

ORIGINAL

RESOLUTION NUMBER 78-66
OF THE
CALIFORNIA HOUSING FINANCE AGENCY

RESOLUTION PROVIDING FOR THE ISSUANCE
OF \$15,000,000 PRINCIPAL AMOUNT OF
CALIFORNIA HOUSING FINANCE AGENCY
MULTI-FAMILY BOND ANTICIPATION NOTES,
1978 SERIES 1
(1978 SERIES 1 RESOLUTION)

Adopted July 18, 1978

TABLE OF CONTENTS

	<u>Page</u>
ARTICLE I - Definitions and Miscellaneous	1
Section 101. Definitions	1
Section 102. One Instrument	1
ARTICLE II - Authorization of 1978 Series 1 Notes	1
Section 201. Determination of Necessity; Authorization; Principal Amount; Designation of 1978 Series 1 Notes	1
Section 202. Issue Date; Maturity Date	2
Section 203. Interest Rate; Interest Payment Dates	2
Section 204. Place of Payment; Paying Agents ...	2
Section 205. Denominations; Numbering and Lettering; Form	2
[Form of 1978 Series 1 Note]	3
[Form of certificate of authentication]	8
[Form of interest coupon]	8
Section 206. Sale and Delivery	9
Section 207. Further Authority	10
ARTICLE III - Accounts for the 1978 Series 1 Notes ...	10
Section 301. Establishment of Note Account	10
Section 302. Establishment of Program Subaccount	10
Section 303. Establishment of Payment Subaccount	11
Section 304. Application of Proceeds	11
ARTICLE IV - Miscellaneous	11
Section 401. Effective Date	11

RESOLUTION PROVIDING FOR THE ISSUANCE OF \$15,000,000
PRINCIPAL AMOUNT OF CALIFORNIA HOUSING FINANCE AGENCY
MULTI-FAMILY BOND ANTICIPATION NOTES,
1978 SERIES 1

BE IT RESOLVED by the Board of Directors of the California Housing Finance Agency as follows:

ARTICLE I
DEFINITIONS AND MISCELLANEOUS

Section 101. Definitions. Unless the context otherwise requires, the terms defined in Resolution Number 78-65 adopted by the Board of Directors of the California Housing Finance Agency on July 18, 1978 and entitled "Resolution Authorizing the Issuance of California Housing Finance Agency Multi-Family Bond Anticipation Notes" shall, for all purposes of this 1978 Series 1 Resolution, have the meanings specified in said Resolution Number 78-65.

Section 102. One Instrument. As supplemented hereby, the Resolution and the trusts conferred thereby are in all respects confirmed, and the Resolution, this 1978 Series 1 Resolution and all other Supplemental Resolutions shall be read, taken and considered as one instrument.

ARTICLE II
AUTHORIZATION OF 1978 SERIES 1 NOTES

Section 201. Determination of Necessity; Authorization; Principal Amount; Designation of 1978 Series 1 Notes. (a) In order to provide funds for the Program, in accordance with and subject to the terms, conditions and limitations estab-

lished herein, a Series of Notes is hereby authorized to be issued in the aggregate principal amount of \$15,000,000. The Agency hereby determines that the issuance of Notes in the said amount of \$15,000,000 is necessary to provide sufficient funds to be used and expended for the Program.

(b) Such Series of Notes shall bear the designation "1978 Series 1" and each shall be titled "Multi-Family Bond Anticipation Note, 1978 Series 1."

Section 202. Issue Date; Maturity Date. The Issue Date and Maturity Date of the 1978 Series 1 Notes shall be July 27, 1978 and January 25, 1980, respectively.

Section 203. Interest Rate; Interest Payment Dates.
(a) The 1978 Series 1 Notes shall bear interest at such single rate of interest as shall be determined and fixed by the State Treasurer at the time of sale of such Notes and in accordance with the notice of sale for such Notes.

(b) The Interest Payment Dates for the 1978 Series 1 Notes shall be January 26, 1979, July 27, 1979, and January 25, 1980.

Section 204. Place of Payment; Paying Agents. (a) Both the principal of and the interest on the 1978 Series 1 Notes shall be payable at the principal office in Sacramento, California, of the Treasurer of the State of California, or at such place as shall be determined in accordance with the notice of sale for such Notes.

(b) The Treasurer of the State of California is hereby appointed Paying Agent for the 1978 Series 1 Notes. There may be one other Paying Agent for such Notes, which Paying Agent shall be determined in accordance with the notice of sale for such Notes.

