New Hampshire Housing Finance Authority

Financial Statements, Management's Discussion and Analysis and Supplemental Schedules as of and for the Year Ended June 30, 2026 and Independent Auditors' Report

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

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INDEPENDENT AUDITORS' REPORT

To the Members of
New Hampshire Housing Finance Authority

Opinion

We have audited the accompanying financial statements of New Hampshire Housing Finance Authority (NH Housing), which comprise the statement of net position as of June 30, 2026, the related statements of revenues, expenses and changes in net position, and cash flows for the year then ended, and the related notes to the financial statements, which collectively comprise NH Housing's basic financial statements as listed in the table of contents. (collectively, the financial statements).

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of NH Housing as of June 30, 2026, and the changes in net position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of NH Housing and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about NH Housing's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of NH Housing's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about NH Housing's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

To the Members of
New Hampshire Housing Finance Authority

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise NH Housing's basic financial statements. The Supplemental Combining Schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplemental Combining Schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Baker Newman & Noyes LLC

Manchester, New Hampshire
September 30, 2026

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

Management's Discussion and Analysis
of Net Position and Revenues, Expenses and Changes in Net Position

June 30, 2026

Overview of the Financial Statements

New Hampshire Housing Finance Authority (NH Housing) was created by Chapter 204-C of the Revised Statutes Annotated of New Hampshire and provides financial and technical assistance to create and preserve decent, affordable housing for low and moderate-income New Hampshire residents. NH Housing finances single family and multi-family housing for eligible persons and families in the state by either purchasing mortgage loans from lending institutions or granting loans directly to eligible borrowers. Historically, the resources required to fund single family loans have been generated through the issuance of bonds and NH Housing continues to have significant capacity to issue tax-exempt bonds. Based on market conditions, in fiscal year 2013 NH Housing transitioned to a secondary market program whereby single-family loans are sold or pooled directly to the Federal National Mortgage Association (Fannie Mae) or pooled into mortgage-backed securities (MBS) guaranteed by the Government National Mortgage Association (Ginnie Mae) and sold. NH Housing uses forward commitments to hedge interest rate risk related to secondary market sales. NH Housing continued issuing tax-exempt bonds in fiscal year 2026 to fund single family loans, with those loans securitized into Ginnie Mae and Fannie Mae MBS that are acquired with bond proceeds.

Fannie Mae is a government-sponsored enterprise with a public mission to provide stability in and to increase the liquidity of the residential market for homebuyers. NH Housing is a Fannie Mae Seller/Servicer and sells whole loans to Fannie Mae for cash as well as securities that are acquired with single family bond proceeds.

Ginnie Mae, through its mortgage-backed securities programs, guarantees securities that are backed by pools of mortgages and issued by mortgage lenders approved by Ginnie Mae. Security holders receive a "pass-through" of the principal and interest payments on a pool of mortgage loans, less amounts required to cover servicing costs and Ginnie Mae guaranty fees. The Ginnie Mae guaranty ensures that the security holder receives the timely payment of scheduled monthly principal and any unscheduled recoveries of principal on the underlying mortgage loans, plus interest at the rate provided for in the securities. If a borrower fails to make a timely payment on a mortgage loan, NH Housing must use its own funds to ensure that the security holders receive timely payment.

Multi-family housing has been financed through the issuance of bonds and the allocation of other resources as noted below. Since fiscal year 2013, NH Housing has also sold 100% participation interests in multi-family loans to third party investors. In addition to private entities, the investors include the Federal Financing Bank, an instrumentality of the federal government. A requirement of these sales of loan participations has been that the loans be insured through a federal mortgage insurance program whereby NH Housing bears a portion of the risk of loss on defaulted and foreclosed loans.

In addition to the above lending activity, NH Housing offers and administers a variety of programs to provide affordable housing opportunities such as federal rental assistance programs, predevelopment loans to stimulate the development of multi-family and supportive housing, Low Income Housing Tax Credits and the HOME Investment Partnership Program.

The accompanying financial statements present NH Housing's net position, revenue and expenses and changes in net position, and cash flows as of and for the year ended June 30, 2026. The enclosed supplemental combining schedules found on pages 30 – 43 present the statements of net position, revenue, expenses and changes in net position, and cash flows for NH Housing's general funds and each of the single family and multi-family bond programs.

Financial Summary & Detailed Analyses

The following is a condensed summary of financial information as of June 30, 2026 and 2025.

Financial Summary – Statement of Net Position (in thousands of dollars)

	As of June 30, 2026	As of June 30, 2025	Increase (Decrease)
Assets			
Cash and cash equivalents	$ 9,545	$ 8,365	$ 1,180
Cash held in escrow	52,108	51,599	509
Investments and accrued interest	1,158,005	948,195	209,810
Loans receivable, net	519,348	503,716	15,632
Loans held for sale	29,254	24,649	4,605
Accrued interest receivable on mortgage and construction loans and loans held for sale	2,740	2,820	(80)
Real estate owned, net	3,800	334	3,466
Property and equipment, Net	3,473	3,719	(246)
Other assets	31,208	26,920	4,288
Total assets	1,809,481	1,570,317	239,164
Liabilities			
Current portion of bonds payable	55,452	27,610	27,842
Accrued interest payable	31,742	24,953	6,789
Notes payable	31,237	32,329	(1,092)
Long-term portion-bonds payable	1,419,187	1,219,350	199,837
Accrued and other liabilities	43,666	41,568	2,098
Total liabilities	1,581,284	1,345,810	235,474
Net Position			
Invested in capital assets, net of related debt	3,474	3,719	(245)
Restricted	172,191	163,850	8,341
Unrestricted	52,532	56,938	(4,406)
Total net position	$ 228,197	$ 224,507	$ 3,690

Detailed Analyses of Changes in the Statement of Net Position

NH Housing's net position consists primarily of assets and liabilities related to the issuance of bond indebtedness in support of both single family and multi-family housing. Consequently, the most significant assets are investments, which include mortgage-backed securities in the single-family programs, funds awaiting either the purchase of mortgage loans or MBS, or the redemption of outstanding bonds, and mortgage loans receivable financed through bond issuance. NH Housing's statement of net position also includes a portfolio of mortgage and construction loans financed through its general funds, as well as a variety of other assets such as mortgage loan servicing rights, property and equipment, and other receivables.

Total assets of NH Housing increased by $239.2 million, or 15.2%, during the year ended June 30, 2026. The increase was driven primarily by growth in the investment portfolio, which increased $209.8 million and represented approximately 88% of the total increase in assets. This increase was the result of monthly purchases of securities with single family bond proceeds.

- Investments increased by $209.8 million, due primarily to a decrease of $9.8 million in the general funds related largely to grant fund withdrawals and increases of $206.3 million and $13.2 million in the single-family and multi-family bond programs, respectively.

Total liabilities of NH Housing increased by $235.5 million, or 17.5%, during the year ended June 30, 2026. The increase in liabilities was driven primarily by current and long-term bonds payable, which increased $227.7 million and represented approximately 97% of the increase in total liabilities.

- Bonds outstanding increased by $227.7 million as new issuances of $339.6 million exceeded redemptions, both scheduled and prior to scheduled maturity, of $110 million and $2 million of bond discount and premium amortizations. NH Housing issued $50.1 million of multi-family bonds to finance new projects and $284.4 million of single- family bonds to support single family loan financing.

The net position of NH Housing increased by $3.7 million, or 1.6%, as a result of the excess of revenue over expenses for the year ended June 30, 2026, discussed in detail under "Discussion of Changes in the Operating Results for the Year Ended June 30, 2026, Compared to the Year Ended June 30, 2025."

Financial Summary – Revenues, Expenses and Changes in Net Position (in thousands of dollars)

	As of June 30		
	2026	2025	Increase (Decrease)
Operating Revenue			
Interest and fees on mortgage and construction loans and loans held for sale	$ 31,081	$ 31,223	$ (142)
Gain on sale of loans and mortgage-backed securities	2,055	2,751	(696)
Servicing revenue	9,305	8,001	1,304
Investment income, net	54,174	53,259	915
Housing management fees	8,562	8,440	122
Federal rental assistance programs	146,437	137,434	9,003
Grants and subsidies	33,141	32,925	216
Other	1,277	2,016	(739)
Total operating revenue	286,032	276,049	9,983
Operating Expenses			
Bond interest expense and debt financing costs	58,093	45,547	12,546
Administrative expenses	27,445	26,231	1,214
Loan origination expenses	6,028	4,672	1,356
Loan servicing expenses	3,816	3,188	628
Provision for loan losses	4,425	–	4,425
Federal rental assistance programs	146,297	137,261	9,036
Grants and subsidies	36,011	40,833	(4,822)
Other	227	252	(25)
Total operating expenses	282,342	257,984	24,358
Change in net position	3,690	18,065	(14,375)
Net position, beginning of year	224,507	206,442	18,065
Net position, end of year	$ 228,197	$ 224,507	$ 3,690

Detailed Analyses of Revenues, Expenses and Changes in Net Position for the Year Ended June 30, 2026, compared to the Year Ended June 30, 2025

NH Housing's operating revenue consists primarily of interest and fees on mortgage and construction loans and loans held for sale, gain on sale of loans and mortgage-backed securities (MBS), servicing revenue, investment income and revenue received to administer and support federal rental assistance programs. Operating expenses consist primarily of bond interest expense and debt financing costs, administrative expenses, loan origination and servicing expenses, and expenditures related to federal rental assistance programs. In addition, NH Housing receives and distributes grants and subsidies in support of a variety of housing-related initiatives.

