MMA CAPITAL MANAGEMENT, LLC
Form 10-Q
November 13, 2015

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2015

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from __________________ to __________________

Commission File Number 001-11981

MMA CAPITAL MANAGEMENT, LLC
(Exact name of registrant as specified in its charter)

Delaware	52-1449733
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)
621 East Pratt Street, Suite 600	
Baltimore, Maryland	(443) 263-2900
(Address of principal executive offices)	(Registrant's telephone number, including area code)

21202
(Zip Code)

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Name of each exchange on which registered
Common Shares, no par value	NASDAQ Capital Market

Securities registered pursuant to Section 12(g) of the Act: None

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files) Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definition of “accelerated filer,” “large accelerated filer” and “smaller reporting company” in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer	Accelerated filer
Non-accelerated filer	Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

There were 6,552,179 shares of common shares outstanding at November 6, 2015.

MMA Capital Management, LLC
TABLE OF CONTENTS

i

Cautionary Statement Regarding Forward Looking Statements

This Quarterly Report on Form 10-Q for the period ended September 30, 2015 (this "Report") contains forward-looking statements intended to qualify for the safe harbor contained in Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended (the "Exchange Act"). Forward-looking statements often include words such as "may," "will," "should," "anticipate," "estimate," "expect," "project," "intend," "plan," "seek," "would," "could," and similar words or expressions and are made in connection with discussions of future operating or financial performance.

Forward-looking statements reflect our management's expectations at the date of this Report regarding future conditions, events or results. They are not guarantees of future performance. By their nature, forward-looking statements are subject to risks and uncertainties. Our actual results and financial condition may differ materially from what is anticipated in the forward-looking statements. There are many factors that could cause actual conditions, events or results to differ from those anticipated by the forward-looking statements contained in this Report. They include the factors discussed in Part 1, Item 1A. "Risk Factors" of the Company's Annual Report on Form 10-K for the year ended December 31, 2014 ("2014 Form 10-K").

Readers are cautioned not to place undue reliance on forward-looking statements in this Report or that we make from time to time, and to consider carefully the factors discussed in Part I, Item 1A. "Risk Factors" of the 2014 Form 10-K in evaluating these forward-looking statements. We have not undertaken to update any forward-looking statements.

PART I—FINANCIAL INFORMATION

Item 1. Financial Statements

MMA Capital Management, LLC

CONSOLIDATED BALANCE SHEETS

(in thousands, except share data)

	At September 30, 2015 (Unaudited)	At December 31, 2014
ASSETS		
Cash and cash equivalents	$ 56,894	$ 29,619
Restricted cash (includes $21,283 and $24,186 related to CFVs)	30,477	50,189
Bonds available-for-sale (includes $177,318 and $144,611 pledged as collateral)	218,058	222,899
Investments in partnerships (includes $189,295 and $231,204 related to CFVs)	239,880	259,422
Investment in preferred stock (includes $25,000 and $31,371 pledged as collateral)	31,371	31,371
Other assets (includes $12,076 and $161 pledged as collateral and $9,539 and $11,128 related to CFVs)	47,856	75,246
Total assets	$ 624,536	$ 668,746
LIABILITIES AND EQUITY		
Debt (includes $6,712 and $6,712 related to CFVs)	$ 275,522	$ 290,543
Accounts payable and accrued expenses	5,276	5,538
Unfunded equity commitments to Lower Tier Property Partnerships related to CFVs	8,229	9,597
Other liabilities (includes $27,601 and $31,831 related to CFVs)	42,301	41,870
Total liabilities	$ 331,328	$ 347,548
Commitments and contingencies (Note 11)		
Equity		
	$ 188,328	$ 229,714

Noncontrolling interests in CFVs, IHS and IHS PM (net of zero and $575 of subscriptions receivable)		
Common shareholders’ equity:		
Common shares, no par value (6,607,051 and 7,162,221 shares issued and outstanding and 71,137 and 66,106 non-employee directors' and employee deferred shares issued at September 30, 2015 and December 31, 2014, respectively)	38,575	35,032
Accumulated other comprehensive income	66,305	56,452
Total common shareholders’ equity	104,880	91,484
Total equity	293,208	321,198
Total liabilities and equity	$ 624,536	$ 668,746

The accompanying notes are an integral part of these consolidated financial statements.

MMA Capital Management, LLC

CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited)

(in thousands)

	For the three months ended September 30,		For the nine months ended September 30,	
	2015	2014	2015	2014
Interest income				
Interest on bonds	$ 3,131	$ 5,240	$ 9,733	$ 13,029
Interest on loans and short-term investments	396	208	1,940	569
Total interest income	3,527	5,448	11,673	13,598
Interest expense				
Bond related debt	318	347	1,023	2,111
Non-bond related debt	305	179	585	563
Total interest expense	623	526	1,608	2,674
Net interest income	2,904	4,922	10,065	10,924
Non-interest revenue				
Income on preferred stock investment	1,326	1,326	3,934	3,935
Asset management fees and reimbursements	1,924	1,794	4,920	2,657
Other income	656	692	2,189	1,586
Revenue from CFVs	209	3,841	409	14,501
Total non-interest revenue	4,115	7,653	11,452	22,679
Total revenues, net of interest expense	7,019	12,575	21,517	33,603
Operating and other expenses				
Interest expense	1,300	3,400	6,204	10,462
Salaries and benefits	4,232	2,973	11,415	9,398
General and administrative	719	737	2,355	2,594
Professional fees	718	1,507	2,743	3,872
Other expenses	2,267	1,940	4,096	3,595
Expenses from CFVs	10,890	17,296	29,220	41,604
Total operating and other expenses	20,126	27,853	56,033	71,525
Net gains (losses) on sale of real estate	4,296	(18)	9,918	(18)
Net gains on bonds	626	7,450	5,001	8,218
Net gains on derivatives and loans	1,523	1,761	3,436	1,779
Net gains on extinguishment of liabilities		1,476		1,878
				2,003

Net gains transferred into net income from AOCI due to real estate foreclosure				
Equity in income (losses) from unconsolidated funds and ventures	281	(182)	374	(436)
Net gains related to CFVs		12,627		16,779
Equity in losses from Lower Tier Property Partnerships of CFVs	(3,919)	(4,346)	(16,266)	(18,812)
Net (loss) income from continuing operations before income taxes	(10,300)	3,490	(32,053)	(26,531)
Income tax expense	(146)	(1,919)	(278)	(171)
Net income from discontinued operations, net of tax	83	3,903	244	17,941
Net (loss) income	(10,363)	5,474	(32,087)	(8,761)
Loss allocable to noncontrolling interests:				
Net losses allocable to noncontrolling interests in CFVs and IHS:				
Related to continuing operations	13,780	7,138	42,252	32,412
Related to discontinued operations				150
Net income allocable to common shareholders	$ 3,417	$ 12,612	$ 10,165	$ 23,801

The accompanying notes are an integral part of these consolidated financial statements.

MMA Capital Management, LLC

CONSOLIDATED STATEMENTS OF OPERATIONS – (continued)

(Unaudited)

(in thousands, except per share data)

	For the three months ended September 30,		For the nine months ended September 30,	
	2015	2014	2015	2014
Basic income per common share:				
Income from continuing operations	$ 0.50	$ 1.17	$ 1.42	$ 0.74
Income from discontinued operations	0.01	0.52	0.04	2.33
Income per common share	$ 0.51	$ 1.69	$ 1.46	$ 3.07
Diluted income per common share:				
Income from continuing operations	$ 0.48	$ 1.12	$ 1.42	$ 0.74
Income from discontinued operations	0.01	0.50	0.04	2.33
Income per common share	$ 0.49	$ 1.62	$ 1.46	$ 3.07
Weighted-average common shares outstanding:				
Basic	6,746	7,454	6,970	7,760
Diluted	7,091	7,772	6,970	7,760

The accompanying notes are an integral part of these consolidated financial statements.

MMA Capital Management, LLC

CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS

(Unaudited)

(in thousands)

	For the three months ended September 30,		For the nine months ended September 30,	
	2015	2014	2015	2014
Net income allocable to common shareholders	$ 3,417	$ 12,612	$ 10,165	$ 23,801
Net loss allocable to noncontrolling interests	(13,780)	(7,138)	(42,252)	(32,562)
Net (loss) income	$ (10,363)	$ 5,474	$ (32,087)	$ (8,761)
Other comprehensive income (loss) allocable to common shareholders				
Bond related changes:				
Unrealized net gains	$ 8,332	$ 3,370	$ 14,077	$ 11,184
Reversal of net unrealized losses (gains) on sold or redeemed bonds	386	(6,450)	(3,480)	(7,228)
Reclassification of unrealized losses to operations due to impairment		113	179	113
Reversal of unrealized gains from AOCI to Net Income due to foreclosure				(2,003)
Net change in other comprehensive income due to bonds	8,718	(2,967)	10,776	2,066
Income tax benefit		458		
Foreign currency translation adjustment	(833)	(134)	(923)	(221)
Other comprehensive income (loss) allocable to common shareholders	$ 7,885	$ (2,643)	$ 9,853	$ 1,845
Other comprehensive loss allocable to noncontrolling interests:				
Foreign currency translation adjustment	$	$ (8,032)	$ 24	$ (9,366)
Comprehensive income to common shareholders	$ 11,302	$ 9,969	$ 20,018	$ 25,646
Comprehensive loss to noncontrolling interests	(13,780)	(15,170)	(42,228)	(41,928)
Comprehensive loss	$ (2,478)	$ (5,201)	$ (22,210)	$ (16,282)

The accompanying notes are an integral part of these consolidated financial statements.

