

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

The McAllen Housing Finance Corporation convened in a meeting on Thursday, May 7, 1992 at 12:00 noon at the Double Tree Hotel in the Private Dining Room with the following present:

	Morgan Talbot	President
	Bill Meyers	Member
	Carlos Garza	Member
	Wilfred Dean	Member
	Richard Cortez	Member
	Charles Cardenas	Member
Absent:	Lynda Moore	Member
Staff:	Jim Darling	City Attorney
	Leticia Vacek	City Secretary

CALL TO ORDER

President Talbot called the meeting to order.

APPROVAL OF JANUARY 16, 1992 MINUTES

Mr. Cardenas moved to approve the minutes of January 16, 1992 as mailed. Mr. Garza seconded the motion. Motion carried unanimously by those present.

DISCUSSION OF USE OF BOND PROCEEDS

Mr. Darling commented that the corporation received a check in the amount of \$57,964.07 from bond proceeds. He stated that the money could be used in conjunction with JTPA/PIC/MAHI in terms of purchasing materials needed to do painting and fixing up of homes by JTPA/PIC through MAHI.

A discussion followed and President Talbot mentioned the requirement for youths 16 years of age in relation to the use of power tools. Mr. Cortez commented that perhaps the monies could be given back to the city. Mr. Meyers felt that the money should be used for rehabilitation of homes and that there be a limit amount of money set to be spent per home. Mr. Darling noted that if the funds were given to the City for housing use only, the funds could offset the Community Development Block Grant Funds. President Talbot indicated that everyone has veered away from rehab. Mr. Darling added that there is pitfalls to rehab.

Mr. Garza stated that the idea for the use of the funds in conjunction with the other entities is admirable but felt there was a problem with the charge of the McAllen Housing Finance

Corporation.

At this time, President Talbot suggested that the Corporation seek direction from the City Commission with regards to the use of the funds. Mr. Garza added that a proposal with regards to the amount of money this program will cost and that the use of power machinery by 16 year olds be submitted for review by the board.

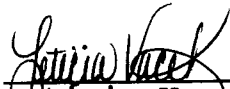
It was the consensus of the board members that a budget and costs for this program be brought before the board as well as direction from the City Commission.

REPORT FROM MCALLEN AFFORDABLE HOMES, INC. REGARDING USE OF FUNDS

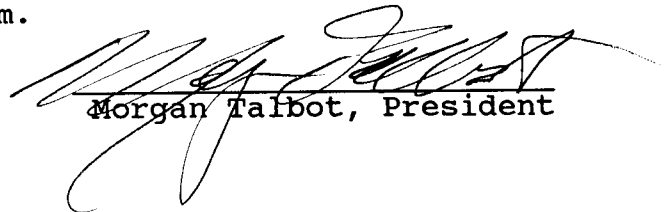
President Talbot dispensed with said item due to no representatives from MAHI being present.

OTHER BUSINESS/ADJOURNMENT

There being no other business to come before the board, the meeting was unanimously adjourned at 12:45 pm.



Leticia Vacek
Corporation Secretary



Morgan Talbot, President