

**MINUTES OF THE 6TH MEETING OF THE
STATE OF NEW YORK MORTGAGE AGENCY
FINANCE AND PROGRAM COMMITTEE
HELD ON JULY 14, 2011 AT 3:48 P.M.
AT ITS OFFICES AT 641 LEXINGTON AVENUE
NEW YORK, NEW YORK 10022**

DIRECTORS AND DESIGNEES

PRESENT:

Karen A. Phillips	Vice Chairperson
Marge Rogatz	Director
Elaine McCann	Division of the Budget, representing Robert Megna, Director (via video conference)

ABSENT:

Naomi Bayer	Director
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The first item on the agenda was a resolution approving the issuance of refunding bonds. Marian Zucker, President for the Office of Finance and Development, noted that the Directors' materials and the agenda reflected the plan to make an informational presentation on certain single family program issues. Ms. Zucker noted that she would deliver a shortened version of that presentation now, and that the complete presentation will be made at the next Board meeting. Originally, a PowerPoint presentation was prepared and slides of that presentation were provided to the Directors instead. Ms. Zucker then stated that the Finance Committee had been called to order to take up a proposal to issue refunding bonds. She noted that this proposal was directly related to the items included in the informational presentation. Ms. Zucker stated that the proposal is to issue fixed rate refunding bonds to refund floating rate bonds where Dexia is the liquidity provider. SONYMA has \$605 million in floating rate bonds remarketed in weekly and daily mode, of which \$485 million in liquidity is provided by Dexia. Dexia was previously downgraded by the rating agencies in 2009, but was stabilized by the French and Belgium governments. Ms. Zucker noted that Dexia is again facing troubles because it has exposure to the debt crisis in Greece. Ms. Zucker explained that SONYMA now seeks approval from the Finance Committee to issue refunding bonds to redeem previously issued variable rate bonds and thereby reduce the bonds that are outstanding where Dexia is the liquidity provider. Mr. Zucker stated this will result in a savings for the agency. Mr. Valella stated that while the Agency had approval to take this action, under a previously adopted Series Resolution, the Agency needed the Finance Committee to review all proposals for the issuance of debt, because of the Public Authorities Act of 2010. Ms. Zucker summarized the details of the

proposed refunding issue, the details of which were contained in materials presented to the Finance Committee.

Vice Chairperson Phillips moved to adopt the resolution; Elaine McCann seconded the motion; and the following resolution was adopted unanimously:

**A RESOLUTION OF THE FINANCE AND PROGRAM COMMITTEE OF
THE STATE OF NEW YORK MORTGAGE AGENCY
RECOMMENDING AN ISSUANCE OF ECONOMIC REFUNDING
BONDS.**

There being no unfinished business, Vice Chairperson Phillips moved to adjourn the meeting; Elaine McCann seconded the motion; and the meeting was adjourned at 3:52 PM.



Secretary