

# **STATE OF NEW YORK MORTGAGE AGENCY**

## **MISSION**

The State of New York Mortgage Agency is a public benefit corporation created in 1970 to increase the affordability of homeownership for low- to moderate-income residents of New York State. This is accomplished by the Agency's issuance of taxable and tax-exempt bonds and the use of proceeds to purchase low-interest rate mortgage loans. In 1978, the Agency's mission was expanded to include the issuance of mortgage insurance to promote the stabilization of neighborhoods throughout the State.

## **ORGANIZATION AND STAFFING**

The Agency is overseen by a nine-member Board of Directors comprised of the Superintendent of Banks, the State Comptroller, the Director of the Budget, the Commissioner of Housing and Community Renewal and appointees of the Governor, the Temporary President of the Senate and the Speaker of the Assembly. Responsibility for operation of the Agency rests with the President/Chief Executive Officer, who also serves in this capacity for the Housing Finance Agency — the State's other major housing finance entity. The Agency is operated jointly with the Housing Finance Agency out of its central headquarters in New York City and from regional offices in Albany and Buffalo.

The State of New York Mortgage Agency has two program divisions. Its Single Family Mortgage Finance Division provides low-interest rate mortgages to low- and moderate-income first-time homebuyers (and for other eligible homebuyers in designated target areas) through the issuance of mortgage revenue bonds. The Agency uses a network of banking institutions to originate mortgages on its behalf.

The Mortgage Insurance Division provides insurance on mortgage loans for residential, mixed residential, commercial and community service-related properties throughout the State. This insurance is supported by the Mortgage Insurance Fund, which is funded by a surcharge on the Mortgage Recording Tax.

## **FISCAL BACKGROUND AND BUDGET HIGHLIGHTS**

The Agency receives no direct operating support from the State. Statute requires the State to guarantee certain obligations of the Agency. The Executive Budget recommends approximately \$173 million in appropriations in 2000-01 to satisfy this requirement, although no cash disbursements are projected to be made from this appropriation. All State of New York Mortgage Agency programs and operations are supported by Agency funds, consisting of mortgage income, application fees, insurance premiums and investment proceeds.

## **PROGRAM HIGHLIGHTS**

Since its inception in 1970, the Agency's Single Family Division has provided nearly \$7.1 billion of affordable financing for over 115,000 homes in New York. Between January 1, 1995 and the close of the Agency's fiscal year on October 31, 1999, the Agency purchased \$2.1 billion in single-family mortgages — helping nearly 23,500 New Yorkers buy their first homes. During the Agency's 1998-99 fiscal year, over 5,800 loans were financed for approximately \$522 million in mortgage loan volume.

# MORTGAGE AGENCY

The Mortgage Insurance Fund's portfolio of insurance liability now exceeds \$2.2 billion. In 1998-99, mortgage insurance provided by the Agency totaled \$135 million.

## ALL FUNDS APPROPRIATIONS

Category	Available 1999-00	Appropriations Recommended 2000-01	Change	Reappropriations Recommended 2000-01
State Operations .....	\$76,800,000	\$76,800,000	.....	.....
Aid To Localities .....	80,702,000	95,981,000	+ \$15,279,000	.....
Capital Projects .....	.....	.....	.....	.....
<b>Total .....</b>	<b>\$157,502,000</b>	<b>\$172,781,000</b>	<b>+ \$15,279,000</b>	<b>.....</b>

## STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS

Fund Type	Available 1999-00	Recommended 2000-01	Change
General Fund .....	\$76,800,000	\$76,800,000	.....
<b>Total .....</b>	<b>\$76,800,000</b>	<b>\$76,800,000</b>	<b>.....</b>

## STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS

Program	Available 1999-00	Recommended 2000-01	Change
Infrastructure Trust Fund Guarantee - SONYMA Homeowners Mortgage Revenues General Fund .....	\$61,800,000	\$61,800,000	.....
SONYMA Mortgage Insurance Fund Restoration General Fund .....	15,000,000	15,000,000	.....
<b>Total .....</b>	<b>\$76,800,000</b>	<b>\$76,800,000</b>	<b>.....</b>

## STATE OPERATIONS — GENERAL FUND SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED APPROPRIATIONS AND CHANGES 2000-01 RECOMMENDED

Program	Total Amount	Change	Maintenance Undistributed Amount	Change
Infrastructure Trust Fund Guarantee - SONYMA Homeowners Mortgage Revenues .....	\$61,800,000	.....	\$61,800,000	.....
SONYMA Mortgage Insurance Fund Restoration .....	15,000,000	.....	15,000,000	.....
<b>Total .....</b>	<b>\$76,800,000</b>	<b>.....</b>	<b>\$76,800,000</b>	<b>.....</b>

## AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS

Fund Type	Available 1999-00	Recommended 2000-01	Change
General Fund .....	\$80,702,000	\$95,981,000	+ \$15,279,000
<b>Total .....</b>	<b>\$80,702,000</b>	<b>\$95,981,000</b>	<b>+ \$15,279,000</b>

**AID TO LOCALITIES  
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM  
APPROPRIATIONS**

<u>Program</u>	<u>Available 1999-00</u>	<u>Recommended 2000-01</u>	<u>Change</u>
SONYMA Mortgage Insurance Fund Restoration General Fund .....	<u>\$80,702,000</u>	<u>\$95,981,000</u>	<u>+ \$15,279,000</u>
Total .....	<u>\$80,702,000</u>	<u>\$95,981,000</u>	<u>+ \$15,279,000</u>