NH Housing's change in net position for the year ended June 30, 2026, was $3.7 million compared to $18.1 million for the year ended June 30, 2025. The $3.7 million increase was primarily the result of a $9.1 million increase in operating revenue offset by an $11.8 million increase in operating expenses and a $12.5 million increase in bond interest expense and debt financing costs. Significant changes leading to the $3.7 million increase included:

- An $8.3 million increase in restricted net position due to:
    - An increase of $6.9 million in investment income over loan origination and bond financing costs within the 2022 bond resolution.
    - An increase of $2.1 million in investment and loan financing activity within the 2017 bond resolution.
    - A decrease of $0.7 million due to the timing of federal expenditures and receipts in the operating funds.

- A $4.4 million decrease in unrestricted net position resulting from an increase in provision for loan losses for our Ginnie Mae loan program reflecting market conditions and change in accounting methodology. See Notes 2 and 3 for additional information.

- A $0.2 million decrease in net position invested in capital assets due to current year asset disposals and depreciation.

	Year Ended June 30	
	2026	2025
Grants and subsidies revenue	$ 33,141	$ 32,925
Grants and subsidies expense	36,011	40,833
Net grants and subsidies activity	$ (2,870)	(7,908)

The $5 million difference in net grants and subsidies activity is primarily due to the $4 million closeout of the Emergency Rental Assistance program and the $1 million decrease in cash assistance grants due to a change from a forgivable grant to a repayable second mortgage obligation.

Significant Capital Asset and Long-Term Financing Activity

Cash Flows

The statement of cash flows, which summarizes the changes in NH Housing's statement of net position and the results of its operations in terms of cash and cash equivalents, shows a $1.2 million increase in cash and cash equivalents between June 30, 2026, and June 30, 2025. As evidenced in the Supplemental Combining Schedule of Cash Flows on pages 33 and 34, the increase in cash and cash equivalents is attributable primarily to the general fund, in which cash provided by noncapital financing and investing activities exceeded cash used in operating activities. In the general fund, operating activities include all lending, programmatic and administrative activities not directly supported by bond issuance; capital and related financing activities include additions to property and equipment; noncapital financing activities relate to the proceeds and repayments of notes and bonds payable; and investing activities include the purchase, sale and maturity of investments as well as receipt of investment income. In the single family and multi-family bond programs, operating activities include primarily loan receipts and disbursements; noncapital financing activities include bond issuance, bond repayment and debt service payments; and investing activities include the purchase, sale and maturity of investments as well as receipt of investment income.

Significant Long-Term Debt Activity

NH Housing is authorized to issue bonds. Under the laws of the State of New Hampshire, the outstanding balance of issued bonds cannot exceed $2 billion. NH Housing has issued bonds for both single family and multi-family housing, the outstanding balance of which totaled $1,474.6 million on June 30, 2026.

During the year ended June 30, 2026, NH Housing issued $284.4 million of single-family bonds and $50.1 million of multi-family bonds. Based on scheduled maturities, NH Housing redeemed $87.6 million of single-family program bonds and $22.3 million of multi-family program bonds.

Additional Information

The purpose of this financial report is to provide information needed to understand NH Housing's financial position and results of operations as of and for the year ended June 30, 2026.

Inquiries for additional information may be directed to the Managing Director, Finance/CFO at New Hampshire Housing Finance Authority, 32 Constitution Drive, Bedford, New Hampshire 03110, at (603) 472-8623 or at www.nhhousing.org.

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

STATEMENT OF NET POSITION

June 30, 2026

(In thousands of dollars)

ASSETS	
Current assets:	
Cash and cash equivalents	$ 9,545
Cash held in escrow	52,108
Short-term investments	303,870
Accrued interest receivable on investments	2,243
Current portion of mortgage and construction loans receivable	51,804
Loans held for sale, at lower of cost or fair value	29,254
Accrued interest receivable on mortgage and construction loans and loans held for sale	2,740
Real estate owned, net	3,800
Other current assets	20,939
Total current assets	476,303
Long-term investments:	
Mortgage-backed securities	843,768
Other long-term investments	8,124
Total long-term investments	851,892
Loans receivable:	
Mortgage loans	506,558
Construction loans	12,790
Loans receivable, net	519,348
Less current portion of loans receivable	(51,804)
Long term portion of loans receivable	467,544
Other assets:	
Mortgage loan servicing rights, net	8,519
Property and equipment, net	3,473
Other	1,750
Total other assets	13,742
Total assets	1,809,481
LIABILITIES	
Current liabilities:	
Current portion of bonds payable	55,452
Accrued interest payable	31,742
Notes payable	31,237
Current portion of accrued and other liabilities	33,948
Total current liabilities	152,379
Long-term liabilities:	
Bonds payable, net of current portion	1,419,187
Accrued and other liabilities	9,718
Total long-term liabilities	1,428,905
Total liabilities	1,581,284
Commitments and contingent liabilities (Notes 8 and 11)	
NET POSITION	
Invested in capital assets, net of related debt	3,474
Restricted	172,191
Unrestricted	52,532
Total net position	$ 228,197

See notes to financial statements.

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION

Year Ended June 30, 2026

(In thousands of dollars)

OPERATING REVENUE:	
Interest and fees on mortgage and construction loans and loans held for sale	$ 31,081
Gain on sale of loans and mortgage-backed securities	2,055
Investment income, net	54,174
Servicing revenue	9,305
Housing management fees	8,562
Federal rental assistance programs	146,437
Grants and subsidies	33,141
Other	1,277
Total operating revenue	286,032
OPERATING EXPENSES:	
Bond interest expense and debt financing costs	58,093
Administrative expenses	27,445
Loan origination expenses	6,028
Loan servicing expenses	3,816
Provision for loan losses	4,425
Federal rental assistance programs	146,297
Grants and subsidies	36,011
Other	227
Total operating expenses	282,342
CHANGE IN NET POSITION	3,690
Net position, beginning of year	224,507
NET POSITION, END OF YEAR	$228,197

See notes to financial statements.

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

STATEMENT OF CASH FLOWS

Year Ended June 30, 2026

(In thousands of dollars)

Cash flows from operating activities:	
Loan repayments received	$ 69,577
Loan interest income and servicing revenue received	42,852
Proceeds from sale of loans and mortgage-backed securities	472,172
Federal rental assistance program receipts	146,437
Grants and subsidies receipts	33,141
Other receipts	50,323
Loan disbursements	(549,514)
Purchase of loan servicing rights	(3,029)
Payments to vendors	(16,428)
Payments to employees	(12,568)
Federal rental assistance program disbursements	(146,297)
Grants and subsidies disbursements	(36,011)
Other disbursements	(69,016)
Net cash used for operating activities	(18,361)
Cash flows from noncapital financing activities:	
Proceeds from issuance of bonds	355,310
Principal repayment of bonds	(125,663)
Proceeds from notes payable	478,065
Repayment of notes payable	(479,157)
Interest paid	(53,272)
Net cash provided by noncapital financing activities	175,283
Cash flows from capital and related financing activities:	
Additions to property and equipment	(481)
Proceeds from disposal of property and equipment	375
Net cash used for capital and related financing activities	(106)
Cash flows from investing activities:	
Purchase of investment securities	(415,560)
Proceeds from sale and maturities of investment securities	209,606
Investment income received	50,318
Net cash used for investing activities	(155,636)
Net increase in cash and cash equivalents	1,180
Cash and cash equivalents, beginning of year	8,365
Cash and cash equivalents, end of year	$ 9,545

(Continued)

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

STATEMENT OF CASH FLOWS (CONTINUED)

Year Ended June 30, 2026

(In thousands of dollars)

Reconciliation of change in net position to net cash used for operating activities:	
Change in net position	$ 3,690
Adjustments to reconcile change in net position to net cash used for operating activities:	
Amortization of servicing rights	2,136
Mortgage loan servicing rights capitalized	(3,029)
Depreciation of property and equipment	352
Loan interest income converted to loan principal	2,385
Investment income, net	(54,174)
Bond interest expense and debt financing costs	58,093
Changes in operating assets and liabilities:	
Loans receivable	(17,167)
Loans held for sale	7,348
Accrued interest – loans	81
Other assets	(58,239)
Accrued and other liabilities	40,163
Net cash used for operating activities	$ (18,361)
Supplemental disclosures of noncash information:	
Conversion of construction loans receivable to mortgage loans receivable	$ 576
Real estate acquired through foreclosure	4,559

See notes to financial statements. (Concluded)

1. Organization and Nature of Operations

New Hampshire Housing Finance Authority (NH Housing) is a body politic and corporate authorized by Chapter 204-C of the Revised Statutes Annotated of New Hampshire. The initial legislation and subsequent amendments grant NH Housing the power to sell bonds and use the proceeds to stimulate the construction and rehabilitation of housing for low and moderate-income families in New Hampshire (the State).

