

CALIFORNIA TAX CREDIT ALLOCATION COMMITTEE
Minutes of the November 17, 2021 Meeting

1. Call to Order and Roll Call

State Treasurer Fiona Ma chaired the meeting of the California Tax Credit Allocation Committee (CTCAC). Treasurer Ma called the meeting to order at 12:21 p.m. Also, present Anthony Sertich for State Controller Betty Yee; Gayle Miller for Department of Finance (DOF) Director Keely Martin Bosler; California Housing Finance Agency (CalHFA) Executive Director Tiena Johnson Hall and California Department of Housing and Community Development (HCD) Director Gustavo Velasquez.

County Representative Terra Lawson-Remer and City Representative Vivian Moreno were absent.

2. Approval of the Minutes of the October 20, 2021 Meeting

MOTION: Mr. Sertich moved to approve the October 20, 2021 Meeting Minutes. Ms. Miller seconded, and the motion passed unanimously via a roll call vote.

3. Executive Director's Report

CTCAC Executive Director, Nancee Robles stated the Perris Sterling Villas III project (CA-21-494) returned its bond allocation and tax credit reservation. She confirmed the amount of state tax credits returned was \$8,819,309.

Ms. Robles discussed the CTCAC regulation changes and that staff is drafting the proposed regulation changes and developing a schedule for the public comment period and adoption by the Committee. She stated it is likely the proposed regulation changes will be considered and adopted at the January 2022 meeting, which will affect the application filing deadline and award meetings. Ms. Robles explained the 21-day public comment period will likely take place starting the first week of December through the last week of December 2021 allowing staff approximately two weeks to review and respond to public comments received in advance of January 2022 meeting.

- End of Executive Director's Report

4. Recommendation for Reservation of 2021 Second Round Federal Nine Percent (9%) Low Income Housing Tax Credits (LIHTCs)

Mr. Zeto stated as a follow up to the October 20, 2021 meeting, The Arthur at Blackstone (CA-21-100) and Heritage Square South (CA-21-177) serve as the final recommended projects in the Central Valley Region and Balance of Los Angeles County Region respectively. He explained the projects meet all program requirements and recommended to the Committee for approval.

MOTION: Mr. Sertich moved to approve the two additional projects. Ms. Miller seconded, and the motion passed unanimously via a roll call vote.

5. Recommendation of a Resolution establishing a Waiting List of pending applications for a Reservation of 2021 Second Round Federal Nine Percent (9%) and State Low Income Housing Tax Credits (LIHTCs), provided that credit remains available and such applications are complete, eligible and financially feasible

Mr. Zeto stated that with the remaining recommendations and appeals now finalized, staff recommends the proposed waiting list. With approximately \$17 million remaining in federal 9% tax credits, he explained CTCAC will likely award an additional eight to nine projects from the waiting list. Mr. Zeto stated staff recommends a resolution establishing a waiting list to the Committee for approval providing the Executive Director delegated authority to award the projects from the list.

MOTION: Mr. Sertich moved to approve the proposed waiting list. Ms. Miller seconded, and the motion passed unanimously via a roll call vote.

6. Public Comment

There was public comment.

Alejandro commented on the Poseidon Desalination Plant. He stated that the \$1.1 billion in private activity bonds should go towards affordable housing given the affordable housing crisis. Mr. Martinez explained the California Pollution Control Finance Authority should clean up pollution and make room for affordable housing. He added that giving the Poseidon bonds is counterproductive and the Committee needs to be responsive to the public and direct the bonds towards affordable housing.

7. Adjournment

Treasurer Ma adjourned the meeting at 12:31 p.m.