

RESOLUTION NUMBER R- 298314

ADOPTED ON AUG 05 2003

A RESOLUTION PURSUANT TO SECTION 147(f) OF THE INTERNAL REVENUE CODE OF 1986 APPROVING THE ISSUANCE OF BONDS BY THE HOUSING AUTHORITY OF THE CITY OF SAN DIEGO FOR THE RANCHO DEL NORTE APARTMENTS.

WHEREAS, the Housing Authority of the City of San Diego [the Authority] adopted a resolution that constituted a declaration of official intent to issue of not to exceed \$9,300,000 aggregate principal amount of multifamily housing revenue bonds for the Rancho del Norte Apartments [the Bonds] to finance the acquisition and construction of approximately 119 units of multifamily rental housing located at the northwest intersection of Camino del Norte and Rancho Bernardo Road, described in the form of notice of public hearing attached as Exhibit "A," hereto [the Project]; and

WHEREAS, the Project cost has increased and the Housing Commission anticipates the bond amount will be not to exceed \$9,825,000, as further described in Housing Commission Report No. HCR03-048; and

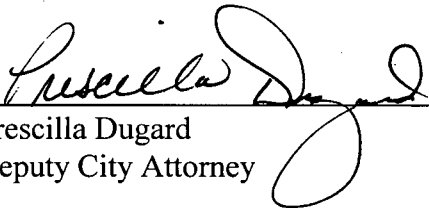
WHEREAS, in order for interest on the Bonds to be tax-exempt, Section 147(f) of the Internal Revenue Code of 1986 requires that the Bonds be approved by the City Council as the applicable elected representative after a public hearing following reasonable public notice; and

WHEREAS, notice of a public hearing with respect to the proposed issuance of the Bonds was published in a newspaper of general circulation in the City on July 16, 2003; and

WHEREAS, the hearing was held on August 5, 2003, and an opportunity was provided for interested persons to express their views on the issuance of the Bonds and on the nature and location of the Project; NOW THEREFORE,

BE IT RESOLVED, by the City Council of the City of San Diego that this City Council, as the applicable elected representative under Section 147(f) of the Code, approves the issuance of the Bonds by the Authority.

APPROVED: CASEY GWINN, City Attorney

By 
Prescilla Dugard
Deputy City Attorney

PD:dm
07/16/03
Or.Dept:SDHA
R-2004-131

EXHIBIT A

NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that the City Council of the City of San Diego on Tuesday, August 5, 2003, at the hour of 10 a.m., at the City Council Chambers, 12th floor, 202 C Street, San Diego, California, will hold a public hearing in accordance with Section 147(f) of the Internal Revenue Code of 1986 with respect to the proposed issuance by the Housing Authority of the City of San Diego of its multifamily housing revenue bonds in order to finance the acquisition and construction of the multifamily rental housing development described in the following table [the "Project"]:

Name	Location	Number of Units	Maximum Bond Amount
Rancho del Norte Apartments	Northwest intersection of Camino del Norte and Ranch Bernardo Road in the Black Mountain Ranch Planning subarea of the North City, San Diego, CA	119	\$9,825,000

The owner, operator, or manager of the Projects will be Chelsea Investment Corp., or another partnership or limited liability company formed by Chelsea Investment Corp. for the purpose of owning the Projects.

Notice is further given that at said hearing, all interested parties will have an opportunity to be heard on the question of whether or not such multifamily housing revenue bonds should be issued. Written comments may also be submitted prior to the hearing, c/o Mr. Peter Armstrong, San Diego Housing Commission, 1625 Newton Avenue, San Diego, California 92113-1038.

Dated: July 16, 2004

CITY COUNCIL OF THE CITY OF SAN DIEGO

P-298314