Section 205. Denomination; Numbering and Lettering; Form. (a) The 1978 Series 1 Notes may be issued only as coupon Notes in such denomination or denominations of \$25,000

or any integral multiple of \$25,000 as shall be determined by the State Treasurer at the time of sale of such Notes and in accordance with the notice of sale for such Notes.

(b) The 1978 Series 1 Notes shall be numbered in consecutive numerical order from 1-1 upwards (1-1, 1-2, ...) with lower denominations receiving lower numbers.

(c) The 1978 Series 1 Notes, the certificate of authentication to appear thereon and the interest coupons to be attached thereto shall be in substantially the following forms, respectively:

[Form of 1978 Series 1 Note]

\$ _____

No. 1- _____

CALIFORNIA HOUSING FINANCE AGENCY
MULTI-FAMILY BOND ANTICIPATION NOTE
1978 SERIES 1

CALIFORNIA HOUSING FINANCE AGENCY, a public instrumentality and political subdivision of the State of California (herein called the "Agency") for value received, hereby promises to pay to the bearer hereof, on January 25, 1980, the principal sum of _____ Dollars (\$ _____) in lawful money of the United States of America; and to pay interest thereon in like money from the date hereof until payment of such principal sum, at the rate of ___ percent (___%) per annum, payable on January 26, 1979, July 27, 1979, and January 25, 1980, but only, in the case of interest due on or before maturity, upon presentation and surrender, and according to the tenor, of the respective interest coupons hereto annexed as they severally mature. Both the principal hereof and interest hereon are payable at

the principal office in Sacramento, California, of the Treasurer of the State of California, the Trustee of the Agency, or at the option of the holder, at the principal office in _____, _____, of _____, a paying agent of the Agency, or of its successor as such paying agent.

This Note is one of the duly authorized notes of the Agency designated as the "California Housing Finance Agency Multi-Family Bond Anticipation Notes" (herein called the "Notes"), issued or to be issued pursuant to the Zenovich-Moscone-Chacon Housing and Home Finance Act, constituting Division 31 of the Health and Safety Code of the State of California, as amended, and pursuant to Resolution Number 78-___ adopted by the Board of Directors of the Agency on July 18, 1978 and entitled "Resolution Authorizing the Issuance of California Housing Finance Agency Multi-Family Bond Anticipation Notes" (herein called the "Resolution").

As provided in the Resolution, the Notes may be issued from time to time, in one or more series, in various principal amounts, may mature at different times, may bear interest at different rates, and may otherwise vary as provided in the Resolution. The aggregate principal amount of the Notes is limited as provided in the Resolution.

This Note is one of a series of Notes designated as the "California Housing Finance Agency Multi-Family Bond Anticipation Notes, 1978 Series 1" (herein called the "1978 Series 1 Notes"), initially issued in the aggregate principal amount of \$15,000,000, dated July 27, 1978, and issued pursuant to the Act, the Resolution and a supplemental resolution, Resolution Number 78-___ adopted by the Board of Directors of the Agency on July 18, 1978 and entitled "Resolution Providing for the Issuance of \$15,000,000 Principal Amount of California Housing Finance Agency

Multi-Family Bond Anticipation Notes, 1978 Series 1" (herein called the "1978 Series 1 Resolution"). Additional series of Notes may be issued, but only subject to the terms of the Resolution. This Note is a general obligation of the Agency, payable from any assets of the Agency pledged to the 1978 Series 1 Notes and from any other assets of the Agency not heretofore or hereafter pledged or encumbered to secure any other bonds, notes or other financial obligations of the Agency. Reference is hereby made to the Act and to the Resolution on file at the principal office of the Trustee and all resolutions supplemental thereto for a description of the rights thereunder of the bearers of the Notes and the appurtenant coupons, of the nature and extent of the security, of the rights, duties and immunities of the Trustee and all of the rights and obligations of the Agency thereunder, to all of the provisions of which Resolution the bearer of this Note, by acceptance hereof, assents and agrees.

The Resolution contains provisions permitting the Agency, with the consent of the holders of not less than sixty percent (60%) in aggregate principal amount of the Notes at the time outstanding, evidenced as in the Resolution provided, and in certain instances without such consent, to adopt supplemental resolutions amending or modifying the Resolution and the rights of the Agency and the holders of the Notes and coupons thereunder; provided, however, that no such modification or amendment shall (1) permit a change in the terms of maturity of the principal of this Note or of any installment of interest hereon or reduce the principal amount thereof or the rate of interest hereon without the consent of the holder of this Note, or (2) reduce the aforesaid percentage of Notes the consent of the holders of which is required to effect any such modification

or amendment, without the consent of the holders of all Notes then outstanding, all as more fully set forth in the Resolution.

