

**STATE OF TEXAS
COUNTY OF HIDALGO
CITY OF MCALLEN**

The McAllen Board of Commissioners convened in a Joint Meeting with the McAllen Housing Finance Corporation on Thursday, June 27, 1991 at 5:00 pm at the Office of Morgan Talbot with the following present:

Othal E. Brand, Sr.	Mayor	Morgan Talbot	MHFC
Leo Montalvo	Mayor Pro Tem	Carlos I. Garza	MHFC
Charles Wilson	Commissioner	Bill Meyers	MHFC
Phyllis Griggs	Commissioner		
A.M. "Chemo" Longoria	Commissioner		
Staff:	Jose Escamilla	City Manager	
	Leticia Vacek	City Secretary	

CALL TO ORDER

Mayor Brand called the joint meeting to order on behalf of the City Commission. Chairman Talbot called the joint meeting to order on behalf of the McAllen Housing Finance Corporation.

1) CONSIDERATION OF SINGLE FAMILY MORTGAGE SERIES 1980 REVENUE BONDS

Chairman Talbot mentioned the options of the available funds. The options were reviewed by the City Commission.

Mayor Brand commented that McAllen Affordable Homes have limited resources. He added that the city has some use for the funds as well. He suggested that the McAllen Housing Finance Corporation consider a 50/50 split of available funds between McAllen Affordable Homes and the City of McAllen.

Commissioner Montalvo asked if this could be deferred until after the bond election August 10th. Mayor Brand stated that the logical compromise is to split the funds as suggested.

Commissioner Wilson mentioned utilizing some of the funds for right-of-way. Commissioner Montalvo added that he did not have any problem with the 50/50 split. He stated that the city could use the money for the closing of the landfill. Commissioner Wilson commented that did not have a problem with the 50/50 split.

Commissioner Montalvo moved to recommend to the McAllen Housing Finance Corporation that the \$850,000 available funds be split 50/50 between McAllen Affordable Homes, Inc. and the City of McAllen. Commissioner Griggs seconded the motion.

Mr. Garza asked if the money has to be split. Mayor Brand commented that it is a livable compromise. Commissioner Montalvo noted that there are many projects in the city that need to be addressed.

A brief discussion followed with reference to the funds that are made available to McAllen Affordable Homes, Inc. from the Community Development Block

Grant Funds. Commissioner Montalvo commented that after the bond election on August 10th McAllen Housing Finance Corporation could possibly consider more funding to McAllen Affordable Homes, Inc. depending on the outcome.

Commissioner Griggs commented that the City could provide and serve all citizens with the funds that are made available to the City.

There being no further discussion, the question was called and the motion carried unanimously.

There being no further business to discuss the meeting was unanimously adjourned at 5:40 pm on behalf of the Board of Commissioners.

At this time McAllen Housing Finance Corporation Board members continued to discuss the probabilities in splitting the available funds. After due consideration, board members felt that the funds should be utilized for their initial intention being housing.

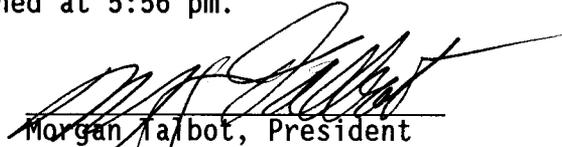
Mr. Talbot suggested that a meeting of the McAllen Housing Finance Corporation be set for further consideration of the funds.

ADJOURNMENT

There being no further business to come before the McAllen Housing Finance Corporation, the meeting was unanimously adjourned at 5:56 pm.



Leticia Vacek, Secretary



Morgan Talbot, President