

Quarterly HFA Initiative Compliance Certification

Directions: to make a selection, double click check box, change "default value" to "checked"

1. Prior to settlement, were all necessary actions done to register the Program Bonds with DTC?	<input type="checkbox"/> Yes <input type="checkbox"/> No
2. On settlement date, were Program Bond amounts equal to or less than the allocation amount given by Treasury?	<input type="checkbox"/> Yes <input type="checkbox"/> No
3. Are Escrowed Proceeds being invested in government or agency securities? (Global Escrow applies)	<input type="checkbox"/> Yes <input type="checkbox"/> No
4. Are Escrowed Proceeds being invested in the highest ST rating category (A-1/P-1)? (Global Escrow applies)	<input type="checkbox"/> Yes <input type="checkbox"/> No
5. Do Escrowed Proceeds have a maturity date of one year or less?	<input type="checkbox"/> Yes <input type="checkbox"/> No
6. Between the Settlement Date and the First Available Issue Date, were all escrow moneys invested in overnight repos?	<input type="checkbox"/> Yes <input type="checkbox"/> No
7. On the first available issue date, were all escrow moneys invested in 4-week T-Bills or the Global Escrow?	<input type="checkbox"/> Yes <input type="checkbox"/> No
8. Was the adjustment of interest on Program Bonds from taxable status to tax-exempt status accomplished through a refunding or remarketing of the bonds?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A
9. Are there any pending litigations or other proceedings against the HFA?	<input type="checkbox"/> Yes <input type="checkbox"/> No
10. If you have issued any taxable bonds, will they be converted to tax-exempt status in 2010?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A
11. Is your allocation being used for the acquiring or financing of tax-exempt SF/MF/BCE loans?	<input type="checkbox"/> Yes <input type="checkbox"/> No
12. If your allocation is being used to refund any variable rate debt issued and outstanding before 10/19/09, is the refunding amount under the limit of 30% of Program Bond Proceeds?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A
13. Do Program Bonds have a credit rating of Baa3/BBB- or better?	<input type="checkbox"/> Yes <input type="checkbox"/> No
14. Are Program Bonds set to mature on a date that is between 10 and 32 years from the pre-settlement date?	<input type="checkbox"/> Yes <input type="checkbox"/> No
15. Are Program Bonds and Serial Bonds being issued to the required 60%:40% ratio (only applicable for HFAs with a SF allocation > \$25 mm)?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A
16. If the Serial Bond Ratio Requirement was ever not satisfied when Program Bonds were issued, were Escrowed Proceeds set aside with the trustee, pending the issuance of Serial Bonds?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A
17. When a Serial Bond has been issued on Reset Date, was a certificate of Serial Bond issuance and calculation of the Serial Bond Ratio Requirement sent to the trustee and the GSEs?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A

<p>18. On or before the date which is 14 days prior to the Permanent Rate Calculation Date, did the HFA give notification of:</p> <p>a. Release Date</p> <p>b. Conversion Date</p> <p>c. Principal amount of Pre-Conversion Bonds to be converted on such Conversion Date</p> <p>d. Permanent Rate Calculation Date</p> <p>e. Bond Rating</p>	<p><input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input type="checkbox"/> No</p>
<p>19. On the Permanent Rate Calculation Date, was the executed Bond Purchase Agreement delivered to the Trustee?</p>	<p><input type="checkbox"/> Yes <input type="checkbox"/> No</p>
<p>20. Were the following delivered to the Trustee on or prior to Release Date:</p> <p>a. Certification of permanent rate advisor specifying the Permanent Rate Calculation Date, the 4-week T-Bill rate, Spread, and Permanent Rate</p> <p>b. Official Statements for Program Bonds and Market Bonds (when applicable)</p> <p>c. Counsel Opinion and Certificate of an authorized HFA officer that the Official Statement for Program Bonds does not contain any untrue statements or omissions of material fact</p> <p>d. Confirmation by Rating Agencies of bond rating</p> <p>e. Bond Counsel Opinion that Program Bonds have been duly and validly issued and that interest payable on such bonds is exempt from federal income taxation</p> <p>f. Net proceeds of Market Bonds, which shall be not less than two-thirds of the principal amount of Program Bonds being converted</p> <p>g. Market Bond Ratio Requirement Compliance Certificate</p> <p>h. Certificate of the GSEs of their consent to the Release Date and that the HFA has paid or will pay the fees of the GSEs' counsel</p>	<p><input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A</p> <p><input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A</p> <p><input type="checkbox"/> Yes <input type="checkbox"/> No</p>
<p>21. Was written consent by the GSEs received for entering into any hedge for bond issuance?</p>	<p><input type="checkbox"/> Yes <input type="checkbox"/> No</p>
<p>22. Were any swap termination fees made payable on a basis senior to or on parity with Program Bonds?</p>	<p><input type="checkbox"/> Yes <input type="checkbox"/> No</p>
<p>23. Were principal pre-/payments of any loans financed with Program Bond proceeds recycled into new mortgage loans?</p>	<p><input type="checkbox"/> Yes <input type="checkbox"/> No</p>
<p>24. Two months after release, has the Variable Rate converted to the Fixed Rate, plus the Spread?</p>	<p><input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A</p>
<p>25. Were Program Bonds redeemed at minimum denominations of \$10,000 and integral multiples of \$10,000?</p>	<p><input type="checkbox"/> Yes <input type="checkbox"/> No</p>
<p>26. Were there any lock-out provisions or premiums for the tender or redemption of Eligible Bonds?</p>	<p><input type="checkbox"/> Yes <input type="checkbox"/> No</p>
<p>27. Was the tender or redemption price adjusted for an</p>	<p><input type="checkbox"/> Yes <input type="checkbox"/> No</p>

