
NOTES TO THE FINANCIAL STATEMENTS

NOTE 16: SEGMENT INFORMATION

Component Unit. The North Carolina Housing Finance Agency's Home Ownership Bond Programs and Rental Bond Programs are initially funded with revenue bond proceeds. These proceeds are used to purchase single family home and rental property mortgage loans which provide the income along with investment earnings to repay the debt.

Condensed financial statements for the two segments of the North Carolina Housing Finance Agency as of and for the fiscal year ended June 30, 2007 are presented below (dollars in thousands).

	N.C. Housing Finance Agency	
	Home	
	Ownership	Rental
Condensed Statement of Net Assets		
Assets:		
Current assets.....	\$ 60,400	\$ 7,791
Noncurrent assets.....	1,692,472	123,719
Total assets.....	<u>1,752,872</u>	<u>131,510</u>
Liabilities:		
Current liabilities.....	192,144	4,313
Noncurrent liabilities.....	1,379,382	78,237
Total liabilities.....	<u>1,571,526</u>	<u>82,550</u>
Net assets:		
Restricted.....	181,346	48,960
Total net assets.....	<u>\$ 181,346</u>	<u>\$ 48,960</u>
Condensed Statement of Revenues, Expenses, and Changes in Net Assets		
Operating revenues (pledged against bonds).....	\$ 91,273	\$ 8,316
Operating expenses.....	<u>(77,071)</u>	<u>(5,402)</u>
Operating income.....	14,202	2,914
Transfers out.....	<u>(1,538)</u>	<u>(1,223)</u>
Change in net assets.....	12,664	1,691
Net assets — July 1.....	168,682	47,269
Net assets — June 30.....	<u>\$ 181,346</u>	<u>\$ 48,960</u>
Condensed Statement of Cash Flows		
Net cash provided (used) by:		
Operating activities.....	\$ (102,029)	\$ 20,378
Noncapital financing activities.....	33,120	(19,574)
Investing activities.....	56,522	(5,029)
Net increase (decrease).....	<u>(12,387)</u>	<u>(4,225)</u>
Cash and cash equivalents at July 1.....	55,996	11,202
Cash and cash equivalents at June 30.....	<u>\$ 43,609</u>	<u>\$ 6,977</u>
