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HUD SECRETARY JULIAN CASTRO TOURS SDHC AFFORDABLE RENTAL HOUSING DEVELOPMENT PARTNERSHIP – A 'MODEL' FOR THE NATION

COMM22 development is revitalizing the Logan Heights community of the City of San Diego; apartments remain affordable for 55 years

SAN DIEGO, CA—Blighted vacant lots surrounded by chain link fences have been transformed into COMM22, new affordable apartments for very low-income seniors and families that are revitalizing the Logan Heights community of the City of San Diego.

"This is truly a model of what we like to see in communities across the United States," U.S. Department of Housing and Urban Development (HUD) Secretary Julian Castro said today after he toured COMM22, a San Diego Housing Commission (SDHC) affordable rental housing development partnership.

Secretary Castro toured COMM22 at the invitation of U.S. Representative Juan Vargas, 51st District, who hosted the tour with SDHC President & CEO Richard C. Gentry. HUD Western Regional Director Ophelia Basgal joined Secretary Castro on the tour.

COMM22 is a 200-unit family and senior citizen affordable rental housing development in three separate buildings near bus and trolley lines, in which \$8.9 million in HUD federal funds were invested in the development of the 70-unit senior complex.

"I thank Secretary Castro for these HUD funds, which were essential to developing COMM22," SDHC President & CEO Gentry said. "The apartments at COMM22 will remain affordable for 55 years."

COMM22 was developed by BRIDGE Housing Corporation (BRIDGE) and Metropolitan Area Advisory Committee on Anti-Poverty (MAAC). BRIDGE President & CEO Cynthia Parker and MAAC President & CEO Arnulfo Manriquez also participated in Secretary Castro's tour of COMM22.

The 70-unit senior complex for tenants age 62 and older, known as Victoria at COMM22, includes ground-floor space for a child care facility, with a play area outside, as well as outdoor tables for senior residents to play board games, an indoor library and a community room.

The 130-unit family complex, known as Paseo at COMM22, includes a private courtyard with a playground for children.

At the conclusion of the tour of COMM22, elected and appointed local government officials had the opportunity to meet with Secretary Castro: Representative Vargas; State Senator Ben Hueso; Speaker of the California State Assembly Toni Atkins; State Assemblymember Lorena Gonzalez; City Councilmembers Todd Gloria and David Alvarez; and SDHC Chairman of the Board Gary Gramling, Vice Chair Roberta Spoon, and Commissioners Ben Moraga, Dorothy Surdi and Frank Urtasun.

For more information about SDHC, please visit <u>www.sdhc.org</u>.

Background – COMM22:

<u>COMM22 Senior Housing</u> – SDHC Partnership (partially federally funded)

Known as Victoria at COMM22 - 690 Beardsley Street - Logan Heights

- 69 affordable apartments and one manager's unit
- Units remain affordable for 55 years
- Residents age 62 and older
- Land leased from San Diego Unified School District
- Total Development Cost: \$28,799,000, partially funded by:
 - \$4,190,000 from HUD HOME Investment Partnerships Program funds granted to the City of San Diego and administered and loaned by SDHC; and
 - HUD 202 Capital Advance Loan: \$4,868,300 for 30 senior units, for which HUD also has awarded federal rental assistance for very low-income seniors, who will pay 30 percent of their income toward rent, with no minimum income requirement.
- 39 Units affordable to seniors with incomes from 30 percent of San Diego Area Median Income (AMI), currently \$18,950 a year for a two-person household, to 50 percent of AMI, currently \$31,600 a year for a two-person household

<u>COMM22 Family Housing</u> – SDHC Partnership (no federal funds)

Known as Paseo at COMM22

2225 and 2325 Commercial Street - Logan Heights

- 128 affordable apartments and two managers' units
- Units remain affordable for 55 years
- Land leased from San Diego Unified School District
- 13 units restricted to residents with incomes up to 30 percent of AMI, currently \$16,600 a year for one person. These one-bedroom units will serve young adults aging out of the foster care system who also need mental health services and are at risk of homelessness.
- 115 units affordable to residents with incomes from 40 percent of AMI, currently \$31,550 a year for a family of four, to 60 percent of AMI, currently \$47,340 a year for a family of four
- Total Development Cost: \$56,664,000, partially funded by:
 - \$500,000 from City of San Diego Inclusionary Affordable Housing Fund, administered and loaned by SDHC
 - Multifamily Housing Revenue Bonds: \$28,700,000 (SDHC authorized the issuance of the bonds; the Housing Authority of the City of San Diego approved the bonds)
 - State Mental Health Services Act Loan: \$1,462,000
 - City of San Diego (Former Redevelopment Agency) Loan: \$9,255,000