

12-0049-S2

SEP 11 2013

HOUSING

MOTION


In light of the dissolution of the redevelopment agencies, in January 2012 the City Council took action to become the Housing Successor Entity to the former Community Redevelopment Agency of the City of Los Angeles (CRA/LA). A Housing Asset Transfer Agreement was drafted to effectuate the transfer of housing assets from the former CRA/LA to the City. The types of assets include approximately \$560M in residual receipt loans, \$64M in real estate, home ownership loans, nearly 23,000 affordable housing covenants, approximately \$663M in conduit bonds, and \$2.5M in housing grants. On July 12, 2013, the California Department of Finance, which holds authority over which assets can be transferred to the City, rendered a final determination and approved the transfer.

The Housing Department has previously reported that the functions necessary to carry out the responsibilities of these assets will include portfolio management, occupancy compliance monitoring, management of the development pipeline, monitoring of conduit bond portfolio and grants, accounting and systems integration, and legal transactions. In February 2013, Council approved the addition of nine resolution authorities and five resolution authorities exempt from civil service provisions in order to carry out these responsibilities. Council further provided five months of interim funding from the Housing Production Revolving Fund in the amount of \$750,000 and instructed the General Manager of the Housing Department to reimburse the General Fund for Related Costs once loan payments are received.

This transfer of housing assets represents a major addition to the affordable housing portfolio of the City of Los Angeles. The Housing and Community Investment Department should report to Council on an update of this transfer.

I THEREFORE MOVE that the Housing and Community Investment Department be instructed to report to Council on how it will integrate the former CRA/LA housing assets into the City's housing portfolio and provide an update on staffing, loan revenue, the repayment of the Housing Production Revolving Fund, and reimbursement of the General Fund for Related Costs.

PRESENTED BY:

  
GILBERT A. CEDILLO  
Councilmember, 1<sup>st</sup> District

SECONDED BY:



ORIGINAL

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