

# FHA DEVELOPMENT, INC.

## Special Meeting Minutes

Wednesday, May 26<sup>th</sup>, 2021 at 10:30 am

Via Zoom

### **I. Call to Order**

The special meeting of the FHA Development Board of Directors was called to order at 10:32 am on Wednesday, May 26<sup>th</sup>, 2021.

### **II. Roll Call**

All current members of the Board of Directors were present. Additionally in attendance: Interim Executive Director Berry, members of the public, members of the FHA Staff.

### **III. New Business**

The purpose of the meeting was to address remediating an outstanding balance to the Fayetteville Housing Authority, as to release the moratorium on administrative and support services for the FHA Development residents.

There was a review of the current amount in arrears to FHA HUD and from FHA HUD to FHA Development, which totals to \$155,000.

There was a proposal to authorize a short term line of credit for \$155,000 payable to the Housing Authority HUD balance so the moratorium on support services could be released, as discussed via emails with the Simmon's Bank loan officer. The motion was made, and seconded. The floor opened to discussion.

There was a question regarding three areas that needed to be paid from the line of credit: redevelopment of Red Bud Garden apartments, the outstanding invoice for Hillcrest development, and 90 days of FHA development operational costs. There was a request for base calculations and full disclosure of the amounts for each of those three areas.

All documents were made available in the Google Drive. There was discussion over the exact language used by the Simmon's Bank loan officer regarding what the line of credit could be used for.

There was a request to answer the questions posed during the discussion at this meeting instead of at the upcoming June 10<sup>th</sup> meeting, and a call to consider the past due balances mentioned at each and every FHA Development meeting since November 2020.

The request was heard and deferred to the June 10<sup>th</sup> meeting. A vote was called for the motion regarding the line of credit.

Point of order where public comment was not called for before calling for a vote. Point of order for personnel issues to not be discussed during the meeting.

Vote was called, passing with three Ayes. Director Bensinger recused herself and resigned from the FHA Development Board of Directors. She requested that Interim Executive Director Berry pull up the financial numbers.

#### **IV. Adjournment**

The meeting was at adjourned at 10:50 am.