

Resolution No. 2016-03-29-1213

STOCKTON CITY COUNCIL

RESOLUTION APPROVING A NEIGHBORHOOD STABILIZATION PROGRAM LOAN IN THE AMOUNT OF \$1,280,000 TO VISIONARY HOME BUILDERS OF CALIFORNIA, INC. FOR THE HUNTER STREET APARTMENTS TO BE LOCATED AT 804 NORTH HUNTER STREET

On June 9, 2015, the City Council approved a \$720,000 Neighborhood Stabilization Program (NSP) loan to Visionary Home Builders of California, Inc. (Visionary) to renovate the property located at 804 North Hunter Street (the "Property") into the Hunter Street Apartments; and

The City has received funds from the United States Department of Housing and Urban Development (HUD) under the Neighborhood Stabilization Program (NSP); and

When Visionary acquired the Property, it was in foreclosure making it eligible to utilize NSP funding; and

The Hunter Street Apartments project is a proposed adaptive reuse project that will convert a vacant office building into 74 housing units and will serve Veterans with incomes between 30 and 60 percent of the AMI; and

Visionary proposed a variety of funding sources for the project one of which was recently determined not to be feasible and the elimination of this funding created a gap in the project budget; and

To help fill the need for additional funding, and to make the project's tax credit and AHSC applications more competitive, Visionary has requested additional funds in the amount of \$1,280,000, bringing the City's total NSP loan commitment to \$2,000,000; and

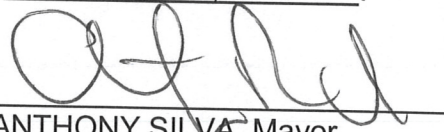
Allocating additional funds to this project will help the City meet the NSP requirement of funding projects benefiting households with incomes at or below 50 percent of AMI; now therefore

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF STOCKTON, AS FOLLOWS:


1. The City Council hereby approves an additional NSP loan in the amount of \$1,280,000 for the Hunter Street Apartments to be located at 804 North Hunter Street, bringing the total City loan for this project to \$2,000,000.

2. The City Manager, or his designee, is authorized to execute all documents, including loan documents and subordination agreements, and to take any and all actions necessary and appropriate to carry out the purpose and intent of this resolution.

PASSED, APPROVED, and ADOPTED March 29, 2016.


ANTHONY SILVA, Mayor
of the City of Stockton

ATTEST:


BONNIE PAIGE
City Clerk of the City of Stockton

