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AzHFA
Arizona Housing

MEETING MINUTES (DRAFT)
ARIZONA HOUSING FINANCE AUTHORITY
ANNUAL MEETING of the BOARD of DIRECTORS
November 10, 2011

Location
1110 West Washington, Suite 310
Phoenix, AZ 85007
10:00 a.m.

Board Members Present
Robert Gardiner*
Randy Pullen
Carol Parry*
Manny Gonzalez*

*Joined by phone

Others in Attendance
Michael Trailor
Scott Ruby
Bill Gehrig*
Daniel Romm
Lee Miller
Carl Kinney
Frank Fallon*
Carol Ditmore
Theresa Hoover

Board Members Absent
Richard Houseworth
Paul DeSanctis

1. **Call AzHFA Board Meeting to Order and Roll Call (Chairperson Gardiner)**
   Chairperson Gardiner called the meeting to order at 10:07 a.m. Chairperson Gardiner asked for a roll call of Board members. Board member Pullen was present while board members Gardiner, Gonzalez, and Parry were present via phone.

2. **Call to the Public (Chairperson Gardiner)** 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 Gardiner made a call to the public. There was no response.

3. **Approval of Minutes (Secretary DeSanctis)** Discussion of minutes from the October 13, 2011 Board meeting: vote to approve or deny.

   In Mr. DeSanctis's absence, Chairperson Gardiner asked for a motion to approve the minutes from the October 13, 2011 Board meeting. Ms. Parry made a motion to approve the minutes from the October 13, 2011 Board meeting; the motion was seconded by Mr. Gonzales. Motion carried.

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

   Treasurer Pullen presented the Treasurer's Reports for October, 2011. Mr. Gonzales made a motion to accept the Treasurer's Reports as presented; the motion was seconded by Ms. Parry. Motion carried.

4b. **Year End Financial Statements Report (Treasurer Pullen)** Vote to accept or reject audit for fiscal year ending June 30, 2011. Discussion, consideration and/or vote.

Chairperson Gardiner asked Mr. Kinney to present the financial statements for fiscal year ended June 30, 2011. Mr. Pullen made a motion to accept the financial statements as presented; the motion was seconded by Ms. Parry. Motion carried.

(Agenda items 8 & 9 were taken out of order due to Board member Manny Gonzalez's need to leave the meeting at 10:45 a.m.)

8. **New Issue Bond Program (NIBP) Authorization of Second Release Date (Mr. Carl Kinney, Mr. Frank Fallon, Mr. William Gehrig)** Discussion of a Resolution authorizing a second release date with respect to the AzHFA's Single Family Mortgage Revenue Bonds, Series 2009 and related actions. Discussion, consideration and/or vote.

   Mr. Kinney, Mr. Fallon and Mr. Gehrig presented the preliminary estimate of costs for the second NIBP release and the Resolution authorizing the release. Mr. Gonzales made a motion to accept the Resolution as presented; the motion was seconded by Ms. Parry. Motion carried.

9. **2012 Private Activity Bond Cap Allocation (Mr. Carl Kinney)** Discussion of a resolution authorizing the submission of an allocation request and an allocation reservation in connection the AzHFA's Single Family Mortgage Revenue bond program or programs for 2012. Discussion, consideration and/or vote.

   Mr. Kinney presented the Resolution. Ms. Parry made a motion to accept the Resolution as presented; the motion was seconded by Mr. Gonzales. Motion carried.

5. **Director's Report (Mr. Michael Trailor)** Director Trailor provided the Board with a status update of the Foreclosure Initiative Program. As part of his report Director Trailor presented a white paper outlining a buy and modify approach to the foreclosure crisis that was written by Mr. Pullen and Mr. Lee Miller. No action was taken on the white paper discussion.

   The next Board meeting was discussed. The meeting is scheduled for December 8, 2011.

   Director Trailor asked Daniel Romm the new Legislative Liaison and Public Information Officer at the ADOH to briefly introduce himself to the board.

6. **Federal and State Legislative Update (Mr. Daniel Romm)** Mr. Romm introduced himself and provided the Board with the Federal and State Legislative update.

(Mr. Gonzalez departed the meeting at 10:42 a.m. With Mr. Gonzalez leaving the conference call, there was no longer a quorum for the meeting and the meeting officially adjourned at 10:42 a.m. The following informational items were discussed with the remaining Board members following the official adjournment.)

7. **Update on Programs (Mr. Carl Kinney)**
   <u>2009 MRB Program</u>
   The $25 million 2009 New Issue Bond Program closed December 30, 2009 and opened for reservations beginning March 3, 2010. Twenty-nine lenders have now signed up to participate in the program. Two hundred thirty-nine loans have been reserved and/or closed as of October 31, 2011 in the amount of $26,745,235.

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 have been issued since March

Multi-Family

No changes.

Foreclosures

Mr. Kinney provided an update on Bond program foreclosures.

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

    Chairperson Gardiner had no report.