

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS
(MBIA INSURED)**

FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2017 AND 2016

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS
(MBIA INSURED)
YEARS ENDED JUNE 30, 2017 AND 2016**

TABLE OF CONTENTS

INDEPENDENT AUDITORS' REPORT	1
FINANCIAL STATEMENTS	
STATEMENTS OF NET POSITION	3
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET POSITION	4
STATEMENTS OF CASH FLOWS	5
NOTES TO FINANCIAL STATEMENTS	6

INDEPENDENT AUDITORS' REPORT

Office of the Secretary
Department of Housing and Community Development
Lanham, Maryland

We have audited the accompanying financial statements of the Community Development Administration Infrastructure Financing Bonds (MBIA Insured) (the Fund) of the Department of Housing and Community Development of the State of Maryland as of and for the year ended June 30, 2017 and 2016, and the related notes to the financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Fund as of June 30, 2017 and 2016, and the changes in its financial position and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Financial Statement Presentation

As discussed in Note 1, the financial statements present only the Fund and do not purport to, and do not, present fairly the financial position of the Department of Housing and Community Development of the State of Maryland as of and for the years ended June 30, 2017 and 2016, and the changes in its net position and its cash flows, in conformity with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not 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. Our opinion on the basic financial statements is not affected by this missing information.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 29, 2017 on our consideration of the Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Fund's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Baltimore, Maryland
September 29, 2017

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS (MBIA INSURED)
STATEMENTS OF NET POSITION
(in thousands)
JUNE 30, 2017 AND 2016**

	2017	2016
RESTRICTED ASSETS		
RESTRICTED CURRENT ASSETS		
Cash and Cash Equivalents on Deposit	\$ 710	\$ 730
Community Facilities Loans	287	478
Accrued Interest Receivable	4	10
Total Restricted Current Assets	1,001	1,218
RESTRICTED LONG-TERM ASSETS		
Community Facilities Loans, Net of Current Portion	97	654
Total Restricted Long-Term Assets	97	654
Total Restricted Assets	\$ 1,098	\$ 1,872
LIABILITIES AND NET POSITION		
CURRENT LIABILITIES		
Accrued Interest Payable	\$ 2	\$ 5
Bonds Payable	250	490
Total Current Liabilities	252	495
LONG-TERM LIABILITIES		
Bonds Payable, Net of Current Portion	135	655
Advance Trustee Fees	147	191
Total Long-Term Liabilities	282	846
Total Liabilities	534	1,341
NET POSITION		
Restricted	564	531
Total Liabilities and Net Position	\$ 1,098	\$ 1,872

See accompanying Notes to Financial Statements.

**COMMUNITY DEVELOPMENT ADMINISTRATION
 INFRASTRUCTURE FINANCING BONDS (MBIA INSURED)
 STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
 (in thousands)
 YEARS ENDED JUNE 30, 2017 AND 2016**

	2017	2016
OPERATING REVENUE		
Interest on Community Facilities Loans	\$ 41	\$ 68
Interest on Cash and Cash Equivalents	3	1
Other Operating Revenue	32	-
Total Operating Revenue	76	69
OPERATING EXPENSES		
Interest Expense on Bonds	43	72
Operating Income (Loss)	33	(3)
CHANGE IN NET POSITION	33	(3)
NET POSITION - RESTRICTED AT BEGINNING OF YEAR	531	534
NET POSITION - RESTRICTED AT END OF YEAR	\$ 564	\$ 531

See accompanying Notes to Financial Statements.

