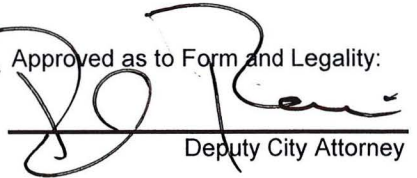


FILED
OFFICE OF THE CITY CLERK
OAKLAND

2016 MAR 31 PM 6:06

REVISED

Approved as to Form and Legality:


Deputy City Attorney

OAKLAND CITY COUNCIL

RESOLUTION No. 86090 C.M.S.

RESOLUTION AUTHORIZING AFFORDABLE HOUSING DEVELOPMENT LOANS TO THE FRUITVALE TRANSIT VILLAGE PHASE II, REDWOOD HILL TOWNHOMES, CAMINO 23, 3706 SAN PABLO AVENUE, COLISEUM PLACE, AND EMBARK APARTMENTS AFFORDABLE HOUSING PROJECTS AS AFFORDABLE HOUSING FUNDS BECOME AVAILABLE IN A TOTAL AMOUNT NOT TO EXCEED \$5,013,851 WITHOUT RETURNING TO COUNCIL

WHEREAS, on September 1, 2015, the City of Oakland issued a Notice of Funding Availability ("NOFA") soliciting applications for funding for affordable housing development projects; and

WHEREAS, the six projects listed in Attachment A to this Resolution submitted proposals in response to the NOFA and were the top ranked projects in staff's evaluation of project proposals; and

WHEREAS, the City's Consolidated Plan for Housing and Community Development indicates that there is a need for affordable rental housing, and has identified this activity as a priority; and

WHEREAS, the projects are consistent with the City's Project Development Guidelines, and each developer meets the City's Threshold Developer Criteria; and

WHEREAS, establishing a pipeline of authorized projects and delegating authority to the City Administrator to fund projects in the pipeline from available funds will enable the City to maximize its resources by enabling projects to secure additional funding, providing only the amount of City assistance needed to make the project feasible, avoiding the cost of reapplication during the subsequent fiscal year, and expediting funding awards once funds are determined to be available; and

WHEREAS, funds for affordable housing development in the amount of

\$5,013,851 are available from the Affordable Housing Trust Fund (1870) and the Low and Moderate Income Housing Asset Fund (2830), and funds will be available from the HUD HOME Investment Partnership Program (2109) in fiscal year 2016-17 to assist the projects; and

WHEREAS, the City is the Lead Agency or Responsible Agency for these projects for purposes of environmental review under the California Environmental Quality Act of 1970 ("CEQA"); and

WHEREAS, the requirements of CEQA, the CEQA Guidelines as prescribed by the Secretary for Resources, and the provisions of the Environmental Review Regulations of the City of Oakland have been satisfied; and

WHEREAS, for those projects receiving federal funds, execution of loan documents or other documents legally committing the City to fund the projects shall be expressly conditioned on compliance with the requirements of the National Environmental Protection Act ("NEPA"), as certified by the City Administrator or his or her designee; now, therefore, be it

RESOLVED: That the City Council hereby authorizes a loan in an amount not to exceed \$2,757,000 (in addition to loans previously authorized for this project for a total loan in an amount not to exceed \$6,999,600) to Satellite Affordable Housing Associates, or to an affiliated entity approved by the City Administrator or his or her designee, to be used for the Redwood Hill Townhomes; and be it

FURTHER RESOLVED: That the City Council hereby authorizes a loan in an amount not to exceed \$2,250,000, to The Spanish Speaking Unity Council of Alameda County and East Bay Asian Local Development Corporation, or to an affiliated entity approved by the City Administrator or his or her designee, to be used for the Fruitvale Transit Village Phase IIA project; and be it

FURTHER RESOLVED: That the City Council hereby authorizes the City Administrator or his or her designee to provide loans as affordable housing funds become available, without returning to Council, in a total amount not to exceed \$5,013,851 to the developers, or to affiliated entities of those developers approved by the City Administrator or his or her designee, to be used for development of those projects listed on Attachment A to this Resolution; and be it

FURTHER RESOLVED: That the funding shall be allocated from the Low and Moderate Income Housing Asset Fund (2830), the Affordable Housing Trust Fund(1870), and/or the HUD HOME Investment Partnership Program (2109) in fiscal years 2015-16 and 2016-17; and be it

FURTHER RESOLVED: That each loan shall be contingent on the availability of sufficient funds in the Affordable Housing Trust Fund, the Low and Moderate Income Housing Asset Fund and/or the HUD HOME Investment Partnership Program in fiscal years

2015-16 and 2016-17; and be it

FURTHER RESOLVED: That each loan shall be for a maximum term of 55 years, with an interest rate to be determined by the City Administrator in his or her discretion, with repayment to the City from surplus cash flow from the project and other available funds during the term of the loan, with the balance due at the end of the term, or on such other repayment terms and schedule as the City Administrator or his or her designee determines are in the best interests of the City and the project; and be it

FURTHER RESOLVED: That as a condition of each loan, the City will require that appropriate restrictions on project occupancy, rents and operations be recorded against project improvements; and be it