NH Housing finances single family and multi-family housing for eligible persons and families in the State through the issuance of bonds and the secondary market sale of mortgage-backed securities or loans. NH Housing purchases single family mortgage loans from lending institutions and originates loans directly. Multi-family loans are originated directly. All such loans are generally collateralized by residential real estate located within the State.

Under the terms of the single-family bond programs, bond holders are protected from possible losses on mortgage loans by primary mortgage insurance policies, government-backed guarantee programs and by mortgage pool insurance policies. Certain of these arrangements involve risk-sharing agreements under which NH Housing bears a portion of the risk of loss when actual losses on defaulted and foreclosed loans exceed certain levels. Under the terms of several multi-family bond programs, the bond issues are further protected from possible losses on mortgage loans by a federal mortgage insurance program. This program involves risk-sharing arrangements by which NH Housing bears a portion of the risk of loss on defaulted and foreclosed loans (see Note 11 for further discussion).

2. Summary of Significant Accounting Policies

Basis of Presentation – NH Housing's financial statements have been prepared based on the proprietary-fund concept which pertains to financial activities that operate in a manner similar to private business enterprises and are financed primarily through fees and charges assessed to the users of the services. NH Housing follows the accrual basis of accounting promulgated by the Governmental Accounting Standards Board (GASB) using, when applicable, funds and accounts stipulated under bond resolutions adopted in connection with the issuance of bonds.

The financial statements encompass NH Housing's general funds and both single family and multi-family bond programs. The general funds account for assets, liabilities, and transactions that are not generally governed by provisions of bond resolutions. The single-family bond programs encompass various bond issues that were issued in accordance with the General Single Family Mortgage Acquisition Revenue Bond Resolution adopted by NH Housing on March 23, 1995, the General Single Family Mortgage Acquisition Revenue Bond Resolution (Non-MBS) adopted by NH Housing on June 25, 2009 and the General Single Family Mortgage Acquisition Revenue Bond Resolution adopted by NH Housing on August 25, 2022.

2. Summary of Significant Accounting Policies (Continued)

The multi-family bond programs encompass various bond issues that were issued in accordance with the Multi-family Housing Bond Resolution adopted by NH Housing on April 27, 2000, and the General Multi-family Housing Bond Resolution adopted by NH Housing on September 28, 2017.

The financial statements comply with the provisions of GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*, in that the financial statements include all the organizations, activities and functions for which NH Housing (the reporting entity) is financially accountable. Determination of financial accountability includes, among other factors, appointment of a voting majority of the component's governing body and (1) ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit to, or impose a financial burden on, NH Housing. Based on the preceding criteria, the accompanying financial statements do not include the financial activities of any entity other than NH Housing.

Recently Adopted Accounting Standards – During the fiscal year ended June 30, 2026, NH Housing adopted the provisions of GASB Statement No. 103, *Financial Reporting Model Improvements*, and GASB Statement No. 104, *Disclosure of Certain Capital Assets*. GASB 103 replaces and supersedes portions of GASB 34 and related standards and introduces revised presentation requirements. The adoption most significantly impacted the presentation of management's discussion and analysis. As part of the adoption, NH Housing continues to report Investment Income as Operating Revenue and Bond Interest Expense and Debt Financing Costs as Operating Expenses. Regarding GASB Statement No. 104, NH Housing has separated its Property and Equipment balance in the Management Discussion and Analysis to provide further insight into the changes in capital assets as well as an additional footnote to disclose necessary information regarding capital assets.

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Restricted Assets – All of the assets within bond program funds are pledged for payment against the various bond indentures. Certain assets in the general funds are restricted as to purpose by entities other than NH Housing, primarily the State and the U.S. Department of Housing and Urban Development (HUD).

Mortgage Loans and Allowances for Possible Losses – Loans are stated at the principal amounts outstanding, net of allowances for possible losses. Interest income on loans is recorded on the accrual basis. The recording of interest income on problem loans ceases when collectibility within a reasonable period becomes doubtful.

2. Summary of Significant Accounting Policies (Continued)

The allowance for loan losses is increased by charges to expense and decreased by charge-offs (net of recoveries).

Change in Methodology for Allowance for Possible Losses – During the year ended June 30, 2026, Management revised the methodology used to estimate expected losses by incorporating forward-looking assumptions, current real estate market data, and estimated exposure associated with loans subject to potential repurchase obligations under the Ginnie Mae program.

Under the revised methodology, NH Housing estimates the allowance by reviewing the current median average sales prices and average foreclosure rates of all loans that are at a risk of being repurchased. Older mortgage loans in the bond and non-bond portfolios, as well as the amounts owed compared to average sale prices, were reviewed to determine if they continued to pose a significant risk of potential losses.

The change in methodology resulted in an increase in the reserve, most significantly related to repurchased mortgage loans. The loss valuation increased the provision for loan loss expense by $4.4 million. The increase reflects NH Housing's risk to repurchase secured loans with a balance over $1.1 billion in outstanding principal and average loan balances greater than $200 thousand. The average loan balance of bond and non-bond loans is less than $100 thousand and projects to net no cost during a foreclosure sale in the current market. Due to this analysis the allowance for possible losses on mortgage loans has been reduced to $0 for the bond and non-bond portfolio.

Loans Held for Sale – Loans originated or acquired and intended for sale in the secondary market are carried at the lower of aggregate cost or market value.

Investments – Short-term investments consist of debt securities, nonparticipating guaranteed investment contracts, collateralized repurchase agreements and money market funds. Long-term investments consist of debt securities with fixed maturities more than one year. Debt securities are recorded at fair value based on quoted market prices. Interest income on investments is recorded on the accrual basis. Nonparticipating guaranteed investment contracts and collateralized repurchase agreements are recorded at the contract value.

Mortgage Loan Servicing Rights – The cost of acquiring the rights to service mortgage loans from loan originators is capitalized and amortized in proportion to, and over the period of, estimated net servicing income. NH Housing assesses mortgage servicing rights based on the fair value of those rights. For purposes of measuring impairment, NH Housing stratifies mortgage servicing rights based on the age of the underlying loans. The amount of impairment, if any, is the amount by which the carrying amount of the capitalized mortgage servicing rights for a stratum exceeds its fair value. Fair value represents the present value of the anticipated net cash flows from servicing the loans.

2. Summary of Significant Accounting Policies (Continued)

Property and Equipment – NH Housing uses a capitalization limit of $5 for developed software and $1 for all other items of property and equipment. Property and equipment are stated at cost, less accumulated depreciation. Depreciation is provided for using the straight-line method over the estimated useful lives of the assets. Estimated useful lives range from 3 to 45 years.

Real Estate Owned – Real estate owned consists of single family and multi-family residential properties acquired through foreclosure that are carried at the lower of cost or fair value less estimated costs to sell. An allowance for losses on real estate owned is maintained for estimated losses and valuation adjustments on a specific property basis.

Bonds – Bonds payable are general and limited obligations of NH Housing and are not a debt or liability of the State or any subdivisions thereof. Each bond issue is secured, as described in the applicable trust indenture, by all revenues, moneys, investments, mortgage loans and other assets in the accounts of the program. The provisions of the applicable trust indentures require or allow for redemption of bonds using unexpended bond proceeds and excess funds accumulated primarily through prepayment of mortgage loans. All outstanding bonds are subject to redemption at the option of NH Housing, in whole or in part at any time after certain dates, as specified in the respective series indentures. To date, NH Housing has issued only bonds with fixed interest rates established at issuance.

Conduit Debt Obligation – NH Housing may use its tax-exempt debt issuing authority to provide financial assistance to private sector developers for the acquisition and rehabilitation, or the construction of multi-family housing projects serving low-to-moderate income households. The debt, which is referred to as conduit debt, is collateralized by revenues generated by the properties financed and is repayable solely from payments received on the underlying mortgage loans and any specific third-party credit enhancement associated with the individual financings. NH Housing has a total of $28.35 million outstanding conduit debt as of June 30, 2026. The debt does not constitute a liability or a pledge of faith and credit of NH Housing and is not reported in the accompanying financial statements.

Bond Discounts and Premiums – Discounts and premiums on bonds payable are amortized to interest expense over the lives of the respective bond issues using the effective interest method.

Arbitrage Rebate – Federal income tax rules limit the investment yield that NH Housing may retain from investing the proceeds and other funds related to its tax-exempt bond issues. The excess yield is payable to the U.S. Treasury and included in accrued and other liabilities in the accompanying statement of net position. NH Housing's liability as of June 30, 2026, is $58 thousand.

