MINUTES

ANNUAL BOARD OF DIRECTORS MEETING
NORTHERN TOBACCO SECURITIZATION CORPORATION

The board of directors of the Northern Tobacco Securitization Corporation (NTSC) met December 3, 2025 in the Alaska Finance Housing Corporation Board Room, 4300 Boniface Parkway in Anchorage, Alaska, commencing at or around at 9:35 a.m. Board members present in the room and via teleconference were:

LLEWELLYN SMYTH	Chair Member of the Board
HEIDI HEDBERG	Commissioner Department of Health Member of the Board
JULIE SANDE (telephonic)	Commissioner Department of Commerce, Community & Economic Development Member of the Board

I. **ROLL CALL:** BRYAN BUTCHER called the meeting to order. A quorum was declared present, and the meeting was duly and properly convened for the transaction of business.

II. **ELECTION OF ACTING CHAIR:** BRYAN BUTCHER stated that since the previous Chair, Fadil Lamani, has resigned from the board, the NTSC board needs to elect an acting chair until the board's Election of Officers occurs. COMMISSIONER HEDBERG moved for Llewellyn Smyth to be the acting chair. COMMISSIONER SANDE seconded. A roll call vote was taken. Motion passed 3-0.

III. **APPROVAL OF AGENDA:** ACTING CHAIR SMYTH asked if there were any changes to the agenda. COMMISSIONER HEDBERG moved to approve the agenda as presented. COMMISIONER SANDE seconded. Hearing no objections, the agenda was approved as presented.

IV. **APPROVAL OF NOVEMBER 20, 2024 MEETING MINUTES:** ACTING CHAIR SMYTH asked for a motion to approve the minutes. COMMISSIONER HEDBERG moved to approve the November 20, 2024 meeting minutes as presented. COMMISSIONER SANDE seconded. Hearing no objections, the meeting minutes were approved as presented.

V. **PUBLIC COMMENTS:** There were no public comments.

VI. ORGANIZATION OF BOARD

A. Board members' oath of office

Oath of office was administered and taken by Acting Chair Smyth, Commissioner Hedberg and Commissioner Sande.

B. Election of officers.

Executive Director Bryan Butcher listed the officers for NTSC as Llewellyn Smyth - chair/ president; Commissioner Heidi Hedberg - secretary treasurer; Bryan Butcher as vice president. COMMISSIONER SANDE moved to approve officers as presented. COMMISSIONER HEDBERG seconded. A roll call vote was taken. Motion passed 3-0.

VII. NEW BUSINESS:

A. Resolution no. 2025-01: Review of fiscal year 2025 budget and approval of fiscal year 2027 budget - Senior Finance Officer Gerard Deta Mr. Deta reported that NTSC's FY25 expenses closely matched the budget, with the only variance being lower general expenses due to no investment manager fees during limited investment activity. The proposed FY27 budget remains consistent with prior years, with a small contingency included for potential future investment activity. COMMISSIONER HEDBERG moved to approve Resolution 2025-01. COMMISSIONER SANDE seconded and a roll call vote was taken. Motion passed 3-0.

B. Resolution no. 2025-02: Approval of fiscal year 2025 annual report - Chris Matika of Eide Bailly reported a clean, unmodified audit of Northern Tobacco, with no issues, misstatements, or changes in accounting policies. The audit included standard emphasis-of-matter paragraphs on tobacco settlement revenue reliance and the corporation's separate status, confirming the entity's strong financial and reporting condition. COMMISSIONER HEDBERG moved to approve Resolution 2025-02. COMMISSIONER SANDE seconded and a roll call vote was taken. Motion passed 3-0.

C. Other matters to properly come before the board. None.

VIII. ADJOURNMENT:

COMMISSIONER HEDBERG moved to adjourn the meeting. COMMISSIONER SANDE seconded.

CHAIR SMYTH adjourned the board meeting at 9:50 a.m.

ATTESTED:

Lee Guhse

Board Chair/President