unamortized premium or discount?	
28. Are there any new bonds issued on a variable rate demand, adjustable rate, or auction rate basis under the same indenture as the Program?	<input type="checkbox"/> Yes <input type="checkbox"/> No

Notification Supplement:

If you answer yes to any of the following questions, please supply all relevant documents with the quarterly surveillance report.

Quarterly Required Notices:

1. Have there been any changes in financial or investment policies?	<input type="checkbox"/> Yes <input type="checkbox"/> No
2. Have there been any changes in counterparties, material changes in exposures or ratings of counterparties (including, but not limited to, GIC providers, LOC providers and swap providers)?	<input type="checkbox"/> Yes <input type="checkbox"/> No
3. Have there been any changes in counterparty exposures including derivative contracts and investment agreements?	<input type="checkbox"/> Yes <input type="checkbox"/> No
4. Have there been any changes to the Complete Indenture?	<input type="checkbox"/> Yes <input type="checkbox"/> No
5. Has a trustee trial balance, or trail balance certified by the issuer, been created setting forth a description in reasonable detail the amounts held in the revenue fund and other accounts under the Complete Indenture?	<input type="checkbox"/> Yes <input type="checkbox"/> No

Upon Occurrence Required Notices:

6. Have there been any extraordinary payments or transfers of funds from the Complete Indenture?	<input type="checkbox"/> Yes <input type="checkbox"/> No
7. Have there been any rating reports or other rating actions which were received by the HFA, relative to the HFA, the Program Bonds or any other bonds issued under the Complete Indenture?	<input type="checkbox"/> Yes <input type="checkbox"/> No
8. Has there been a notice by the HFA of the occurrence of any default or event of default under any HFA Initiative document, and the details thereof as well as the action(s) to be taken with respect to any such default or event of default?	<input type="checkbox"/> Yes <input type="checkbox"/> No
9. Has there been notice by the HFA of the occurrence of any default or event of default by any counterparty under a Related Document, and the details thereof as well as the action(s) to be taken with respect to any such default or event of default?	<input type="checkbox"/> Yes <input type="checkbox"/> No

10. Have there been notices of resignation by or removal of the HFA Trustee, the Remarketing Agent or the Tender Agent, received or given by the HFA?	<input type="checkbox"/> Yes <input type="checkbox"/> No
11. Have there been event filings that would be required to be immediately filed if Rule 15c2-12 were applicable to the Program Bonds or any other bonds under the Complete Indenture?	<input type="checkbox"/> Yes <input type="checkbox"/> No
12. Have there been any requests for information concerning any of the program documents provided to the HFA Trustee?	<input type="checkbox"/> Yes <input type="checkbox"/> No
13. Have there been any disclosure documents distributed in connection with any public issuance of indebtedness of the HFA payable from the revenues under the Complete Indenture?	<input type="checkbox"/> Yes <input type="checkbox"/> No
14. Have there been any failed remarketings of variable rate bonds?	<input type="checkbox"/> Yes <input type="checkbox"/> No
15. Have there been any unscheduled draws on debt service reserves?	<input type="checkbox"/> Yes <input type="checkbox"/> No
16. Have there been any unscheduled draws on credit enhancements?	<input type="checkbox"/> Yes <input type="checkbox"/> No
17. Have there been any modifications to rights of security holders?	<input type="checkbox"/> Yes <input type="checkbox"/> No
18. Have there been any bond calls?	<input type="checkbox"/> Yes <input type="checkbox"/> No
19. Have there been any defeasances?	<input type="checkbox"/> Yes <input type="checkbox"/> No
20. Have there been any releases, substitutions or sales of property securing repayment of Program Bonds?	<input type="checkbox"/> Yes <input type="checkbox"/> No
21. Have there been any loan monetary or non-monetary defaults (multifamily only)?	<input type="checkbox"/> Yes <input type="checkbox"/> No

Completed by: _____

Title: _____

HFA: _____

Date: _____

An agency may not conduct or sponsor, and the public is not required to respond to, a collection of information if it does not display a currently approved OMB control number. The control number for this collection is 1505-xxxx