

RENSSELAER TOBACCO ASSET SECURITIZATION CORPORATION

ANNUAL REPORT

For the Year Ending December 31, 2010

The Rensselaer Tobacco Asset Securitization Corporation (RTASC) is a special purpose local development corporation organized under the Not-for-Profit Corporation Law of the State of New York and is an instrumentality, but separate and apart from, Rensselaer County. RTAC was created on November 27, 2001 for the purpose of issuing Asset Backed Bonds in order to provide funds to purchase all of the County's right, title and interest under the nation tobacco Master Settlement Agreement (MSA). RTASC has issued bonds in 2001 and subordinate Capital Appreciation Bonds in 2005.

In 2010, RTASC collected tobacco settlement revenues in the amount of \$2,300,896 and made interest payments of \$1,651,553 on its bonds of and principal payments of \$780,000. Funds held by the trustee, for purposes of services RTASC's debt, earned \$130,588 in interest revenue.

Expenses associated with servicing the corporations debt amounted to \$52,468 and primarily consisted fees for trustee, audit and financial services. The corporation has no compensated staff, real property or equipment.

No new initiatives or financings were undertaken during the year.

Michael Slawson, President
Lisa Massoth, Vice President
Stephen Pechenick, Sec/Treas.
Charles B. Smith
David Stackrow, Independent Director