

**MCALLEN HOUSING FINANCE CORPORATION
JANUARY 28, 2011**

A meeting of the McAllen Housing Finance Corporation was held on Friday, January 28, 2011 at 12:00 noon at Palm View Golf Course Meeting Room, with the following present:

	Armando Martinez	President
	Mark Talbot	Member
	Peter Carney	Member
	Carmen Pacheco	Member
Absent:	Mercedes Espinoza	Member
	Paul Schwab	Member
Others Present:	Annette Villarreal	Corporation Secretary
	Jerry Dale	Corporation Treasurer
	Brent Branham	Deputy City Manager
	Robert A. Calvillo	McAllen Affordable Homes Director

CALL TO ORDER

President Martinez called the meeting to order.

1. APPROVAL OF MINUTES FOR MEETING HELD JANUARY 8, 2009.

Mr. Talbot moved to approve the minutes of the meeting held January 8, 2009, with a correction. Mr. Carney seconded the motion. The motion carried unanimously by those present.

2. CONSIDERATION AND ACTION ON A REQUEST BY AFFORDABLE HOMES OF SOUTH TEXAS, INC. FOR AN EXTENSION OF LOAN FUNDS FOR DEVELOPMENT AT TAYLOR CROSSING SUBDIVISION IN NORTHWEST MCALLEN.

A handout was distributed relating to the Affordable Homes development at Taylor and Lark (Taylor Crossing). Mr. Calvillo described the \$2.9 million development with 154 lots with green certification and Energy Star rating. He reported that the project is behind schedule with only 30 homes being complete; consequently, AHSTI is requesting the extension of the \$500,000 loan funds for two additional years at the same rate and terms. Lastly, Mr. Calvillo reported a wait list of approximately 650 families.

Questions were asked about the delinquency rate. Mr. Calvillo reported the rate to be 8% in December but is made up by March with income tax season. It was reported that AHSTI currently manages 2,000 mortgages in its portfolio.

* Affordable Homes of South Texas

President Martinez commended Mr. Calvillo and recommended favorably the extension of the requested loan for two years with the same rate and terms. Mr. Talbot moved to grant the loan extension as recommended. Mr. Carney seconded the motion. The motion carried unanimously by those present.

3. DISCUSSION OF FUNDING OPPORTUNITIES OF NEW ELIGIBLE PROJECTS.

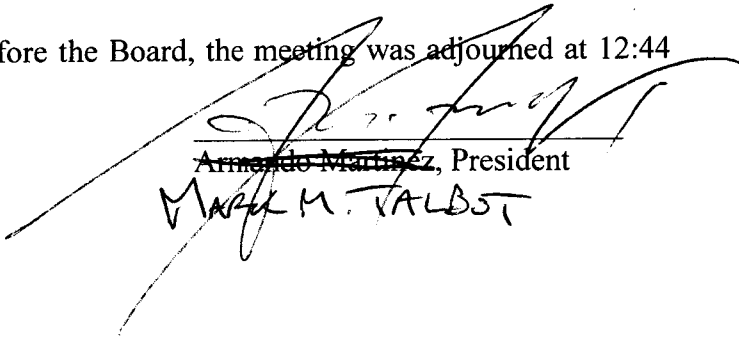
Staff reported an account balance of \$232,000. President Martinez asked Mr. Calvillo to bring forth any new eligible projects for funding consideration.

ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at 12:44 p.m.

Attest:

Annette Villarreal, TRMC/CMC, CPM
Corporation Secretary



Armando Martinez, President

MARK M. TALBOT