

**MCALLEN HOUSING FINANCE CORPORATION
JANUARY 31, 2017**

A meeting of the McAllen Housing Finance Corporation was held on Tuesday, January 31, 2017 at 12:00 noon at the Palm View Golf Course Meeting Room with the following present:

	Jim Darling	Mayor
	Kenneth DeJarnett	Member
	Brandon Holubar	Member
	Victor Haddad	Member
	Brad Benter	Member
	Lorena Castillo	Member
	Susan Lozano	Finance Director/Treasurer
	Perla Lara	Corporation Secretary
	Michelle Leftwich	Assistant City Manager
	Gary Henrichson	Deputy City Attorney
Absent:	Severo Palacios	Member
	Hiram Burguete	Member
Others:	Marisa Cano	BCFS

CALL TO ORDER

Mayor Darling called the meeting to order.

2) ELECTION OF OFFICERS

Mayor Darling asked if there were any nominations for President and Vice President. Mr. Holubar moved to nominate Mr. DeJarnett for President and Ms. Castillo as Vice President. Mr. Benter seconded the motion. The motion carried unanimously by those present.

At this time, President Elect De Jarnett presided over the meeting.

2) APPROVAL OF MINUTES FOR MEETING HELD FEBRUARY 13, 2015.

Mr. Benter moved to approve the minutes for the meeting held February 13, 2015 as submitted. Ms. Castillo seconded the motion. The motion carried unanimously by those present.

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

Mr. Darling gave a brief history relating to the McAllen Housing Finance Corporation and their association with McAllen Affordable Home (MAHI) and the McAllen Housing Authority (MHA). The Corporation was created to take advantage of tax-free financing. He noted that MAHI and MHA represent the underserved residents.

4) PRESENTATION OF FINANCIAL REPORT.

Mrs. Susan Lozano gave a brief presentation of the Financial Report. A question answered session followed. Mrs. Lozano answered questions posed by the MHFC Board.

5) CONSIDERATION AND ACTION ON A GRANT CONVERSION/LOAN RENEWAL OF A \$500,000 LOAN TO AFFORDABLE HOMES OF SOUTH TEXAS INC.

Mr. Calvillo gave a brief overview of AHSTI for the benefit of the new members. A series of questions were asked and answered by Mr. Calvillo.

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

After due consideration, Mr. Benter moved to grant \$250,000 subject to payment of interest only at three percent (3) % for six years and a balloon payment for the outstanding balance. Mr. Haddad seconded the motion. The motion carried as follows:

AYES: Mr. Benter, Mr. Holubar, Mr. Haddad, Mrs. Castillo
NAYS: None
ABSENT: Mr. Palacios, Mr. Burguete
ABSTAINED: Ken De Jarnett

6) CONSIDERATION AND ACTION ON A GRANT CONVERSION/LOAN RENEWAL OF A \$100,000 LOAN TO AFFORDABLE HOMES OF SOUTH TEXAS INC.

After discussion, it was determined that the terms of the note had been fulfilled. Said item was removed from table and the agenda.

7) CONSIDERATION AND ACTION ON A REQUEST FROM BCFS HEALTH AND HUMAN SERVICES FOR A GRANT.

Presentation was given by Ms. Marisa Cano on BCFS Health and Human Services. The following was highlighted:

- Project
- Mission
- Project Description
- Eligibility Requirements
- Primary Geographic Areas
- Amount Requested

A question and answer session was held. Staff answered questions posed by the MHFC Board.

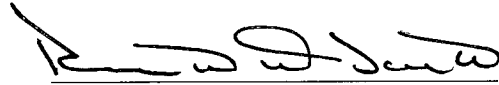
After a lengthy discussion, Mr. Benter moved to decline the request. Mr. Haddad seconded the motion. The motion carried as follows:

AYES: Mr. Benter, Mr. Holubar, Mr. Haddad, Mrs. Castillo
NAYS: None
ABSENT: Mr. Palacios, Mr. Burguete

ABSTAINED: Ken De Jarnett

ADJOURNMENT

There being no other business to come before the board, the meeting was unanimously adjourned at 1:30 p.m.



Kenneth DeJarnett, President

ATTEST:



Perla Lara
Corporation Secretary