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS (MBIA INSURED)
STATEMENTS OF CASH FLOWS
(in thousands)
YEARS ENDED JUNE 30, 2017 AND 2016**

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Principal and Interest Received on Community Facilities Loans	\$ 795	\$ 364
Advance Trustee Fees Received	8	3
Trustee Fees Paid	(20)	(20)
Net Cash Provided by Operating Activities	783	347
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received on Cash Equivalents	3	1
Net Cash Provided by Investing Activities	3	1
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Payments on Bond Principal	(760)	(295)
Interest on Bonds	(46)	(73)
Net Cash Used in Noncapital Financing Activities	(806)	(368)
NET DECREASE IN CASH AND CASH EQUIVALENTS ON DEPOSIT	(20)	(20)
CASH AND CASH EQUIVALENTS ON DEPOSIT - BEGINNING OF YEAR	730	750
CASH AND CASH EQUIVALENTS ON DEPOSIT - END OF YEAR	\$ 710	\$ 730
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 33	\$ (3)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Interest Received on Cash Equivalents	(3)	(1)
Interest on Bonds	46	73
Decrease in Assets:		
Community Facilities Loans	748	290
Accrued Interest Receivable	6	6
Decrease in Liabilities:		
Accrued Interest Payable	(3)	(1)
Advance Trustee Fees	(44)	(17)
Net Cash Provided by Operating Activities	\$ 783	\$ 347

See accompanying Notes to Financial Statements.

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS (MBIA INSURED)
NOTES TO FINANCIAL STATEMENTS
(in thousands)
JUNE 30, 2017 AND 2016**

NOTE 1 AUTHORIZING LEGISLATION AND PROGRAM DESCRIPTION

The Community Development Administration (CDA) is authorized to issue Infrastructure Financing Bonds (MBIA Insured) pursuant to Sections 4-101 through 4-255 of the Housing and Community Development Article of the Annotated Code of Maryland to provide a mechanism for financing the infrastructure needs of local governments. CDA is in the Division of Development Finance in the Department of Housing and Community Development (DHCD) of the State of Maryland.

The accompanying financial statements only include CDA's Infrastructure Financing Bonds (MBIA Insured) (the Fund). CDA's other Funds are not included.

The Fund was established to issue bonds to provide funds for construction and permanent financing to local governments for public facilities.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The Fund is accounted for as an enterprise fund. Accordingly, the accompanying financial statements have been prepared using the accrual method of accounting and on the basis of accounting principles generally accepted in the United States of America (GAAP).

Basis of Accounting and Measurement Focus

The basis of accounting for the Fund is determined by measurement focus. The flow of economic resources measurement focus and the accrual basis of accounting are used to account for the Fund. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. All assets and liabilities associated with the operation of the Fund are included on the Statements of Net Position. The Fund is required to follow all statements of the Governmental Accounting Standards Board (GASB).

Generally Accepted Accounting Principles

CDA reports its financial activities by applying Standards of Governmental Accounting and Financial Reporting as promulgated by GASB. Consequently, CDA applies all applicable GASB pronouncements.

In accordance with accounting guidance issued by GASB, net position should be reported as restricted when constraints placed on net position use is either: externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or is imposed by law through constitutional provisions or enabling legislation. Accordingly, the net position of the Fund is restricted as to its use as the net position is pledged to bondholders.

Since CDA is an enterprise fund included in the State of Maryland's Comprehensive Annual Financial Report, a separate Management's Discussion and Analysis is not included in these financial statements. CDA prepares a Management's Discussion and Analysis for the General Accounting Division of the State of Maryland that is not part of these financial statements.

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS (MBIA INSURED)
NOTES TO FINANCIAL STATEMENTS
(in thousands)
JUNE 30, 2017 AND 2016**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents on Deposit

Cash equivalents may include money market funds, repurchase agreements, investment agreements and any other investments, primarily obligations of the U.S. Treasury and U.S. Government Agencies, which have maturities of 90 or less days at the time of purchase. As of June 30, 2017 and 2016, all of the Fund's cash equivalents were invested in a money market mutual fund which is more fully described in Note 3.

Community Facilities Loans

Community facilities loans are carried at their unpaid principal balances. See Note 4 for additional information on community facilities loans.

Allowance for Loan Losses

Community facilities loans are secured by the full faith and credit of the applicable local government. Therefore, CDA has determined that no allowance for loan losses was necessary as of June 30, 2017 and 2016.

Accrued Interest Receivable

Accrued interest includes both interest on cash deposits and interest on loans. As of June 30, 2017 and 2016, all loans were current. Therefore, all accrued interest on loans was recorded during the year.

