

RESOLUTION NO. _____

RESOLUTION OF THE HOUSING AUTHORITY OF THE CITY OF SANTA ROSA
APPROVING AN EXTENSION OF THE LOAN AND REGULATORY AGREEMENT FOR
COMMUNITY SUPPORT NETWORK'S DUTTON HOMES, LOCATED AT 1548, 1550,
AND 1552 DUTTON AVENUE

WHEREAS, Community Support Network (CSN) owns and operates Dutton Homes, consisting of a single-family dwelling and a duplex providing a total of eight beds at 1548, 1550, and 1552 Dutton Avenue ("Project"); and

WHEREAS, on January 24, 1994, the Housing Authority, by Resolution No. 738, approved an appropriation of \$28,000 in grant funds to CSN for operation of the facility; and

WHEREAS, on September 23, 1996, the Housing Authority, by Resolution No. 905, approved a \$100,000 acquisition loan for the Project and converted the previously awarded \$28,000 grant into a loan, resulting in a total loan amount of \$128,000, bearing three percent (3%) simple interest and deferred for 30 years; and

WHEREAS, in connection with the loan, CSN and the Housing Authority entered into a Regulatory Agreement restricting occupancy of the Project to households at or below 80% of Area Median Income through November 26, 2026; and

WHEREAS, the balance due on November 26, 2026, is \$243,315.73, consisting of \$128,000 in principal and \$115,315.73 in accrued interest; and

WHEREAS, CSN is unable to repay the loan at maturity and has requested that the Housing Authority extend the loan maturity date and the term of the Regulatory Agreement through November 26, 2056; and

WHEREAS, the requested extensions will preserve the affordability of the Project through November 26, 2056, and allow CSN to continue providing housing and supportive services at Dutton Homes; and

WHEREAS, pursuant to CEQA Guidelines section 15378, the proposed action is not a "project" subject to the California Environmental Quality Act because it does not have the potential to result in either a direct physical change in the environment or a reasonably foreseeable indirect physical change in the environment and, in the alternative, is exempt from CEQA pursuant to CEQA Guidelines section 15061(b)(3) because it can be seen with certainty that there is no possibility that the action may have a significant effect on the environment.

NOW, THEREFORE, BE IT RESOLVED that the Housing Authority of the City of Santa Rosa approves the following, subject to the terms and conditions set forth in the agreements and related loan documents:

1. Extension of the maturity date of the Housing Authority loan, with a principal