2. Summary of Significant Accounting Policies (Continued)

Operating Revenue and Expenses – NH Housing's primary operation is to fund single family and multi-family loans with proceeds from the issuance of bonds or the sale of loans and mortgage-backed securities. NH Housing's primary sources of operating revenue are the income from mortgage loans or other permitted investments and the sale of loans and mortgage-backed securities. The primary operating expenses consist of bond interest and debt issuance costs, loan origination, servicing, program administration, and housing program expenditures.

NH Housing also administers various Section 8 subsidized housing programs in the State for HUD. NH Housing receives federal financial assistance to provide rental subsidies to program participants and to cover program administration costs. A portion of the subsidies are disbursed on behalf of program participants who reside in housing developments on which NH Housing holds a mortgage, some of which are loans financed through the issuance of multi-family program bonds. The financial assistance received and disbursed on behalf of program participants is reflected as both an operating revenue and expense. The financial assistance that covers program administration costs is included in housing management fees.

NH Housing receives various other pass-through grants to support housing programs. In addition to these pass-through funds, NH Housing also makes various grants to both organizations and individuals for housing-related purposes.

Investment Derivative Instruments – Forward commitments to deliver mortgage-backed securities are used to hedge changes in fair value of mortgage loans held for sale and commitments to acquire or originate mortgage loans to be held for sale. These contracts are considered investment derivative instruments, as defined in GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments.* Changes in the fair value of investment derivative instruments are included in investment income.

Interfund Transfers – NH Housing makes transfers between its various funds and programs, primarily for the infusion of cash into new bond issue programs and the withdrawal of cash from bond issues as permitted by the bond resolutions. All interfund receivables and payables are eliminated from the financial statements.

Compensated Absences – Effective July 1, 2025, NH Housing implemented GASB Statement No. 101, *Accounting for Compensated Absences*. This statement updated the recognition and measurement guidance for compensated absences and associated salary-related payments and amended certain previously required disclosures. The impact to NH Housing was not material and no adjustment was required.

Subsequent Events – Events occurring after the statement of net position date are evaluated by management to determine whether such events should be recognized or disclosed in the financial statements. Management has evaluated subsequent events through September 30, 2026, which is the date the financial statements were available to be issued.

3. Loans Receivable, Related Allowances, and Concentrations

Mortgage Loans – Mortgage loans receivable provide for monthly receipts of principal and interest for terms of 10 to 43 years and bear interest at annual rates of 0% to 8.375%.

Allowance for Possible Losses – The activity in the allowance for possible losses on mortgage and construction loans, other assets and GNMA loss liabilities during fiscal 2026 is summarized as follows:

Balance – June 30, 2025	$ 2,958
Balance attributable to:	
Mortgage and construction loans	$ 849
Real estate owned	331
Other liabilities – GNMA loss liability	1,778
Total	2,958
Provision for loan losses	4,425
Balance – June 30, 2026	$ 7,383
Balance attributable to:	
Other liabilities – GNMA loss liability	7,383
Total	$ 7,383

NH Housing services both single family and multi-family mortgage loans on behalf of others and such loans are not reported on the Statement of Net Position. NH Housing services single family loans that it securitizes and sells as Ginnie Mae and Fannie Mae mortgage-backed securities and it also services loans sold directly to Fannie Mae. As of June 30, 2026, NH Housing serviced $1,125,582 of loans held in Ginnie Mae mortgage-backed securities and $796,735 of loans held by Fannie Mae. NH Housing is exposed to operational risks with respect to the loans sold to Ginnie Mae as discussed further in Note 11.

Most single-family mortgage loans either securitized and sold or sold directly by NH Housing are acquired from a network of mortgage loan originators. For the year ended June 30, 2026, loans acquired from four originating lenders amounted to 50% of the sold loan volume, contributing 2.7% of NH Housing's total operating revenue and 35% of its change in net position.

NH Housing also originates, and services FHA risk-share insured multi-family mortgage loans for which it sells 100% participation interests. As of June 30, 2026, NH Housing serviced $137,531 of multi-family mortgage loans for seven investors.

4. Cash and Investments

Cash and Cash Equivalents – At June 30, 2026, the carrying amount of NH Housing's bank deposits was $9,545, such amount representing cash bank deposits. Bank balances of cash deposits held in the general funds totaled $9,769. Of such deposits, $250 was insured by the Federal Deposit Insurance Corporation, while deposits aggregating $9,519 were uninsured.

Bank balances of cash deposits held in bond funds totaled $400, and $250 was insured by the Federal Deposit Insurance Corporation.

At June 30, 2026, the carrying amount of NH Housing's restricted cash (cash held in escrow) was $52,108. The restricted cash bank balance was $54,240, which was uninsured.

A bank provides an irrevocable stand-by letter of credit issued by the Federal Home Loan Bank of Pittsburgh as additional security for uninsured cash balances. The letter of credit collateralized $59,825 of deposits as of June 30, 2026.

Investments – In accordance with the terms of its investment policy and its bond indentures, NH Housing may invest, subject to various restrictions, in direct obligations of the United States, United States government-sponsored enterprise (GSE) securities, guaranteed investment contracts, collateralized repurchase agreements, money market funds comprised of direct obligations of the United States or GSE debt obligations, collateralized certificates of deposit and interest-bearing time deposits, and certain direct and general obligations of any state or governmental entity of the United States. Most investments are restricted for the repayment of bond obligations or to satisfy certain reserve requirements specified by the bond indentures.

Guaranteed investment contracts are uncollateralized contracts with qualified financial institutions and registered broker-dealers insured by the Securities Investor Protection Corporation (SIPC). Although the nominal maturity dates of the guaranteed investment contracts are closely matched with future bond maturities and loan disbursements, the contracts have short-term liquidity and termination provisions. U.S. Treasury Notes and U.S. Treasury Bills (UST), Federal Farm Credit Bank (FFCB), Federal Home Loan Bank (FHLB), Federal Home Loan Mortgage Corporation (FHLMC), Federal National Mortgage Association (FNMA) and Government National Mortgage Association (GNMA) obligations are in NH Housing's name and held by third parties.

Short-Term Investments – Short-term investments at June 30, 2026 consist of the following investments with maturities of less than one year:

Guaranteed investment contracts (at contract value)	$ 24,980
Collateralized repurchase agreements (at contract value)	1,232
U.S. Treasury obligation money market funds (at fair value)	276,913
UST obligations (at fair value)	745
Total	$303,870

4. Cash and Investments (Continued)

Long-Term Investments – Long-term investments at June 30, 2026 with their credit quality ratings as issued by Moody's Investors Service as of the date of this report, consist of the following (at fair value), all maturing in excess of one year, with maturities ranging from 2026 to 2065.

		Investment Maturities (In Years)					
	Rating	**1 – 5**	**6 – 10**	**11 – 15**	**16 – 30**	**30+**	**Total**
FHLB obligation	P-1	$ 1,411	$ –	$ –	$ –	$ –	$ 1,411
FHLMC obligations	Aa1	–	1,254	–	–	–	1,254
FNMA obligations	Aa1	–	–	–	240,446	139,059	379,505
GNMA obligations	Aa1	–	–	–	291,261	173,002	464,263
UST obligations	Aa1	1,709	2,351	–	1,399	–	5,459
Total		$ 3,120	$ 3,605	$ –	$533,106	$312,061	$851,892

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. NH Housing invests primarily in guaranteed investment contracts and collateralized repurchase agreements that provide for withdrawal of funds at par over the lives of the contracts. The portfolio of UST, FFCB, FHLB, FHLMC, FNMA and GNMA investments is subject to fair value fluctuations. The balance in money market funds at June 30, 2026 includes amounts withdrawn from guaranteed investment contracts and collateralized repurchase agreements to satisfy July 1, 2026 scheduled debt service payments.

Credit Risk – Credit risk is the risk that an investment issuer will not fulfill its obligations. Credit risk is measured by the credit quality ratings of issuers as described by nationally recognized rating organizations. NH Housing requires providers of guaranteed investment contracts to have and maintain a long-term unsecured debt obligation rating or claims paying ability rating sufficient to support the applicable NH Housing bond rating. In the event of an investment provider rating downgrade that will impact the applicable NH Housing bond rating, NH Housing may request the provider to deliver collateral sufficient to maintain the NH Housing bond rating or terminate the contract.

Custodial Credit Risk – Custodial credit risk is the risk that, in the failure of a counterparty, NH Housing will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. NH Housing's policy requires collateralized repurchase agreement providers to be members of the Federal Deposit Insurance Corporation or the Association of Primary Dealers in United States Government Securities and the collateral provided must be direct obligations of the United States or GSE debt obligations, have a maintained market value of not less than 102% of the repurchase agreement maturity value and be delivered to a third party custodian acting as a fiduciary on behalf of NH Housing.

