

**MINUTES OF THE MEMBER  
NIAGARA TOBACCO ASSET SECURITIZATION CORP. (NTASC)**

September 26, 2012  
12:00 Noon

Shamus Restaurant  
98 West Avenue  
Lockport, NY 14094

Present:	Clyde L. Burmaster	William Ross
	Kyle Andrews	John Ottaviano, Esq.
	Karen Castle	
	Sam Ferraro	
	Jeff Glatz	
	William McLaughlin	

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The Niagara Tobacco Asset Securitization Corporation Annual Meeting was called to order at 12:08 p.m. by President Burmaster.

APPROVAL OF MINUTES:

The minutes of the May 23, 2012 meeting were provided to all Board Members. A motion was made by William Ross to accept the minutes as presented. Seconded by Sam Ferraro.

Approved: 7 – 0

TREASURER'S REPORT:

The Treasurer's report through September 26, 2012 was provided to all Board Members for their review. A motion was made by Jeff Glatz to accept the Treasurer's Report as presented. Seconded by Sam Ferraro.

Approved: 7 – 0

NEW BUSINESS:

1. Annual payment to Niagara County pursuant to agreement. A motion was made by Jeff Glatz to pay the County \$40,000 pursuant to the agreement. Seconded by Sam Ferraro.

Approved: 7 – 0

2. Submission of the 2013 budget through PARIS. The board members were provided with a copy of the proposed 2013 budget as well as projected estimates for 2013 with comparison of 2012. The Secretary/Treasurer explained to the board the normal expenses of the corporation are approximately \$75,000 per year. Given this information, she recommends the board forego payment of the annual allowance for the year 2013 using the surplus in the NTASC accounts to pay expenses for 2013. The Secretary/Treasurer also proposed two recommendations for future years beyond 2013. They are (a) reduce the annual allowance from \$105,000 per year to \$80,000 per year; and (b) keep annual allowance at \$105,000 per year, and skip annual allowance every fifth year. These options will be further review at a later date. A motion was made by Sam Ferraro to submit the Budget Report through PARIS as presented. Seconded by Kyle Andrews.

Approved 7 - 0

OLD BUSINESS:

1. The Board was read a resolution ratifying collateralization addendum to debt service reserve forward delivery agreement authorizing the execution of the Collateralization Addendum to Debt Service Reserve Forward Delivery Agreement by Karen Castle as Secretary Treasurer on September 10, 2012. A copy of the resolution is attached herewith and made a part herein. A motion was made by Kyle Andrews affirming the execution of said document. Seconded by Sam Ferraro

Approved 7 - 0

2. The board was informed of the pending renewal of its Directors and Officers liability policy set to expire on October 6, 2012. The premium for the new policy is anticipated to be \$9,948.00 which is up from last year's premium (\$775) but slightly lower than the initial quote of \$10,199.00.

A motion to adjourn was made at 12:50 p.m. by William McLaughlin. Seconded by Sam Ferraro.

Approved 7 - 0

Respectfully Submitted,

Karen Castle  
Secretary/Treasurer