

MOTION

I HEREBY MOVE that Council APPROVE the following recommendations of the City Administrative Officer (CAO) and Chief Legislative Analyst (Item # 8, Council file 09-2841) relative to Los Angeles Housing Department 2010 Affordable Housing Trust Fund Round Three Notice of Funding Availability (NOFA), SUBJECT TO THE APPROVAL OF THE MAYOR:

1. APPROVE the Third Round of the 2010 Affordable Housing Trust Fund NOFA, attached to the Los Angeles Housing Department report dated September 16, 2010, attached to Council file.
2. AUTHORIZE the General Manager, LAHD, or designee, to:
 - a. Issue the Round 3 NOFA, based on the availability of the fund sources identified in the Attachment and return for Council and Mayor approval of funding recommendations.
 - b. Seek proposals for the purchase of the following City-owned properties for the development of affordable multi-family rental housing and return for Council and Mayor approval of funding recommendations:
 - 1) 2516 Eastlake Avenue and 3211-3213 ½ Altura Walk, Los Angeles, CA 90031
 - 2) 819 West Fourth Street, San Pedro, CA 90731
 - 3) 851 West 81st Street, Los Angeles, CA 90044
 - 4) 252 South Rampart Boulevard, Los Angeles, CA 90057
 - c. Include as part of the report back on the Round 3 NOFA results, a Fund Management report for the New Generation Fund in conformance with the Council and Mayor approved report requirements. Additional information concerning this instruction is provided in the Findings Section of this report.
3. INSTRUCT the LAHD to not commit any Community Development Block Grant funds as part of the Round 3 NOFA until this request can be evaluated along with other City CDBG-related funding priorities.
4. AUTHORIZE the General Manager, LAHD, or designee, to:
 - a. Allocate \$35 million in Neighborhood Stabilization Program 2 (NSP-2) funds for loans to eligible multi-family projects under the terms of the Round 3 NOFA and amend Contract No. C-115683 with Restore Neighborhoods Los Angeles to reduce the compensation from the NSP-2 grant by \$35 million, revising the award from this grant to \$57.2 million, to make these funds available for the Round 3 NOFA.

- b. Prepare Controller instructions, and/or make any technical adjustments that may be required and are consistent with the actions taken on this item, subject to the approval of the CAO, and authorize the Controller to implement these instructions.
- 5. AUTHORIZE the Controller to issue Authorities for Expenditures (AFE) upon proper written demand from the General Manager, LAHD, or designee, for the purposes of paying off lenders with first Deed of Trust associated with the disposition of LAHD's City-owned or controlled properties for the purposes of enforcing and protecting the City liens, covenants, and collateral prior to offering said properties for sale as NSP-2 eligible affordable housing. The funding for the AFE's shall be derived from Fund No. 52J, NSP-2, Account No. F818.

PRESENTED BY _____
HERB WESSON
Councilmember, 10th District

PRESENTED BY _____
BERNARD C. PARKS
Councilmember, 8th District

October 5, 2010

CF 09-2841