4. Cash and Investments (Continued)

Repurchase agreement collateral held by Wells Fargo Bank, National Association:

Government National Mortgage Association mortgage pools (at fair value)	$ 1,385

Concentration of Credit Risk – Concentration of credit risk is the risk of loss that may be attributed to the magnitude of investment in a single issue or a single issuer. NH Housing does not place limits on the amount of investment in a single issue or a single issuer. Investments in issuers that represent 5% or more of total short and long-term investments at June 30, 2026, with their credit quality ratings as issued by Moody's Investors Service as of the date of this report, are as follows:

	Rating	
Government National Mortgage Association	Aa1	$ 464,263
U.S. Treasury obligation money market funds provided by:		
Fidelity Institutional Money Market Funds	Aa1	250,686
Federal National Mortgage Association	Aa1	379,505
Total		$1,094,454

5. Other Assets

Other assets at June 30, 2026, consist of the following:

	Current	Long Term
Accounts receivable	$ 16,760	$ –
Repurchased loans	3,174	–
Prepaid expenses	447	–
Notes receivable	–	1,750
Accrued servicing revenue	558	–
Total	$ 20,939	$ 1,750

(In thousands of dollars)

6. Mortgage Loan Servicing Rights

During the year ended June 30, 2026, NH Housing capitalized $3,029 in connection with the purchase of servicing rights and recorded amortization of $2,136. At June 30, 2026, mortgage loan servicing rights totaled $8,519, net of accumulated amortization of $15,663. Gross servicing rights totaled $24,182.

7. Property and Equipment

Property and equipment at June 30, 2026, consists of:

Land and building	$ 7,184
Equipment	7,311
Furniture and fixtures	972
Total	15,467
Less accumulated depreciation	(11,994)
Property and equipment – net	$ 3,473

Depreciation expense for the year ended June 30, 2026 was $352.

8. Bonds Payable

Bonds payable consist of term and serial bonds due in installments on January 1 and July 1 of each year, with interest rates ranging from 0.85% to 6.50%. Interest paid on bonds of NH Housing is generally exempt from federal income taxes, except for certain bonds including nine series of Single-Family Mortgage Acquisition Revenue Bonds and two series of Multi-family Housing Revenue bonds.

Bonds payable activity for the year ended June 30, 2026 was as follows:

Balance – June 30, 2025	$1,246,960
Bond issuance	339,649
Amortization of bond premium and discount, net	(1,970)
Principal repayment	(110,000)
Balance – June 30, 2026	$1,474,639
Amount payable within one year	$ 55,452

8. Bonds Payable (Continued)

Principal and interest payments due on outstanding bonds are as follows at June 30, 2026:

	Principal	Interest	Total
Years ending June 30:			
2027	$ 55,452	$ 65,150	$ 120,602
2028	55,616	65,413	121,029
2029	40,155	63,985	104,140
2030	33,415	62,551	95,966
2031	26,310	61,423	87,733
Subtotal, years ending 2027 – 2031	210,948	318,522	529,470
Years ending June 30:			
2032 – 2036	140,540	290,791	431,331
2037 – 2041	166,810	257,881	424,691
2042 – 2046	275,030	211,344	486,374
2047 – 2051	320,435	132,348	452,783
2052 – 2056	274,980	49,149	324,129
2057 – 2061	40,390	4,843	45,233
2062 – 2066	8,750	483	9,233
Total	1,437,883	$1,265,361	$2,703,244
Unamortized premium	37,069		
Unamortized discount	(313)		
Total bonds payable	$1,474,639		

In the ordinary course of its business, NH Housing redeems, prior to stated maturity, various amounts of bonds from prepayments of the related mortgage loans.

9. Notes Payable and Credit Facilities

NH Housing has a line of credit with a bank, with availability up to $125,000 depending on need, for the purpose of acquiring single family mortgage loans prior to the issuance of single-family bonds or other secondary market disposition and for financing short-term construction loans for multi-family housing projects. The bank holds collateral assignments in the related mortgages and notes related to each advance. This line of credit bears interest at a fluctuating per annum rate based on the bank's one-month Term Secured Overnight Financing Rate (SOFR) rate plus 1.10% with a floor of 2.15% and expires on January 31, 2028. At June 30, 2026, $43,838, with $12,658 included in current portion of bonds payable, was outstanding with an average interest rate of 3.9%, whereas $81,162 was unused with an interest rate of 0.12%.

9. Notes Payable and Credit Facilities (Continued)

NH Housing has a $5,000 line of credit with a bank, which bears interest at a fluctuating per annum rate based on the bank's one-month Term SOFR rate plus 2.45% and expires on January 31, 2028. There were no amounts outstanding on the line at June 30, 2026.

In connection with the bank lines of credit, NH Housing has covenanted to maintain an unrestricted net position of $35,000 and a minimum investment rating of A3 from Moody's Investors Service, Inc. NH Housing is in compliance with these covenants as of and for the year ended June 30, 2026.

10. Accrued and Other Liabilities

Accrued and other liabilities at June 30, 2026 consist of the following:

	Current	Long-Term
Accounts payable	$ 3,670	$ 333
Funds held in escrow	30,060	2,033
Accrued servicing fees	186	–
GNMA loss liability	32	7,352
Total	$ 33,948	$ 9,718

11. Commitments and Contingent Liabilities

In the normal course of business, NH Housing has outstanding various commitments and contingent liabilities, including the following:

- On June 30, 2026, NH Housing was committed to fund approximately $57,304 of mortgage loans to be used in the Ginnie Mae mortgage-backed securities program. Ginnie Mae guarantees securities that are backed by mortgage loan pools. These mortgages are either acquired or originated by NH Housing and then exchanged with Ginnie Mae for mortgage-backed securities which are either sold or transferred to tax-exempt bond issues. Ginnie Mae has established minimum net worth requirements for program participants based on outstanding securities and the balance of commitments to guarantee securities. On June 30, 2026, NH Housing met the minimum net worth requirement of $9,001. Under the Ginnie Mae program, NH Housing must use its own funds if a borrower fails to make a timely payment on a mortgage loan. NH Housing must also assess the overall performance of the portfolio and repurchase loans as necessary to maintain required delinquency thresholds. NH Housing assesses the overall risk of loss on loans that it may be required to repurchase and repurchases the loans, as necessary. NH Housing securitized $196,196 of mortgage loans during the year ended June 30, 2026, and held $3,119 of repurchased loans in other assets at June 30, 2026.

11. Commitments and Contingent Liabilities (Continued)

- On June 30, 2026, NH Housing was committed to fund approximately $67,655 of mortgage loans to be sold to Fannie Mae. NH Housing sells mortgage loans to Fannie Mae on a nonrecourse basis although previously also sold loans on a risk-share basis. NH Housing securitized $204,026 of mortgage loans during the year ended June 30, 2026.

- NH Housing has committed to maintain primary mortgage insurance policies for all the single-family bond program bond issues. The primary insurance policies for two issues contain risk-sharing arrangements. NH Housing has also committed to maintain pool insurance policies or self-insurance funds held within bond indentures for all issues, except those in the General Single Family Mortgage Acquisition Revenue Bond Resolution adopted on August 25, 2023. The aggregate maximum contingent liability to the general funds with respect to these arrangements is approximately $876 for the risk-sharing insurance agreements.

- NH Housing has committed to maintain mortgage insurance provided through the Federal Housing Administration (FHA) for several multi-family mortgage loans, including the multi-family loan participation interests sold as discussed in Note 3. The FHA insurance used by NH Housing includes risk-sharing arrangements by which NH Housing has a maximum contingent liability to the general funds of $272,206. Management believes the likelihood of incurring losses approximating the maximum exposure is remote.

- NH Housing has authorized the funding of approximately $31,591 from the general funds for the purchase of housing units and for other housing-related purposes. This total includes $31,541 of construction loans expected to be funded from a bank line of credit.

- Provisions of certain general funds and multi-family bond program loans require NH Housing to administer certain funds in escrow on behalf of developers for the purposes of project completion, working capital and contingency reserves, insurance and taxes. At June 30, 2026, these balances aggregated $75,995. These balances are not included in NH Housing's financial statements as they are maintained in separate accounts in the names of the developers.

NH Housing is subject to various legal proceedings and claims that arise in the normal course of its business. In the opinion of management, the ultimate resolution of these actions will not materially affect the accompanying financial statements of NH Housing.

12. Restricted Net Position

The components of restricted net position at June 30, 2026 are as follows:

Restricted for purpose of funding source	$ 56,724
Restricted for purpose of bond issues:	
Single Family bond programs	69,771
Multi-Family bond programs	45,696
Total	$172,191

13. Grants and Subsidies

NH Housing receives and distributes grants and subsidies in support of a variety of housing-related initiatives. Grants and subsidies expense exceeds grants and subsidies revenue by $2,870 primarily due to $7,559 net disbursements over receipts related to the timing of revenue and expenditures in a state supported multi-family subsidy program offset by $4,689 in the following net activity, including the expenditure of down payments assistance grants in the single family programs, the timing of revenue and expenditures in several smaller federal and state supported programs, and expenditures in certain NH Housing funded initiatives without direct revenue offsets.