This Note is not subject to redemption prior to its maturity. If an event of default (as specified in the Resolution) shall occur with respect to the 1978 Series 1 Notes, the principal of all such Notes may be declared due and payable upon the conditions, in the manner and with the effect provided in the Resolution. The Resolution provides that in certain events such declaration and its consequences may be annulled by the holders of at least twenty-five percent (25%) in aggregate principal amount of such Notes then outstanding.

The 1978 Series 1 Notes are issuable only as coupon Notes in certain denominations of \$25,000 and integral multiples of \$25,000.

This Note and the coupons appertaining hereto are negotiable and transferable by delivery, and the Agency and the Trustee may treat the bearer hereof, or the bearer of any coupon appertaining hereto, as the absolute owner hereof or of such coupon, as the case may be, for all purposes, whether or not this Note or such coupon shall be overdue, and the Agency and the Trustee and any paying agent shall not be affected by any notice to the contrary.

This Note shall not be deemed to constitute a debt or liability of the State of California or of any political subdivision thereof, other than the Agency, or a pledge of the faith and credit of the State of California or of any such political subdivision, other than the Agency to the extent herein provided, but shall be payable solely from the assets provided therefor pursuant to the Resolution. Neither the faith and credit nor the taxing power of the State of California is pledged to the payment of the prin-

cipal of or interest on this Note.

Neither the members of the Board of Directors of the Agency, nor any officer of the Agency, nor any person executing this Note shall be subject to any personal liability or accountability by reason of the issuance hereof.

Neither this Note nor any coupons appertaining hereto shall be entitled to any benefit under the Resolution, or become valid or obligatory for any purpose, until the certificate of authentication hereon endorsed shall have been signed by the Trustee.

It is hereby certified and recited that all conditions acts and things required by the Constitution and statutes of the State of California, the Act, the Resolution, or the 1978 Series 1 Resolution to exist, to have happened or to have been performed precedent to or in the issuance of the 1978 Series 1 Notes exist, have happened and have been performed and that the issue of the 1978 Series 1 Notes, together with all other indebtedness of the Agency, is within every debt and other limit prescribed by said Constitution, statutes or Resolution.

IN WITNESS WHEREOF, California Housing Finance Agency has caused this Note to be executed on its behalf by its President, and its corporate seal to be reproduced hereon and attested by the Secretary of its Board of Directors, and has caused coupons for interest bearing the facsimile signature of its President to be attached hereto, all as of July 27, 1978.

CALIFORNIA HOUSING FINANCE AGENCY

By _____
President

[SEAL]

Attest:

Secretary of the Board of Directors

[Form of certificate of authentication]

TRUSTEE'S CERTIFICATE OF AUTHENTICATION

This is one of the Notes described in the within-mentioned Resolution and 1978 Series 1 Resolution.

TREASURER OF THE STATE OF CALIFORNIA

By _____

[Form of Interest Coupon]

CALIFORNIA HOUSING FINANCE AGENCY, on _____, _____, will pay to bearer at the principal office in Sacramento, California, of the Treasurer of the State of California, a paying agent of the Agency, or, at the option of the holder, at the principal office in the _____ of _____, a paying agent of the Agency, or of its successor as such paying agent, upon surrender hereof, the sum set forth herein in lawful money of the United States of America, being interest then due upon its California Housing Finance Agency Multi-Family Bond Anticipation Note, 1978 Series 1,

\$ _____

No. 1- _____

Coupon No. _____

President, California Housing
Finance Agency

Section 206. Sale and Delivery. (a) the authority heretofore granted to and the actions heretofore taken by the State Treasurer and the officers of the Agency with respect to offering for sale the 1978 Series 1 Notes are hereby ratified and approved and the State Treasurer is hereby further authorized and requested to sell and deliver said Notes at the time and place and in accordance with the terms and conditions set forth in the official statement and notice of sale previously distributed for such Notes. Said official statement and notice of sale, and the distribution thereof are hereby specifically ratified and approved. The bid check received by the State Treasurer under the terms of such notice of sale, being the good faith deposit of the successful bidder, shall be cashed and the proceeds deposited in a special trust account and the amount of said check shall be applied at the time of delivery as part of the purchase price of such Notes or returned to said bidder as provided in the notice of sale.

