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EXECUTIVE VICE PRESIDENT- CHIEF FINANCIAL OFFICER

Delegation of Authority - MOP Portfolio Sale Program

On March 14, 2002, The Regents authorized the establishment of a program for the periodic sale of all or portions of the Mortgage Origination Program (MOP) loan portfolio to increase the level of MOP liquidity for the purposes of providing additional loans for the recruitment and retention of faculty and other employees in support of projected student enrollment growth, subject to the following conditions:

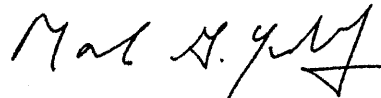
1. The MOP Portfolio Sale Program shall be conducted to provide additional funding for future MOP loans, within the following parameters authorized by The Regents:
 - a. Proceeds from the MOP Portfolio Sale Program shall be deposited in STIP [the Short-Term Investment Pool] and be available for additional funding for new mortgage loan originations within the limits already established by The Regents for MOP. MOP loans sold shall be deducted from the total MOP funding provided by STIP;
 - b. If the sale of any portion of MOP results in proceeds less than the outstanding receivables of the MOP loans sold (Par Value), a funding source must be approved by the President (if the funding source is within Presidential control) or by The Regents (if the proposed fund source is not within Presidential control);
 - c. No sale of MOP Portfolio loans shall extend the term of any individual MOP loan or modify the interest rate to be charged under MOP parameters; and
 - d. Purchasers of MOP loans shall have no recourse to Regental funds and shall be repaid only from individual mortgage loan repayments and/or property securing each individual loan, except that any such sale of MOP Portfolio loans may include terms that:
 - (i) provide for The Regents to make monthly remittances of principal and interest to the purchaser for all loans sold, which are not in arrears in excess of three months, by an agreed time each month, and

- (ii) provide for the exchanging of any loan sold to the purchaser that becomes non-performing, for more than an agreed to time period, with another MOP loan of similar size and characteristics at the same discount rate, if any, that applied to the original loan sale.
- 2. Each sale pursuant to the MOP Portfolio Sale Program sale shall be reported to The Regents, together with information related to the loans sold, fund source used if the sale results in less than the Par Value of loans sold, and an update of unused funding for MOP Program authorized by The Regents.
- 3. The President, after consultation with the General Counsel and Vice President for Legal Affairs, shall be authorized to execute such documents as may be necessary to effect any sale pursuant to the MOP Portfolio Sale Program.

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Effective immediately, as Executive Vice President – Chief Financial Officer, you are delegated authority, in consultation with the General Counsel and Vice President for Legal Affairs, to implement the above-described MOP Portfolio Sale Program and to execute such documents as may be necessary to effect any sale pursuant to the MOP Portfolio Sale Program that fits within the parameters of the MOP Portfolio Sale Program adopted by The Regents.

This delegation replaces the June 27, 2002 delegation to the Senior Vice President – Business and Finance (DA2132). Any re-delegation of the above authorities shall be in writing with a copy to the Secretary and Chief of Staff to The Regents, and the Universitywide Policy Office.



Mark G. Yudof
President

cc: Chancellors
Director Alivisatos
Assistant Vice President Sampson
Director Assily
Universitywide Policy Office