14. Employee Benefit Plans

NH Housing has established, and can amend, the Defined Contribution Pension Plan for Employees of New Hampshire Housing Finance Authority in accordance with the provisions of Internal Revenue Code Section 401(a). All employees with over six months of service are covered by the plan, which is administered by Mutual of America and requires employer contributions equal to 5% or 10% of the salaries of covered employees and employer matching contributions to specified limits of employee contributions. Payroll of covered employees for the year ended June 30, 2026, totaled $10,379 while total payroll for the year ended June 30, 2026 totaled $11,621. NH Housing expensed and made contributions to the plan of $805 for the year ended June 30, 2026, such amount representing 6.9% of covered payroll and including $227 of matched contribution for the Voluntary Deferred Compensation Plan. The Voluntary Deferred Compensation Plan for Employees of New Hampshire Housing Finance Authority was established by NH Housing in accordance with the provisions of Internal Revenue Code Section 457. This plan, which is administered by Mutual of America, enables all employees to make tax-deferred contributions that are partially matched by NH Housing.

15. Federal Funds Received for Rental Assistance

NH Housing administers subsidized housing programs under HUD Section 811, Family Self Sufficiency and Section 8 mainstream voucher, moderate rehabilitation, moving to work, housing choice voucher, COVID-19 and special allocation programs and receives fees for these services. Total federal funds administered by NH Housing under these programs aggregated $155,094 for the year ended June 30, 2026.

16. Fair Value Measurements

NH Housing generally holds investments until maturity to pay reserve fund bonds as they become due, so fluctuations in the fair value of the investments have a minimal long-term effect. NH Housing categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The three-level framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value.

United States government obligations and money market funds classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Assets and liabilities in Level 2 of the fair value hierarchy are valued using inputs, other than quoted prices in Level 1, that are observable, either directly or indirectly. In Level 3, inputs are unobservable for an asset or liability. Investment derivatives are classified in Level 3 and are valued using mark-to-market techniques based on third-party pricing.

The following table sets forth by level, within the fair value hierarchy, NH Housing's money market funds, United States government obligations and investment derivative instruments at fair value as of June 30, 2026:

	Level 1	Level 2	Level 3	Total
Money market funds	$ 276,913	$ –	$ –	$ 276,913
United States government obligations	852,637	–	–	852,637
Total	$1,129,550	$ –	$ –	$1,129,550

Certain investments not subject to the fair value measurement requirement at June 30, 2026 include:

Collateralized repurchase agreements	$ 1,232
Guaranteed investment contracts	24,980
Total	$ 26,212

17. Subsequent Events

- On July 21, 2026, NH Housing issued $110,000 of Single-Family Mortgage Acquisition Revenue Bonds, 2026EF. The bonds consist of $80,000 tax-exempt and 30,000 taxable bonds with a maturity date of July 1, 2056.
- On September 9, 2026, NH Housing executed a bond purchase agreement for $32,105. This issuance is expected to close on September 23, 2026. The bonds consist of serial and term bonds with varying maturities and interest rates. Bond proceeds will be used to fund mortgage loans to a multi-family housing project known as Meridian at JF and to fund mortgage reserves.
- NH Housing made the strategic decision to purchase an enterprise resource planning (ERP) solution. Full implementation is expected to take several years with Phase 1 Go live anticipated to be July 1, 2027. In addition to the new ERP solution, NH Housing has also begun transitioning its investment activity to a new software. The total contractual costs for software and implementation services incurred to date are approximately $250 although there is likely to be additional implementation costs in future years.
- New Hampshire Bill HB 1042 was signed by the NH Governor in July 2026 and took effect September 13, 2026. This bill increased the borrowing capacity of New Hampshire Housing from two billion to three billion. This increased capacity is intended to provide the necessary authorization to fund future single and multi-family bond issuances.

SUPPLEMENTAL COMBINING SCHEDULES

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF STATEMENT OF NET POSITION

June 30, 2026

(In thousands of dollars)

	General Funds	Single Family Bond Programs	Multi-Family Bond Programs	Eliminations	Total
Assets					
Current assets:					
Cash and cash equivalents	$ 9,145	$ 400	$ –	$ –	$ 9,545
Cash held in escrow	52,108	–	–	–	52,108
Short-term investments	27,012	149,375	127,483	–	303,870
Accrued interest receivable on investments	93	1,723	427	–	2,243
Current portion of mortgage and construction loans receivable	10,414	6,225	35,165	–	51,804
Loans held for sale, at lower of cost or fair value	29,254	–	–	–	29,254
Accrued interest receivable on mortgage and construction loans and loans held for sale	181	736	1,823	–	2,740
Real estate owned, net	3,738	62	–	–	3,800
Other current assets	12,634	8,459	–	(154)	20,939
Total current assets	144,579	166,980	164,898	(154)	476,303
Long-term investments:					
Mortgage backed securities	196	843,572	–	–	843,768
Other long-term investments	3,191	717	4,216	–	8,124
Total long-term investments	3,387	844,289	4,216	–	851,892
Loans receivable:					
Mortgage loans	17,849	89,197	399,512	–	506,558
Construction loans	12,790	–	–	–	12,790
Loans receivable, net	30,639	89,197	399,512	–	519,348
Less current portion of loans receivable	(10,414)	(6,225)	(35,165)	–	(51,804)
Long term portion of loans receivable	20,225	82,972	364,347	–	467,544
Other assets:					
Mortgage loan servicing rights, net	8,519	–	–	–	8,519
Property and equipment, net	3,473	–	–	–	3,473
Interfund receivables	56,592	1,081	13,522	(71,195)	–
Other	1,750	–	–	–	1,750
Total other assets	70,334	1,081	13,522	(71,195)	13,742
Total assets	$238,525	$1,095,322	$546,983	$ (71,349)	$1,809,481

(Continued)

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF STATEMENT OF NET POSITION (CONTINUED)

June 30, 2026

(In thousands of dollars)

	General Funds	Single Family Bond Programs	Multi-Family Bond Programs	Eliminations	Total
Liabilities					
Current liabilities:					
Current portion of bonds payable	$ 992	$ 18,045	$ 36,415	$ –	$ 55,452
Accrued interest payable	42	22,940	8,760	–	31,742
Notes payable	31,237	–	–	–	31,237
Current portion of accrued and other liabilities	33,890	49	163	(154)	33,948
Total current liabilities	66,161	41,034	45,338	(154)	152,379
Long-term liabilities:					
Bonds payable, net of current portion	11,667	978,243	429,277	–	1,419,187
Accrued and other liabilities	9,718	–	–	–	9,718
Interfund payables	38,649	5,874	26,672	(71,195)	–
Total long-term liabilities	60,034	984,117	455,949	(71,195)	1,428,905
Total liabilities	126,195	1,025,151	501,287	(71,349)	1,581,284
Net Position					
Invested in capital assets, net of related debt	3,474	–	–	–	3,474
Restricted	56,724	69,771	45,696	–	172,191
Unrestricted	52,132	400	–	–	52,532
Total net position	$112,330	$ 70,171	$ 45,696	$ –	$ 228,197

(Concluded)

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF REVENUE, EXPENSES AND CHANGES IN NET POSITION

Year Ended June 30, 2026

(In thousands of dollars)

	General Funds	Single Family Bond Programs	Multi-Family Bond Programs	Eliminations	Total
Operating revenue:					
Interest and fees on mortgage and construction loans and loans held for sale	$ 4,721	$ 4,751	$21,609	$ –	$ 31,081
Gain on sale of loans and mortgage-backed securities	2,055	–	–	–	2,055
Servicing revenue	10,812	–	–	(1,507)	9,305
Investment income, net	2,413	47,723	4,038	–	54,174
Housing management fees	18,505	–	–	(9,943)	8,562
Federal rental assistance programs	146,437	–	–	–	146,437
Grants and subsidies	33,141	–	–	–	33,141
Other	1,277	–	–	–	1,277
Total operating revenue	219,361	52,474	25,647	(11,450)	286,032
Operating expenses:					
Bond interest expense and debt financing costs	371	40,491	17,231	–	58,093
Administrative expenses	37,114	129	145	(9,943)	27,445
Loan origination expenses	1,267	4,761	–	–	6,028
Loan servicing expenses	3,814	316	1,193	(1,507)	3,816
Provision for (recovery of) loan losses	5,256	(831)	–	–	4,425
Federal rental assistance programs	146,297	–	–	–	146,297
Grants and subsidies	36,011	–	–	–	36,011
Other	116	–	111	–	227
Total operating expenses	230,246	44,866	18,680	(11,450)	282,342
Change in net position	(10,885)	7,608	6,967	–	3,690
Net position, beginning of year	5,469	(5,469)	–	–	–
Interfund transfers, net	117,746	68,032	38,729	–	224,507
Net position, end of year	$112,330	$ 70,171	$45,696	$ –	$228,197

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF CASH FLOWS

Year Ended June 30, 2026

(In thousands of dollars)