MMA Capital Management, LLC

CONSOLIDATED STATEMENTS OF EQUITY

(Unaudited)

(in thousands)

	Common Equity Before AOCI		AOCI	Total Common Shareholders' Equity	Noncontrolling Interest in CFVs and IHS	Total Equity
	Number	Amount				
Balance, January 1, 2015	7,228	$ 35,032	$ 56,452	$ 91,484	$ 229,714	$ 321,198
Net income (loss)		10,165		10,165	(42,252)	(32,087)
Other comprehensive income			9,853	9,853	24	9,877
Contributions					575	575
Distributions					(106)	(106)
Purchases of shares in a subsidiary (including price adjustments on prior purchases)		(547)		(547)	373	(174)
Common shares (restricted and deferred) issued under employee and non-employee director share plans	41	472		472		472
Common share repurchases	(591)	(6,547)		(6,547)		(6,547)
Balance, September 30, 2015	6,678	$ 38,575	$ 66,305	$ 104,880	$ 188,328	$ 293,208

The accompanying notes are an integral part of these consolidated financial statements.

MMA Capital Management, LLC

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Unaudited)

(in thousands)

	For the nine months ended September 30, 2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net loss	$ (32,087)	$ (8,761)
Adjustments to reconcile net loss to net cash used in operating activities:		
Provisions for credit losses and impairment (1)	25,237	20,555
Net equity in losses from equity investments in partnerships (1)	15,892	19,248
Net gains on bonds	(5,001)	(8,218)
Net gains on real estate	(10,075)	(17,653)
Net gains on derivatives and loans	(657)	(349)
Advances on and originations of loans held for sale	(6,752)	
Net gains related to CFVs		(15,987)
Net gains due to initial real estate consolidation and foreclosure		(2,003)
Subordinate debt effective yield amortization and interest accruals	2,122	5,321
Depreciation and other amortization (1)	1,847	7,310
Foreign currency loss (1)	365	3,525
Stock-based compensation expense	1,702	1,808
Change in asset management fees payable related to CFVs	(4,448)	
Other	64	(5,824)
Net cash used in operating activities	(11,791)	(1,028)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Principal payments and sales proceeds received on bonds and loans held for investment	29,255	9,587
Advances on and originations of loans held for investment	(1,045)	(8,125)
Advances on and purchases of bonds	(15,123)	(8,380)
Investments in property partnerships and real estate (1)	(27,002)	(24,537)
Proceeds from the sale of real estate and other investments	37,533	61,195
Decrease in restricted cash and cash of CFVs	19,907	21,216
Capital distributions received from investments in property partnerships (1)	6,410	13,922
Net cash provided by investing activities	49,935	64,878
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowing activity	32,743	
Repayment of borrowings	(37,232)	(75,478)
Purchase of treasury stock	(6,547)	(6,938)

Other	167	(1,621)
Net cash used in financing activities	(10,869)	(84,037)
Net increase (decrease) in cash and cash equivalents	27,275	(20,187)
Cash and cash equivalents at beginning of period	29,619	66,794
Cash and cash equivalents at end of period	$ 56,894	$ 46,607

(1) Majority of the activity was related to CFVs.

The accompanying notes are an integral part of these consolidated financial statements.

MMA Capital Management, LLC

CONSOLIDATED STATEMENTS OF CASH FLOWS– (continued)

(Unaudited)

(in thousands)

	For the nine months ended September 30, 2015	2014
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest paid	$ 6,091	$ 10,171
Income taxes paid	224	302
Non-cash investing and financing activities:		
Unrealized gains (losses) included in other comprehensive income	9,877	(7,521)
Debt and liabilities extinguished through sales and collections on bonds and loans	17,140	22,552
Increase in debt through loan fundings	4,886	
Increase in real estate assets and decrease in bond assets due to foreclosure or initial consolidation of funds and ventures		11,058
Decrease in common equity and increase in noncontrolling equity due to purchase of noncontrolling interest	397	2,849

The accompanying notes are an integral part of these consolidated financial statements.

MMA Capital Management, LLC

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1— DESCRIPTION OF THE BUSINESS AND BASIS OF PRESENTATION

MMA Capital Management, LLC, the registrant, was organized in 1996 as a Delaware limited liability company. When used in this Quarterly Report on Form 10-Q for the period ended September 30, 2015 (this “Report”), the “Company,” “MMA,” “we,” “our,” or “us” may refer to the registrant, the registrant and its subsidiaries, or one or more of the registrant’s subsidiaries depending on the context of the disclosure.

Description of the Business

The Company uses its experience and expertise to partner with institutional capital to create attractive and impactful alternative investment opportunities, to manage them well and to report on them effectively. Beginning in 2015, the Company operates through three reportable segments – United States (“U.S.”) Operations, International Operations and Corporate Operations.

U.S. Operations

Our U.S. Operations consists of three business lines: Leveraged Bonds, Low-Income Housing Tax Credits (“LIHTCs”) and Other Investments and Obligations.

The Leveraged Bonds business line finances affordable housing and infrastructure in the U.S. This business line manages the vast majority of the Company’s bonds and bond related investments (“bonds”) and associated financings. The bond portfolio is comprised primarily of multifamily tax-exempt bonds, but also includes other real estate related bond investments.

Our LIHTC business consists primarily of a secured subordinate loan receivable from Morrison Grove Management, LLC (“MGM”) and an option to purchase MGM beginning in 2019.

The Other Investments and Obligations business line includes legacy assets targeted for eventual disposition and serves as our research and development unit for new business opportunities in the U.S., which has resulted in the creation of a renewable energy finance business that operates as MMA Energy Capital, LLC ("MEC").

International Operations

We manage our International Operations through a wholly owned subsidiary, International Housing Solutions S.à r.l. ("IHS"). IHS's strategy is to raise, invest in, and manage private real estate funds. IHS currently manages three funds: the South Africa Workforce Housing Fund ("SAWHF"), which is a multi-investor fund and is fully invested; IHS Residential Partners I, which is a single-investor fund targeted at the emerging middle class in South Africa; and IHS Fund II, which is a multi-investor fund targeting investments in affordable housing, including green housing projects, within South Africa and Sub-Saharan Africa. During the second quarter of 2015, IHS and a South African property management company formed a company in South Africa, IHS Property Management Proprietary Limited ("IHS PM"), to provide property management services to the properties of IHS-managed funds. IHS owns 60% of IHS PM and the third party property manager owns the remaining 40%.

Corporate Operations

Our Corporate Operations segment is responsible for accounting, reporting, compliance and planning, which are fundamental to our success as a global fund manager and publicly traded company in the U.S.

Use of Estimates

The preparation of the Company's financial statements requires management to make estimates and judgments that affect the reported amounts of assets and liabilities, commitments and contingencies, and revenues and expenses. Management has made significant estimates in certain areas, including the determination of fair values for bonds, derivative financial instruments, guarantee obligations, and certain assets and liabilities of consolidated funds and ventures ("CFVs"). Management has also made significant estimates in the determination of impairment on bonds and real estate investments. Actual results could differ materially from these estimates.

Basis of Presentation and Significant Accounting Policies

The consolidated financial statements include the accounts of the Company and of entities that are considered to be variable interest entities in which the Company is the primary beneficiary, as well as those entities in which the Company has a controlling financial interest, including wholly owned subsidiaries of the Company. All intercompany transactions and balances have been eliminated in consolidation. Equity investments in unconsolidated entities where the Company has the ability to exercise significant influence over the operations of the entity, but is not considered the primary beneficiary, are accounted for using the equity method of accounting.

New Accounting Guidance

Accounting for Consolidation

In February 2015, the Financial Accounting Standards Board ("FASB") issued ASU No. 2015-02, "Consolidation (Topic 810): Amendments to the Consolidation Analysis," which amends current guidance related to the consolidation of legal entities such as limited partnerships, limited liability corporations and securitization structures. The guidance removed the specialized consolidation model surrounding limited partnerships and similar entities and amended the requirements that such entities must meet to qualify as voting interest entities. In addition, the guidance eliminated certain of the conditions for evaluating whether fees paid to a decision maker or service provider represented a variable interest. The new guidance is effective for us on January 1, 2016 with early adoption permitted. The Company is currently evaluating the potential impact of the new guidance on our consolidated financial statements.

Accounting for Debt Issuance Costs

On April 7, 2015, the Company adopted ASU No. 2015-03, "Interest – Imputation of Interest (Subtopic 835-30): Simplifying the Presentation of Debt Issuance Costs." This guidance provides an amendment to the accounting guidance related to the presentation of debt issuance costs and is effective for fiscal years beginning after December 15, 2015 with early adoption allowed. This guidance is applied retrospectively to all prior periods. Under the new guidance, debt issuance costs related to a note shall be reported in the Consolidated Balance Sheets as a direct deduction from the face amount of that note. In this regard, debt issuance costs shall not be classified separately from related debt obligations as a deferred charge. Therefore, as a result of adopting this guidance, the Company reclassified in its Consolidated Balance Sheets $2.9 million of debt issuance costs at December 31, 2014, from "Other Assets" to "Debt," thereby decreasing the carrying value of our recognized debt obligations for presentational purposes.

