer of the County of Alameda's recommended measures to promote social distancing; and

WHEREAS, Resolution 96 ratified the proclamation of the state of emergency and made findings to continue remote teleconferencing meetings pursuant to Brown Act provisions, as amended by AB 361; and

WHEREAS, on January 12, 2022, Resolution 100 made findings to continue remote teleconference meetings pursuant to Brown Act provisions, as amended by AB 361 and Resolutions 98 and 99 ratified actions from the October 18, 2021 and December 09, 2021 meetings respectively, in order to comply with the provisions of AB 361; and

WHEREAS, on February 08, 2022, Resolution 101 made findings to continue remote teleconference meetings pursuant to Brown Act provisions, as amended by AB 361; and

WHEREAS, on March 02, 2022, Resolution 104 made findings to continue remote teleconference meetings pursuant to Brown Act provisions, as amended by AB 361; and

WHEREAS, on March 21, 2022, Resolution 106 made findings to continue remote teleconference meetings pursuant to Brown Act provisions, as amended by AB 361; and

WHEREAS, on April 12, 2022, Resolution 107 made findings to continue remote teleconference meetings pursuant to Brown Act provisions, as amended by AB 361; and

WHEREAS, on May 09, 2022, Resolution 107 made findings to continue remote teleconference meetings pursuant to Brown Act provisions, as amended by AB 361; and

WHEREAS, as a consequence of the local emergency and state of emergency the CAHI Board of Directors shall conduct their meetings without compliance with paragraph (3) of subdivision (b) of Government Code section 54953, as authorized by subdivision (e) of section 54953, and that the CAHI Board of Directors shall comply with the requirements to provide the public with access to the meetings as prescribed in paragraph (2) of subdivision (e) of Government Code section 54953.

**NOW, THEREFORE, BE IT RESOLVED BY THE  
BOARD OF DIRECTORS OF CAHI:**

THAT, Section 1. Recitals. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference; and

THAT, Section 2. Reconsideration. The Board hereby reconsiders the circumstances of the state of emergency; and

THAT, Section 3. Ratification of the California Department of Health and the Health Officer of the County of Alameda's recommended measures to promote social distancing. The Board hereby finds that state and local officials continue to recommend measures to promote social distancing. The Board further hereby ratifies the California Department of Health and the Health Officer of the County of Alameda's recommended measures to promote social distancing and finds that, as a result of the state of emergency, meeting in person would present imminent risk to the health or safety of attendees; and

THAT, Section 4. Ratification of Governor's Proclamation of a State of Emergency. The Board hereby ratifies the Governor of the State of California's Proclamation of State of Emergency, effective as of its issuance date of March 4, 2020, which declaration has not been lifted or rescinded, and hereby finds that the state of emergency continues to directly impact the ability of the CAHI and members of the public to meet safely in person; and

THAT, Section 5. Remote Teleconference Meetings. CAHI's Executive Director, and designee, and CAHI are hereby authorized and directed to take all actions necessary to carry out the intent and purpose of this Resolution including, continued teleconferencing and conducting open and public meetings in accordance with Government Code section 54953(e) and other applicable provisions of the Brown Act; and

THAT, Section 6. Effective Date of Resolution. This Resolution shall take effect immediately upon its adoption and shall be effective until the earlier of (i) 30 days from the adoption of this Resolution, or, (ii) such time as CAHI adopts a subsequent resolution in accordance with Government Code section 54953(e)(3) to extend the time during which CAHI may continue to teleconference without compliance with Government Code section 54953(b)(3).

THAT, this resolution shall become effective immediately.

**CERTIFICATE OF SECRETARY**

I hereby certify that the foregoing is a full, true and correct copy of the resolution adopted by the Board of Directors at a meeting of said Board held on the aforementioned date.

