201 203

RESOLUTION NUMBER R- 305720

DATE OF FINAL PASSAGE APR 0 5 2010

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN DIEGO MAKING CERTAIN FINDINGS RELATING TO THE USE OF LOW- AND MODERATE- INCOME HOUSING TAX INCREMENT FUNDS OUTSIDE OF THE SOUTHCREST REDEVELOPMENT PROJECT AREA FOR USE TOWARD THE LEAD SAFE SAN DIEGO PROGRAM WITHIN THE REDEVELOPMENT PROJECT AREAS MANAGED BY THE SOUTHEASTERN ECONOMIC DEVELOPMENT CORPORATION AND WITHIN SEDC'S AREA OF INFLUENCE.

WHEREAS, in accordance with California Community Redevelopment Law, codified as California Health and Safety Code Section 33000 *et seq*. [CRL], the Redevelopment Agency of the City of San Diego [Agency] has set aside twenty percent (20%) of all tax increment funds [Set-Aside Funds] generated by redevelopment project areas 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 to persons and families of low or moderate income and very low income households; and

WHEREAS, Section 33334.2 of the CRL provides that Set-Aside Funds shall be used to provide housing for specific income groups, and that findings of benefit [Findings of Benefit] to the redevelopment project area from which the funds are derived must be made by the Agency and the City Council prior to the allocation of the Set-Aside Funds outside of the redevelopment project area; and

WHEREAS, the Agency has also adopted Redevelopment Agency Policy 100-1 which allows for the use of Set-Aside Funds outside of a redevelopment project area provided the Findings of Benefit are made as required by the CRL; and

WHEREAS, the Southcrest, Mount Hope, Central Imperial, and Gateway Center West Redevelopment Project Areas [Project Areas] are redevelopment project areas adopted by the Agency pursuant to the California Community Redevelopment Law (California Health and Safety Code Section 33000 et seq.); and

WHEREAS, the Southeastern Economic Development Corporation [SEDC] is a non-profit corporation that manages the Project Areas and the areas outside the Project Areas within the surrounding neighborhoods located in SEDC's Area of Influence including the Dells Imperial Study Area [collectively referred to as the SEDC LSSD Area or SEDC Area of Influence]; and

WHEREAS, the San Diego Housing Commission [Commission] has established the Lead Safe San Diego Program [Program], to provide grants for the benefit of occupants of residential rental properties constructed prior to 1979, occupied or frequented by children under the age of six, which occupants' gross household income is no greater than 80% of the area median family income [AMI] for San Diego County; and

WHEREAS, the Agency has \$150,000 of Low and Moderate Income Housing Set-Aside
Funds [Agency Funds], identified in the Agency's Fiscal Year 2009-2010 Budget for the Southcrest
Redevelopment Project Area, available for use toward the Program; and

WHEREAS, in order to assist in the funding of grants provided pursuant to the Program, the Agency desires to allocate the Agency Funds, to be used inside and outside the Southcrest Redevelopment Project Area within the SEDC LSSD Area as contemplated by the Program; and

WHEREAS, the City Council finds that the expenditure of Agency Funds for the Program will be of benefit to the Southcrest Redevelopment Project Area; NOW, THEREFORE,

BE IT RESOLVED, that the Council of the City of San Diego makes the Findings of Benefit to the Southcrest Redevelopment Project Area as follows:

- (a) That the proposed use of Agency Funds for the Program for the Project Areas managed by SEDC, implemented in part outside of the Southcrest Redevelopment Project Area within the SEDC Area of Influence, will benefit the Southcrest Redevelopment Project Area in that:
- (1) The provision and preservation of affordable housing is, in itself, a fundamental purpose of redevelopment. Any preservation of the stock of available housing for low- and moderate- income persons benefits the surrounding areas, including the Southcrest Redevelopment Project Area that provides the funds, by encouraging local accommodations for a diverse workforce and consumers at various income levels throughout the City of San Diego.
- Implementation Plan [Plans] for the Southcrest Redevelopment Project Area. The occupants of residential rental properties eligible for the Program will live in the Southcrest Redevelopment Project Area or outside the Southcrest Redevelopment Project Area in the adjacent neighborhoods located within the SEDC Area of Influence. Their close proximity within and to the Southcrest Redevelopment Project Area promotes the success of the Plans by improving, promoting and preserving the positive neighborhood characteristics of the Southcrest Redevelopment Project Area, promoting varied housing opportunities, improving and enhancing the housing stock within the Southcrest Redevelopment Project Area, and supporting and promoting the growth and vitality of the Southcrest business environment.
- (3) The Program will support home-occupancy by low- and moderate-income residents within and outside the Southcrest Redevelopment Project Area.
- (4) The use of Agency Funds toward the Program will enable the Commission to disburse grants for the benefit of occupants of residential rental properties who are income

eligible and seek to rehabilitate residential properties located within the Southcrest Redevelopment Project Area and/or outside the Southcrest Redevelopment Project Area within the SEDC Area of Influence.

(b) That the Agency Funds are authorized to be used toward the Program within the Southcrest Redevelopment Project Area or outside the Southcrest Redevelopment Project Area within the SEDC Area of Influence.

APPROVED: JAN I. GOLDSMITH, City Council

By

Diane B. Young

Deputy City Attorney

DBY:hm 03/10/10

Or.Dept:Redev.Agency

R-2010-657

MMS#11469

Comp.:RA-2010-75 RA-2010-76

| Diego, at this meeting of MAR 2 3 2010 | passed by the Council of the City of S |
|--|--|
|  | ELIZABETH S. MALAND<br>City Clerk      |
|  | By Aduli Adulin Deputy City Clerk      |
| Approved: 4.5-12 (date)                | JERRY SANDERS, Mayor                   |
| Vetoed:(date)                          | JERRY SANDERS, Mayor                   |