

HFC PRIMARY AGENDA ITEM

Executive Summary

Collin County Housing Finance Corporation (the "Corporation") issued tax-exempt single family bonds in 1997 which provided first-time homebuyers with below market mortgage loans.

The bond issue remains outstanding and is now callable at par.

The Agenda item allows authorization to sell the mortgage loan collateral (in the form of mortgage-backed securities), which is the security and repayment source of the bonds, currently at a premium above par to accomplish the following benefits:

1. The bonds will be paid off in full and will be "taken off the books" as any future audits will no longer include or reference this issue as a footnote or any other reference.
2. Approximately \$10,000 of surplus after expenses available to the Corporation after the bonds are redeemed through this process.

The above process has been implemented by the Corporation with respect to other of its outstanding single family issues in the past in order to pay off the bond and provide revenue to the Corporation and consistent with the above description.

Robert Johnson, with First Southwest Company and/or myself will be present to answer any questions you may have. If you have any questions prior to the meeting please call me or Robert Johnson at 214 953-4055 (Office) or 214 505-2513 (Mobile)