



MONTANA LEGISLATIVE AUDIT DIVISION

FINANCIAL AUDIT

Montana Board of Housing

Fiscal Year Ended June 30, 2010

NOVEMBER 2010

10-07

REPORT SUMMARY

The Montana Board of Housing's public purpose is to provide decent, safe, sanitary and affordable housing for lower income individuals and families in the state of Montana. BOH accomplishes this purpose by issuing tax exempt bonds, administering federal housing programs and working in partnership with many other housing programs and providers throughout Montana.

Context

The Montana Board of Housing was created by the Montana Housing Act of 1975. The Board is an agency of the State and operates within the Department of Commerce for administrative purposes. Under the Housing Act the Board does not receive appropriations from the State's general fund and is completely self-supporting. Substantially all of the funds for the Board's operations and programs are provided by the private sector through the sale of tax-exempt bonds.

The powers of the Board are vested in a seven member Board, appointed by the Governor, subject to the confirmation of the State Senate. The Board provides policy direction to the agency staff, authorizes bond issues, approves development financing and evaluates Board Housing Programs. These programs include the Single Family Program, Recycled Single Family Program, Multifamily Loan Programs, Low Income Housing Tax Credit Program and the Reverse Annuity Mortgage (RAM) Program.

In fiscal year 2010 the Board of Housing purchased 272 single family mortgages for \$31 million. Low Income Tax Credits totaling \$2.9 million were allocated providing approximately \$20 million of equity to produce or preserve 238 units of affordable rental housing. In total, the board retired \$140 million of bond debt while bond debt outstanding increased from \$875 million to \$885 million.

Results

Our audit report did not contain any recommendations to the board.

Recommendation Concurrence	
Concur	0
Partially Concur	0
Do Not Concur	0
Source: Agency audit response included in final report.	

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