



FINAL AGENDA

BOARD OF GOVERNORS MEETING

Monday, July 17, 2017 9:00 a.m. to 12:30 p.m.

Indianapolis Marriott Downtown Hotel

Marriott Ballroom 5 -- Second Level

CALL TO ORDER--President Steve Merritt

ROLL CALL--La Tonya Rajah

INTRODUCTION AND ACKNOWLEDGEMENT OF STAFF—President Merritt

WELCOME, INTRODUCTIONS, ACKNOWLEDGEMENT OF GUESTS --President Merritt

ASSOCIATES' COMMENT PERIOD – two minutes per speaker

APPROVAL OF MINUTES AND RATIFICATION OF ACTION TAKEN BY STEERING COMMITTEE ON BEHALF OF THE BOARD OF GOVERNORS

- Approval of Minutes: March 26, 2017 Board Meeting
- Ratification of Action taken by Steering Committee:

May 10: Approved San Antonio, TX as the site for the 2019 National Conference: Oct. 10-12

- **May 31:** Supported the nomination of Pam Patenaude as HUD Deputy Secretary; directed staff to submit letter on behalf of NAHRO.

President Merritt will identify ALL items on the Consent Agenda. He will ask if any Board member wishes to move any items **from the Consent Agenda to the Discussion Agenda, followed by motion to approve all items on the Consent Agenda.**

CONSENT AGENDA

HOUSING COMMITTEE

#1 Support Full Fungibility Between HCVP, HAP and Administrative Fees Accounts

Background: The Housing Committee voted for the following resolution, which maintains NAHRO's broad position supporting full fungibility between Housing Choice Voucher Program Housing Assistance Payments and Administrative Fees accounts, while still supporting the incremental position to make Housing Assistance Payments reserves and current administrative fees fungible.

Resolution: BE IT RESOLVED NAHRO recognizes that full fungibility is optimal for the success of the Housing Choice Voucher program; we support incremental steps toward this optimal position;

BE IT FURTHER RESOLVED that NAHRO also supports fungibility between Housing Choice Voucher Program Housing Assistance Payments (HAP) and current administrative fees.

#2 Joint Resolution - CR&D/Housing Committee

NAHRO FY 2018 Budget Recommendations for Selected HUD Programs

Background: Reference table below.

Resolution: Whereas the Housing Committee and the CR&D Committee have reviewed the FY 2018 NAHRO budget recommendations relevant to their portfolio, be it resolved that the Committees recommend for BOG to adopt the below FY 2018 NAHRO HUD budget recommendations.

NAHRO's 2018 Funding Recommendations for Selected HUD Programs

Discretionary Programs (\$ millions)	FY 2017 Enacted ¹	FY 2018 Proposed ²	FY 2018 NAHRO
Public Housing Operating Fund	\$4,400	\$3,900	\$5,074 ³
Public Housing Capital Fund	\$1,941.5 ⁴	\$628	\$5,000
<i>Resident Opportunities and Self-Sufficiency</i>	[\$35]	--	\$35
<i>Emergency Capital Needs</i>	[\$21.5]	[\$20]	\$21.5
<i>Jobs Plus Pilot</i>	[\$15]	[\$10]	\$15
<i>PH Financial and Physical Needs Assessment Activities</i>	[\$10]	[\$8.3]	\$10
Rental Assistance Demonstration	--	--	--
Choice Neighborhoods Initiative	\$137.5	--	\$200 ⁵
Tenant-Based Rental Assistance	\$20,292	\$19,318	--
<i>Section 8 Assistance Payment Renewals</i>	[\$18,355]	[\$17,584]	\$19,840 ⁶
<i>Ongoing Administrative Fees</i>	[\$1,640]	[\$1,540]	\$2,369
<i>Special and Ongoing Administrative Fees</i>	[\$10]	[\$10]	\$20 ⁷
<i>Tenant Protection Vouchers</i>	[\$110]	[\$60]	Fully Fund
<i>Incremental Vouchers</i>	[\$57] ⁸	[\$7] ⁹	--
Family Self-Sufficiency (FSS)	\$75	\$75	\$95
Section 8 Project-Based Rental Assistance	\$10,816	\$10,751	\$11,400 ¹⁰
Community Development Block Grant	\$3,000	--	\$3,300
HOME Investment Partnerships Program	\$950	--	\$1,200
Housing Opportunities for Persons with AIDS	\$356	\$330	\$385
Homeless Assistance Grants	\$2,383	\$2,250	\$2,600

¹ Enacted levels from the Consolidated Appropriations Act, 2017.

² Proposed levels from the President's FY 2018 budget request.

