

**LAND ASSEMBLAGE REDEVELOPMENT AUTHORITY
MINUTES OF BOARD MEETING
HOUSTON, TEXAS**

December 1, 2006

A meeting of the Board Of Directors (“the Board”) of the Land Assemblage Redevelopment Authority (“LARA”), a Texas non-profit corporation created and organized by the City of Houston as a local government corporation pursuant to the Texas Transportation Code Annotated, Section 431.101, et seq., and the Texas Local Government Code Annotated, Section 394.001 et seq., was held in the Houston City Hall Annex Council Chambers, Public Level, 900 Bagby Street, Houston, Harris County, Texas, on Friday, December 1, 2006. Written notice of the meeting, which included the date, hour, place and agenda for the meeting, was posted in accordance with the Texas Open Meetings Act.

Board members in attendance were:

Reginald Adams, President
David Collins, Chairman of the Board
Cheryl Armitige
Jolanda Jones
Teresa Morales
Craig Presley
Jeremy Ratcliff
Yolanda Black-Navarro

Board Members absent were:

Ray Fisher
Tyrone Dorian
Reverend James Nash
Antoinette Jackson
James Harrison, III

Others in attendance included: Steve Tinnermon and Pat McFarland of the Neighborhoods and Housing Division of the Mayor’s Office (the “NHD”); Jim Lemond and Monique Saulter of Winstead Sechrest & Minick, P.C., LARA’s General Counsel; Cheryl Felps of Linebarger, Goggan, Blair and Sampson, L.L.P. (“Linebarger”); Chris Butler, special assistant to the Mayor of Houston in the area of property construction; and Lynn Henson of the City of Houston's Planning and Development Department (the “Planning Department”).

I. Call to Order

Mr. Collins, Chairman, called the Board meeting to order at 2:10 p.m.

II. Review and Approval of Minutes from the October 27, 2006 Board Meeting

Mr. Adams noted that the Minutes of October 27, 2006, incorrectly stated that Mr. Harrison was not in attendance. Upon a motion by Mr. Collins, seconded by Ms. Jones, the Board unanimously approved the Minutes of the October 27, 2006 Board meeting, as corrected to note that Mr. Harrison was in attendance.

III. Old Business

a. Treasurer's Report

Ms. Morales presented the Treasurer's Report. She explained that the large Accounts Payable balance resulted from LARA having to wait to receive funding and stated that most of the accounts would be paid in full the following week. Ms. Morales reported that LARA's annual independent audit was currently in progress and should be completed within the next two weeks. She reported that the auditor had not noted any significant exceptions thus far. She stated that LARA is transferring most of the bookkeeping duties to a CPA firm, and that prior to its next meeting, the Board should focus on reviewing all existing consulting contracts and move forward with issuing new Requests for Proposals ("RFPs") for services for 2007. After motion by Mr. Adams, seconded by Ms. Jones, the Board approved the Treasurer's Report.

b. Auction update by Linebarger, Goggan, Blair and Sampson, L.L.P.

Ms. Felps reported that LARA acquired 40 properties (21 through strike-off and 19 through purchase) at the November tax auction. She added that roughly 47 properties would be available for purchase at the January auction.

IV. Committee Reports

Executive Committee

a. LARA Model Home Program

Mr. Adams reported that the Executive Committee had discussed a proposed LARA Model Home program at its most recent meeting. He noted that LARA would like to see model homes constructed in all of the Houston Hope areas, but stated that LARA would first commence a pilot program in the Acres Home subdivision. Mr. Tinnermon addressed the Board and explained that the model homes would give the public a better

