

RESOLUTION NO. 2022-276

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ELK GROVE AUTHORIZING THE CITY MANAGER TO EXECUTE LOAN DOCUMENTS NECESSARY TO MAKE A LOAN OF UP TO \$6 MILLIION TO THE Lyla APARTMENT PROJECT AND TO RESTRICT THE AFFORDABILITY OF THE PROJECT UNITS (CEQA EXEMPT)

WHEREAS, the City of Elk Grove (City) has recognized the need to provide affordable housing to all economic segments of the City; and

WHEREAS, the City's affordable housing development impact fee provides financial resources to promote and assist in the development of new affordable housing in the City; and

WHEREAS, the Affordable Housing Fund (AHF) may be used to provide assistance with new rental residential development costs for low-income and very low-income housing; and

WHEREAS, Elk Grove Laguna Pacific Associates, a California Limited Partnership (Developer), proposes to develop a 294-unit affordable housing project, including three unrestricted units available for property management staff, known as The Lyla (Project), and submitted a request for gap financial assistance from the City to help achieve financial feasibility for the Project and maximize the affordability of Project units; and

WHEREAS, on September 8, 2021, the City Council approved a conditional loan commitment of up to \$6 million for the Project; and

WHEREAS, subsequent to the conditional loan approval, the Developer secured tax credit financing and private financing, which, along with the loan from the City, will allow the Project to move forward; and

WHEREAS, staff has negotiated a set of loan documents, including a Loan Agreement (with exhibits) and Notice of Affordability Restrictions, for the Project; and

WHEREAS, the Project qualifies as a project under the California Environmental Quality Act (CEQA), Public Resource Code §§21000 et seq.; and

WHEREAS, no further environmental review is required under CEQA pursuant to State CEQA Guidelines Section 15183 (Projects Consistent with a Community Plan, General Plan, or Zoning) subject to the finding included in the City of Elk Grove Planning Commission's Resolution 2022-31.

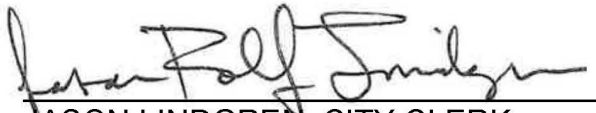
NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Elk Grove hereby authorizes the City Manager to take all actions and execute all documents reasonably necessary, subject to approval as to form by the City Attorney, to effectuate an Affordable Housing Fund loan for the Project in an amount up to \$6 million and to ensure restrictions on the affordability of the Project.

PASSED AND ADOPTED by the City Council of the City of Elk Grove this 9th day of November 2022



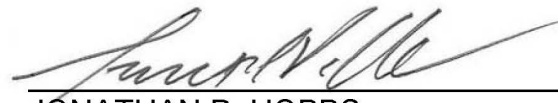
BOBBIE SINGH-ALLEN, MAYOR of the
CITY OF ELK GROVE

ATTEST:



JASON LINDGREN, CITY CLERK

APPROVED AS TO FORM:



JONATHAN P. HOBBS,
CITY ATTORNEY

CERTIFICATION
ELK GROVE CITY COUNCIL RESOLUTION NO. 2022-276

STATE OF CALIFORNIA)
COUNTY OF SACRAMENTO) ss
CITY OF ELK GROVE)


I, Jason Lindgren, City Clerk of the City of Elk Grove, California, do hereby certify that the foregoing resolution was duly introduced, approved, and adopted by the City Council of the City of Elk Grove at a regular meeting of said Council held on November 9, 2022 by the following vote:

AYES: **COUNCILMEMBERS:** *Singh-Allen, Hume, Spease, Nguyen*

NOES: **COUNCILMEMBERS:** *None*

ABSTAIN: **COUNCILMEMBERS:** *None*

ABSENT: **COUNCILMEMBERS:** *Suen*



Jason Lindgren, City Clerk
City of Elk Grove, California