

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

February 23, 2007

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, February 23, 2007. 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:

David Collins, Chairman of the Board
Reginald Adams, President
Tyrone Dorian
Jeremy Ratcliff
James Harrison, III
Jolanda Jones
Teresa Morales

Board Members absent were:

Ray Fisher
Craig Presley
Yolanda Black-Navarro
Antoinette Jackson
Reverend James Nash

Others in attendance included: Steve Tinnermon, Pat McFarland, and Agatha Collins of the Neighborhoods and Housing Division of the Mayor's Office (the "NHD"); Jim Lemond and Monique Saulter of Winstead PC, LARA's General Counsel; Leah Stolar of Linebarger, Goggan, Blair and Sampson, L.L.P.; 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.

I. Call to Order

Mr. Collins, Chairman, called the Board Meeting to order at 2:06 p.m.

II. Review and Approval of Minutes from the December 1, 2006, and January 5, 2007 Board Meetings

Upon a motion by Mr. Adams, seconded by Mr. Harrison, the Board unanimously approved the Minutes of the December 1, 2006, and January 5, 2007, Board meetings.

III. Old Business

A. Treasurer's Report.

Ms. Morales presented the Treasurer's Report. She noted that all of the Board members had received a copy of the independent auditor's report contained within the June 30, 2006 Financial Statements and Supplemental Information package. She highlighted that the auditor did not note any discrepancies or any issues with the financials of LARA and stated that all of LARA's financial books were in order. After motion by Ms. Jones, seconded by Mr. Harris, the Board approved the Treasurer's Report.

B. Auction Update by Linebarger, Goggan, Blair and Sampson, L.L.P.

Ms. Stolar reported that LARA acquired 17 properties (7 through strike-off and 10 through purchase) at the February tax auction. She added that roughly 41 properties would be available for purchase at the March auction.

IV. Committee Reports

A. Executive Committee Report.

Mr. Collins stated that the Executive Committee had met but did not have any recommendations regarding the three items listed on the Agenda for discussion. He stated that the Executive Committee would revisit the agenda items at a subsequent Executive Committee meeting.

B. RFP Committee Report.

Mr. Collins advised the board that the RFP Committee did not meet. He then requested an update regarding progress on the development of a second LARA Request for Proposal ("RFP") that would be advertised and distributed to Community Development Corporations ("CDCs") and Builders interested in constructing affordable housing on LARA-owned lots. Mr. Tinnermon, in response, stated that he had no formal report to present but reported that LARA had held a ribbon-cutting ceremony last month to introduce the new Model Home in Acres Homes, constructed by Burghli Investments L.L.C. ("Burghli"). Mr. Collins then stated that Burghli had already pre-sold houses to be built on four of its initial allocation of lots.

Mr. Collins then noted that he had executed, on behalf of LARA, all of the contracts approved by the Board at the last meeting and stated that he only had one more contract to sign.