(b) The sale of the 1978 Series 1 Notes shall be evidenced by a certificate of the State Treasurer filed with the Agency. Said certificate shall state the following: (a) the name of each bidder submitting a bid, the premium, if any, the interest rate to the Agency that would result if such bid were accepted, the denominations requested, the Paying Agent and place of payment requested, and the place of delivery requested, (b) the name of the successful bidder, the premium; if any, the interest rate per annum, the denominations, Paying Agent, place of payment and place of delivery specified in such bid, and (c) such other matters as the State Treasurer shall determine to be in the best interest of the Agency. The notice of sale for the 1978 Series 1 Notes shall be attached to said certificate as an exhibit.

(c) Should the 1978 Series 1 Notes not be issued, sold and delivered in the manner contemplated by the notice of sale for such Notes, the President of the Agency is hereby authorized, subject to the consent of the State Treasurer, to authorize the sale and delivery by the State Treasurer of all or less than all of the 1978 Series 1 Notes in such manner (whether by private or public sale) and on such terms and conditions as the President may deem to be in the best interest of the Agency.

Section 207. Further Authority. Any Authorized Officer of the Agency is hereby authorized in the name and on behalf of the Agency to do or perform all such acts and to execute and deliver any and all such certificates, documents and other instruments as he deems necessary or appropriate in connection with the issuance, sale and delivery of the 1978 Series 1 Notes. For purposes of execution and delivery of documents related to the delivery of the 1978 Series 1 Notes, the President shall authorize in writing personnel to act as Authorized Officers.

ARTICLE III

ACCOUNTS FOR THE 1978 SERIES 1 NOTES

Section 301. Establishment of Note Account. There is hereby established in the California Housing Finance Fund a separate account to be designated as the "1978 Series 1 Multi-Family Bond Anticipation Note Account."

Section 302. Establishment of Program Subaccount. There is hereby established in the 1978 Series 1 Multi-Family Bond Anticipation Note Account a separate subaccount to be designated as the "1978 Series 1 Multi-Family Bond Anticipation Note Program Subaccount." Moneys in said Subaccount shall be used for the purposes specified, and as authorized by the Resolution.

Section 303. Establishment of Payment Subaccount.

There is hereby established in the 1978 Series 1 Multi-Family Bond Anticipation Note Account a separate subaccount to be designated the "1978 Series 1 Multi-Family Bond Anticipation Note Payment Subaccount". Moneys in said Subaccount shall be used for the purposes specified, and as authorized by, the Resolution.

Section 304. Application of Proceeds. From the proceeds of the 1978 Series 1 Notes, there shall be paid to the Trustee for credit as follows:

- (1) in the Payment Subaccount established by Section 303 the amount (if any) of interest accrued from July 27, 1978 to the date of delivery of the 1978 Series 1 Notes, and
- (2) in the Program Subaccount established by Section 302, the balance of the proceeds of the 1978 Series 1 Notes.

ARTICLE IV
MISCELLANEOUS

Section 401. Effective Date. This 1978 Series 1 Resolution shall take effect immediately.

PASSED AND ADOPTED this 18th day of July, 1978, by the following vote:

AYES: Directors Frank, Krueer, Mazer, Robinson, Turner, Thoke for Stein, Unruh

NOES: None

ABSENT: None

[Seal]


Secretary of the Board
of Directors


Chairperson of the Board
of Directors

SECRETARY'S CERTIFICATE

I, Stuart Honse, Secretary of the Board of Directors of the California Housing Finance Agency hereby certify that the foregoing is a full, true and correct copy of a resolution duly adopted at a regular meeting of said Board of Directors duly and regularly held at Fresno, California on the 18th day of July, 1978, of which meeting all of the members of said Board of Directors had due notice and at which a majority thereof were present; and that at said meeting said resolution was adopted by the following vote:

AYES: Directors Frank, Kruer, Mazer, Robinson, Turner, Thoke for Stein, Unruh

NOES: None

ABSENT: None

I further certify that I have carefully compared the same with the original minutes of said meeting on file and of record in my office; that said resolution is a full, true and correct copy of the original resolution adopted at said meeting and entered in said minutes; and that said resolution has not been amended, modified or rescinded since the date of its adoption, and is now in full force and effect.

WITNESS my hand and the seal of the California Housing Finance Agency this 27th day of July.

Secretary of the Board of Directors

(SEAL)