### THE CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE

## July 20, 2011

# Consideration and Approval of an Award Revision to Various Qualified Residential Rental Project Resolutions (Agenda Item No. 6)

# **ACTION**:

Approve the revision to various CDLAC Resolutions for the purpose of releasing the performance deposit without forfeit.

## **BACKGROUND:**

Over time, the Committee has awarded private activity bond allocation to multiple Projects that have recently issued their bonds. However, some of these Projects did not issue 100% of the awarded allocation amount, yet greater than 80% of the allocation awarded. Under Section 8869.84(e) of the California Government Code, for any awarded allocation amount not issued, a proportional share of the applicant/issuer's performance deposit shall be subject to forfeiture to CDLAC.

### **DISCUSSION:**

Projects often encounter justifiable reasons for issuing bonds in amounts slightly less than the original awarded allocation amounts from CDLAC. To avoid a forfeit, staff recommends revising the current CDLAC Resolutions for the Projects, listed below, to reflect the actual amount used.

## **RECOMMENDATION:**

Staff recommends approval of a revision to the CDLAC Resolutions for all five (5) projects listed below:

| Reso. # | App.#  | Project Name                       | Orig. Resol | ution Amount | Revised Resolution Amount |
|---------|--------|------------------------------------|-------------|--------------|---------------------------|
| 11-09   | 11-006 | NoHo Senior Villas Apartme         | nts         | \$9,600,000  | \$8,725,000               |
| 11-17   | 11-023 | <b>Tulare Portfolio Apartments</b> |             | \$6,100,000  | \$5,700,000               |
| 11-19   | 11-018 | <b>Canby Woods Senior Apartm</b>   | ents        | \$13,000,000 | \$12,350,000              |
| 11-21   | 11-020 | Mission Apartments                 |             | \$13,297,355 | \$12,888,363              |
| 11-47   | 11-002 | Arroyo Vista Family & Senio        | r Apts.     | \$31,000,000 | \$28,685,977              |

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