	General Funds	Single Family Bond Programs	Multi-Family Bond Programs	Eliminations	Total
Cash flows from operating activities:					
Loan repayments received	$ 29,605	$ 11,963	$ 28,009	$ –	$ 69,577
Loan interest income and servicing revenue received	15,010	4,866	24,483	(1,507)	42,852
Proceeds from sale of loans and mortgage-backed securities	472,172	–	–	–	472,172
Federal rental assistance program receipts	146,437	–	–	–	146,437
Grants and subsidies receipts	33,141	–	–	–	33,141
Other receipts	47,610	875	11,781	(9,943)	50,323
Loan disbursements	(489,183)	(7,061)	(53,270)	–	(549,514)
Purchase of loan servicing rights	(3,029)	–	–	–	(3,029)
Payments to vendors	(25,988)	(127)	(256)	9,943	(16,428)
Payments to employees	(12,568)	–	–	–	(12,568)
Federal rental assistance program disbursements	(146,297)	–	–	–	(146,297)
Grants and subsidies disbursements	(36,011)	–	–	–	(36,011)
Other disbursements	(45,237)	(12,555)	(12,731)	1,507	(69,016)
Net cash used for operating activities	(14,338)	(2,039)	(1,984)	–	(18,361)
Cash flows from noncapital financing activities:					
Proceeds from issuance of bonds	20,800	284,385	50,125	–	355,310
Principal repayment of bonds	(15,663)	(87,660)	(22,340)	–	(125,663)
Proceeds from notes payable	478,065	–	–	–	478,065
Repayment of notes payable	(479,157)	–	–	–	(479,157)
Interest paid	(361)	(36,156)	(16,755)	–	(53,272)
Net cash (used for) provided by noncapital financing activities	3,684	160,569	11,030	–	175,283
Cash flows from capital and related financing activities:					
Additions to property and equipment	(481)	–	–	–	(481)
Proceeds from sale and maturities of investment securities	375	–	–	–	375
Net cash used for capital and related financing activities	(106)	–	–	–	(106)
Cash flows from investing activities:					
Purchase of investment securities	(2,841)	(345,680)	(67,039)	–	(415,560)
Proceeds from sale and maturities of investment securities	13,047	142,729	53,830	–	209,606
Investment income received	2,000	44,175	4,143	–	50,318
Net cash provided by (used for) investing activities	12,206	(158,776)	(9,066)	–	(155,636)
Net increase (decrease) in cash and cash equivalents	1,446	(246)	(20)	–	1,180
Cash and cash equivalents, beginning of year	7,699	646	20	–	8,365
Cash and cash equivalents, end of year	$ 9,145	$ 400	$ –	$ –	$ 9,545

(Continued)

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF CASH FLOWS (CONTINUED)

Year Ended June 30, 2026

(In thousands of dollars)

	General Funds	Single Family Bond Programs	Multi-Family Bond Programs	Eliminations	Total
Reconciliation of change in net position to net cash (used for) provided by operating activities:					
Change in net position	$ (10,885)	$ 7,608	$ 6,967	$ –	$ 3,690
Adjustments to reconcile change in net position to net cash provided by (used for) operating activities:					
Amortization of servicing rights	2,136	–	–	–	2,136
Mortgage loan servicing rights capitalized	(3,029)	–	–	–	(3,029)
Depreciation of property and equipment	352	–	–	–	352
Loan interest income converted to loan principal	(576)	–	2,961	–	2,385
Investment income, net	(2,413)	(47,723)	(4,038)	–	(54,174)
Bond interest expense and debt financing costs	371	40,491	17,231	–	58,093
Changes in operating assets and liabilities:					
Loans receivable	3,192	4,901	(25,260)	–	(17,167)
Loans held for sale	7,348	–	–	–	7,348
Accrued interest – loans	53	121	(88)	–	86
Other assets	(42,804)	(3,748)	(11,538)	(154)	(58,244)
Accrued and other liabilities	26,448	1,780	11,781	154	40,163
Interfund transfers	5,469	(5,469)	–	–	–
Net cash used for operating activities	$ (14,338)	$ (2,039)	$ (1,984)	$ –	$ (18,361)
Supplemental disclosures of noncash information:					
Conversion of construction loans receivable to mortgage loans receivable	$ 576	$ –	$ –	$ –	$ 576
Real estate acquired through foreclosure	$ 4,559	$ –	$ –	$ –	$ 4,559

(Concluded)

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF STATEMENT OF NET POSITION – SINGLE FAMILY BOND PROGRAMS

June 30, 2026

(In thousands of dollars)

	1995	2009	2022	Total
Assets				
Current assets:				
Cash and cash equivalents	$ –	$ 400	$ –	$ 400
Short-term investments	26,157	4,721	118,497	149,375
Accrued interest receivable on investments	29	–	1,694	1,723
Current portion of mortgage loans receivable	5,795	430	–	6,225
Accrued interest receivable on mortgage loans	665	71	–	736
Real estate owned, net	62	–	–	62
Other current assets	538	36	7,885	8,459
Total current assets	33,246	5,658	128,076	166,980
Long-term investments:				
Mortgage backed securities	124	–	843,448	843,572
Other long-term investments	717	–	–	717
Total long-term investments	841	–	843,448	844,289
Loans receivable:				
Mortgage loans	70,508	8,699	9,990	89,197
Loans receivable, net	70,508	8,699	9,990	89,197
Less current portion of loans receivable	(5,795)	(430)	–	(6,225)
Long term portion of loans receivable	64,713	8,269	9,990	82,972
Other assets:				
Interfund receivables	729	–	352	1,081
Total other assets	729	–	352	1,081
Total assets	$ 99,529	$ 13,927	$ 981,866	$ 1,095,322

(Continued)

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF STATEMENT OF NET POSITION – SINGLE FAMILY BOND PROGRAMS (CONTINUED)

June 30, 2026

(In thousands of dollars)

	1995	2009	2022	Total
Liabilities				
Current liabilities:				
Current portion of bonds payable	$ 7,270	$ –	$ 10,775	$ 18,045
Accrued interest payable	762	194	21,984	22,940
Current portion of accrued and other liabilities	44	5	–	49
Total current liabilities	8,076	199	32,759	41,034
Long-term liabilities:				
Bonds payable, net of current portion	39,180	10,495	928,568	978,243
Interfund payables	953	1,292	3,629	5,874
Total long-term liabilities	40,133	11,787	932,197	984,117
Total liabilities	48,209	11,986	964,956	1,025,151
Net Position				
Restricted	51,320	1,541	16,910	69,771
Unrestricted	–	400	–	400
Total net position	$ 51,320	$ 1,941	$ 16,910	$ 70,171

(Concluded)

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF REVENUE, EXPENSES AND CHANGES IN NET POSITION – SINGLE FAMILY BOND PROGRAMS

Year Ended June 30, 2026

(In thousands of dollars)

	1995	2009	2022	Total
Operating revenue:				
Interest and fees on mortgage and construction loans	$ 4,280	$ 471	$ –	$ 4,751
Investment income, net	603	105	47,015	47,723
Total operating revenue	4,883	576	47,015	52,474
Operating expenses:				
Bond interest expense and debt financing costs	1,600	392	38,499	40,491
Administrative expenses	27	9	93	129
Loan origination expenses	–	–	4,761	4,761
Loan servicing expenses	281	35	–	316
Provision for loan losses	(264)	(67)	(500)	(831)
Total operating expense	1,644	369	42,853	44,866
Change in net position	3,239	207	4,162	7,608
Net position, beginning of year	51,087	1,734	15,211	68,032
Interfund transfers, net	(3,006)	–	(2,463)	(5,469)
Net position, end of year	$ 51,320	$ 1,941	$ 16,910	$ 70,171

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF CASH FLOWS – SINGLE FAMILY BOND PROGRAMS

Year Ended June 30, 2026

(In thousands of dollars)

	1995	2009	2022	Total
Cash flows from operating activities:				
Loan repayments received	$ 10,811	$ 1,152	$ –	$ 11,963
Loan interest income received	4,385	481	–	4,866
Other receipts	(298)	696	477	875
Loan disbursements	–	–	(7,061)	(7,061)
Payments to vendors	(26)	(7)	(94)	(127)
Grants and subsidies disbursements	–	–	–	–
Other disbursements	(3,728)	32	(8,859)	(12,555)
Net cash provided by (used for) operating activities	11,144	2,354	(15,537)	(2,039)
Cash flows from noncapital financing activities:				
Proceeds from issuance of bonds	–	–	284,385	284,385
Principal repayment of bonds	(17,315)	(1,390)	(68,955)	(87,660)
Interest paid	(1,876)	(413)	(33,867)	(36,156)
Net cash (used for) provided by noncapital financing activities	(19,191)	(1,803)	181,563	160,569
Cash flows from investing activities:				
Purchase of investment securities	(15,684)	(2,527)	(327,469)	(345,680)
Proceeds from sale and maturities of investment securities	22,942	1,803	117,984	142,729
Investment income received	611	105	43,459	44,175
Net cash provided by (used for) investing activities	7,869	(619)	(166,026)	(158,776)
Net increase (decrease) in cash and cash equivalents	(178)	(68)	–	(246)
Cash and cash equivalents, beginning of year	178	468	–	646
Cash and cash equivalents, end of year	$ –	$ 400	$ –	$ 400