NOTE 2—BONDS AVAILABLE-FOR-SALE

Bonds Available-for-Sale

The Company's bond portfolio is comprised primarily of multifamily tax-exempt bonds, but also includes other real estate related bond investments.

Multifamily tax-exempt bonds are issued by state and local governments or their agencies or authorities to finance multifamily rental housing; typically however, the only source of recourse on these bonds is the collateral, which is either a first mortgage or a subordinate mortgage on the underlying properties.

The Company's investments in other real estate related bonds include municipal bonds that are issued to finance the development of community infrastructure that supports mixed-use and commercial developments and that are secured by incremental tax revenues generated from the development. Investments in other real estate related bonds also include senior investments in a trust collateralized by a pool of tax-exempt municipal bonds that finance a variety of non-profit projects such as hospitals, healthcare facilities, charter schools and airports, as well as a subordinate investment in a collateralized mortgage backed security that finances multifamily housing.

The weighted average pay rate on the Company's bond portfolio was 5.5% and 5.2% at September 30, 2015 and December 31, 2014, respectively. Weighted average pay rate represents the cash interest payments collected on the bonds as a percentage of the bonds' average unpaid principal balance ("UPB") for the preceding 12 months for the population of bonds at September 30, 2015 and December 31, 2014, respectively.

The following tables provide information about the UPB, amortized cost, gross unrealized gains, gross unrealized losses and fair value (“FV”) associated with the Company’s investments in bonds that are classified as available-for-sale:

	At September 30, 2015					
(in thousands)	UPB	Amortized Cost (1)	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value	FV as a % of UPB
Multifamily tax-exempt bonds	$ 164,020	$ 101,931	$ 54,393	$	$ 156,324	95%
Other real estate related bond investments	62,385	48,117	13,617		61,734	99%
Total	$ 226,405	$ 150,048	$ 68,010	$	$ 218,058	96%

	At December 31, 2014					
(in thousands)	UPB	Amortized Cost (1)	Gross Unrealized Gains	Gross Unrealized Losses (2), (3)	Fair Value	FV as a % of UPB
Multifamily tax-exempt bonds	$ 192,068	$ 126,897	$ 41,145	$ (858)	$ 167,184	87%
Other real estate related bond investments	57,056	38,768	16,947		55,715	98%
Total	$ 249,124	$ 165,665	$ 58,092	$ (858)	$ 222,899	89%

(1) Consists of the UPB, unamortized premiums, discounts and other cost basis adjustments, as well as other-than-temporary impairments (“OTTI”) recognized in earnings.

(2) At December 31, 2014, $0.6 million represents the non-credit loss component for certain unrealized losses deemed to be OTTI and $0.3 million represents unrealized losses that were not considered OTTI.

(3) Comprised of bonds in a gross unrealized loss position for less than 12 consecutive months that had a fair value of $1.8 million at December 31, 2014, as well as bonds in a gross unrealized loss position for more than 12 consecutive months that had a fair value of $6.0 million at December 31, 2014.

See Note 9, “Fair Value Measurements,” which describes factors that contributed to the $4.8 million decrease in the reported fair value of the Company’s bond portfolio during the nine months ended September 30, 2015.

Maturity

Principal payments on the Company’s investments in bonds are based on contractual terms that are set forth in the offering documents for such investments. If principal payments are not required to be made prior to the contractual maturity of a bond, its UPB is required to be paid in a lump sum payment at contractual maturity or at such earlier time as may be provided under the offering documents. At September 30, 2015, six bonds (that have a combined amortized cost of $15.0 million and combined fair value of $24.9 million) were non-amortizing with principal due in full between November 2044 and August 2048. The remaining bonds are amortizing with stated maturity dates between September 2017 and June 2056.

Bonds with Prepayment Features

The contractual terms of substantially all of the Company’s investments in bonds include provisions that permit the bonds to be prepaid at par after a specified date that is prior to the stated maturity date. The following table provides information about the UPB, amortized cost and fair value of the Company’s investments in bonds that were prepayable at par at September 30, 2015, as well as stratifies such information for the remainder of the Company’s investments based upon the periods in which such instruments become prepayable at par:

(in thousands)	UPB	Amortized Cost	Fair Value
September 30, 2015	$ 57,475	$ 38,117	$ 54,499
October 1 through December 31, 2015			
2016			
2017			
2018	2,000	675	2,041
2019			
Thereafter	166,686	111,012	161,268
Bonds that may not be prepaid	244	244	250
Total	$ 226,405	$ 150,048	$ 218,058

Non-Accrual Bonds

The fair value of the Company’s investments in bonds that were on non-accrual status was $40.5 million and $43.6 million at September 30, 2015 and December 31, 2014, respectively. During the period in which such bonds were on non-accrual status, the Company recognized interest income on a cash basis of $0.4 million and $3.4 million for the three months ended September 30, 2015 and 2014, respectively, and $1.2 million and $4.6 million for the nine months ended September 30, 2015 and 2014, respectively. Interest income not recognized during the period in which these investments in bonds were on non-accrual status was $0.4 million and $0.9 million for the three months ended September 30, 2015 and 2014, respectively, and $1.3 million and $2.3 million for the nine months ended September 30, 2015 and 2014, respectively.

Bond Aging Analysis

The following table provides information about the fair value of the Company's investments in bonds that are classified as available-for-sale and that were current with respect to principal and interest payments, as well as the fair value of bonds that were past due with respect to principal or interest payments:

(in thousands)	At September 30, 2015	At December 31, 2014
Total current	$ 177,575	$ 179,315
30-59 days past due		
60-89 days past due		
90 days or greater	40,483	43,584
Total	$ 218,058	$ 222,899

Bond Sales and Redemptions

The Company recognized cash proceeds in connection with sales and redemptions of its investments in bonds of $10.9 million and $7.4 million for the nine months ended September 30, 2015 and 2014, respectively.

The following table provides information about net realized gains that were recognized in connection with the Company's investments in bonds at the time of their sale or redemption (in the Consolidated Statements of Operations as a component of "Other expenses" and "Net gains on bonds"):

	For the three months ended September 30,		For the nine months ended September 30,	
(in thousands)	2015	2014	2015	2014
Net impairment recognized on bonds held at each period-end	$	$ (113)	$	$ (113)
Net impairment recognized on bonds sold/redeemed during each period			(179)	
Gains recognized at time of sale or redemption	626	7,450	5,001	8,218
Total net gains on bonds	$ 626	$ 7,337	$ 4,822	$ 8,105

NOTE 3—INVESTMENTS IN PREFERRED STOCK

The Company's investments in preferred stock are prepayable at any time and represent an interest in a private national mortgage lender and servicer that specializes in affordable and market rate multifamily housing, senior housing and healthcare. At September 30, 2015, the carrying value of the Company's investments in preferred stock was $31.4 million and the UPB and estimated fair value was $36.6 million with a weighted average pay rate of 14.4%. The Company accounts for its investment in preferred stock using the cost method of accounting and tests such investment for impairment at each balance sheet date. The Company did not recognize any impairment losses associated with its investment in preferred stock for the nine months ended September 30, 2015 and 2014.

As of September 30, 2015, a significant portion of our investment in preferred stock ($25.0 million) was the referenced asset in two total return swap agreements that expire on March 31, 2016.

On October 30, 2015, the Company's investments in preferred stock were fully redeemed by the issuer at a par value of $36.6 million and, as a result, the Company terminated the two aforementioned total return swaps and will recognize a gain of $5.2 million during the fourth quarter of 2015. Refer to Note 6, "Debt," for more information.

NOTE 4—INVESTMENTS IN PARTNERSHIPS

The following table provides information about the carrying value of the Company's investments in partnerships.

(in thousands)	At September 30, 2015	At December 31, 2014
Investments in U.S. real estate partnerships	$ 22,454	$ 22,529
Investments in IHS-managed funds	3,053	5,689
Investment in a solar joint venture	25,078	
Investments in Lower Tier Property Partnerships ("LTPPs") related to CFVs (1)	189,295	231,204
Total investments in partnerships	$ 239,880	$ 259,422

(1) See Note 15, "Consolidated Funds and Ventures," for more information.

Investments in U.S. Real Estate Partnerships

At September 30, 2015, $16.3 million of the reported carrying value of investments in U.S. real estate partnerships pertains to an equity investment made by the Company in a real estate venture that was formed during the fourth quarter of 2014. The Company accounts for this investment using the equity method of accounting. The Company made an initial contribution of $8.8 million, which represented 80% of the real estate venture's initial capital. The Company has rights to a preferred return on its capital contribution, as well as rights to share in excess cash flows of the real estate venture.

At September 30, 2015, the majority of the remaining balance ($6.1 million) of investments in U.S. real estate partnerships pertains to an equity investment that represents a 33% ownership interest in a partnership that was formed to take a deed-in-lieu of foreclosure on land that was collateral for a loan held by the Company. The Company accounts for this investment using the equity method of accounting.