FURTHER RESOLVED: That each loan shall be secured by a deed of trust on the project land and/or improvements; and be it

FURTHER RESOLVED: That loan funds shall be reserved for a period of no more than 24 months from the date of the commitment letter and shall be subject to reprogramming at the end of this period unless the developer has secured commitments for full project funding or provided other assurances of adequate project funding that the City Administrator or his or her designee deems sufficient within his or her discretion, within the reservation period; and be it

FURTHER RESOLVED: That the making of each loan shall be contingent on and subject to such other appropriate terms and conditions as the City Administrator or his or her designee may establish; and be it

FURTHER RESOLVED: That the City hereby authorizes the City Administrator or his or her designee in his or her discretion to subordinate the priority of any of the City's recorded interests in each project property to a lien or encumbrance of another private or governmental entity providing financial assistance to the project, if the City Administrator or his or her designee determines that (1) an economically feasible alternative method of financing the project on substantially comparable terms and conditions but without subordination is not reasonably available, (2) the City's investment in the project in the event of default is reasonably protected, and (3) subordination is in the best interests of the City; and be it

FURTHER RESOLVED: That the City Council has independently reviewed and considered the environmental determinations, and the City Council finds and determines, based on the information provided in the staff report accompanying this Resolution, that the action with respect to each project complies with CEQA because either the project is exempt from CEQA, or, based on an initial study and the mitigation measures identified therein, the project as mitigated will not have a significant adverse impact on the environment, as the CEQA determination is further set forth in Attachment A to this Resolution; and be it

FURTHER RESOLVED: That the City Administrator or his or her designee shall cause to be filed with the County of Alameda a Notice of Exemption or Notice of Determination for each project as appropriated; and be it

FURTHER RESOLVED: That execution of loan documents or other documents legally committing the City to fund a project with federal funds will be expressly conditioned on compliance with the requirements of NEPA, as certified by the City Administrator or his or her designee; and be it

FURTHER RESOLVED: That all loan documents shall be reviewed and approved by the City Attorney's Office for form and legality prior to execution; and be it

FURTHER RESOLVED: That the City hereby authorizes the City Administrator or his or her designee to determine funding allocations, conduct negotiations, execute documents, administer the loans, extend or modify the repayment terms, and take any other action with respect to the loans and the projects consistent with this Resolution and its basic purpose.

IN COUNCIL, OAKLAND, CALIFORNIA, APR 05 2016

PASSED BY THE FOLLOWING VOTE:

AYES - ~~BROOKS~~, CAMPBELL WASHINGTON, GALLO, GUILLEN, KALB, KAPLAN, REID, and PRESIDENT GIBSON MCELHANEY -7

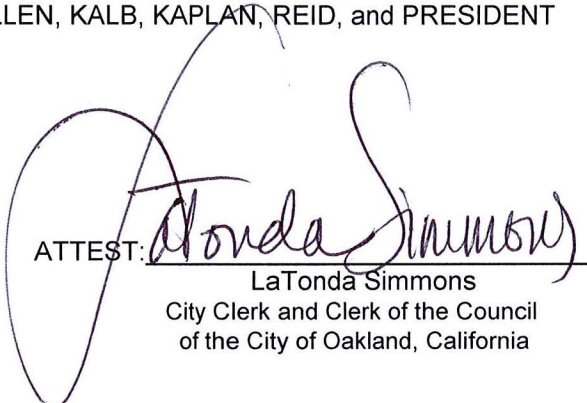
NOES - 0

ABSENT - 0

ABSTENTION - 0

Excused - Brooks - 1

ATTEST:


LaTonda Simmons
City Clerk and Clerk of the Council
of the City of Oakland, California

Attachment A
NOFA 2015-17 Pipeline

| Project/Developer | NOFA Ranking | Total Score | Funding Requested | CEQA Status |
|--|---------------------|--------------------|--------------------------|---|
| Fruitvale Transit Village Phase II A (Spanish Speaking Unity Council & EBALDC) | 1 | 119.00 | \$5,000,000 | Filed Notice of Determination June 11, 2015 Sections 15162-15163 |
| Redwood Hill Townhomes (SAHA) | 2 | 112.25 | \$2,757,000 | Filed Notice of Exemption February 17, 2011 Section 15280- lower-income housing projects Section 15332- infill projects |
| Camino 23 (SAHA) | 3 | 112.00 | \$2,700,000 | Filed Notice of Exemption October 17, 2014 Section 15183- projects consistent with a community plan, general plan or zoning Section 15332- infill projects |
| 3706 San Pablo Ave. (EAH, Inc.) | 4 | 108.75 | \$3,500,000 | Emeryville Planning Commission Determination of Exemption January 22, 2015 Section 15332- infill projects |
| Coliseum Place (RCD) | 5 | 102.50 | \$4,000,000 | Filed Notice of Exemption October 22, 2015 Section 15183- projects consistent with a community plan, general plan or zoning Section 15332- infill projects |
| Embark Apartments (RCD) | 7 | 86.00 | \$5,508,798 | Determination of Exemption Section 15332- infill projects |

*Project ranked number six was omitted because CEQA determination is pending.