Bonds Payable

Bonds payable are carried at their unpaid principal balances. There are no premiums or discounts to amortize. See Notes 5, 6, 7 and 8 for additional information.

Administrative Support

In addition to expenses incurred directly by the Fund, CDA receives certain support services from other divisions of DHCD. Support services and the operating expenses of CDA have been allocated to CDA's General Bond Reserve Fund and are reported in the financial statements of CDA's Revenue Obligation Funds. The General Bond Reserve Fund records these expenses as invoiced by DHCD for the fiscal year.

The employees of CDA are covered by the Maryland State Retirement and Pension System. See Note 9 for additional information.

Revenue and Expenses

CDA distinguishes operating revenue and expenses from non-operating items in accordance with accounting guidance issued by GASB. Operating revenue and expenses are identified as those activities that are directly related to financing public facilities for local governments. All of the Fund's activities are considered to be operating.

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS (MBIA INSURED)
NOTES TO FINANCIAL STATEMENTS
(in thousands)
JUNE 30, 2017 AND 2016**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue, expenses, gains and losses during the reporting period. Actual results could differ from these estimates.

NOTE 3 CASH AND CASH EQUIVALENTS ON DEPOSIT

Proceeds from bonds and revenues from loans are invested in authorized investments as defined in the Infrastructure Financing Bonds (MBIA Insured) Resolution (the Resolution) and in CDA's Investment Policy until required for financing projects, redeeming outstanding bonds and funding program expenses. Authorized investments include obligations of the U.S. Treasury, U.S. Government Agencies, investment agreements, money market funds and any other investment as defined by the Resolution.

As of June 30, 2017, the Fund had \$710 invested in a money market mutual fund (BlackRock Liquidity FedFund Administration Shares). As of June 30, 2016, the Fund had \$730 invested in a money market mutual fund (Federated Prime Cash Obligations Fund). Both are classified as cash and cash equivalents. The following represents the GASB evaluation of these assets for interest rate risk, credit risk, concentration of credit risk and custodial credit risk.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting its exposure to fair value losses from rising interest rates, CDA's Investment Policy requires that the maturities of the investment portfolio are scheduled to meet the cash requirements for bond debt service, projected loan originations and ongoing operations.

The BlackRock Liquidity FedFund Administration Shares invests primarily in cash, U.S. Treasury bills, notes and other obligations issued or guaranteed as to principal and interest by the U.S. Government, its agencies or instrumentalities, and repurchase agreements secured by such obligations or cash. The Federated Prime Cash Obligations Fund invests primarily in short-term, high-quality, fixed-income securities issued by banks, corporations and the U.S. Government. Both operate in accordance with Rule 2a-7 of the Investment Company Act of 1940, as amended. Both can reasonably be expected to have a fair value that will be unaffected by interest rate changes because the interest rates are variable and the principal can be recovered on demand. As noted above, as of June 30, 2017 and 2016, the cost of the money market mutual fund approximated fair value.

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS (MBIA INSURED)
NOTES TO FINANCIAL STATEMENTS
(in thousands)
JUNE 30, 2017 AND 2016**

NOTE 3 CASH AND CASH EQUIVALENTS ON DEPOSIT (CONTINUED)

Credit Risk and Concentration of Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Neither CDA's Investment Policy nor the Resolution requires investment agreements or deposits to be collateralized. CDA's Investment Policy places no limit on the amount that CDA may invest in any one issuer or counterparty. According to the Resolution, securities must be rated at the highest investment grade by any national rating agency. U.S. dollar denominated accounts and bankers' acceptances which have a rating on their short-term certificates of deposit must be in the two highest ratings by any nationally recognized rating agency. Accounting guidance issued by GASB requires disclosure by amount and investment issuer if investments in any one issuer represent 5 percent or more of total investments. Investments in mutual funds are excluded from this requirement.

