

HOUSING AUTHORITY OF
THE CITY OF SAN DIEGO

RESOLUTION NUMBER 1118

ADOPTED ON JULY 31, 2001

A RESOLUTION AUTHORIZING THE HOUSING COMMISSION TO:
(1) LOAN HOUSING DEVELOPMENT PARTNERS \$226,000; (2) MAKE A
REVOCABLE GRANT TO HOUSING DEVELOPMENT PARTNERS OF
\$230,000; (3) FACILITATE ACQUISITION OF THE MASON HOTEL, A 27-
UNIT SINGLE-ROOM OCCUPANCY HOTEL LOCATED AT 1345 FIFTH
AVENUE; AND (4) MAKE THE SITE READY FOR OPERATION AS
SPECIAL PURPOSE HOUSING FOR EXTREMELY LOW INCOME
INDIVIDUALS.

WHEREAS, on June 9, 1994, the Housing Commission made a residual receipts loan to
Housing Opportunities, Inc. (HOI) in the amount of \$420,500 for rehabilitation of the
Mason Hotel; and

WHEREAS, on December 6, 2000, the City Council approved a program to assist the
special needs homeless population by constructing or rehabilitating 100 units of permanent
supportive housing for severely mentally ill residents; and

WHEREAS, on March 19, 2001, HOI offered to sell the 27-unit, single-room occupancy,
Mason Hotel to the Housing Commission; and

WHEREAS, on July 20, 2001, the Housing Commission approved and recommended
Housing Authority approval to allocate \$226,000 of Housing Trust Fund funds and \$230,000 of
Community Development Block Grant funds to acquire the Mason Hotel and make the property
ready to operate as special purpose rental housing for extremely low income residents, as more
particularly described in Housing Commission Report HCR01-049; NOW, THEREFORE,

BE IT RESOLVED, by the Housing Authority of the City of San Diego, that on the terms

and conditions outlined in Housing Commission Report HCR01-049, the Housing Commission:

1. Increase the Housing Commission commitment to the Mason Hotel to \$876,500 by loaning \$226,000 of Housing Trust Fund funds and granting \$230,000 of Community Development Block Grant funds to Housing Development Partners of San Diego (HDP) to pay off a bank loan to the project, fund reserves, and pay for rehabilitation work.
2. Allow HDP to assume the existing \$420,500 Commission loan to HOI.
3. Allow HDP to assume two Centre City Development Corporation (CCDC) loans and merge them into one Second Trust Deed loan on the condition that HDP pay CCDC 50 percent of the residual receipts of the development.
4. Amend the Commission's Fiscal Year 2002 budget, adding \$470,000 of Community Development Block Grant funds for special purpose housing, \$230,000 of which would be committed to the Mason Hotel.

BE IT FURTHER RESOLVED, that the Chief Executive Officer, Chief of Staff, or designee, is authorized to execute any and all documents necessary to complete these transactions, subject to General Counsel's approval.

APPROVED: CASEY GWINN, General Counsel

By

Prescilla Dugard
Deputy Counsel

PD:cdk
07/12/01
Orig.Dept. SDHC
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