

**COUNTY OF SAN DIEGO
BOARD OF SUPERVISORS
TUESDAY, APRIL 09, 2024**

MINUTE ORDER NO. 18

SUBJECT: NOTICED PUBLIC HEARING:

**ISSUANCE OF REVENUE BONDS BY THE CALIFORNIA MUNICIPAL
FINANCE AUTHORITY FOR THE BENEFIT OF AUBURN PARK II
APARTMENTS IN AN AGGREGATE AMOUNT NOT TO EXCEED \$15,000,000
(DISTRICT: 4)**

OVERVIEW

The County has received a request from the California Municipal Finance Authority (“CMFA” or “Authority”) to conduct a public hearing as required by the Internal Revenue Code and to approve the Authority’s issuance of one or more series of revenue bonds in an aggregate principal amount not to exceed \$15,000,000 (the “Bonds”), for the benefit of AHG Auburn Park II, LLC, a California limited liability company (the “General Partner”), an affiliate of Affirmed Housing Group, Inc. (the “Sponsor”), on behalf of Auburn Park II, L.P., a California limited partnership, or another ownership entity to be created by the General Partner or by another affiliate of the Sponsor (such limited partnership or ownership entity being referred to herein as the “Borrower”). The Borrower has applied for the financial assistance of the Authority to finance and refinance the acquisition, rehabilitation and improvement of a 69-unit qualified residential rental project (the “Project”) to be owned and operated by the Borrower and located at 5135 University Avenue, in the City of San Diego, San Diego County (the “County”), California.

The Authority is authorized to assist in financing for nonprofit public benefit organizations or for-profit corporations with a public benefit project wishing to issue revenue bonds, including the Borrower. In order to initiate such a financing, the Borrower is asking the County of San Diego, a member jurisdiction in which the project resides to: (1) conduct a public hearing to satisfy the public approval requirement of Section 147(f) of the Internal Revenue Code; and (2) approve the Authority’s issuance of the Bonds. Although the Authority will be the issuer of the Bonds for the Borrower, the financing cannot proceed without the approval of an applicable legislative body.

Today’s recommendations will provide the Authority with the required authorization to pursue its determination to issue the Bonds on behalf of the Borrower for the Project.

RECOMMENDATION(S)

CHIEF ADMINISTRATIVE OFFICER

1. Pursuant to Section 147(f) of the Internal Revenue Code, hold a public hearing regarding the financing of the Project.

2. Adopt a Resolution entitled:

**RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF SAN DIEGO
APPROVING A PLAN OF FINANCE INCLUDING THE ISSUANCE OF REVENUE BONDS
BY THE CALIFORNIA MUNICIPAL FINANCE AUTHORITY IN AN AGGREGATE
PRINCIPAL AMOUNT NOT TO EXCEED \$15,000,000 TO FINANCE AND REFINANCE A**

QUALIFIED RESIDENTIAL RENTAL PROJECT FOR THE BENEFIT OF AUBURN PARK II, L.P., A CALIFORNIA LIMITED PARTNERSHIP, AND CERTAIN OTHER MATTERS RELATING THERETO.

EQUITY IMPACT STATEMENT

This financing will help in the creation of quality, affordable housing for 69 low-income households in the County of San Diego.

SUSTAINABILITY IMPACT STATEMENT

The proposed action would result in economic benefits for the community by allowing the borrower to continue serving 69 low-income households in the County of San Diego. The project will incorporate the latest energy efficiency trends, as well as extending the property's affordability for an additional 55 years.

FISCAL IMPACT

If approved, the proposal will result in approximately \$991 of unanticipated revenue to be used to reimburse the County for staff costs associated with this non-County financing. There will be no change in net General Fund cost and no additional staff years.

The Borrower will be responsible for the payment of all present and future costs in connection with the issuance of the financing related to the Project. The County will incur no obligation of indebtedness as a result of today's actions.

BUSINESS IMPACT STATEMENT

N/A

ACTION:

ON MOTION of Supervisor Desmond, seconded by Supervisor Anderson, the Board of Supervisors closed the Hearing and took action as recommended, and adopted Resolution No. 24-021, entitled: RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF SAN DIEGO APPROVING A PLAN OF FINANCE INCLUDING THE ISSUANCE OF REVENUE BONDS BY THE CALIFORNIA MUNICIPAL FINANCE AUTHORITY IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$15,000,000 TO FINANCE AND REFINANCE A QUALIFIED RESIDENTIAL RENTAL PROJECT FOR THE BENEFIT OF AUBURN PARK II, L.P., A CALIFORNIA LIMITED PARTNERSHIP, AND CERTAIN OTHER MATTERS RELATING THERETO.

AYES: Anderson, Lawson-Remer, Montgomery Steppe, Desmond

NOT PRESENT: Vargas

State of California)
County of San Diego) §

I hereby certify that the foregoing is a full, true and correct copy of the Original entered in the Minutes of the Board of Supervisors.

ANDREW POTTER
Clerk of the Board of Supervisors



Signed
by Andrew Potter