(Continued)

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF CASH FLOWS – SINGLE FAMILY BOND PROGRAMS (CONTINUED)

Year Ended June 30, 2026

(In thousands of dollars)

	1995	2009	2022	Total
Reconciliation of change in net position to net cash provided by operating activities:				
Change in net position	$ 3,239	$ 207	$ 4,162	$ 7,608
Adjustments to reconcile change in net position to net cash provided by operating activities:				
Investment income, net	(603)	(105)	(47,015)	(47,723)
Bond interest expense and debt financing costs	1,600	392	38,499	40,491
Changes in operating assets and liabilities:				
Loans receivable	10,809	1,154	(7,062)	4,901
Accrued interest – loans	111	10	–	121
Other assets	(1,058)	(61)	(2,629)	(3,748)
Accrued and other liabilities	50	757	973	1,780
Interfund transfers	(3,004)	–	(2,465)	(5,469)
Net cash provided by (used for) operating activities	$ 11,144	$ 2,354	$ (15,537)	$ (2,039)
Supplemental disclosures of noncash information:				
Real estate acquired through foreclosure	$ –	$ –	$ –	$ –

(Concluded)

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF STATEMENT OF NET POSITION – MULTI-FAMILY BOND PROGRAMS

June 30, 2026

(In thousands of dollars)

	2008-2013	2017-2025	Total
Assets			
Current assets:			
Short-term investments	$1,796	$ 125,687	$ 127,483
Accrued interest receivable on investments	1	426	427
Current portion of mortgage loans receivable	112	35,053	35,165
Accrued interest receivable on mortgage loans	36	1,787	1,823
Total current assets	1,945	162,953	164,898
Long-term investments:			
Other long-term investments	–	4,216	4,216
Total long-term investments	–	4,216	4,216
Loans receivable:			
Mortgage loans	6,547	392,965	399,512
Less current portion of loans receivable	(112)	(35,053)	(35,165)
Long term portion of loans receivable	6,435	357,912	364,347
Other assets:			
Interfund receivables	46	13,476	13,522
Total other assets	46	13,476	13,522
Total assets	8,426	538,557	546,983
Liabilities			
Current liabilities:			
Current portion of bonds payable	145	36,270	36,415
Accrued interest payable	165	8,595	8,760
Current portion of accrued and other liabilities	–	163	163
Total current liabilities	310	45,028	45,338
Long-term liabilities:			
Bonds payable, net of current portion	6,412	422,865	429,277
Interfund payables	358	26,314	26,672
Total long-term liabilities	6,770	449,179	455,949
Total liabilities	7,080	494,207	501,287
Net Position			
Total net position – restricted	$1,346	$ 44,350	$ 45,696

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF REVENUE, EXPENSES AND CHANGES IN NET POSITION – MULTI-FAMILY BOND PROGRAMS

Year Ended June 30, 2026

(In thousands of dollars)

	2008-2013	2017-2025	Total
Operating revenue:			
Interest and fees on mortgage and construction loans	$ 442	$ 21,167	$ 21,609
Investment income	61	3,977	4,038
Total operating revenue	503	25,144	25,647
Operating expenses:			
Bond interest expense and debt financing costs	333	16,898	17,231
Administrative expenses	8	137	145
Loan servicing expenses	–	1,193	1,193
Other	18	93	111
Total operating expenses	359	18,321	18,680
Change in net position	144	6,823	6,967
Net position, beginning of year	1,202	37,527	38,729
Net position, end of year	$ 1,346	$ 44,350	$ 45,696

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF CASH FLOWS – MULTI-FAMILY BOND PROGRAMS

Year Ended June 30, 2026

(In thousands of dollars)

	2008-2013	2017-2025	Total
Cash flows from operating activities:			
Loan repayments received	$ 105	$ 27,904	$ 28,009
Loan interest income received	444	24,039	24,483
Other receipts	24	11,757	11,781
Loan disbursements	–	(53,270)	(53,270)
Payments to vendors	(25)	(231)	(256)
Other disbursements	(1)	(12,730)	(12,731)
Net cash provided by (used for) operating activities	547	(2,531)	(1,984)
Cash flows from noncapital financing activities:			
Proceeds from issuance of bonds	–	50,125	50,125
Principal repayment of bonds	(135)	(22,205)	(22,340)
Interest paid	(334)	(16,421)	(16,755)
Net cash used for noncapital financing activities	(469)	11,499	11,030
Cash flows from investing activities:			
Purchase of investment securities	(629)	(66,410)	(67,039)
Proceeds from sale and maturities of investment securities	469	53,361	53,830
Investment income received	62	4,081	4,143
Net cash provided by (used for) investing activities	(98)	(8,968)	(9,066)
Net increase (decrease) in cash and cash equivalents	(20)	–	(20)
Cash and cash equivalents, beginning of year	20	–	20
Cash and cash equivalents, end of year	$ –	$ –	$ –

(Continued)

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

SUPPLEMENTAL COMBINING SCHEDULE OF CASH FLOWS – MULTI-FAMILY BOND PROGRAMS (CONTINUED)

Year Ended June 30, 2026

(In thousands of dollars)

	2008-2013	2017-2025	Total
Reconciliation of change in net position to net cash provided by operating activities:			
Change in net position	$ 145	$ 6,822	$ 6,967
Adjustments to reconcile change in net position to net cash provided by (used for) operating activities:			
Loan interest income converted to loan principal	–	2,961	2,961
Investment income, net	(61)	(3,977)	(4,038)
Bond interest expense and debt financing costs	333	16,898	17,231
Changes in operating assets and liabilities:			
Loans receivable	106	(25,366)	(25,260)
Accrued interest – loans	1	(89)	(88)
Other assets	(1)	(11,537)	(11,538)
Accrued and other liabilities	24	11,757	11,781
Net cash provided by (used for) operating activities	$ 547	$ (2,531)	$ (1,984)

(Concluded)

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

GINNIE MAE NET WORTH REQUIREMENT

June 30, 2026

(In thousands of dollars)

Adjusted net worth calculation:	
Net position	$228,197
Less unacceptable assets:	
Mortgage loan servicing rights, net	8,519
Adjusted net worth for Ginnie Mae	219,678
Required net worth calculation:	
Unpaid principal balance of securities outstanding	6,210
Outstanding balance of commitment authority issued and requested	291
Total outstanding portfolio and commitment authority	6,501
Required net worth for Ginnie Mae	2,500
Total required net worth for Ginnie Mae	9,001
Excess net worth for Ginnie Mae	$210,677

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

GINNIE MAE CAPITAL REQUIREMENT

June 30, 2026

(In thousands of dollars)

Capital requirement for depository institutions:

Tier 1 capital	$ N/A	
Total capital	N/A	
Risk-based assets	N/A	
Total assets	N/A	
Tier 1 capital/total assets		N/A%
Tier 1 capital/risk-based assets		N/A
Total capital/risk-based assets		N/A
		Meets requirement?
5% of tier 1 capital/total assets	$ N/A	N/A
6% of tier 1 capital/risk-based assets	N/A	N/A
10% of total capital/risk-based assets	N/A	N/A

Capital requirement for nondepository institutions:

Total adjusted net worth	$ 219,678	
Total assets	$ 1,809,481	
		Meets requirement?
Total adjusted net worth/total assets	12.1%	Yes

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

GINNIE MAE LIQUID ASSET REQUIREMENT

June 30, 2026

(In thousands of dollars)

Liquid asset calculation:

Required net worth		$ 9,001
Acceptable liquid assets		
1. Cash and cash equivalents	$ 9,545	
Total liquid assets		$ 9,545

Required liquid asset:

		Meets requirement?
Excess (deficit) liquid		$ 544
(Total liquid assets/ required net worth)	106%	Yes

NEW HAMPSHIRE HOUSING FINANCE AUTHORITY

GINNIE MAE INSURANCE REQUIREMENT

June 30, 2026

(In thousands of dollars)

Identification of affiliated Ginnie Mae issuers:	
Affiliated Ginnie Mae issuers:	None
Affiliated issuers on same insurance policies:	None
Required insurance calculation:	
Servicing portfolio:	
Ginnie Mae	$1,125,582
Fannie Mae	796,735
Conventional (other)	111,264
Total servicing portfolio	$2,033,581
Required fidelity bond coverage	$ 1,593
Required mortgage servicing errors and omissions coverage	$ 1,593
Verification of insurance coverage:	
Fidelity bond coverage at end of reporting period	$ 4,000
Mortgage servicing errors and omissions coverage at end of reporting period	$ 3,000
Excess (deficit) insurance coverage:	
Fidelity bond coverage	$ 2,407
Required mortgage servicing errors and omissions coverage	$ 1,407
Ginnie Mae loss payable endorsement:	
Fidelity bond coverage	Yes
Mortgage servicing errors and omissions coverage	Yes