As of June 30, 2017, the BlackRock Liquidity FedFund Administration Shares was rated AAAM by Standard and Poor's and Aaa by Moody's Investors Service. As of June 30, 2016, the Federated Prime Cash Obligations Fund was rated AAAM by Standard and Poor's and Aaa by Moody's Investors Service.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank or counterparty failure, CDA will not be able to recover its deposits or the value of its collateral securities that are in the possession of an outside party. As of June 30, 2017 and 2016, the Fund's investments were not subject to custodial credit risk under accounting guidance issued by GASB. The money market mutual fund is held in trust by the trustee, kept separate from the assets of the bank and from other trust accounts and is held in CDA's name.

Fair Value Measurements

CDA 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. Level 1 inputs are quoted market prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. As of June 30, 2017 and 2016, all investments were in a money market mutual fund which is not subject to the fair value measurement requirements.

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS (MBIA INSURED)
NOTES TO FINANCIAL STATEMENTS
(in thousands)
JUNE 30, 2017 AND 2016**

NOTE 4 COMMUNITY FACILITIES LOANS

Community facilities loans are secured by the full faith and credit of the applicable local government. As such, no allowance for loan losses was necessary as of June 30, 2017 and 2016. As of June 30, 2017 and 2016, interest rates on such loans range from 4.61% to 5.01% and 4.61% to 5.62%, respectively. Remaining loan terms range from less than 1 year to 6 years and less than 1 year to 11 years, respectively.

NOTE 5 BONDS PAYABLE

The bonds issued by CDA are special obligations of CDA and are payable from the revenue and special funds of the Resolution. These bonds do not constitute debt of and are not guaranteed by the State of Maryland or any other program of the State of Maryland or any political subdivision.

The provisions of the Resolution require or allow for the special redemption of bonds at par through the use of unexpended bond proceeds and excess funds accumulated primarily through prepayment of community facilities loans. All outstanding bonds are subject to redemption at the option of CDA, in whole or in part at any time, after certain dates, as specified in the respective series resolutions, at a redemption price equal to the principal amount thereof to be redeemed. All bonds have fixed interest rates and all bonds are tax-exempt.

The following is a summary of the bond activity for the year ended June 30, 2017 and bonds payable as of June 30, 2017:

Bond	Issue Date	Range of Interest Rates	Range of Maturities	Bonds Payable at June 30, 2016	Bond Activity		Bonds Payable at June 30, 2017
					Scheduled Maturity Payments	Bonds Redeemed	
Infrastructure Financing Bonds (MBIA Insured)							
1997 Series A	04/15/97	5.625% - 5.75%	2021 - 2027	\$ 230	\$ (45)	\$ (185)	\$ -
1998 Series B	06/01/98	5.125% - 5.20%	2017 - 2028	325	(100)	-	225
1998 Series C	06/01/98	5.15%	12/1/2020	105	(20)	(85)	-
1999 Series A	03/01/99	4.80% - 5.00%	2017 - 2019	420	(50)	(265)	105
2001 Series A	03/01/01	4.875% - 5.00%	2017 - 2021	65	(10)	-	55
Total				<u>\$ 1,145</u>	<u>\$ (225)</u>	<u>\$ (535)</u>	<u>\$ 385</u>

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS (MBIA INSURED)
NOTES TO FINANCIAL STATEMENTS
(in thousands)
JUNE 30, 2017 AND 2016**

NOTE 5 BONDS PAYABLE (CONTINUED)

The following is a summary of the bond activity for the year ended June 30, 2016 and bonds payable as of June 30, 2016:

Bond	Issue Date	Range of Interest Rates	Range of Maturities	Bonds Payable at June 30, 2015	Bond Activity		Bonds Payable at June 30, 2016
					Scheduled Maturity Payments	Bonds Redeemed	
Infrastructure Financing Bonds (MBIA Insured)							
1997 Series A	04/15/97	5.625% - 5.75%	2021 - 2027	\$ 275	\$ (45)	\$ -	\$ 230
1998 Series B	06/01/98	5.125% - 5.20%	2017 - 2028	410	(85)	-	325
1998 Series C	06/01/98	5.15%	12/1/2020	125	(20)	-	105
1999 Series A	03/01/99	4.80% - 5.00%	2016 - 2019	545	(125)	-	420
2001 Series A	03/01/01	4.75% - 5.00%	2016 -2021	85	(20)	-	65
Total				\$ 1,440	\$ (295)	\$ -	\$ 1,145

