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RESOLUTION NUMBER 78-99  
OF THE  
CALIFORNIA HOUSING FINANCE AGENCY

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RESOLUTION PROVIDING FOR THE ISSUANCE  
OF \$15,000,000 PRINCIPAL AMOUNT OF  
CALIFORNIA HOUSING FINANCE AGENCY  
MULTI-FAMILY REVOLVING CREDIT AGREEMENT NOTES,  
INITIAL BORROWING  
(INITIAL BORROWING RESOLUTION)

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Adopted November 21, 1978

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RESOLUTION PROVIDING FOR THE ISSUANCE OF \$15,000,000  
PRINCIPAL AMOUNT OF CALIFORNIA HOUSING FINANCE AGENCY  
MULTI-FAMILY REVOLVING CREDIT AGREEMENT NOTES,  
INITIAL BORROWING

BE IT RESOLVED by the Board of Directors of the Cali-  
fornia Housing Finance Agency as follows:

ARTICLE I  
DEFINITIONS AND MISCELLANEOUS

Section 101. Definitions. Unless the context other-  
wise requires, the terms defined in Resolution Number 78-98  
adopted by the Board of Directors of the California Housing  
Finance Agency on November 21, 1978, and entitled "Resolution  
Authorizing the Issuance of California Housing Finance Agency  
Multi-Family Revolving Credit Agreement Notes" shall, for  
all purposes of this Initial Borrowing Resolution, have the  
meanings specified in said Resolution Number 78-98.

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

ARTICLE II  
AUTHORIZATION OF INITIAL BORROWING NOTES

Section 201. Determination of Necessity; Authorization;  
Principal Amount; Designation. (a) In order to provide  
funds for the Program, in accordance with and subject to the  
terms, conditions and limitations established 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 "Initial Borrowing" and each shall be entitled "Multi-Family Revolving Credit Agreement Note, Initial Borrowing."

(c) Should the Initial Borrowing Notes not be issued, sold and delivered in the manner contemplated by the draft Revolving Credit Agreement presented to this meeting or by this Resolution, 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 Initial Borrowing Notes in such manner and on such terms and conditions as the President may deem to be the best interest of the Agency.

Section 202. Date of Issuance; Maturity Date. The Date of Issuance and Maturity Date of the Initial Borrowing Notes shall be the date of delivery of such Notes and the date two years after the date of delivery of the Notes, respectively.

Section 203. Interest Rate; Interest Payment Dates.

(a) The Initial Borrowing Notes shall bear interest at the rate of six and one-half percent (6-1/2%) per annum.

(b) The Interest Payment Dates for the Initial Borrowing Notes shall be the dates six months, one year, eighteen months and two years after the Date of Issuance.

Section 204. Place of Payment. Both the principal of and the interest on the Initial Borrowing Notes shall be payable as provided in the Revolving Credit Agreement.

Section 205. Denomination; Numbering and Lettering; Form. (a) The Initial Borrowing Notes may be issued only as registered Notes in such denomination or denominations as shall be determined by the Agency at the time of issuance of such Notes.

(b) The Initial Borrowing Notes shall be numbered in consecutive numerical order from 1 upwards.

(c) The Initial Borrowing Notes, and the certificate of authentication to appear thereon shall be in substantially the form specified by the Revolving Credit Agreement.

Section 206. Issuance. The authority heretofore granted to and the actions heretofore taken by the State Treasurer and the officers of the Agency with respect to sale of the Initial Borrowing Notes are hereby ratified and approved and the State Treasurer is hereby further authorized and requested to deliver said Notes in accordance with the terms and conditions provided in the Revolving Credit Agreement.

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 of the Initial Borrowing Notes. For purposes of execution and delivery of documents related to the delivery of the Initial Borrowing Notes, the President shall authorize in writing personnel to act as Authorized Officers.

### ARTICLE III

#### ACCOUNTS FOR THE INITIAL BORROWING 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 "Initial Borrowing Multi-Family Revolving Credit Agreement Note Account."

Section 302. Establishment of Program Subaccount. There is hereby established on the Agency's books and records in the Initial Borrowing Multi-Family Revolving Credit Agreement Note Account a separate subaccount to be designated as the "Initial Borrowing Multi-Family Revolving Credit Agreement 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 on the Agency's books and records in the Initial Borrowing Multi-Family Revolving Credit Agreement Note Account a separate subaccount to be

designated the "Initial Borrowing Multi-Family Revolving Credit Agreement 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. The proceeds of the Initial Borrowing Notes shall be paid to the Trustee for deposit in the Note Account established by Section 301 and shall be credited by the Agency as follows:

- (1) in the Payment Subaccount established by Section 303 the amount (if any) of interest accrued from Date of Issuance to the date of delivery of the Initial Borrowing Notes, and
- (2) in the Program Subaccount established by Section 302, the balance of the proceeds of the Initial Borrowing Notes.

ARTICLE IV  
MISCELLANEOUS

Section 401. Effective Date. This Initial Borrowing Resolution shall take effect immediately.

PASSED AND ADOPTED this 21st day of November, 1978, by the following vote:

AYES: Directors Kruer; Stein (By Berg); Turner; Unruh  
(By Moore); O'Connor; Frank

NOES: None

ABSENTIONS: NONE

ABSENT: Directors Mazer; Robinson

Anthony M. Frank /s/  
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Chairperson of the Board  
of Directors

Stuart Honse /s/  
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Secretary of the Board  
of Directors