

HOMELESSNESS AND POVERTY COMMITTEE REPORT relative to the issuance of tax-exempt multifamily conduit revenue bonds for the Marcella Gardens, located at 6714 and 6722 South Main Street, and 115, 121, 125, and 129 East 68th Street Los Angeles.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. NOTE and FILE the Los Angeles Housing and Community Investment Department (HCIDLA) transmittal dated July 15, 2020 relative to the issuance of tax-exempt multifamily conduit revenue bonds for the Marcella Gardens.
2. ADOPT the accompanying RESOLUTION provided as Attachment A, in the July 15, 2020 HCIDLA report, attached to the Council file, authorizing the issuance of up to \$15,900,000 in tax-exempt multifamily conduit revenue bonds for the Marcella Gardens, located at 6714 and 6722 South Main Street, and 115, 121, 125, and 129 East 68th Street Los Angeles.
3. AUTHORIZE the General Manager, HCIDLA, or designee, to:
  - a. Negotiate and execute the relevant bond documents for the Marcella Gardens, subject to the approval of the City Attorney as to form.
  - b. Negotiate and reduce, if necessary, the interest rate of the Marcella Gardens Project's Proposition HHH Supportive Housing loan of \$12 million from 3 percent to a 1 percent simple interest rate.

Fiscal Impact Statement: The City Administrative Officer reports that there will be no impact to the General Fund as a result of the issuance of these tax-exempt multifamily conduit revenue bonds for the Marcella Gardens. The City is a conduit issuer and does not incur liability for the repayment of the bonds, which are a limited obligation payable solely from the revenues of the Marcella Gardens Project, and the City will in no way be obligated to make payments on the bonds.

Community Impact Statement: None submitted.

Summary:

At a meeting held on August 27, 2020, your Homelessness and Poverty Committee considered a City Administrative Officer report dated August 10, 2020, relative to the issuance of tax-exempt multifamily conduit revenue bonds for the Marcella Gardens. The report attached to the Council file, includes some background on the matter.

After providing an opportunity for public comment, the Committee moved to approve the recommendations reflected above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

## HOMELESSNESS AND POVERTY COMMITTEE

<b><u>MEMBER</u></b>	<b><u>VOTE</u></b>
O'FARRELL:	YES
RODRIGUEZ:	YES
BONIN:	ABSENT
HARRIS-DAWSON:	YES
RYU:	YES

EV  
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**-NOT OFFICIAL UNTIL COUNCIL ACTS-**