

HOMELESSNESS AND POVERTY COMMITTEE REPORT relative to the issuance of tax-exempt multifamily conduit revenue bonds for the Berendo Sage Apartments, located at 1035 South Berendo Street.

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

1. NOTE and FILE the Los Angeles Housing and Community Investment Department (HCIDLA) transmittal dated July 15, 2020 relative to the issuance of tax-exempt and taxable multifamily conduit revenue bonds for the Berendo Sage Apartments.
2. ADOPT the accompanying RESOLUTION provided as Attachment A, in the July 15, 2020 HCIDLA report, attached to the Council file, authorizing the issuance of up to \$13,698,311 in tax-exempt multifamily conduit revenue bonds or notes up to \$2,000,000 in taxable multifamily conduit revenue bonds or notes for the Berendo Sage Apartments, located at 1035 South Berendo Street.
3. AUTHORIZE the General Manager, HCIDLA, or designee, to:
 - a. Negotiate and execute the relevant bond documents for the Berendo Sage Apartments, subject to the approval of the City Attorney as to form.
 - b. Negotiate and reduce, if necessary, the interest rate of the Berendo Sage Apartments Project's Proposition HHH Supportive Housing loan of \$6,620,000 from 3 percent to a 1 percent simple interest rate.

Fiscal Impact Statement: The City Administrative Officer reports that there will be no impact to the General Fund as a result of the issuance of these tax-exempt multifamily conduit revenue bonds for the Berendo Sage Apartments. The City is a conduit issuer and does not incur liability for the repayment of the bonds, which are a limited obligation payable solely from the revenues of the Berendo Sage Project, and the City will in no way be obligated to make payments on the bonds.

Community Impact Statement: None submitted.

Summary:

At a meeting held on August 27, 2020, your Homelessness and Poverty Committee considered a City Administrative Officer report dated August 10, 2020, relative to the issuance of tax-exempt multifamily conduit revenue bonds for the Berendo Sage Apartments, located at 1035 South Berendo Street. The report attached to the Council file, includes some background on the matter.

After providing an opportunity for public comment, the Committee moved to approve the recommendations reflected above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

HOMELESSNESS AND POVERTY COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
O'FARRELL:	YES
RODRIGUEZ:	YES
BONIN:	ABSENT
HARRIS-DAWSON:	YES
RYU:	YES

EV
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-NOT OFFICIAL UNTIL COUNCIL ACTS-