NOTE 6 DEBT SERVICE REQUIREMENTS

As of June 30, 2017, the required principal payments for bonds (including mandatory sinking fund payments and special and optional redemptions that occurred subsequent to June 30, 2017) and interest payments for each of the next five years and in 5-year increments thereafter, are as follows:

Year Ended June 30,	Interest	Principal
2018	\$ 13	\$ 250
2019	7	80
2020	3	25
2021	2	25
2022	-	5
Total	\$ 25	\$ 385

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS (MBIA INSURED)
NOTES TO FINANCIAL STATEMENTS
(in thousands)
JUNE 30, 2017 AND 2016**

NOTE 6 DEBT SERVICE REQUIREMENTS (CONTINUED)

As of June 30, 2016, the required principal payments for bonds (including mandatory sinking fund payments and special and optional redemptions that occurred subsequent to June 30, 2016) and interest payments for each of the next five years and in 5-year increments thereafter, were as follows:

<u>Year Ended June 30,</u>	<u>Interest</u>	<u>Principal</u>
2017	\$ 48	\$ 490
2018	34	195
2019	24	125
2020	17	80
2021	13	80
2022 - 2026	28	150
2027 - 2031	1	25
Total	<u>\$ 165</u>	<u>\$ 1,145</u>

NOTE 7 LONG-TERM OBLIGATIONS

Changes in long-term obligations for the years ended June 30, 2017 and 2016 were as follows:

	<u>2017</u>	<u>2016</u>
Bonds Payable:		
Beginning Balance at June 30,	\$ 1,145	\$ 1,440
Additions	-	-
Reductions	<u>(760)</u>	<u>(295)</u>
Ending Balance at June 30,	385	1,145
Less Due Within One Year	<u>(250)</u>	<u>(490)</u>
Total Long-Term Bonds Payable	<u>135</u>	<u>655</u>
Other Liabilities - Advance Trustee Fees:		
Beginning Balance at June 30,	191	208
Additions	8	3
Reductions	<u>(52)</u>	<u>(20)</u>
Ending Balance at June 30,	<u>147</u>	<u>191</u>
Total Long-Term Other Liabilities - Advance Trustee Fees	<u>147</u>	<u>191</u>
Total Long-Term Liabilities	<u>\$ 282</u>	<u>\$ 846</u>

**COMMUNITY DEVELOPMENT ADMINISTRATION
INFRASTRUCTURE FINANCING BONDS (MBIA INSURED)
NOTES TO FINANCIAL STATEMENTS
(in thousands)
JUNE 30, 2017 AND 2016**

NOTE 8 BOND INSURANCE

All outstanding bonds of the Fund are insured by MBIA Insurance Corporation. The provisions of the policy require the insurer to pay that portion of the principal and interest on the bonds which become due for payment but are not paid by CDA. The insurance generally extends for the term of the bonds and cannot be canceled by the insurer. See Note 5 for list of outstanding bonds.

NOTE 9 PENSION AND OTHER POST-RETIREMENT BENEFITS

Eligible employees of CDA and employees of the State of Maryland are covered under the retirement plans of the State Retirement and Pension System of Maryland (the System) and are also entitled to certain healthcare benefits upon retirement. CDA's only obligation for retirement and post-employment benefits is its required annual contribution, which was paid in full by CDA to the State of Maryland prior to year end. The liability for the employees is recorded by the general fund of the State of Maryland and is not allocated to CDA. The System prepares a separate audited Comprehensive Annual Financial Report which can be obtained from the State Retirement and Pension System of Maryland, 120 East Baltimore Street, Baltimore, Maryland 21202, or by visiting the website at www.sra.state.md.us.

NOTE 10 SUBSEQUENT EVENTS

CDA has identified the following activity that occurred subsequent to June 30, 2017.

Subsequent to the year ended June 30, 2017, CDA redeemed \$150 of 1998 Series B bonds on August 14, 2017.