The following table provides information about the total assets and liabilities of the U.S. real estate partnerships in which the Company held an equity investment:

(in thousands)	At September 30, 2015	At December 31, 2014
Total assets	$ 86,018	$ 83,021
Total liabilities	39,222	34,856

The following table provides information about the net loss recognized by the Company in connection with its equity investment in U.S. real estate partnerships:

	For the three months ended September 30,		For the nine months ended September 30,	
(in thousands)	2015	2014	2015	2014
Net loss	$ (655)	$ (437)	$ (1,503)	$ (933)

Investments in IHS-managed Funds

At September 30, 2015, the Company held equity co-investments in three IHS-managed funds (SAWHF, IHS Residential Partners I and IHS Fund II) that range from a 1.8% to a 4.25% ownership interest in such funds. IHS provides asset management services to each of these investment vehicles in return for asset management fees. For each investment vehicle, IHS also has rights to investment returns on its equity co-investment as well as has rights to an allocation of profits from such funds (the latter of which is often referred to as “carried interest”), which is contingent upon the investment returns generated by each investment vehicle.

The Company accounts for its interest in SAWHF, IHS Residential Partners I and IHS Fund II as equity investments using the equity method of accounting. At September 30, 2015, the carrying basis of the Company’s equity investment in SAWHF, IHS Residential Partners I and IHS Fund II was $1.5 million, $1.5 million and $39,118, respectively.

The Company recognizes an impairment loss for equity method investments when evidence demonstrates that the loss is other-than-temporary. During the third quarter of 2015, the Company assessed that its co-investment in SAWHF was other-than-temporarily impaired and recognized a loss of $1.6 million in its Consolidated Statements of Operations as a component of "Other expenses" as a result of adjusting the carrying value of such investment to its fair value.

The following table provides information about the carrying value of total assets (primarily real estate) and liabilities of the three IHS-managed funds in which the Company held an equity investment:

(in thousands)	At September 30, 2015	At December 31, 2014
Total assets	$ 251,790	$ 276,007
Total liabilities	103,449	104,863

The table that follows below provides information about the net (loss) income recognized by the Company in connection with its equity investments in the three IHS-managed funds. However, the net loss that was recognized for the three months and nine months ended September 30, 2014 was related only to IHS Residential Partners I since, during such reporting periods, no capital had been called for IHS Fund II and SAWHF was consolidated by the Company for reporting purposes (such that its equity investment in SAWHF was eliminated for reporting purposes in consolidation).

	For the three months ended September 30,		For the nine months ended September 30,	
(in thousands)	2015	2014	2015	2014
Net (loss) income	$ (1,291)	$ (1,835)	$ 2,042	$ (2,831)

Investment in a Solar Joint Venture

On July 15, 2015, the Company entered into a joint venture with a third party to provide capital for the development and construction of solar power projects throughout the U.S. (hereinafter, the "Solar Joint Venture"). The Company is primarily responsible for the day-to-day management and operation of the Solar Joint Venture and day-to-day oversight of its investments. In return for providing this service, the Company receives an administrative member cost reimbursement fee that is recognized in the Consolidated Statements of Operations as a component of "Asset management fees and reimbursements." The Company's initial capital commitment was $25.0 million, which represented a 50% ownership interest in the Solar Joint Venture. As of September 30, 2015, the Company had contributed $25.0 million in capital to the Solar Joint Venture. The Company accounts for its investment in the Solar Joint Venture using the equity method of accounting.

On October 28, 2015, the Operating Agreement of the Solar Joint Venture was amended to increase the capital commitment for each member to $50.0 million.

The following table provides information about the carrying amount of total assets (primarily cash and solar construction and development loans) and liabilities of the Solar Joint Venture in which the Company held an equity investment at September 30, 2015:

	At September 30, 2015	At December 31, 2014
(in thousands)		
Total assets	$ 50,812	$
Total liabilities	984	

The following table displays the net income recognized by the Company in connection with its equity investment in the Solar Joint Venture:

(in thousands)	For the three months ended September 30, 2015	2014	For the nine months ended September 30, 2015	2014
Net income	$ 516	$	$ 516	$

NOTE 5—OTHER ASSETS

The following table provides information related to the carrying value of the Company's other assets:

(in thousands)	At September 30, 2015	At December 31, 2014
Other assets:		
Loans held for investment	$ 8,482	$ 22,392
Loans held for sale	12,040	
Real estate owned	2,619	28,562
Asset management fees and reimbursements receivable	3,008	2,454
Derivative assets	3,560	2,726
Solar facilities (includes other assets such as cash and other receivables)	2,886	3,093
Accrued interest and dividends receivable	2,227	2,672
Other assets	3,495	2,219
Other assets held by CFVs (1)	9,539	11,128
Total other assets	$ 47,856	$ 75,246

(1) See Note 15, "Consolidated Funds and Ventures," for more information.

Loans Held for Investment

We report the carrying value of loans that are held for investment ("HFI") at their UPB, net of unamortized premiums, discounts and other cost basis adjustments and related allowance for loan losses.

The following table provides information about the amortized cost and allowance for loan losses that was recognized in the Company's Consolidated Balance Sheets related to loans that it classified as HFI:

(in thousands)	At September 30, 2015	At December 31, 2014
Amortized cost	$ 9,233	$ 40,163
Allowance for loan losses	(751)	(17,771)
Loans held for investment, net	$ 8,482	$ 22,392

At September 30, 2015 and December 31, 2014, HFI loans had an UPB of $9.5 million and $40.9 million, respectively, as well as deferred fees and other basis adjustments of $0.3 million and $0.7 million, respectively.

At September 30, 2015 and December 31, 2014, HFI loans that were specifically impaired had an UPB of $1.1 million and $18.4 million, respectively, and were not accruing interest. The carrying value for HFI loans on non-accrual status was $0.3 million at September 30, 2015 and December 31, 2014.

At September 30, 2015 and December 31, 2014, no HFI loans that were 90 days or more past due related to scheduled principal or interest payments were still accruing interest.

At September 30, 2015, the Company had a $13.0 million subordinate loan receivable relating to the seller financing previously provided to MGM. This loan is not recognized for financial statement purposes because the conveyance of the Company's LIHTC business to MGM was not reported as a sale. Interest collected during the three months and nine months ended September 30, 2015 on the seller financing was $0.4 million and $1.0 million, respectively, which was recorded as a deferred gain through "Other liabilities."

At September 30, 2015, the cumulative amount of the deferred gain on the seller financing, which is recognized in the Consolidated Balance Sheets as a component of "Other Liabilities," was $4.3 million ($2.9 million of principal collected and $1.4 million of interest collected).

Loans Held for Sale

At September 30, 2015, loans held for sale ("HFS") primarily included five solar loans. These loans were conveyed to the Solar Joint Venture during the third quarter of 2015 at par value, thereby generating cash proceeds of $7.2 million. However, such conveyance was treated as a secured borrowing for reporting purposes. See Note 6, "Debt" for more information.

At September 30, 2015, there were no solar loans that were 90 days or more past due, and there were no solar loans that were placed on non-accrual status.

The Company recognized interest income on its solar loans of $0.2 million and $0.3 million for the three and nine months ended September 30, 2015, respectively.

Unfunded Loan Commitments

The Company had no unfunded loan commitments at September 30, 2015 and December 31, 2014.

Real Estate Owned

The following table provides information about the carrying value of the Company's real estate owned:

(in thousands)	At September 30, 2015	At December 31, 2014
Real estate held for sale	$	$ 10,145
Real estate held for use	2,619	18,417
Total real estate	$ 2,619	$ 28,562

During the third quarter of 2015, the Company sold undeveloped land that was classified as HFS and recognized a gain on sale of $4.3 million in its Consolidated Statements of Operations.

Asset Management Fees and Reimbursements Receivable

At September 30, 2015, the Company had $3.0 million of recognized asset management fees and reimbursements receivables recognized in its Consolidated Balance Sheets, of which $2.7 million was due from IHS-managed funds and ventures.

Derivative Assets

At September 30, 2015, the Company had $3.6 million of recognized derivative assets. See Note 7, "Derivative Financial Instruments," for more information.

Solar Facilities

At September 30, 2015, the Company owned five solar facilities that were classified as HFS and had a carrying value of $2.5 million. These facilities generate energy that is sold under long-term power purchase agreements to the owner or lessee of the properties on which the projects are built.

