

Subject: MAC Committee – Bonds

When: Thursday, July 14, 2016 @ 3pm ET

Committee Chair: Denise Pappu (Wells Fargo)

Attendees:

- Wells Fargo – Lawrence Banton
- Berkadia – Darri Cunningham, Sue Gomulka
- Prudential – Blake Rudolph
- C-III - Nancy Bown
- Red Capital – Rena Pigott, Chris Hauck
- McCracken – Kathleen Mullin

Meeting Minutes:

- Walked through BRD
 - Reviewed to Section 3.3.11
 - Notes Section 3.2
 - 3.2.3 – update “Accommodate weekly **or Monthly** variable....”
 - 3.2.4 – update “Support reporting requirements from Fannie Mae, Freddie Mac, and others”
 - 3.3.2 – add bullet at end
 - Fees should be user definable for future expansion. (users do not want hard coded fee types)
 - 3.3.3 – add
 - Need a check box to identify if it is tax exempt or taxable
 - 3.3.6 – add
 - When mandatory redemption, they typically following a schedule. Would like ability to have auto redemption option. Need reconciliation method to confirm balance with trustee balance as well as way to do adjustments that can be tracked.
 - 3.3.7 –
 - Need to be able to house multiple DDA’s for housing the funds. Currently using reserves and funds have to be transferred.
 - 3.3.8 – add to clarify “Mortgage vs bond balances”
 - 3.3.9 – add “or specific date/time period (MM/DD/CCYY)”.
 - 3.3.10 – last sentence change
 - “In some cases principal and/or interest can be remitted to Fannie Mae, Freddie Mac, or other investors and to the Trustee. Allow for possibility of a split remittance.”
- General comments
 - Fees
 - Ensure multiple fees for who to remit to, need flexibility

- Redemption Factors
- Statement of Work
 - Any new products since BRD?
 - Fannie Mae Credit Enhanced Mortgage
 - Delivered as Cash and report to Fannie Mae as Cash
 - Feeds reported as interest
 - Multi-bonds
 - Fixed Rates
 - Can have different amortizations –
 - need to track different rates
 - Payment schedules
 - Ability to roll up – Tranche
 - Reporting for each Bond – separate fees per Tranche

Take away

Next call agenda – August 9th @ 3pm ET

- Continue review of BRD starting at Section 3.3.12