MEETING MINUTES (DRAFT)
ARIZONA HOUSING FINANCE AUTHORITY
BOARD MEETING
April 14, 2011

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

Board Members Present
Richard Houseworth
Paul DeSanctis
Robert Gardiner
Randy Pullen*

*Joined by phone

Others in Attendance
Michael Trailor
Scott Ruby
Frank Fallon*
Brigitte Finley Green
Shaun Rieve
Carl Kinney
Susy Bustillos
Cindy Coen
Carol Ditmore

Board Members Absent
Carol Parry
Manny Gonzalez

1. **Call AzHFA Board Meeting to Order and Roll Call (Vice-Chairperson Houseworth)**

   Vice-Chairperson Houseworth called the meeting to order at 10:03 a.m. Chairperson Parry asked for a roll call of Board members. Board members Houseworth, Gardiner and DeSanctis were present while board member and Pullen were present via phone. Chairperson Parry and Mr. Gonzalez were absent.

2. **Call to the Public (Vice-Chairperson Houseworth)** 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.

   Vice-Chairperson Houseworth made a call to the public. There was no response.

3. **Approval of Minutes (Vice-Chairperson Houseworth)** Discussion of minutes from the February 10, 2011 Board meeting: vote to approve or deny.

   Vice-Chairperson Houseworth asked for a motion to approve the minutes from the February 10, 2011 meeting. Mr. DeSanctis made a motion to approve the minutes from the February 10, 2011 Board meeting; the motion was seconded by Mr. Gardiner. Motion carried.

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

Treasurer Gardiner presented the Treasurer's Report for February and March, 2011. Mr. DeSanctis made a motion to accept the Treasurer's Reports for February and March, 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.

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

Federal Update

Mr. Rieve reported that the long-term continuing resolution will cut $38.5 billion from FY 2010 funding levels, or $78.5 billion compared to the President's FY 2011 Budget.

In addition, both Republicans and Democrats have recently released their proposed budgets for fiscal year 2012 that would consist of trillions of dollars of cuts in the next decade starting in October 2011.

State Update

Mr. Rieve reported that the House Legislators had passed a budget bill, early Friday, April 1, containing $1.1 billion in cuts. Senate Bill 1612 was explained as it contained the original cuts of a little over $2.2 million to the Housing Program.

Mr. Rieve also updated the Board members on the status of the Arizona Department of Housing's Sunset Review process.

The Arizona Department of Housing will be active in the interim session illustrating to the legislature the value the Department brings to the citizens of Arizona. Mr. Rieve urged the Board to continue to express their support for the Housing Trust Fund and the Department with their local state legislators. Through collaborative efforts we can better secure the funding necessary to accomplish our housing initiatives around the state and continue to serve those must vulnerable for many years to come.

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 forty-five loans have been reserved as of March 31, 2011 in the amount of $16,430,171.

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.

Multi-Family

No updates.

Foreclosures

Mr. Kinney provided an update on foreclosures.

8. **Vice-Chairperson's Report (Mr. Houseworth)**
Ms. Houseworth made a call to Board Members for any comments, issues, etc.

Mr. Houseworth had no report.

11. **Adjourn**
Mr. DeSanctis moved to adjourn the meeting. The motion was seconded by Mr. Gardiner. Motion carried. The meeting adjourned at 10:40 a.m.