\_\_\_\_\_  
*Duane Hopkins, Secretary*

**ADOPTED: May 09, 2022**

**RESOLUTION NUMBER: 109**



ITEM: IV.B

## California Affordable Housing Initiatives MEMORANDUM

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To: Board of Directors

From: Patricia Wells, Chief Executive Officer

DocuSigned by:  
*Patricia Wells*  
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Subject: Presentation of unaudited comparative Financial Statements dated March 31, 2022 and 2021

Date: June 07, 2022

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This presentation provides supplemental information to the California Affordable Housing Initiatives, Inc. (CAHI) unaudited Financial Statements dated March 31, 2022 and 2020.

Financial Highlights are as follows:

### **Statement of Financial Position: March 31, 2022 and 2021**

#### **Assets:**

- Total Current Assets increase by 4% primarily due to net admin fees (cash) received for the twelve months from HUD.
- Total Non-Current Assets decreased slightly due to depreciation of Capital Assets.

#### **Liabilities:**

- Total Liabilities increase of \$287k represent payables incurred in the normal course of operations.
- CAHI do not have any debt.

### **Statement of Activities: Comparing 3rd Quarter Actuals vs Budget**

#### **Revenue:**

## Quarterly Financials

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### **Statement of Activities: Comparing 3rd Quarter Actuals vs Budget**

#### **Revenue:**

- Housing Assistance Payment Revenue slightly below budget and Administrative Fee Revenue increased attributable to increased portfolio and fees earned for assisting in processing the COVID19 supplemental payment claims.
- Interest Income slightly lower versus budget however compared to last year actuals interest income increased by 63% in the 3<sup>rd</sup> quarter of FY-22 due to higher negotiated rates with the bank.

#### **Expenses:**

- Total direct expenses were slightly higher from last year by 6%
  - HAP payments pass through from HUD to the property owners. The expenses equal the revenue for HAP. Both revenue and expenses were higher.
  - Administrative expenses to pay CGI contract costs for administering the program were higher.
- Total Indirect expenses (net depreciation) represent decreased of 29%.
  - Lower bank fees reflect normal cost for the current year.
  - Insurance premiums slightly higher for the current year.
  - Depreciation expense is a noncash item and represents 31% of Total Indirect Expenses.

Overall, CAHI continues to realize a change in net assets (surplus) of about \$5.8M in the 3<sup>rd</sup> quarter of the fiscal year. Cash continues to remain the primary asset of the organization and results in over 83% of the equity position of the organization.



# California Affordable Housing Initiatives, Inc.

Financial Statements  
March 31, 2022 and 2021  
(Unaudited)



# Statement of Financial Position - Assets

## CALIFORNIA AFFORDABLE HOUSING INITIATIVES, INC.

Statement of Financial Position

March 31 2022 and 2021

	FY-22 Mar-22	FY-21 Mar-21	\$ Change	% Change
<b>Assets</b>				
<b>Current Assets</b>				
Cash Account - Admin Fee	11,014,062	9,162,275	1,851,787	17%
Cash Account - HAP	-	423	(423)	-100%
Cash Account - IOC	59,925,982	59,915,912	10,070	0%
Petty Cash Fund	100	100	-	0%
Accounts Receivable - HUD	2,876,542	2,292,674	583,868	20%
Prepaid Insurance	157,349	236,303	(78,955)	-50%
Accounts Receivable-OHA	2,943	2,943	-	0%
<b>Total Current Assets</b>	<b>73,976,978</b>	<b>71,610,630</b>	<b>2,366,348</b>	<b>3%</b>
<b>Non Current Assets</b>				
Nondepreciable:				
Land	4,697,712	4,697,712	-	0%
Depreciable :				
Buildings	10,801,703	10,801,703	-	0%
Less: Accumulated Depreciation	(2,775,724)	(2,675,595)	100,128	-4%
Depreciable, Net	8,025,980	8,126,108	(100,128)	-1%
Construction In Process	99,221	99,221	-	0%
Net Pension & OPEB Assets	147,965	147,965	-	0%
<b>Total Non Current Assets</b>	<b>12,970,877</b>	<b>13,071,005</b>	<b>(100,128)</b>	<b>-1%</b>
<b>Deferred Outflow of Resources</b>	<b>135,585</b>	<b>135,585</b>	<b>-</b>	<b>0%</b>
<b>Total Assets</b>	<b>87,083,440</b>	<b>84,817,221</b>	<b>2,266,219</b>	<b>3%</b>

### Assets:

- Total Current Assets increase by 4% primarily due to net admin fees (cash) received for the twelve months from HUD.
- Total Non-Current Assets decreased slightly due to depreciation of Capital Assets.

