



Chair's Report: 2006, Third Quarter

Annual Report highlights goals, accomplishments of member-driven organization

**L. Glen Redding, Jr. of Stillwater Housing Authority of Stillwater, Oklahoma
2006 – 2007 Chair HAI Group's Board of Directors**

By now you should have received your 2005 Annual Report from Housing Authority Insurance Group. The report's theme stresses that we are a member-driven company and we strive for service, which is different than most traditional insurance companies. We also want to maintain financial stability, which will allow us to pay your current and future claims. Lastly, accountability is keeping our word to you and performing towards our goals and objectives. These values are those of a member-driven organization that takes your job seriously. As always, our goal is to help you maintain and provide low- and moderate-income housing throughout the country.

Recently, the Board of Directors and Committees met in Cheshire, Conn., to conduct the business of your company. The Audit Committee, under the leadership of Barry Romano, has hired an Internal Auditor. Although HAI Group is not required to house this position, we believe that having an independent and objective opinion will provide us with added value to improve operations and transparency in the spirit of the Congressional Sarbanes-Oxley Act.

I would also like to recognize the staff of HAI Group for being such gracious hosts to our Board of Directors and Committee members while in Connecticut. The meeting allowed a number of members to visit the offices and meet directly with their personal representatives.

The Board also approved the committee recommendations for 2007. Remember that this is your company and we invite you to participate and be a part of our organization's decision-making process. Our Annual Membership Meeting will be held in Stowe, Vermont from September 18-19.