NOTE 6—DEBT

The table below provides information about the carrying values and weighted-average interest rates of the Company's debt obligations that were outstanding:

(dollars in thousands)	At September 30, 2015 Carrying Value	At September 30, 2015 Weighted-Average Effective Interest Rate		At December 31, 2014 Carrying Value	At December 31, 2014 Weighted-Average Effective Interest Rate	
Asset Related Debt (1)						
Notes payable and other debt – bond related (2)						
Due within one year	$ 1,127	1.5	%	$ 776	1.4	%
Due after one year	88,278	1.4		86,499	1.4	
Notes payable and other debt – non-bond related						
Due within one year	13,292	11.4		1,753	9.8	
Due after one year	3,450	10.0		4,374	10.0	
Total asset related debt	$ 106,147	2.9		$ 93,402	2.0	
Other Debt (1)						
Subordinate debt (3)						
Due within one year	$ 3,279	3.3		$ 14,088	7.0	
Due after one year	130,007	2.9		133,893	7.2	
Notes payable and other debt						
Due within one year	25,000	4.3		37,811	4.4	
Due after one year	4,377	2.7		4,637	2.8	
Total other debt	$ 162,663	3.1		$ 190,429	6.5	
Total asset related debt and other debt	$ 268,810	3.0		$ 283,831	5.0	
Debt related to CFVs						
Due within one year	$ 6,712	5.3		$ 6,712	5.3	
Due after one year						
Total debt related to CFVs	$ 6,712	5.3		$ 6,712	5.3	
Total debt	$ 275,522	3.1		$ 290,543	5.0	

(1) Asset related debt is debt that finances interest-bearing assets and the interest expense from this debt is recognized in "Net interest income" on the Consolidated Statements of Operations. Other debt is debt which does not finance interest-bearing assets and the interest expense from this debt is included in "Interest expense" under "Operating and other expenses" on the Consolidated Statements of Operations.

(2)

Included in notes payable and other debt – bond related were unamortized debt issuance costs of $0.1 million and less than $0.1 million at September 30, 2015 and December 31, 2014, respectively.

(3) The subordinate debt balances include a net adjustment of $9.3 million and $7.2 million at September 30, 2015 and December 31, 2014, respectively. These adjustments were comprised of net premiums due to effective interest adjustments of $12.0 million and $10.1 million at September 30, 2015 and December 31, 2014, respectively, offset by debt issuance costs of $2.7 million and $2.8 million at September 30, 2015 and December 31, 2014, respectively.

Covenant Compliance and Debt Maturities

The following table provides information about scheduled principal payments associated with the Company’s debt agreements that were outstanding at September 30, 2015:

(in thousands)	Asset Related Debt and Other Debt	CFVs Related Debt	Total Debt
2015	$ 4,169	$ 6,712	$ 10,881
2016	39,270		39,270
2017	9,842		9,842
2018	68,986		68,986
2019	13,360		13,360
Thereafter	124,060		124,060
Net premium and debt issue costs	9,123		9,123
Total	$ 268,810	$ 6,712	$ 275,522

At September 30, 2015, the Company was not in default under any of its debt obligations.

Asset Related Debt

Notes Payable and Other Debt – Bond Related

These debt obligations pertain to bonds that are classified as available-for-sale and that were financed by the Company through total return swaps. That is, in such transactions, the Company conveyed its interest in investments in bonds to a counterparty in exchange for cash consideration while simultaneously executing total return swaps with the same counterparty for purposes of retaining the economic risks and returns of such investments. The conveyance of the Company’s interest in bonds was treated for reporting purposes as a secured borrowing while total return swaps that were executed simultaneously with such conveyance did not receive financial statement recognition since such derivative instruments caused the conveyance of the Company’s interest in these bonds not to qualify for sale accounting treatment.

Under the terms of the total return swaps, the counterparty is required to pay the Company an amount equal to the interest payments received on the underlying bonds (UPB of $80.4 million with a weighted average pay rate of 5.7%

at September 30, 2015). The Company is required to pay the counterparty a rate of Securities Industry and Financial Markets Association ("SIFMA") 7-day municipal swap index plus a spread on the total return swaps (notional amount of $89.6 million with a weighted average pay rate of 1.3% at September 30, 2015). The Company uses this pay rate on executed total return swaps to accrue interest on its secured borrowing obligations to its counterparty.

Interest expense on notes payable and other debt – bond related totaled $1.0 million and $2.1 million for the nine months ended September 30, 2015 and 2014, respectively.

Notes Payable and Other Debt – Non-Bond Related

At September 30, 2015, notes payable and other debt – non-bond related consisted primarily of the debt obligation that the Company recognized in connection with a conveyance of five solar loans to the Solar Joint Venture during the third quarter of 2015 that did not qualify for sale accounting treatment.

Interest expense on notes payable and other debt – non-bond related totaled $0.6 million for the nine months ended September 30, 2015 and 2014.

Other Debt

Subordinate Debt

The table below provides information about the key terms of the subordinate debt that was issued by MMA Financial Inc. ("MFI") and MMA Financial Holdings, Inc. ("MFH") and that was outstanding at September 30, 2015:

(dollars in thousands) Issuer	Principal	Net Premium and Debt Issuance Costs	Carrying Value	Interim Principal Payments	Maturity Date	Coupon
MFI	$ 28,106	$ (165)	$ 27,941	Amortizing	December 2027 and December 2033	8.00%
MFH	28,312	2,887	31,199	Amortizing	March 30, 2035	3-month LIBOR plus 2.0%
MFH	25,744	2,637	28,381	Amortizing	April 30, 2035	3-month LIBOR plus 2.0%
MFH	14,840	1,399	16,239	Amortizing	July 30, 2035	3-month LIBOR plus 2.0%
MFH	26,981	2,545	29,526	Amortizing	July 30, 2035	3-month LIBOR plus 2.0%
	$ 123,983	$ 9,303	$ 133,286			

Interest expense on the subordinate debt totaled $5.0 million and $7.7 million for the nine months ended September 30, 2015 and 2014, respectively.

Notes Payable and Other Debt

This debt primarily relates to the Company's investments in preferred stock that it financed using total return swaps (i.e., consistent with the approach described above for Notes Payable and Other Debt – Bond Related). This debt is non-amortizing and, reflective of payment terms in corresponding total return swaps, bore an interest rate of 3-month London Interbank Offer Rate ("LIBOR") plus 400 basis points ("bps") (4.3% at September 30, 2015) that resets on a quarterly basis. As discussed in Note 3, "Investments in Preferred Stock," this debt was repaid on October 30, 2015 as a result of the preferred stock redemption and there was no gain or loss recognized by the Company in connection with the repayment of such debt. Additionally, on November 12, 2015, the Company reached an agreement to acquire at a significant discount from the bankruptcy estate of one of the co-founders of IHS, all interests held by such estate in the Company's subsidiaries or affiliates, including notes payable and other debt obligations of the Company that had a carrying value in the Consolidated Balance Sheets of approximately $4.4 million as of September 30, 2015. Among other provisions, such purchase agreement provides for the release and discharge of the Company from its payment obligations associated with such debt instruments. As a result, and based on all consideration to be exchanged under the agreement, the Company will recognize during the fourth quarter of 2015 a net gain in its Consolidated Statements of Operations that is estimated to be between $3.0 million and $3.5 million.

Letters of Credit

The Company had no letters of credit outstanding at September 30, 2015.

NOTE 7—DERIVATIVE INSTRUMENTS

Derivative instruments that are recognized in the Consolidated Balance Sheets are subsequently measured on a fair value basis. In this case, changes in fair value of such instruments are recognized in the Consolidated Statements of Operations as a component of "Net gains on derivatives and loans." Derivative assets are presented in the Consolidated Balance Sheets as a component of "Other assets" and derivative liabilities are presented in the Consolidated Balance Sheets as a component of "Other liabilities."

The following table provides information about the carrying value of the Company's derivative assets and derivative liabilities:

	Fair Value			
	At September 30, 2015		At December 31, 2014	
(in thousands)	Assets	Liabilities	Assets	Liabilities
Total return swaps	$ 3,541	$ 555	$ 2,539	$ 35
Interest rate cap	19		187	
Interest rate swap		824		718
Total derivative instruments	$ 3,560	$ 1,379	$ 2,726	$ 753

The following table provides information about the notional amounts of the Company's derivative instruments:

	Notional Amounts	
(in thousands)	At September 30, 2015	At December 31, 2014
Total return swaps	$ 88,654	$ 90,184
Interest rate cap	45,000	45,000
Interest rate swap	7,694	7,749
Total derivative instruments	$ 141,348	$ 142,933

The following table provides information about the realized and unrealized gains (losses) that were recognized by the Company in connection with its derivative instruments:

(in thousands)	Realized/Unrealized Gains (Losses) for the three months ended September 30, 2015	2014	Realized/Unrealized Gains (Losses) for the nine months ended September 30, 2015	2014
Total return swaps (1)	$ 1,585	$ 1,856	$ 3,789	$ 2,510
Interest rate cap	(48)	(38)	(168)	(463)
Interest rate swap (2)	(164)	(60)	(335)	(268)
Total	$ 1,373	$ 1,758	$ 3,286	$ 1,779

(1) The cash paid and received on total return swaps that was reported as derivative instruments is settled on a net basis and recorded through "Net gains on derivatives and loans" on the Consolidated Statements of Operations. Net cash received was $1.0 million for the three months ended September 30, 2015 and 2014. Net cash received was $3.0 million and $1.7 million for the nine months ended September 30, 2015 and 2014, respectively.

(2) The cash paid and received on the interest rate swap is settled on a net basis and recorded through "Net gains on derivatives and loans" on the Consolidated Statements of Operations. Net cash paid was $0.1 million for the three months ended September 30, 2015 and 2014. Net cash paid was $0.2 million for the nine months ended September 30, 2015 and 2014.

