

**MCALLEN HOUSING FINANCE CORPORATION
FEBRUARY 13, 2015**

A meeting of the McAllen Housing Finance Corporation was held on Friday, February 13, 2015 at 12:00 noon at the Palm View Golf Course Meeting Room, with the following present:

Mark Talbot	President
Kenneth DeJarnett	Member
Alex Palacios	Member
Brandon Holubar	Member
Susan Lozano	Finance Director/Treasurer
Annette Villarreal	Corporation Secretary
Gary Henrichson	Asst. Corporation Attorney
Isaac Tawill	Asst. Corporation Attorney

Absent: Ronnie Tavaréz President-elect

Others Present: Jim Darling Mayor
Bobby Calvillo Affordable Homes of South Texas Director
Elva Cerda AHSTI Board President

CALL TO ORDER

Mr. Talbot called the meeting to order.

1) ELECTION OF OFFICERS.

Mr. Talbot nominated Ronnie Tavaréz as President. Mr. De Jarnett seconded the motion. The motion carried unanimously by those present.

Mr. Talbot presided over the meeting in absence of the newly elected President.

2) APPROVAL OF MINUTES FOR MEETING HELD JANUARY 23, 2013.

Mr. Holubar moved to approve the minutes for the meeting held January 23, 2013, as submitted. Mr. Talbot seconded the motion. The motion carried unanimously by those present.

3) PRESENTATION ON HISTORY OF THE MCALLEN HOUSING FINANCE CORPORATION.

Mayor Darling gave a history of the McAllen Housing Finance Corporation for the benefit of the new members and as a refresher for all others as this body meets but every other year.

4) CONSIDERATION AND ACTION ON A REQUEST BY AFFORDABLE HOMES OF SOUTH TEXAS, INC. (AHSTI) FOR AN EXTENSION TO THE MATURITY DATE FOR A \$500,000 LOAN.

Mr. Calvillo and Ms. Cerda gave a brief overview of AHSTI for the benefit of the new members.

Thereafter, Mr. Calvillo requested consideration of the renewal request and extension of loan funds for the existing loan maturing in February, 2015 in the same amount of \$500,000, with the same terms and conditions (two years at three percent [3%] interest) to be utilized to develop/build-out/stabilize Colonia Hermosa due to the current condition of 15 lots that were recently purchased from the City.

A series of questions were asked and answered by Mr. Calvillo.

Mr. De Jarnett announced that he had a conflict with this item, along with items 6 and 7, and would abstain from discussion and voting.

After due consideration, Mr. Palacios moved to approve a loan in the amount of \$500,000 based on a two-year term at three percent (3%) interest rate. Mr. Holubar seconded the motion. The vote on the motion was as follows:

AYES: Mr. Palacios, Mr. Holubar, Mr. Talbot
NAYS: None
ABSENT: None
ABSTAINED: Ken De Jarnett

5) REPORT ON A \$100,000 LOAN TO AHSTI TO PURCHASE AND/OR DEVELOP A SMALL MULTIFAMILY UNIT.

Mr. Calvillo gave a short report on the project for which the \$100,000 loan was issued noting that AHSTI was unable to build a four-plex as planned for temporary housing for families in transition/relocation and for those with emergency needs, but was able to build a tri-plex. He added that same would be completed in the next few weeks.

A series of questions were asked and answered by Mr. Calvillo. No action required on this item.

6) CONSIDERATION AND ACTION ON A REQUEST BY AHSTI TO EXTEND THE PRINCIPAL PAYMENT DATE FOR A \$100,000 LOAN.

Mr. Calvillo requested consideration to extend the principal payment date for the \$100,000 loan to coincide with the previous item - from September 2015 to February, 2017, with the same terms and conditions.

A series of questions were answered by Mr. Calvillo.

Mr. Palacios moved to approve the loan extension as requested. Mr. Talbot seconded the motion. The vote on the motion was as follows:

AYES: Mr. Palacios, Mr. Holubar and Mr. Talbot

NAYS: None
ABSENT: None
ABSTAINED: Mr. De Jarnett

7) **CONSIDERATION AND ACTION ON A REQUEST FOR A \$100,000 GRANT TO AHSTI FOR PURPOSES OF DEVELOPMENT OF A DUPLEX APARTMENT COMPLEX.**

Mr. Calvillo requested consideration of a separate \$100,000 grant request for lot acquisition and development of a duplex which would also be utilized for temporary relocation and/or emergency housing. He added that the grant was requested being that there would be no money for re-payment of a loan as no rent would be collected on these units.

Board members asked Mayor Darling for input and a recommendation on the grant request beforehand. Mayor Darling recommended in favor of the project noting that it was good use of the money.

After due consideration, Mr. Palacios moved to approve the \$100,000 grant as requested. Mr. Talbot seconded the motion. The vote on the motion was as follows:

AYES: Mr. Palacios, Mr. Holubar and Mr. Talbot
NAYS: None
ABSENT: None
ABSTAINED: Mr. De Jarnett

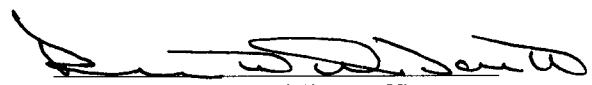
ADJOURNMENT

There being no other business to come before the board, the meeting was unanimously adjourned at 12:54 p.m.

ATTEST:



Annette Villarreal, TRMC/CMC, CPM
Corporation Secretary


Mark Talbot, Presiding Officer
