## 550483-19-24

(R-2024-411)

## RESOLUTION NUMBER R- 315445

DATE OF FINAL PASSAGE MAR 2 0 2024

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO APPROVING A HOME-ARP SUBRECIPIENT AGREEMENT BETWEEN THE CITY OF SAN DIEGO AND THE SAN DIEGO HOUSING COMMISSION FOR A GRANT IN AN AMOUNT NOT TO EXCEED \$1,465,000 FOR THE ABBOTT STREET AFFORDABLE HOUSING PROJECT.

WHEREAS, the American Rescue Plan of 2021 (ARP) was passed on March 11, 2021, in response to the COVID-19 pandemic and established a special one-time allocation of funds to reduce homelessness and increase housing stability; and

WHEREAS, the City of San Diego (City) received \$20,956,979 from the U.S.

Department of Housing and Urban Development (HUD) under ARP for the HOME Investment Partnerships (HOME) program (collectively, HOME-ARP); and

WHEREAS, the City must use HOME-ARP funds to primarily benefit individuals and families who are: (1) homeless; (2) at risk of homelessness; (3) fleeing, or attempting to flee domestic violence, dating violence, sexual assault, stalking, or human trafficking; (4) part of other populations where providing supportive services or assistance would prevent a family's homelessness or would serve those with the greatest risk of housing instability; or (5) veterans and families that include a veteran family member meeting the criteria of one of the clauses (1) through (4) above; and

WHEREAS, the City Council approved a HOME-ARP Allocation Plan (Allocation Plan) by Resolution R-314338, dated September 21, 2022; and

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WHEREAS, the Allocation Plan recommended among other things that the City use HOME-ARP funds to support the development of affordable housing and non-congregate shelters for individuals experiencing or at risk of homelessness; and

WHEREAS, the Allocation Plan states the City will award HOME-ARP funding through a competitive Notice of Funding Availability process or as a local match for California Department of Housing and Community Development Homekey Program (Homekey) funding; and

WHEREAS, Wakeland Abbott LLC (Developer) proposes to acquire property located at 2147 Abbott Street in San Diego (Property) and rehabilitate a vacant multifamily building to create 13 affordable rental housing units and one office or service space for people experiencing homelessness or at risk of homelessness with income up to 30 percent of San Diego's area median income (Project); and

WHEREAS, in December 2023, the San Diego Housing Commission (Housing Commission) approved spending \$3,900,000 in Homekey funds to support the Project; and

WHEREAS, the Housing Commission also committed 13 Project Based Vouchers to help future Project residents pay their rent; and

WHEREAS, the City and the Housing Commission propose to use \$1,465,000 of the City's HOME-ARP funds to support the Project in combination with the Housing Commission's Homekey funds; and

WHEREAS, the County of San Diego has also committed \$1,465,000 to support the Project; and

WHEREAS, the City and the Housing Commission have negotiated the terms of a proposed HOME-ARP Subrecipient Agreement (Agreement) for the City to grant the Housing

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Commission HOME-ARP funds in an amount not to exceed \$1,465,000 (Grant) to be used for the Project, and a copy of the Agreement is included in the docket materials accompanying this Resolution; and

WHEREAS, the Agreement requires the Housing Commission to ensure compliance with all HOME-ARP requirements, including those related to rent, income, tenant selection, property standards, and lease requirements; and

WHEREAS, the Agreement requires that Developer record a declaration of covenants, conditions, and restrictions on the Property to restrict, for at least 55 years, 13 units for occupancy by qualifying individuals and households who are homeless, at risk of homelessness, or in other vulnerable populations as required by HOME-ARP; and

WHEREAS, the Agreement requires the Housing Commission to comply with the spending and monitoring requirements in HOME-ARP to ensure Grant funds are used for eligible Project costs; and

WHEREAS, the City Council believes that the Agreement is in the best interests of the City and the health, safety, morals, and welfare of its residents, and in accord with the public purposes and provisions of applicable law; and

WHEREAS, the Office of the City Attorney has drafted this Resolution based on the information provided by City staff (including information provided by affected third parties and verified by City staff), with the understanding that this information is complete, true, and accurate; NOW, THEREFORE,

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

1. The Council approves the Agreement, including all attachments and exhibits to the Agreement.

2. The Mayor or designee is authorized and directed, on behalf of the City, to sign and enter into the Agreement, including all attachments and exhibits to the Agreement requiring the City's signature, and take all other reasonable actions that are necessary or appropriate to perform the City's obligations under the Agreement. A copy of the Agreement, when fully executed, shall be placed on file with the City Clerk as Document No. RR-<u>315445</u>.

3. The Chief Financial Officer, as delegated, is authorized to appropriate and expend an amount not to exceed \$1,465,000 from Fund 600000 Grant 1000703-2022 HOME-American Rescue Plan for allocation of the Grant funds to the Housing Commission for the Project, contingent upon the Chief Financial Officer furnishing a certificate certifying that funds necessary for expenditure are, or will be, on deposit with the City Treasurer.

APPROVED: MARA W. ELLIOTT, City Attorney

William W. Witt Senior Deputy City Attorney

WWW:jdf:hm 03/08/2024 Or.Dept: Econ.Dev. Doc. No.: 3592061

By:

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DIANA J.S. FUENTES City Clerk By:

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Approved:

Vetoed:

(date)

TODD GLORIA, Mayor

Passed by the Council of The City of San Diego on \_\_\_\_\_

MAR 1 9 2024 \_\_\_\_\_, by the following vote:

Councilmembers	Yeas	Nays	Not Present	Recused
Joe LaCava	$\square$			
Jennifer Campbell				
Stephen Whitburn	Z			
District 4 - vacant				
Marni von Wilpert	$\square$			
Kent Lee	$\square$			
Raul A. Campillo	$\square$			
Vivian Moreno	· 🛛 🗹	· [] ·		
Sean Elo-Rivera	$\square$			

Date of final passage MAR 2 0 2024

(Please note: When a resolution is approved by the Mayor, the date of final passage is the date the approved resolution was returned to the Office of the City Clerk.)

AUTHENTICATED BY:

TODD GLORIA

Mayor of The City of San Diego, California.

(Seal)

DIANA J.S. FUENTES City Clerk of The City of San Diego, California.

By <u>Linda hein</u>, Deputy For Gilbert Sanchez

Office of the City Clerk, San Diego, California

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