RESOLUTION NUMBER R-

301697

DATE OF FINAL PASSAGE

JUL 3 1 2006

339 7/25/06

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO: (i) FINDING THAT THE USE OF LOW AND MODERATE INCOME FUNDS OUTSIDE OF THE GRANTVILLE REDEVELOPMENT PROJECT AREA AND WITHIN THE NAVAJO AND TIERRASANTA COMMUNITIES WILL BE OF BENEFIT TO THE GRANTVILLE REDEVELOPMENT PROJECT AREA; AND (ii) APPROVING THE GRANTVILLE REDEVELOPMENT PROJECT AREA HOUSING ENHANCEMENT LOAN PROGRAM AND GUIDELINES.

WHEREAS, the Council of the City of San Diego ("City Council") adopted the Redevelopment Plan for the Grantville Redevelopment Project Area ("Project Area") on May 17, 2005, by Ordinance No. O-19380 ("Redevelopment Plan"); and

WHEREAS, a validation action challenging the creation of the Project Area is pending in the Superior Court of California, County of San Diego and is expected to be resolved in calendar year 2006; and

WHEREAS, pursuant to Sections 33334.2(a) and 33334.6(c) of the California

Community Redevelopment Law (Cal. Health and Safety Code Section 33000 et seq.) ("CRL"),

not less than 20% of all taxes allocated to the Redevelopment Agency of the City of San Diego

("Agency") are deposited by the Agency into a Low and Moderate Income Housing Fund. These

funds are used by the Agency for the purpose of increasing, improving and preserving the

community's supply of low and moderate income housing available at affordable housing costs

to persons and families of low and moderate income, including very low income persons

("Housing Set-Aside Funds"); and

WHEREAS, pursuant to Section 33334.2(g) of the CRL, the Agency may use Housing Set-Aside Funds outside the Project Area upon resolution of the City Council and the Agency that the use will benefit the Project Area; and

WHEREAS, pursuant to Section 33334.6(a) of the CRL, the California State Legislature has found and declared that the provision and improvement of affordable housing outside of redevelopment project areas can be of direct benefit to those projects in assisting the accomplishments of project objectives whether or not those redevelopment projects provide for housing within the Project Area; and

WHEREAS, based upon the objectives of the Redevelopment Plan, the City Council has determined that the provision and improvement of low and moderate income housing within the Navajo and Tierrasanta communities will assist in the accomplishment of the low and moderate housing objectives of the Redevelopment Plan and Project Area, including, but not limited to, maintaining the supply of affordable centrally located housing in the Navajo and Tierrasanta communities, providing choice of a variety of rehabilitated housing options to local residents, and fostering markets for the improved patronage and revitalization of, among others, the Grantville area and Allied Gardens area; and

WHEREAS, pursuant to Section 33334.2 of the CRL, the Agency desires to create the Grantville Redevelopment Project Area Housing Enhancement Loan Program ("G-HELP"), pursuant to which the Agency will use Housing Set-Aside Funds to provide loans to very low- to moderate- income households for the improvement and rehabilitation of owner-occupied housing outside the Project Area in accordance with the Grantville Redevelopment Project Area Housing Enhancement Loan Guidelines dated JUL 25 202006 ("Guidelines"); and

WHEREAS, the City Council desires to authorize the expenditure by the Agency of an amount not to exceed \$1,000,000 of Housing Set-Aside Funds to implement and administer the G-HELP in accordance with the Guidelines; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego, as follows:

- 1. That the City Council hereby finds that the foregoing recitals are true and correct.
- 2. That the City Council hereby finds and determines that the use of Housing Set-Aside Funds outside of the Grantville Redevelopment Project Area and within the Navajo and Tierrasanta communities to carry out and administer the Grantville Redevelopment Project Area Housing Enhancement Loan Program for the purpose of increasing, improving and preserving the City of San Diego's supply of low and moderate income housing available at affordable housing cost, will be of benefit to the Navajo and Tierrasanta communities and the Grantville Redevelopment Project Area.
- 3. That this activity is not a "project" and is therefore exempt from CEQA pursuant to State CEQA Guidelines Section 15060(c)(3).

APPROVED: MICHAEL J. AGUIRRE, City Attorney

By

Eunice C. Chan

Deputy City Attorney

ECC:nda 07/03/06

Or.Dept:Redev.Agency

R-2007-2

MMS#3328

Comp. RA-2007-1

RA-2007-2

RA-2007-3

RA-2007-4

Diego, at this meeting of July 25,2006	bassed by the Council of the City of Sa
	ELIZABETH S. MALAND City Clerk
	By <u>Nebbus Riverson</u> Cuy Deputy City Clerk
Approved: 7-31-26 (date)	JERRY SANDERS, Mayor
Vetoed:(date)	JERRY SANDERS, Mayor

Passed by the Council of The City of San Die	go on JUL 25	2006, by	the following vote:	
Council Members Yeas	s Nays	Not Present	Ineligible	
Scott Peters				
Kevin Faulconer				
Toni Atkins				
Anthony Young				
Kevin Faulconer Toni Atkins Anthony Young Brian Maienschein Donna Frye Jim Madaffer				
Donna Frye				
Jim Madaffer				
Ben Hueso				
Date of final passage	· · · · · · · · · · · · · · · · · · ·			
		JERRY SAN	NDERS	
AUTHENTICATED BY:	Mayor o		Diego, California.	
		ELIZABETH S.		
(Seal)	City Clerk	c of The City of Sa	n Diego, California.	
•	By Jan	pe 5\$, Dep	uty

Office of the City Clerk, San Diego, California

Resolution Number