

HOUSING COMMITTEE REPORT and RESOLUTION relative to authorizing the application to the California Debt Limit Allocation Committee (CDLAC) for an allocation of the State ceiling on qualified Private Activity Bonds for a mortgage credit certificate program in the amount of \$25,507,424.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. ADOPT the accompanying RESOLUTION authorizing:
  - a. An application to the California Debt Limit Allocation Committee for an allocation for the issuance of mortgage credit certificates in an amount not to exceed \$25,507,424.
  - b. The General Manager, Los Angeles Housing and Community Investment Department (HCIDLA), to execute the necessary forms and agreements, including a deposit certification form, and to expend a maximum of \$10,000 from the program fund for purposes of program promotion.
2. AUTHORIZE the Controller, or designee, to expend funds from Fund 643, Account No. 43L407, in an amount not to exceed \$130,200, upon proper written demand of the General Manager, HCIDLA, or designee, for application costs associated with the Mortgage Credit Certificate (MCC) Program (i.e., CDLAC Initial Application Fee, CDLAC Second Installment for Allocation Award Fee, CDLAC Performance Deposit Fee and Financial Analysis/Advisor services).
3. AUTHORIZE General Manager, HCIDLA, or designee, to prepare Controller instructions and make any necessary technical adjustments consistent with the Mayor and City Council actions, subject to the approval of the City Administrative Officer; and, AUTHORIZE the Controller to implement these instructions.

Fiscal Impact Statement: The HCIDLA reports that there is no impact to the City's General Fund. The HCIDLA's MCC Program Fund has sufficient funds to cover costs associated with the HCIDLA application to CDLAC. Any additional MCC receipts will be appropriated as received.

Community Impact Statement: None submitted.

Summary:

On May 23, 2018, your Committee considered a May 14, 2018 HCIDLA report relative to authorizing the application to the CDLAC for an allocation of the State ceiling on qualified Private Activity Bonds for a mortgage credit certificate program in the amount of \$25,507,424. According to the HCIDLA, the MCC Program is a citywide homeownership program administered by HCIDLA that assists individuals and families to achieve homeownership in the City. The HCIDLA is seeking approval, and requests authority to apply to the CDLAC for a Single Family Mortgage Revenue Bond allocation of \$25,507,424 for the MCC Program. The allocation reflects the City of Los Angeles' local fair share amount as determined by CDLAC published each calendar year based on the city's population. If approved, the allocation will

assist approximately 100 families to become first-time homebuyers in the city. The HCIDLA plans to submit the application to CDLAC prior to the deadline of July 20, 2018, for an award allocation at its meeting on September 19, 2018. In order for the CDLAC to accept HCIDLA's application, CDLAC requires the City to adopt the attached Resolution authorizing HCIDLA to continue operation of the MCC Program. In addition, the Mayor and City Council must authorize HCIDLA to submit an MCC application to CDLAC.

After consideration and having provided an opportunity for public comment, the Committee moved to recommend approval of the recommendations contained in the May 14, 2018 HCIDLA report and detailed in the above recommendations. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

HOUSING COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
CEDILLO:	YES
KREKORIAN:	ABSENT
HARRIS-DAWSON:	YES

ARL  
5/23/18



**-NOT OFFICIAL UNTIL COUNCIL ACTS-**