

HOUSING AUTHORITY OF
THE CITY OF SAN DIEGO

RESOLUTION NUMBER HA- 1790

DATE OF FINAL PASSAGE September 18, 2018

A RESOLUTION OF THE HOUSING AUTHORITY OF THE
CITY OF SAN DIEGO APPROVING A FORGIVABLE LOAN
TO EXTEND THE AFFORDABILITY RESTRICTIONS FOR A
201-UNIT PROJECT KNOWN AS ISLAND INN.

WHEREAS, Island Inn is an existing, 201-unit rental project located at 202 Island Avenue in the Marina District of the City of San Diego; and

WHEREAS, the former Redevelopment Agency (Former RDA) previously negotiated land use covenants in the early 1990's in exchange for a forgivable loan; and

WHEREAS, the Former RDA land use covenants for Island Inn required 40 units to be affordable to residents with income up to 50 percent of San Diego's Area Median Income (AMI); 80 units to be affordable up to 80 percent of AMI; and the remaining units to be affordable up to 120 percent of AMI; and

WHEREAS, the Former RDA land use covenants for Island Inn expired in 2017, but the owner of Island Inn (the Owner) has not provided the tenants the required one-year notice for terminating the affordability restrictions, pending negotiations between the Owner and the San Diego Housing Commission (Housing Commission); and

WHEREAS, the Owner intends to issue one-year notices informing the tenants of the termination of the Former RDA restrictions in late 2018; and

WHEREAS, at the end of the one-year period, the deed of trust securing the Former RDA note will be fully reconveyed, and the Former RDA agreement with the Owner will be terminated; and

WHEREAS, the Housing Authority now desires to pay the Owner the sum of \$2,750,000 in exchange for the extension of affordability restrictions on Island Inn through year 2027, so that thirteen of the 201 units will be affordable to and occupied by households earning at or below 50 percent of AMI and the remaining 188 units will be occupied by and affordable to households earning at or below 80 percent of AMI; NOW, THEREFORE,

BE IT RESOLVED, by the Board of Commissioners of the Housing Authority of the City of San Diego, as follows:

1. A forgivable loan in the amount of \$2,750,000 to Island Inn, L.P., is hereby approved to impose affordability restrictions on Island Inn through December 31, 2027, such that thirteen of the 201 units will be affordable to and occupied by households earning at or below 50 percent of AMI and the remaining 188 units will be occupied by and affordable to households earning at or below 80 percent of AMI.

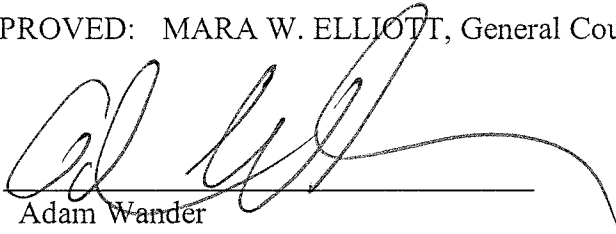
2. The President & Chief Executive Officer of the Housing Commission (President & CEO), or designee, is authorized to execute such documents and perform such acts as are necessary to implement these approvals, in a form and format as approved by General Counsel of the Housing Commission.

3) The President & CEO, or designee, is authorized to change funding sources, when in the best interests of the Housing Commission, provided that such funding sources are

available and provided further that the amount of the forgivable loan does not increase beyond that approved in these actions.

APPROVED: MARA W. ELLIOTT, General Counsel

By

A handwritten signature in black ink, appearing to read 'Adam Wander', written over a horizontal line.

Adam Wander
Deputy General Counsel

ARW:jdf

09/04/18

OrDept: Housing Authority

Doc. No.: 1828002

Passed and adopted by the Housing Authority of the City of San Diego on September 18, 2018,
 by the following vote:

	Yeas	Nays	Excused	Not Present
Barbara Bry	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Lorie Zapf	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Chris Ward	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Myrtle Cole	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Mark Kersey	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Chris Cate	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Scott Sherman	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
David Alvarez	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Georgette Gomez	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

AUTHENTICATED BY:

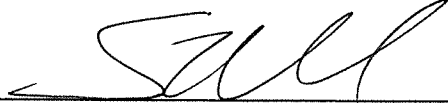
Myrtle Cole

 Chair of the Housing Authority
 of the City of San Diego, California

Richard C. Gentry

 Executive Director of the Housing Authority
 of the City of San Diego, California

I HEREBY CERTIFY that the above and foregoing is a full, true and correct copy of
 RESOLUTION NO. 1790 passed and adopted by the Housing Authority of the City of San
 Diego, California on September 18, 2018.

By: 

Scott Marshall
 Deputy Secretary of the Housing Authority
 of the City of San Diego, California