

HOUSING COMMITTEE REPORT relative to the utilization of Foreclosure Registry Program Funds for the Moderate Income Purchase Assistance Program (MIPA).

Recommendations for Council action, pursuant to Motion (Cedillo - Harris-Dawson), SUBJECT TO THE APPROVAL OF THE MAYOR:

1. AUTHORIZE the General Manager, Los Angeles Housing and Community Investment Department (HCIDLA), or designee, to utilize up to \$1,448,700 of penalty fees received from the Foreclosure Registry Program Fund, of which a total of \$1,087,221 will be utilized for the MIPA Program homebuyer loans, and the administrative cost of \$361,479 included in the Fiscal Year (FY) 2019-20 Budget will be used to cover staff salaries, lease, General Administration and Support (GASP) costs, and other related program costs.

2. AUTHORIZE the Controller to:
 - a. Increase appropriations within the Foreclosure Registry Program Fund 56V as follows:

<u>Account</u>	<u>Title</u>	<u>Amount</u>
43N258	Moderate Income Purchase Assistance	\$1,087,221

 - b. Expend funds upon proper written demand of the General Manager, HCIDLA, or designee.

 - c. Appropriate into Account No. 43N259-MIPA Loan Repayment, within the Foreclosure Registry Program Fund 56V upon receipt of program income from loan repayments and shared appreciation.

3. AUTHORIZE the General Manager, HCIDLA, or designee, to prepare Controller instructions and make any necessary technical adjustments consistent with the Mayor and Council actions, subject to the approval of the City Administrative Officer (CAO); and, instruct the Controller to implement these instructions.

Fiscal Impact Statement: Neither the CAO nor the Chief Legislative Analyst has submitted a financial analysis of this report.

Community Impact Statement: None submitted.

SUMMARY

At its regular meeting held on February 26, 2020, the Housing Committee considered Motion (Cedillo - Harris-Dawson) relative to utilizing up to \$1,448,700 of penalty fees from the Foreclosure Registry Program Fund to reopen the HCIDLA's MIPA Program. The MIPA Program, which closed in 2019 due to the lack of funds, provided assistance to first-time, moderate-income homebuyers in the form of a subordinate, deferred-payment soft second loan to cover down payments, closing costs, and the cost of acquisition. A total of \$1,087,221 from the Foreclosure Registry Program Fund will be utilized for the MIPA Program homebuyer loans,

and the administrative cost of \$361,479 included in the FY 2019-20 Budget will be used to cover staff salaries, lease, GASP costs, and other related program costs. This will enable the City to continue providing housing opportunities to first-time, moderate-income homebuyers.

After providing an opportunity for public comment, the Committee moved to approve the recommendations contained in the Motion, as detailed above. This matter is now transmitted to the Council for its consideration.

Respectfully Submitted,

HOUSING COMMITTEE

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

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-NOT OFFICIAL UNTIL COUNCIL ACTS-