

## M E M O R A N D U M

**DATE:** January 15, 2020

**TO:** Board of Directors  
The Long Beach Community Investment Company

**FROM:** Linda F. Tatum, President *PW/for*

**SUBJECT:** Adoption of a Resolution Authorizing the Submission of an Application to the California State Department of Housing and Community Development for Funding under the CalHome Program

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### RECOMMENDATION:

1. Adopt the attached resolution authorizing the submittal of an application to the California State Department of Housing and Community Development for \$5,000,000 in funding under the CalHome Program.
2. Authorize the President to execute a Standard Agreement and any amendments thereto, and any related documents necessary to participate in the CalHome Program.

### DISCUSSION

Staff requests authorization to submit an application for \$5,000,000 to the State Department of Housing and Community Development (HCD) for funding under the CalHome Program. Funds for the CalHome Program were allocated in the Affordable Housing Bond Act of 2018 to fund Local Public Agencies or Nonprofit Corporations for eligible activities within the CalHome Program, including first-time homebuyer mortgage assistance, owner-occupied rehabilitation assistance, and Accessory Dwelling Unit/Junior ADU assistance (ADU).

The LBCIC and the City of Long Beach previously received CalHome grant allocations for second mortgage assistance and owner-occupied rehabilitation assistance totaling \$8,750,000. These funds were expended to assist 95 qualified homebuyers with the purchase of their first home, and 59 low-income homeowners rehabilitate their properties.

Should the LBCIC approve the recommendation staff will submit an application to HCD for the following activities: \$1,000,000 for first-time homebuyer mortgage assistance, and \$4,000,000 for ADU Assistance.

These programs will provide loans of up to \$100,000 to low-income households. The mortgage assistance loans will be awarded to qualified first-time homebuyers, and the ADU loans will be awarded to qualified homeowners to assist with the development of an ADU on their property.

**SUGGESTED ACTION:**

Approve Recommendations.

LT:PU:ac

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**Attachment:**

Resolution Authorizing the Submittal of an Application to the California State Department of Housing and Community Development for Funding under the CalHome Program

## RESOLUTION NO.

A RESOLUTION OF THE LONG BEACH COMMUNITY INVESTMENT COMPANY AUTHORIZING THE SUBMITTAL OF AN APPLICATION TO THE CALIFORNIA STATE DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT FOR FUNDING UNDER THE CALHOME PROGRAM; THE EXECUTION OF A STANDARD AGREEMENT IF SELECTED FOR SUCH FUNDING AND ANY AMENDMENTS THERETO; AND ANY RELATED DOCUMENTS NECESSARY TO PARTICIPATE IN THE CALHOME PROGRAM

WHEREAS, The Long Beach Community Investment Company (the "LBCIC"), a nonprofit public benefit corporation wholly owned by the City of Long Beach, wishes to apply for and receive an allocation of funds through the CalHome Program; and

WHEREAS, on November 27, 2019 the California Department of Housing and Community Development ("HCD") issued a Notice of Funding Availability ("NOFA") for the CalHome Program established by Chapter 84, Statutes of 2000 (SB 1656 Alarcon), and codified in Chapter 6 (commencing with Section 50650) of Part 2 of Division 31 of the Health and Safety Code (the "Statute"). Pursuant to the Statute, HCD is authorized to approve funding allocations utilizing monies made available by the State Legislature to the CalHome Program, subject to the terms and conditions of the Statute and the CalHome Program Regulations adopted by HCD in April 2004; and

WHEREAS, the LBCIC wishes to submit an application to obtain from HCD an allocation of CalHome funds in the amount of \$5,000,000;

NOW, THEREFORE, the Board of Directors of The Long Beach Community Investment Company resolves as follows:

Section 1. The LBCIC shall submit to HCD an application to participate in the CalHome Program in response to the NOFA issued on November 29, 2019, which will request a funding allocation for the following activities: \$1,000,000 for first-time homebuyer mortgage assistance loans, and \$4,000,000 for Accessory Dwelling Unit/Junior Accessory Dwelling Unit Assistance, to lower-income residents of the City of Long Beach up to the maximum amount permitted by CalHome Program Guidelines.

Section 2. If the application for funding is approved, the LBCIC hereby agrees to use the CalHome funds for eligible activities in the manner presented in the application as approved by HCD and in accordance with program guidelines cited above. The application in full is incorporated as part of the Standard Agreement. Any and all activities funded, information provided, and timelines represented in the application are enforceable through the Standard Agreement. The LBCIC acknowledges and agrees that it may be required to execute any and all other instruments necessary or required by HCD for participation in the CalHome Program.

Section 3. The LBCIC authorizes Linda F. Tatum, the President of the LBCIC, to execute in the name of the LBCIC the application, the Standard Agreement, and any subsequent amendments or modifications thereto, as well as any other documents required by HCD for participation in the CalHome Program, and any amendments thereto.

Section 4. This Resolution shall take effect immediately upon its adoption by the Board of Directors, and the Secretary shall certify the vote adopting this Resolution.

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I hereby certify that the foregoing Resolution was adopted by the Board of Directors of The Long Beach Community Investment Company at its meeting of January 15, 2020, by the following vote:

Ayes: Board Members:

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Noes: Board Members:

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Absent: Board Members:

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LBCIC Chair

