

RESOLUTION 78-13

RESOLUTION OF THE CALIFORNIA HOUSING FINANCE
AGENCY CONCERNING FINANCING OF PURCHASE OF LOANS RELATED
TO NEIGHBORHOOD PRESERVATION PROGRAM

February 21, 1978

WHEREAS, the California Housing Finance Agency (the "Agency") has determined that there exists a need in California for financial assistance for the purchase, rehabilitation or making of general repairs and improvements to residential structures of not more than four dwelling units (the "Residential Structures") located in areas of substantial deterioration of Residential Structures, and in areas in which there is a recent history of mortgage deficiency, but in which deterioration has not progressed so far that there exists a substantial number of Residential Structures which do not conform to rehabilitation standards;

WHEREAS, the Agency has determined that it is in the public interest for the Agency to provide such financial assistance by means of a program to purchase loans to finance Residential Structures or to finance the rehabilitation or general repairs or improvements to Residential Structures (the "Loans"), each such Loan being insured for at least the first fifty percent (50%) of the principal amount and accrued interest of the Loan by one or more of the following entities: the United States government or an agency or instrumentality thereof, the Agency, or private mortgage guaranty insurers; or guaranteed by the Veterans Administration;

WHEREAS, pursuant to the Zenovich-Moscone-Chacon Housing and Home Finance Action (the "Act") the Agency has the authority to issue bonds to provide sufficient funds to finance the purchase of Loans, the payment of interest on the bonds, the establishment of reserves to secure the bonds, and other expenditures of the Agency incident to, and necessary or convenient to the issuance of the bonds;

WHEREAS, prior to the issuance of its bonds the Board of Directors of the Agency is required to submit to the Housing Bond Credit Committee a statement of the purpose for which the Bonds are proposed to be issued and the amount of the proposed issuance; and

WHEREAS, final approval of the terms of the offering of the California Housing Finance Agency Home Ownership and Home Improvement Revenue Bonds, 1978 Series B (the "Bonds") and of the Bonds and the authorization of the sale of the Bonds will be considered at a later meeting of the Authority;

NOW, THEREFORE, BE IT RESOLVED by the California Housing Finance Agency as follows:

Section 1. The Bonds are proposed to be issued to finance the purchase of Loans by the Agency from mortgage lenders certified by the Agency to do business with the Agency.

Section 2. Pursuant to the Act, and subject to the approval of the Housing Bond Credit Committee, the issuance of revenue bonds of the Agency, designated as "California Housing Finance Agency Home Ownership and Home Improvement Revenue Bonds, 1978 Series B," in an aggregate principal amount not exceeding twenty-five million dollars (\$25,000,000) (the "Bonds"), is hereby approved in principle.

Section 3. The President of the Agency (the "President") is hereby requested and authorized on behalf of the Board of Directors of the Agency to submit to the Housing Bond Credit Committee pursuant to the Zenovich-Moscone-Chacon Housing and Home Finance Act, a statement of the purpose for which the Bonds are proposed to be issued and the amount of the proposed issuance.

Section 4. The Agency hereby acknowledges receipt of the proposed form of First Supplemental Indenture. The Agency has reviewed said proposed First Supplemental Indenture and hereby approves in principle said proposed First Supplemental Indenture as presented to this meeting. The Vice Chairperson of the Board of Directors of the Agency (the "Vice Chairperson") and the President are hereby authorized and directed, for and on behalf and in the name of the Agency to take such actions as may be necessary to cause the final preparation of a First Supplemental Indenture which conforms in principle to said proposed First Supplemental Indenture.

Section 5. The President is hereby authorized and directed, for and on behalf and in the name of the Agency to notify the State Treasurer of the amount of the proposed Bonds and to select a date for the sale of the Bonds with the concurrence of the State Treasurer.

Section 6. The President and other officers of the Agency are hereby authorized and directed, jointly and severally, to do any and all things and to execute and deliver any and all documents which they may deem necessary or advisable in order to prepare the proposed Bonds and proposed First Supplemental Indenture for final approval by the Agency, to accomplish the submission of a statement of purpose and amount to the Housing Bond Credit Committee and otherwise to effectuate the purposes of this resolution.

Section 7. The President is hereby authorized to circulate a Preliminary Official Statement substantially similar to the form presented to the meeting with such changes therein as he may approve after consulting with counsel, the prospective underwriters and such persons as he deems appropriate.

Section 8. The President is further authorized to hold an information meeting on the proposed Bonds and to distribute other information and material relating to the proposed Bonds.

Section 9. The President and other officers of the Agency are hereby authorized and directed, jointly and severally, to do any and all things and to execute and deliver

any and all documents which they may deem necessary or advisable in order to accomplish the circulation of the Preliminary Official Statement, the holding of an information meeting concerning the proposed Bonds, the distribution of other information and material relating to the proposed Bonds and otherwise to effectuate the purposes of this resolution.

I hereby certify that this is a true and correct copy of Resolution 78-13 adopted at a duly constituted meeting of the Board of Directors of the California Housing Finance Agency held on February 21, 1978.

Attest



Stuart Honse
Secretary