

REPORT FROM

## OFFICE OF THE CITY ADMINISTRATIVE OFFICER

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Date: May 12, 2017

CAO File No. 0220-00540-1237

Council File No. 13-0303-S9

Council District: Citywide

To: The Mayor  
The Council

From: Richard H. Llewellyn, Jr., Interim City Administrative Officer

Reference: Housing and Community Investment Department transmittal dated April 26, 2017;  
Received by the City Administrative Officer on May 4, 2017

Subject: **REQUEST FOR APPROVAL TO ISSUE SUPPLEMENTAL FINANCIAL ASSISTANCE COMMITMENTS TO EXISTING HOUSING AND COMMUNITY INVESTMENT DEPARTMENT (HCID) MANAGED PIPELINE PROJECTS AND VARIOUS RELATED ACTIONS**

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### RECOMMENDATIONS

That the Council, subject to the approval of the Mayor, approve the recommendations of the Housing and Community Investment Department (HCID) transmittal dated April 26, 2017 relative to supplemental financial assistance commitments for existing HCID Managed Pipeline projects.

### SUMMARY

The Housing and Community Investment Department requests authority to issues supplemental financial assistance in the amount of \$7,517,000 to five existing HCID Managed Pipeline projects (comprised of 246 affordable housing units) that have experienced cost increases due to a decrease in the valuation of tax credits or an increase in construction costs. The HCID request would allow the department to utilize various special fund sources to provide additional funding to these projects in the HCID Managed Pipeline to avoid missing major project deadlines and construction delays. Additional background information, as well as descriptions of the projects and proposed supplemental funding amounts, is included in the HCID transmittal.

The HCID transmittal also contains a recommendation requesting to amend documents related to a Community Development Block Grant (CDBG) loan for the Paul Williams Apartments to include reducing the restricted units for the project from 41 to 20. The purpose of this action is to align the CDBG affordability restrictions with the number of units that are receiving CDBG funding. All units within the project will be affordability restricted as a requirement of receiving other funding sources. This Office concurs with the recommendations of the Department.

## **FISCAL IMPACT STATEMENT**

There is no impact to the General Fund. The recommendation of this report is in compliance with the City's Financial Policies in that the proposed issuance of supplemental financial commitments for five affordable housing projects will be paid for by special fund sources.

*RHL:NSC:02170168C*