

(HA-97-47)

HOUSING AUTHORITY OF

THE CITY OF SAN DIEGO

RESOLUTION NO. 00899

ADOPTED ON MAY 13, 1997

A RESOLUTION APPROVING CONVERSION TO A GRANT, AS REQUIRED BY HUD, OF \$146,685 OF A PREVIOUSLY APPROVED LOAN TO URBAN COUNCIL DEVELOPMENT, INCORPORATED FOR DEVELOPMENT OF 70-UNIT "VILLA RICA" HOUSING FOR VERY LOW INCOME SENIORS.

WHEREAS, the Housing Authority has previously approved a loan of \$800,000 to Urban Council Development, Incorporated (UCDI) towards the development of Villa Rica, a 70-unit housing complex for very low income seniors to which HUD has committed more than \$5 million of Section 202 development funds and \$4.4 million in operating subsidies; and

WHEREAS, under the Section 202 program, HUD will not fund certain necessary project costs and, further, will not allow some of these costs to be structured as a loan to the project; and

WHEREAS, the amount which HUD will not allow as a loan for the development of "Villa Rica" has recently been determined to be \$146,685; and

WHEREAS, the Housing Commission, on April 21, 1997, approved converting \$146,685 of the previously-approved \$800,000 loan to UCDI to a grant, leaving the remaining \$653,315 as a loan covered by a HUD-approved Residual Receipts Note; NOW, THEREFORE,

BE IT RESOLVED, by the Housing Authority of The City of San Diego, that \$146,685 of the Housing Commission's loan to UCDI for

the development of "Villa Rica" is hereby approved as a grant.

APPROVED: CASEY GWINN, General Counsel

By
Prescilla Dugard
Deputy Counsel

PD:cdk
04/25/97
Or.Dept:Hsg.Comm.
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