AzHFA
Arizona Housing Finance Authority

MEETING MINUTES (DRAFT)
ARIZONA HOUSING FINANCE AUTHORITY
BOARD MEETING
May 12, 2011

Location
1110 West Washington, Suite 310
Phoenix, AZ 85007
11:30 a.m.

Board Members Present	**Others in Attendance**	
Richard Houseworth* (left @ 12:10pm)	Michael Trailor	Carl Kinney
Paul DeSanctis*	Scott Ruby	Cindy Coen
Robert Gardiner (joined @ 11:35am)	Frank Fallon*	Carol Ditmore
Randy Pullen	Shaun Rieve	Theresa Hoover
Carol Parry*	Bill Gehrig*	
Manny Gonzalez*	Katie Jakubowicz*	

*Joined by phone

1. **Call AzHFA Board Meeting to Order and Roll Call (Chairperson Parry)**

   Chairperson Parry called the meeting to order at 11:32 a.m. Chairperson Parry asked for a roll call of Board members. Board members Pullen was present while board members Houseworth, DeSanctis, Parry, and Gonzalez was present via phone. Board member Gardiner joined the meeting at 11:35 am.

2. **Call to the Public (Chairperson Parry)** No action will be taken on any item presented during the Call to the Public unless such item is also listed on the agenda. Comments are limited to three (3) minutes.

   Chairperson Parry made a call to the public. There was no response.

3. **Approval of Minutes (Chairperson Parry)** Discussion of minutes from the April 14, 2011 Board meeting: vote to approve or deny.

   Chairperson Parry asked for a motion to approve the minutes from the April 14, 2011 meeting. Mr. Houseworth made a motion to approve the minutes from the April 14, 2011 board meeting; the motion was seconded by Mr. Gonzalez. Motion carried.

4. **Treasurer's Report (Treasurer Gardiner)**
   Vote to accept or reject Treasurer's Reports for April, 2011. Discussion, consideration and/or vote.

Treasurer Gardiner presented the Treasurer's Report for April, 2011. Mr. DeSanctis made a motion to accept the Treasurer's Reports for April, 2011; the motion was seconded by Mr. Pullen. Motion carried.

5. **Director's Report (Mr. Michael Trailor)**

a) Foreclosure Initiative Program
Director Trailor provided an update on the status of the Save My Home AZ program, including the unemployment and transition assistance fund components.

b) National Council of State Housing Boards Educational and Development Workshop. Director Trailor directed Board members to a handout in the board packets regarding the Board Workshop in New Mexico.

c) Housing Forum. Director Trailor reminded the Board members of the Department's Housing Forum scheduled for September at the Talking Stick resort.

6. **Federal and State Legislative Update (Mr. Shaun Rieve)**

Federal Update

Mr. Rieve reported that Congress continues to work on the FY 2012 budget and the HUD spending bill is scheduled for markup in July.

Republicans are announcing a plan to cut $30 billion from day to day budgets of cabinet agencies.

State Update

Mr. Rieve had no new news to report since the last meeting. Director Trailor provided a brief recap of the state budget as highlighted in the previous meeting.

7. **Update on Programs (Mr. Carl Kinney)**

2009 MRB Program

The $25 million 2009 New Issue Bond Program closed December 30, 2009 and opened for reservations beginning March 3, 2010. Twenty-six lenders have now signed up to participate in the program. One hundred sixty-two loans have been reserved as of April 30, 2011 in the amount of $18,297,129.

2009 MCC Program

The AzHFA closed on a $20 million 2009 MCC program on June 30, 2009. The AzHFA began issuing Certificates from the 2009 program in December, 2009. One hundred forty-nine certificates have been issued as of March 31, 2011 representing loans in the amount of $17,459,877. No new certificates were issued in April.

Multi-Family

No updates.

Foreclosures

Mr. Kinney provided an update on foreclosures.

8. **Selection of Auditor (Mr. Carl Kinney)**
Mr. Kinney explained the Auditor selection process and referred Board members to the memo recommending the approval of the Board to engage Fester & Chapman, P.C. as auditor beginning with the fiscal year ending June 30, 2011 audit. Mr. Gonzalez made a motion to accept the recommendation; the motion was seconded by Mr. Gardiner. Motion carried.

Mr. Houseworth left the meeting at 12:10 pm.

9. **Proposal regarding redemption of FreddieMac Revenue Bonds (Mr. Carl Kinney, Mr. Frank Fallon)**
Mr. Kinney gave a brief overview of the proposal regarding the possible redemption of Mortgage Revenue Bonds owned by FreddieMac. Mr. Fallon added some clarification and answered questions posed by the board members. Following discussion, a motion was made by Mr. Gonzalez to not accept the proposed offer by Sevara Partners at this time, but authorize further discussions which may be brought back to the Board in the future. Motion was seconded by Mr. Pullen. Motion carried

10. **Chairperson's Report/Board Member Comments (Chairperson Parry)**
Chairperson Parry made a call to Board Members for any comments, issues, etc.

Chairperson Parry had no report.

11. **Adjourn**
Mr. Gonzalez moved to adjourn the meeting. The motion was seconded by Mr. Gardiner. Motion carried. The meeting adjourned at 12:17 p.m.