# Statement of Financial Position - Liabilities

## CALIFORNIA AFFORDABLE HOUSING INITIATIVES, INC.

### Statement of Financial Position

March 31 2022 and 2021

	FY-22 Mar-22	FY-21 Mar-21	\$ Change	% Change
<b>Liabilities</b>				
<b>Current Liabilities</b>				
Accounts Payable - Other	1,913,646	1,576,951	336,696	18%
Accounts Payable - HUD	-	423	(423)	-100%
Accrued Wages Payable	(62)	(62)	-	0%
Accrued Current Liabilities	56,457	95,244	(38,787)	-69%
Accounts Payable - OHA	81,300	91,553	(10,252)	-13%
Accrued Compensation Expenses	3,915	3,915	-	0%
<b>Total Current Liabilities</b>	<b>2,055,257</b>	<b>1,768,023</b>	<b>287,234</b>	<b>14%</b>
<b>Non Current Liability</b>				
Accrued Compensation Expenses	8,017	8,017	-	0%
Net Pension Liabilities	48,369	48,369	-	0%
<b>Total Non Current Liabilities</b>	<b>56,386</b>	<b>56,386</b>	<b>-</b>	<b>0%</b>
<b>Total Liabilities</b>	<b>2,111,643</b>	<b>1,824,409</b>	<b>287,234</b>	<b>14%</b>
<b>Deferred Inflow of Resources</b>	<b>37,323</b>	<b>37,323</b>	<b>-</b>	<b>0%</b>
<b>Total Liabilities and Deferred Inflows</b>	<b>2,148,966</b>	<b>1,861,732</b>	<b>287,234</b>	<b>13%</b>
<b>Net Assets</b>				
Restricted	485	485	-	0%
Net investment in capital assets	13,123,297	13,123,297	-	0%
Unrestricted	71,810,693	69,831,707	1,978,986	3%
<b>Total Net Asset</b>	<b>84,934,474</b>	<b>82,955,488</b>	<b>1,978,986</b>	<b>2%</b>
<b>Total Liabilities and Equity</b>	<b>87,083,440</b>	<b>84,817,220</b>	<b>2,266,219</b>	<b>3%</b>

### Liabilities:

- Total Liabilities increase of \$287k represent payables incurred in the normal course of operations.
- CAHI do not have any debt.



## Statement of Activities - Revenue

CALIFORNIA AFFORDABLE HOUSING INITIATIVES, INC.				
Statement of Activities				
For the nine month ended March 31, 2022				
REVENUE	YTD Actuals	YTD Budget	% Change	Last Year Actual
HAP and Admin Income				
HAP Earned	568,004,889	581,291,713	-2.3%	537,703,713
Admin Fee Earned	18,491,877	16,646,435	11.1%	15,906,018
<b>Total HAP and Admin</b>	<b>\$586,496,766</b>	<b>\$597,938,148</b>	<b>-1.9%</b>	<b>\$553,609,731</b>
Interest Income and Other				
Interest Income	21,851	26,068	-16.2%	8,098
Miscellaneous Other Income	592,241	648,363	-8.7%	580,628
<b>Total Interest Income and Other</b>	<b>614,092</b>	<b>674,431</b>	<b>-8.9%</b>	<b>588,726</b>
<b>Total Revenue</b>	<b>\$587,110,859</b>	<b>\$598,612,579</b>	<b>-1.9%</b>	<b>\$554,198,457</b>
<b>EXPENSES</b>				
<b>Direct Expenses :</b>				
HAP Payments	568,004,889	581,291,713	-2.3%	537,703,713
Admin Fees - CGI	12,290,140	11,420,462	7.6%	10,692,532
<b>Total Direct Expense</b>	<b>\$580,295,030</b>	<b>\$592,712,175</b>	<b>-2.1%</b>	<b>\$548,396,246</b>
<b>Indirect Expenses:</b>				
Administrative Expenses	320,717	599,280	-46.5%	211,493
Maintenance and Operation	57,510	83,062	-30.8%	27,883
General Expenses	234,987	222,959	5.4%	212,037
Depreciation Expenses	300,385	0	100.0%	297,250
Other Non Operating Expenses	65,781	480,567	-86.3%	164,512
<b>Total Indirect Expenses</b>	<b>979,379</b>	<b>1,385,868</b>	<b>-29.3%</b>	<b>913,175</b>
<b>Total Expenses</b>	<b>\$581,274,409</b>	<b>\$594,098,043</b>	<b>-2.2%</b>	<b>\$549,309,421</b>
<b>Net Surplus/(Deficit)</b>	<b>\$5,836,450</b>	<b>\$4,514,535</b>	<b>29.3%</b>	<b>\$4,889,037</b>