Total Return Swaps

As of September 30, 2015, the Company had 10 bond related total return swap agreements that were accounted for as derivatives. Under the terms of these agreements, the counterparty is required to pay the Company an amount equal to the interest payments received on underlying bonds (which, at September 30, 2015, had a UPB of $87.3 million and a weighted average pay rate of 5.7%) while the Company is required to pay the counterparty a rate of SIFMA 7-day municipal swap index plus a spread (weighted average pay rate of 1.7% at September 30, 2015). Additionally, the terms of these total return swaps require that the change in fair value of reference bonds since the inception of such agreements be factored into their cash settlement upon expiry or early termination.

Interest rate cap

At September 30, 2015 and December 31, 2014, the Company had one interest rate cap contract that terminates on January 2, 2019. The notional amount on the interest rate cap was $45.0 million at September 30, 2015 and December 31, 2014 and provides us with interest rate protection on $45.0 million of our floating rate debt in the event SIFMA 7-day municipal swap index rises to 250 bps or higher.

Interest rate swap

At September 30, 2015 and December 31, 2014, the Company had one interest rate swap contract. Under the terms of the agreement, the counterparty is required to pay the Company SIFMA 7-day municipal swap index plus 250 bps (pay rate of 252 bps at September 30, 2015) and the Company is required to pay the counterparty a fixed interest rate of 6.5%.

NOTE 8—FINANCIAL INSTRUMENTS

The Company measures the fair value of its financial instruments based upon their contractual terms and using relevant market information. A description of the methods used by the Company to measure fair value is provided below. Fair value measurements are subjective in nature, involve uncertainties and often require the Company to make significant judgments. Changes in assumptions could significantly affect the Company's measurement of fair value.

Generally accepted accounting principles ("GAAP") establishes a three-level hierarchy that prioritizes inputs into the valuation techniques used to measure fair value. Fair value measurements associated with assets and liabilities are categorized into one of the following levels of the hierarchy based upon how observable the valuation inputs are that are used in such measurements.

- Level 1: Quoted prices in active markets for identical instruments.
- Level 2: Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which significant inputs or significant value drivers are observable in active markets.
- Level 3: Valuations derived from valuation techniques in which significant inputs or significant value drivers are unobservable.

The following table provides information about the carrying amounts and fair values of those financial instruments of the Company for which fair value is not measured on a recurring basis and organizes such information based upon the level of the fair value hierarchy within which fair value measurements are categorized:

	At September 30, 2015			
	Carrying	Fair Value		
(in thousands)	Amount	Level 1	Level 2	Level 3
Assets:				
Investments in preferred stock	$ 31,371	$	$	$ 36,613
Loans held for investment	8,482			7,438
Liabilities:				
Notes payable and other debt, bond related	89,405			89,554
Notes payable and other debt, non-bond related	46,119			41,774
Notes payable and other debt related to CFVs	6,712			
Subordinate debt issued by MFH	105,345			29,439
Subordinate debt issued by MFI	27,941			16,391

22

	At December 31, 2014			
	Carrying	Fair Value		
(in thousands)	Amount	Level 1	Level 2	Level 3
Assets:				
Investments in preferred stock	$ 31,371	$	$	$ 36,613
Loans held for investment	22,564			21,689
Liabilities:				
Notes payable and other debt, bond related	87,275			87,325
Notes payable and other debt, non-bond related	48,575			44,085
Notes payable and other debt related to CFVs	6,712			–
Subordinate debt issued by MFH	119,441			44,718
Subordinate debt issued by MFI	28,540			28,714

Investment in preferred stock –The Company estimates fair value by using the terms and conditions of the preferred stock as compared to other, best available market benchmarks.

Loans held for investment –The Company estimates fair value by discounting the expected cash flows using current market yields for similar loans. Loans receivable are recorded through “Other assets.”

Notes payable and other debt – The Company estimates fair value by discounting contractual cash flows using a market rate of interest or by estimating the fair value of the collateral supporting the debt arrangement, taking into account credit risk.

Subordinate debt – At September 30, 2015, the Company estimates the fair value of the subordinate debt by discounting contractual cash flows using an estimated market rate of interest of 20%. As outlined in the table above, at September 30, 2015 the aggregate fair value was estimated at $45.8 million. At September 30, 2015, the estimated fair value of this debt would have been $59.1 million and $37.4 million using a discount rate of 15% and 25%, respectively. The estimated fair value of this debt is inherently judgmental and based on management’s assumption of market yields. There can be no assurance that the Company could repurchase the remaining subordinated debt at the estimated fair values reflected in the table above or that the debt would trade at that price.

NOTE 9—FAIR VALUE MEASUREMENTS

Recurring Valuations

The following tables present the carrying amounts of assets and liabilities that are measured at fair value on a recurring basis based upon the level of the fair value hierarchy within which fair value measurements of such assets and liabilities are categorized:

		Fair Value Measurements		
(in thousands)	At September 30, 2015	Level 1	Level 2	Level 3
Assets:				
Investments in bonds	$ 218,058	$	$	$ 218,058
Loans held for sale	12,040			12,040
Derivative assets	3,560		19	3,541
Liabilities:				
Derivative liabilities	$ 1,379	$	$	$ 1,379

	Fair Value Measurements			
(in thousands)	At December 31, 2014	Level 1	Level 2	Level 3
Assets:				
Investments in bonds	$ 222,899	$	$	$ 222,899
Derivative assets	2,726		187	2,539
Liabilities:				
Derivative liabilities	$ 753	$ -	$	$ 753

Changes in the fair value of assets and liabilities that are measured at fair value on a recurring basis and that are categorized as Level 3 within GAAP's fair value hierarchy are attributed in the following table to identified activities that occurred between July 1, 2015 and September 30, 2015:

(in thousands)	Bonds Available-for-sale	Loans Held for Sale	Derivative Assets	Derivative Liabilities
Balance, July 1, 2015	$ 207,662	$ 4,932	$ 3,333	$ (1,360)
Net (losses) gains included in earnings	(1,138)		507	(19)
Net change in other comprehensive income (1)	8,718			
Impact from purchases	15,123			
Impact from loan originations		7,398		
Impact from sales/redemptions	(10,240)			
Impact from settlements	(2,067)	(290)	(299)	
Balance, September 30, 2015	$ 218,058	$ 12,040	$ 3,541	$ (1,379)

(1) This amount includes $8.3 million of unrealized net holding gains arising during the period, as well as the reversal of $0.4 million of unrealized losses related to bonds that were sold/redeemed.

The following table provides information about the earnings impacts of activities whose effects were presented in the table, as well as provides information about additional gains (losses) that were recognized by the Company for the three months ended September 30, 2015:

(in thousands)	Net gains	Equity in Losses	Net gains on

	on bonds (1)	from LTPPs	derivatives (1)
Change in unrealized losses related to assets and liabilities still held at September 30, 2015	$	$ (1,138)	$ 488
Additional realized gains recognized	626		933
Total gains (losses) reported in earnings	$ 626	$ (1,138)	$ 1,421

(1) Amounts are reflected through "Net gains on bonds" on the Consolidated Statements of Operations.

(2) Amounts are reflected through "Net gains on derivatives and loans" on the Consolidated Statements of Operations.

Changes in the fair value of assets and liabilities that are measured at fair value on a recurring basis and that are categorized as Level 3 within GAAP's fair value hierarchy are attributed in the following table to identified activities that occurred between July 1, 2014 and September 30, 2014:

(in thousands)	Bonds Available-for-sale	Derivative Assets	Derivative Liabilities
Balance, July 1, 2014	$ 181,710	$ 477	$ (1,127)
Net (losses) gains included in earnings	(389)	549	287
Net change in other comprehensive income (1)	(2,967)		
Impact from purchases	5,300		
Impact from sales/redemptions	(7,968)		
Impact from settlements	(4,592)		
Balance, September 30, 2014	$ 171,094	$ 1,026	$ (840)

(1) This amount includes the reversal of $6.5 million of unrealized gains related to bonds that were redeemed, partially offset by $3.5 million of unrealized net holding gains arising during the period.

The following table provides information about the amount included in earnings related to the activity presented in the table above, as well as additional gains (losses) that were recognized by the Company for the three months ended September 30, 2014:

(in thousands)	Net gains on bonds (1)	Equity in Losses from LTPPs	Net gains on derivatives (1)
Change in unrealized (losses) gains related to assets and liabilities still held at September 30, 2014	$ (113)	$ (276)	$ 836
Additional realized gains recognized	7,450		960
Total gains (losses) reported in earnings	$ 7,337	$ (276)	$ 1,796

(1) Amounts are reflected through "Other expenses" and "Net gains on bonds" on the Consolidated Statements of Operations.

(2) Amounts are reflected through "Net gains on derivatives and loans" on the Consolidated Statements of Operations.

25

Changes in fair value of assets and liabilities that are measured at fair value on a recurring basis and that are categorized as Level 3 within the fair value hierarchy are attributed in the following table to identified activities that occurred between January 1, 2015 and September 30, 2015:

(in thousands)	Bonds Available-for-sale	Loans Held for Sale	Derivative Assets	Derivative Liabilities
Balance, January 1, 2015	$ 222,899	$	$ 2,539	$ (753)
Net gains (losses) included in earnings	(3,984)		1,301	(626)
Net change in other comprehensive income (1)	10,776			
Impact from purchases	15,123			
Impact from loan originations		12,466		
Impact from sales/redemptions	(20,114)			
Impact from settlements	(6,642)	(426)	(299)	
Balance, September 30, 2015	$ 218,058	$ 12,040	$ 3,541	$ (1,379)

(1) This amount includes $14.1 million of unrealized net holding gains arising during the period plus $0.2 million of unrealized bond losses reclassified into operations, offset by the reversal of $3.5 million of unrealized gains related to bonds that were sold/redeemed.

