

**Minutes of the Meeting of the
LOCAL Television Loan Guarantee Board
February 6, 2003**

The meeting of the LOCAL Television Loan Guarantee Board (“Board”) was held in the offices of the U.S. Department of Commerce, 1401 Constitution Avenue, N.W., Room 5851, Washington, D.C., on Thursday, February 6, 2003. Board Chairman Brian Roseboro called the meeting to order at 2:30 p.m.

The following people were present at the meeting:

Board

Brian C. Roseboro, Board Chairman and Assistant Secretary for Financial Markets
U.S. Department of the Treasury

Hilda Gay Legg, Administrator, Rural Utilities Service (RUS)
U.S. Department of Agriculture

Nancy J. Victory, Assistant Secretary for Communications and Information and
Administrator, National Telecommunications and Information Administration (NTIA)
U.S. Department of Commerce/NTIA

Edward M. Gramlich, Governor
Federal Reserve Board

Others

Department of Agriculture

Roberta Purcell, Assistant Administrator – Telecommunications Program, RUS
Michael Thieman, Special Assistant to the Administrator, RUS
Terence Brady, Acting Assistant General Counsel, Rural Utilities Division
Georgann Gutteridge, Attorney, Rural Utilities Division
Richard Anderson, Telecommunications Program Analyst – RUS
Jacqueline Rosier, Board Secretary and Management Analyst – Telecommunications
Program, RUS

Department of Commerce

Kathy Smith, Chief Counsel, NTIA
Milton Brown, Deputy Chief Counsel, NTIA
Daniel Cohen, Chief Counsel for Regulation, OGC-via teleconference

Federal Reserve Board

John Lopez, Special Assistant to Board
Michael Waldron, Counsel
Daniel Covitz, Economist

Department of Treasury

Roger E. Kodat, Deputy Assistant Secretary for Government Financial Policy
Michael D. Scott, Senior Advisor to the Deputy Assistant Secretary for Government Financial Policy
Paula Farrell, Director, Office of Policy and Legislative Review
Preston Atkins, Financial Economist
Jeff King, Attorney Advisor

Ernst and Young LLP

Brian Oakley, Consultant, present for discussion on underwriting criteria only.

Chairman Roseboro welcomed everyone present and thanked the Working Group for its work, to date, to implement the provisions of the Local Television Act of 2000 (“the Act”).

Mr. Roger Kodat, Chairman of the Working Group, gave an overview of the meeting agenda.

The Board reordered the items on the meeting agenda.

Mr. Dan Cohen presented an overview of the draft proposed regulations. He thanked the Working Group Regulations Drafting Committee and all who had been involved in the drafting of the proposed regulations.

The Board discussed the proposed regulations.

Mr. Roger Kodat reviewed the proposed regulation clearance process.

The Chairman requested Mr. Brian Oakley, the representative from Ernst and Young LLP, the Board’s independent accounting firm, to enter the meeting. Ms. Paula Farrell presented an overview of the of the draft underwriting criteria. She thanked the Working Group Underwriting Drafting Committee and all who had been involved in the drafting of the underwriting criteria. The Board proceeded to discuss the Program’s underwriting criteria.

The Board voted unanimously and signed a resolution to:

1. Approve the underwriting criteria developed by the Board’s Working Group in consultation with Ernst and Young LLP, and;
2. Authorize the Board’s Chairman to transmit the underwriting criteria to the Director of OMB to meet the requirement that the Board consult with OMB.

The Board then discussed the upcoming GAO audit of the Program.

The Board briefly discussed staff and task allocation.

Chairman Roseboro then indicated that staffing and task issues would be discussion items for the next Board meeting.

He directed the secretary to forward the final updated LOCAL TV Regulations via e-mail to the Board for consideration and vote.

It was noted that the LOCAL TV Board has a Website.

Ms. Hilda Legg thanked the Working Group staff for their work and all Board members concurred.

The Chairman adjourned the meeting at 4:30 pm.

Jacqueline G. Rosier
Board Secretary
LOCAL Television Loan Guarantee Board

The minutes of the February 6, 2003, LOCAL Television Loan Guarantee Board meeting were unanimously approved on March 21, 2003.