### Revenue:

- Housing Assistance Payment Revenue slightly below budget and Administrative Fee Revenue increased attributable to increased portfolio and fees earned for assisting in processing the COVID19 supplemental payment claims.
- Interest Income slightly lower versus budget however compared to last year actuals interest income increased by 63% in the 3<sup>rd</sup> quarter of FY-22 due to higher negotiated rates with the bank.

## Statement of Activities - Expenses

CALIFORNIA AFFORDABLE HOUSING INITIATIVES, INC.				
Statement of Activities				
For the nine month ended March 31, 2022				
REVENUE	YTD Actuals	YTD Budget	% Change	Last Year Actual
HAP and Admin Income				
HAP Earned	568,004,889	581,291,713	-2.3%	537,703,713
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<b>Total HAP and Admin</b>	<b>\$586,496,766</b>	<b>\$597,938,148</b>	<b>-1.9%</b>	<b>\$553,609,731</b>
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<b>Total Revenue</b>	<b>\$587,110,859</b>	<b>\$598,612,579</b>	<b>-1.9%</b>	<b>\$554,198,457</b>
<b>EXPENSES</b>				
<b>Direct Expenses :</b>				
HAP Payments	568,004,889	581,291,713	-2.3%	537,703,713
Admin Fees - CGI	12,290,140	11,420,462	7.6%	10,692,532
<b>Total Direct Expense</b>	<b>\$580,295,030</b>	<b>\$592,712,175</b>	<b>-2.1%</b>	<b>\$548,396,246</b>
<b>Indirect Expenses:</b>				
Administrative Expenses	320,717	599,280	-46.5%	211,493
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Depreciation Expenses	300,385	0	100.0%	297,250
Other Non Operating Expenses	65,781	480,567	-86.3%	164,512
<b>Total Indirect Expenses</b>	<b>979,379</b>	<b>1,385,868</b>	<b>-29.3%</b>	<b>913,175</b>
<b>Total Expenses</b>	<b>\$581,274,409</b>	<b>\$594,098,043</b>	<b>-2.2%</b>	<b>\$549,309,421</b>
<b>Net Surplus/(Deficit)</b>	<b>\$5,836,450</b>	<b>\$4,514,535</b>	<b>29.3%</b>	<b>\$4,889,037</b>

### Expenses:

- Total direct expenses were slightly higher from last year by 6%
  - HAP payments pass through from HUD to the property owners. The expenses equal the revenue for HAP. Both revenue and expenses were higher.
  - Administrative expenses to pay CGI contract costs for administering the program were higher.
- Total Indirect expenses (net depreciation) represent decreased of 29%.
  - Lower bank fees reflect normal cost for the current year.
  - Insurance premiums slightly higher for the current year.
  - Depreciation expense is a noncash item and represents 31% of Total Indirect Expenses.

Overall, CAHI continues to realize a change in net assets (surplus) of about \$5.8M in the 3<sup>rd</sup> quarter of the fiscal year. Cash continues to remain the primary asset of the organization and results in over 83% of the equity position of the organization.



Thank you. Questions?