The following table provides information about the amount included in earnings related to the activity presented in the table above, as well as additional gains (losses) that were recognized by the Company for the nine months ended September 30, 2015:

(in thousands)	Net gains on bonds (1)	Equity in Losses from LTPPs	Net gains on derivatives (1)
Change in unrealized losses related to assets and liabilities held at January 1, 2015, but settled during the first nine months of 2015	$ (179)	$	$
Change in unrealized losses related to assets and liabilities still held at September 30 2015		(3,805)	675
Additional realized gains recognized	5,001		2,779
Total gains (losses) reported in earnings	$ 4,822	$ (3,805)	$ 3,454

(1) Amounts are reflected through “Other expenses” and “Net gains on bonds” on the Consolidated Statements of Operations.

(2) Amounts are reflected through “Net gains on derivatives and loans” on the Consolidated Statements of Operations.

Changes in fair value of assets and liabilities that are measured at fair value on a recurring basis and that are categorized as Level 3 within the fair value hierarchy are attributed in the following table to identified activities that occurred between January 1, 2014 and September 30, 2014:

(in thousands)	Bonds Available-for-sale	Derivative Assets	Derivative Liabilities
Balance, January 1, 2014	$ 195,332	$	$ (626)
Net (losses) gains included in earnings	(2,296)	1,026	(214)
Net change in other comprehensive income (1)	4,069		
Impact from purchases	8,380		
Impact from sales/redemptions	(13,620)		
Bonds eliminated due to real estate consolidation and foreclosure	(11,058)		
Impact from settlements	(9,713)		
Balance, September 30, 2014	$ 171,094	$ 1,026	$ (840)

(1) This amount represents $11.3 million of unrealized net holding gains arising during the period, partially offset by the reversal of $7.2 million of unrealized bond losses related to bonds that were redeemed.

The following table provides the amount included in earnings related to the activity presented in the table above, as well as additional gains (losses) that were recognized by the Company for the nine months ended September 30, 2014:

(in thousands)	Net gains on bonds (1)	Equity in Losses from LTPPs	Net gains on derivatives (1)
Change in unrealized (losses) gains related to assets and liabilities still held at September 30 2014	$ (113)	$ (2,183)	$ 812
Additional realized gains recognized	8,218		1,429
Total gains (losses) reported in earnings	$ 8,105	$ (2,183)	$ 2,241

(1) Amounts are reflected through “Other expenses” and “Net gains on bonds” on the Consolidated Statements of Operations.

(2) Amounts are reflected through “Net gains on derivatives and loans” on the Consolidated Statements of Operations.

The following methods or assumptions were used to estimate the fair value of these recurring financial instruments:

Bonds available-for-sale – If a bond is performing and payment of full principal and interest is not deemed at risk, then the Company estimates fair value using a discounted cash flow methodology; specifically, the Company discounts contractual principal and interest payments, adjusted for expected prepayments. The discount rate is based on expected investor yield requirements adjusted for bond attributes such as the expected term of the bond, debt service coverage ratio, geographic location and bond size. The weighted average discount rate for the performing bond portfolio was 5.8% and 6.2% at September 30, 2015 and December 31, 2014, respectively, for performing bonds still held in the portfolio at September 30, 2015. If observable market quotes are available, the Company will estimate the fair value based on such quoted prices.

For non-performing bonds and certain performing bonds where payment of full principal and interest is deemed at risk, the Company estimates fair value by discounting the property’s expected cash flows and residual proceeds using estimated market discount and capitalization rates, less estimated selling costs. The weighted average discount rate was 7.6% and 7.8% at September 30, 2015 and December 31, 2014, for the bonds remaining in our portfolio at September 30, 2015. The weighted average capitalization rate was 6.4% and 6.6% at September 30, 2015 and December 31, 2014, respectively, for the bonds remaining in our portfolio at September 30, 2015. However, to the extent available, the Company may estimate fair value based on a sale agreement, a letter of intent to purchase, an appraisal or other third-party indications of fair value.

The discount rates and capitalization rates discussed above are significant inputs to bond valuations and are unobservable in the market. To the extent discount rates and capitalization rates were to increase (decrease) in isolation the corresponding estimated bond values would decrease (increase).

Loans held for sale – The Company estimates fair value using a discounted cash flow methodology whereby contractual principal and interest payments are discounted at expected investor yield requirements for similar assets.

Derivative financial instruments – The Company estimates fair value, taking into consideration credit risk, using internal models or third party models, depending on the nature of the derivative contract.

Non-recurring Valuations

At September 30, 2015, the Company measured the fair value of its co-investment in SAWHF for purposes of recognizing an impairment loss. The fair value measurement of this instrument, which was categorized as Level 3, was advanced using a discounted cash flow methodology. At December 31, 2014, the Company had no assets that were measured at fair value on a non-recurring basis.

NOTE 10—FINANCIAL GUARANTEES AND COLLATERAL

Guarantees

The Company recognized a guaranty obligation for its obligation to stand ready to perform in connection with guarantees that it underwrote in connection with investor yields on certain third party LIHTC Funds and property performance on certain third party LTPPs. Such guarantees will expire by December 31, 2017.

The Company does not have any recourse provisions that would enable it to recover from third parties any of the amounts that would be required to be paid under such guarantees. The Company made no cash payments related to these indemnification agreements for the nine months ended September 30, 2015 and 2014.

The following table provides information about the maximum exposure and guaranty obligation recognized in the Company's Consolidated Balance Sheets:

	At September 30, 2015		At December 31, 2014	
(in thousands)	Maximum Exposure	Carrying Amount	Maximum Exposure	Carrying Amount
Indemnification contracts	$ 13,209	$ 614	$ 13,209	$ 864

The Company's maximum exposure under its indemnification contracts represents the maximum loss the Company could incur under its guarantee agreements and is not indicative of the likelihood of the expected loss under the guarantee. The Company also has guarantees associated with certain consolidated LIHTC Funds. See Note 15, "Consolidated Funds and Ventures," for more information.

Collateral and restricted assets

The following table summarizes assets that are either pledged or restricted for the Company's use at September 30, 2015 and December 31, 2014. This table also reflects certain assets held by CFVs in order to reconcile to the Company's Consolidated Balance Sheets:

	At September 30, 2015				
(in thousands)	Restricted Cash	Bonds Available-for-sale	Investment in Preferred stock	Other Assets	Total Assets Pledged
Debt and derivatives related to TRSs	$ 6,858	$ 163,233	$ 25,000	$	$ 195,091
Other (1)	2,336	14,085		12,076	28,497
CFVs (2)	21,283			9,539	30,822
Total	$ 30,477	$ 177,318	$ 25,000	$ 21,615	$ 254,410

At

	December 31, 2014				
(in thousands)	Restricted Cash	Bonds Available-for-sale	Investment in Preferred stock	Other Assets	Total Assets Pledged
Debt and derivatives related to TRSs	$ 11,010	$ 144,611	$ 31,371	$	$ 186,992
Other (1)	14,993			161	15,154
CFVs (2)	24,186			11,128	35,314
Total	$ 50,189	$ 144,611	$ 31,371	$ 11,289	$ 237,460

(1) The Company pledges collateral in connection with secured borrowings and various guarantees that it has provided.
(2) These are assets held by consolidated LIHTC Funds.

NOTE 11—COMMITMENTS AND CONTRINGENCIES

Operating Leases

As of September 30, 2015, the Company had two non-cancelable operating leases that expire in 2016 and 2020, respectively. These leases require the Company to pay property taxes, maintenance and other costs. The Company recognized rental expense of $0.1 million and $0.3 million for the three months and nine months ended September 30, 2015, respectively and $0.1 million and $0.4 million for the three months and nine months ended September 30, 2014, respectively. On October 6, 2015, the Company entered into a new lease agreement that will expire in 2024. The future minimum rental commitments related to this new lease are not reflected in the table below.

The following table summarizes the future minimum rental commitments on the two non-cancelable operating leases at September 30, 2015:

(in thousands)	
2015	$ 118
2016	145
2017	124
2018	134
2019	146
Thereafter	50
Total minimum future rental commitments	$ 717

Litigation

From time to time, the Company and its subsidiaries are named as defendants in various litigation matters arising in the ordinary course of business. These proceedings may include claims for substantial or indeterminate compensatory or punitive damages, or for injunctive or declaratory relief.

The Company establishes reserves for litigation matters when a loss is probable and can be reasonably estimated. Once established, reserves may be adjusted when new information is obtained.

It is the opinion of the Company’s management that adequate provisions have been made for losses with respect to litigation matters and other claims that existed at September 30, 2015. Management believes the ultimate resolution of these matters is not likely to have a material effect on its financial position, results of operations or cash flows. Assessment of the potential outcomes of these matters involves significant judgment and is subject to change, based on future developments, which could result in significant changes.