³ Funding recommendation represents a 105% proration. Our recommendation to fund at 105% is a result of possible aberrations in the data utilized by the Department to estimate inflation and deflation factors related to tenant rental income and utilizes expense levels. Additional information has been requested to provide clarification, but to date, has not been provided.

⁴ Includes \$25 million set-aside for Competitive Lead-Based Paint Hazard Grants.

⁵ NAHRO recommends including a provision that reserves two-thirds of the CNI funds for applications in which a PHA is the lead or co-applicant.

⁶ NAHRO supports adequate funding to ensure that all assisted-households will be able to continue to be served in the upcoming year.

⁷ This amount includes only administrative fees for renewal vouchers. It does not include administrative fees for any potential incremental vouchers awarded in FY 2018.

⁸ This budget allocates \$40 million for HUD-VASH vouchers, \$10 million for new Family Unification Program (FUP) vouchers, and \$7 million for HUD-VASH tribal vouchers.

⁹ The President's budget proposes \$7 million for HUD-VASH tribal vouchers.

¹⁰ NAHRO supports fully funding this account by providing for 12 months of funding for all contracts from January through December 2018. This estimate does not assume HUD's implementation of the HOTMA's medical/disability expense deduction threshold for elderly and disabled households up from 3 percent to 10 percent of their gross income before such expenses can be counted as a deduction. NAHRO supports adequate funding to ensure that all assisted-households will be able to continue to be served in the upcoming year.

DISCUSSION AGENDA

Committee chairs will present each item and the Board will vote on each item separately.

BUDGET & ADMINISTRATION COMMITTEE

#1 2016 Audit Report

Background:

The B&A Committee has had a thorough review and discussion of the FY2016 Audit report. The report was presented, in detail, by the auditing firm of Gelman, Rosenberg and Freeman at the B&A committee meeting in April. At that meeting, there was extensive discussion with staff and the auditors around the details of the report and management letters. The audit resulted in a clean audit of NAHROs combined financial statements and provided recommendations and a number of accounting department processes and procedures going forward. Staff has already taken effective action to address each recommendation and will have ongoing reviews in preparation for the 2017 audit.

Resolution:

The B&A Committee recommends that the BOG accept the 2016 audit report, combined financial statements and management letters.

#2 Financial Best Practices Policy

Resolution: Be it resolved that the B&A Committee recommends that The Board of Governors shall cause to be adopted and implemented a specific policy of best financial practices including, but not limited to the following aspects of financial management for the organization;

Expenditures, payments, accounts receivable, billing practices, publications, training accounts, conference revenue, and cash management, and shall update said policy on a regular basis, at least annually.

This policy shall integrate all divisions of the organization with oversight of the Budget and Administration Committee and the ultimate approval of the Board of Governors at its regular meetings held from time to time, or at any special meeting said Board of Governors shall call.

HIGHLIGHTS: STANDING COMMITTEES: Presented by Vice Presidents

- International Research & Global Exchange: **Julie Brewen**
- Community Revitalization and Development: **Donovan Duncan**
- Commissioners: **Henrietta Snipes-Vice Chair**
- Housing: **Regina Mitchell**
- Professional Development: **Duane Hopkins**

HIGHLIGHTS: NATIONAL COMMITTEES, TASK FORCES AND AD HOC GROUPS:

Presented by Chairs

- Member Services: **Donna Brown-Rego**
- Budget & Administration: **DeeAnna Peterson**
- Legislative Network: **Don May**
- Strategic Planning Advisory Group: **Michael Gerber**
- Housing America Task Force: **Clif Martin**
- Small Agencies Task Force: **Sharon Carlson**
- Housing and Education Task Force: **Preston Prince**
- Board of Ethics and Credentialing Trustees: **Dan Trozzi**
- Diversity, Equity and Inclusion Task Force: **Elizabeth Glenn**
- Housing and Development Law Institute: **Vivian Bryant** ([*report provided online*](#))

HIGHLIGHTS: REGIONAL COUNCILS Presented by Regional Presidents:

Two minutes per speaker

SERC: **David Baldwin**

MPRC: **Dianne Hovdestad**

SWRC: **Darrin Taylor**

PSWRC: **Ed Mayer**

PNRC: **Sunny Shaw**

NERC: **Joseph D'Ascoli**

MARC: **Regina Mitchell**

NCRC: **DeeAnna Peterson**

PRESENTATION OF:

- President's Report
 1. Report on the Industry Groups' Summit in June
- Senior Vice President's Report
- Chief Executive Officer's Report
- [Status Report on Resolutions adopted at the March 26, 2017 Board Meeting](#)

NEW BUSINESS

EXECUTIVE SESSION – if required

**Background information provided*

ADJOURNMENT

Next Meeting: Saturday, October 28, 2017: Pittsburgh, PA