

MOTION

I HEREBY MOVE that the Council ADOPT the following recommendations of the City Attorney in order to effect settlement in the case entitled San Regis, LLC v. City of Los Angeles, et al., Los Angeles Superior Court Case No. BC637630 (this matter involves the proposed settlement of pending litigation over the remaining term of a regulatory agreement protecting 78 units of affordable housing at 15454-15460 Sherman Way [the Project] in Los Angeles, Council District 6):

1. AUTHORIZE the City Attorney to settle the above-entitled matter along the following proposed terms:
 - a. San Regis, LLC will issue new bonds for the Project, the proceeds of which will go towards: (a) repairs and improvements on the project, and (b) approximately \$23 million of which will refund the remaining balance on the 2001 bonds.
 - b. San Regis will authorize a new, 55-year Regulatory Agreement to be placed on the Project, which would continue to restrict the same 78 units until approximately 2073.
 - c. The California Housing Finance Agency (CalHFA) will be the issuing authority for the new bonds.
2. AUTHORIZE the City Attorney, or designee, to execute all documents necessary to implement the proposed Settlement Agreement.

This matter was recommended for approval by the Budget and Finance Committee (Englander – Blumenfield – Bonin: “Yes”) at its meeting on August 13, 2018, in Closed Session as permitted by Government Code Section 54956.9(d)(1).

PRESENTED BY _____
MITCHELL ENGLANDER
Councilmember, 12th District

SECONDED BY _____
BOB BLUMENFIELD
Councilmember, 3rd District

REW
CF 18-0503
August 13, 2018