Shareholder Matters

The Company was a defendant in a purported class action lawsuit originally filed in 2008. The plaintiffs claimed to represent a class of investors in the Company’s shares who allegedly were injured by misstatements in press releases and SEC filings between May 3, 2004 and January 28, 2008. The plaintiffs sought unspecified damages for themselves and the shareholders of the class they purported to represent. The class action lawsuit was brought in the United States District Court for the District of Maryland. The Company filed a motion to dismiss the class action, and in June 2012, the Court issued a ruling dismissing all of the counts alleging any knowing or intentional wrongdoing by the Company or its affiliates, directors and officers. The plaintiffs appealed the Court's ruling and on March 7, 2014, the United States Court of Appeals for the Fourth Circuit unanimously affirmed the lower Court's ruling. As a result of these rulings, the only counts remaining in the class action related to the Company's dividend reinvestment plan.

The parties negotiated a settlement agreement, which was submitted to the United States District Court for the Districted of Maryland for approval. On September 24, 2015, the Court approved the settlement agreement. On September 25, 2015, the court entered an order dismissing the case in light of the settlement. The settlement provides for a maximum of $826,820 to cover payments to the class as well as the attorneys for the plaintiffs' counsel. The settlement is a claims-made settlement, in which payments will be made only to those plaintiffs who submit a claim and whose claim is approved, thus the final settlement amount to the class could be less than the amount stated above.

The Company will not incur any settlement costs, as all costs, including both class payments and plaintiffs' attorneys' fees, will be paid directly by its insurance company. As a result, the Company released the litigation reserve of $0.5 million during the first quarter of 2015.

NOTE 12—EQUITY

Common Share Information

The following table provides information about net income to common shareholders as well as provides information that pertains to weighted average share counts that were used in per share calculations as presented on the Consolidated Statements of Operations:

	For the three months ended September 30,		For the nine months ended September 30,	
(in thousands)	2015	2014	2015	2014
Net income from continuing operations	$ 3,334	$ 8,709	$ 9,921	$ 5,710
Net income from discontinued operations	83	3,903	244	18,091
Net income to common shareholders	$ 3,417	$ 12,612	$ 10,165	$ 23,801
Basic weighted-average shares (1)	6,746	7,454	6,970	7,760
Common stock equivalents (2) (3) (4)	345	318		
Diluted weighted-average shares	7,091	7,772	6,970	7,760

(1) Includes common shares issued and outstanding, as well as non-employee directors' and employee deferred shares that have vested, but are not issued and outstanding.

(2) At September 30, 2015, 410,000 stock options were in the money and had a potential dilutive share impact of 345,144 and 337,228 for the three months and nine months ended September 30, 2015, respectively. In addition, 9,468 unvested employee deferred shares had a potential dilutive share impact of 9,468 and 13,318 for the three months and nine months ended September 30, 2015, respectively. For the nine months ended September 30, 2015, the adjustment to net income for the awards classified as liabilities caused the common stock equivalents to be anti-dilutive.

(3) At September 30, 2014, 410,000 stock options were in the money and had a potential dilutive share impact of 296,882 and 290,150 for the three months and nine months ended September 30, 2014, respectively. In addition, 41,667 unvested employee deferred shares had a potential dilutive share impact of 20,834 for the three months and nine months ended September 30, 2014. For the nine months ended September 30, 2014, the adjustment to net income for the awards classified as liabilities caused the common stock equivalents to be anti-dilutive.

(4) For the three months and nine months ended September 30, 2015, the number of options excluded from the calculations of diluted earnings per share was 24,211 either because of their anti-dilutive effect (i.e. options that were not in the money) or because the option had contingency vesting requirements. For the three months and nine months ended September 30, 2014, respectively, the number of options excluded from the calculations of diluted earnings per share was 60,211 either because of their anti-dilutive effect (i.e. options that were not in the money) or because the option had contingent vesting requirements.

Common Shares

As of September 30, 2015, the Board had authorized total stock repurchases of up to 2.05 million shares. Between October 1, 2015 and November 6, 2015, the Company repurchased 56,260 shares at an average price of $12.97. As of November 6, 2015, the Company had repurchased 2.0 million shares at an average price of $9.13 since the plan's inception. The maximum price at which management is authorized to purchase shares is $13.92 per share.

Effective May 5, 2015, the Company adopted a Tax Benefits Rights Agreement ("Rights Plan"). In connection with adopting the Rights Plan, the Company declared a distribution of one right per common share to shareholders of record as of May 15, 2015. The rights will not trade apart from the current common shares until the distribution date, as defined in the Rights Plan. Under the Rights Plan, should a new investor acquire greater than a 4.9% stake in the Company, all existing shareholders other than the new 4.9% holder will be provided the opportunity to acquire new shares for a nominal cost, thereby significantly diluting the ownership interest of the acquiring person. The Rights Plan will run for a period of five years, or until the Board determines the plan is no longer required, whichever comes first.

Noncontrolling Interests

The following table provides information about the noncontrolling interests in CFVs, IHS and IHS PM:

(in thousands)	At September 30, 2015	At December 31, 2014
CFVs (LIHTC Funds)	$ 188,316	$ 230,111
IHS		(397)
IHS PM	12	
Total	$ 188,328	$ 229,714

LIHTC Funds

At September 30, 2015 and December 31, 2014, the noncontrolling interest holders were comprised of the limited partners as well as the general partner in 11 LIHTC Funds.

IHS

At December 31, 2014, 3.7% of IHS was held by a third party. During the second quarter of 2015, the Company acquired the remaining interest held by a third party and now wholly owns IHS.

IHS PM

During the second quarter of 2015, IHS formed a company in South Africa, IHS PM, to provide property management services to the properties of IHS-managed funds. IHS owns 60% of IHS PM and the third party property manager owns 40%.

Accumulated Other Comprehensive Income Allocable to Common Shareholders

The following table provides information related to the net change in accumulated other comprehensive income ("AOCI") that is allocable to common shareholders for the three months ended September 30, 2015:

(in thousands)	Bonds Available-for-sale	Income Tax Expense	Foreign Currency Translation	AOCI
Balance, July 1, 2015	$ 59,292	$ (150)	$ (722)	$ 58,420
Unrealized net gains (losses)	8,332		(833)	7,499
Reversal of unrealized losses on redeemed bonds	386			386
Net change in AOCI	8,718		(833)	7,885
Balance, September 30, 2015	$ 68,010	$ (150)	$ (1,555)	$ 66,305

The following table provides information related to the net change in AOCI that is allocable to common shareholders for the three months ended September 30, 2014:

(in thousands)	Bonds Available-for-sale	Income Tax Expense	Foreign Currency Translation	AOCI
Balance, July 1, 2014	$ 41,901	$ (458)	$ (296)	$ 41,147
Unrealized net gains (losses)	3,370		(134)	3,236
Reversal of unrealized gains on redeemed bonds	(6,450)			(6,450)
Reclassification of unrealized losses to operations due to impairment	113			113
Income tax benefit		458		458
Net change in AOCI	(2,967)	458	(134)	(2,643)
Balance, September 30, 2014	$ 38,934	$	$ (430)	$ 38,504

The following table provides information related to the net change in AOCI that is allocable to common shareholders for the nine months ended September 30, 2015:

(in thousands)	Bonds Available-for-sale	Income Tax Expense	Foreign Currency Translation	AOCI
Balance, January 1, 2015	$ 57,234	$ (150)	$ (632)	$ 56,452
Unrealized net gains (losses)	14,077		(923)	13,154
Reversal of unrealized gains on redeemed bonds	(3,480)			(3,480)
Reclassification of unrealized losses to operations due to impairment	179			179
Net change in AOCI	10,776		(923)	9,853
Balance, September 30, 2015	$ 68,010	$ (150)	$ (1,555)	$ 66,305

The following table provides information related to the net change in AOCI that is allocable to common shareholders for the nine months ended September 30, 2014:

Bonds	Income	Foreign
Available-	Tax	Currency

(in thousands)	for-sale	Expense	Translation	AOCI
Balance, January 1, 2014	$ 36,868	$	$ (209)	$ 36,659
Unrealized net gains (losses)	11,184		(141)	11,043
Reversal of unrealized gains on redeemed bonds	(7,228)			(7,228)
Reclassification of unrealized losses to operations due to impairment	113			113
Reversal of unrealized gains from AOCI to Net Income due to foreclosure	(2,003)			(2,003)
Other (1)			(80)	(80)
Net change in AOCI	2,066		(221)	1,845
Balance, September 30, 2014	$ 38,934	$	$ (430)	$ 38,504

(1) Transfer of unrealized loss from noncontrolling interest due to IHS share acquisition.

32

NOTE 13—STOCK-BASED COMPENSATION

The Company has stock-based compensation plans ("Plans") for Non-employee Directors ("Non-employee Directors' Stock-Based Compensation Plans") and stock-based incentive compensation plans for employees ("Employees' Stock-Based Compensation Plans").

The following table provides information related to total compensation expense that was recorded for these Plans:

(in thousands)	For the three months ended September 30, 2015	For the three months ended September 30, 2014	For the nine months ended September 30, 2015	For the nine months ended September 30, 2014
Employees' Stock-Based Compensation Plans	$ 291	$ 62	$ 1,592	$ 1,714
Non-employee Directors' Stock-Based Compensation Plans	74	50	221	188
Total	$ 365	$ 112	$ 1,813	$ 1,902