

City of Santa Rosa



Legislation Details

File #:	19-818HA	Version:	1	Name:	Hearn Vet Village Loan Modification
Type:	HA- Report	Status:		Status:	Agenda Ready
File created:	7/24/2019	In control:		In control:	Housing Authority
On agenda:	8/26/2019	Final action:		Final action:	
Title:	REPORT - HEARN VETERANS VILLAGE LOAN MODIFICATION - 2149 WEST HEARN AVENUE				

BACKGROUND: In 2007, the Housing Authority approved a loan in the amount of \$245,407 to assist Community Housing Sonoma County ("CHSC") and Vietnam Veterans of California acquire an existing, vacant residential care facility for the development of a 12-bed transitional housing facility for homeless veterans. The loan was assumed by CHSC. On February 25, 2019, the Housing Authority approved a conditional Further Advance to CHSC in the amount of \$285,000 for predevelopment costs associated with the second phase of the Hearn Veterans Village Project for 24 permanent supportive housing units for veterans who are homeless or at risk of homelessness. In June 2019, CHSC informed staff that the organization wants to maintain distinct and separate loans and loan documentation for finances, operation and management for each project phase, so that they function as separate projects. The Further Advance approved in February adds funds to the existing Phase 1 loan, thereby blending the two phases. Modifying the loan commitment made by Resolution No. 1656 to a new loan will financially separate the phases with loan documents, achieving the borrower's request.

RECOMMENDATION: It is recommended by the Housing and Community Services Department that the Housing Authority, by resolution, modify the Further Advance approved by Resolution No. 1656 to a new loan for the Phase 2 Project at Hearn Veterans Village, 2149 West Hearn Avenue, allowing for two separately financed projects for homeless veterans: Phase 1 an existing 12-bed transitional housing facility and Phase 2, a 24-bedroom/efficiency unit permanent supportive housing facility to be constructed.

Sponsors: Housing Authority

Indexes: Not a Project

Code sections: 15378 - Not a Project

Attachments: 1. Staff Report, 2. Resolution, 3. Attachment 1, 4. Attachment 2, 5. Presentation

Date	Ver.	Action By	Action	Result
8/26/2019	1	Housing Authority	to waive reading of the text and adopt as amended	Pass