

RESOLUTION NO. 75170

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE AUTHORIZING THE DIRECTOR OF HOUSING TO ACCEPT BUILDING EQUITY AND GROWTH IN NEIGHBORHOODS HOUSING PROGRAM GRANTS FROM THE CALIFORNIA DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT

WHEREAS, Building Equity and Growth in Neighborhoods (“BEGIN”) funds are available to cities and counties that have contributed to the reduction of housing costs through various “regulatory relief measures, such as modification of density or zoning standards, flexible parking standards, reductions in permit processing or regulatory costs, and project design”; and

WHEREAS, the Housing Department has submitted applications and received conditional approvals for three additional separate BEGIN program grants totaling \$8,150,000 to assist up to 132 homebuyers in the following for-sale developments: (1) Monte Vista, (2) Modern Ice, and (3) Tierra Encantada; and

WHEREAS, the City of San José (“City”) will use the BEGIN funds to make deferred payment loans for low and moderate income persons or families purchasing homes in the targeted developments; and

WHEREAS, the California Department of Housing and Community Development requires approval by the City Council to accept these new funds; and

WHEREAS, the City desires to accept the BEGIN grant funds and to authorize the Director of Housing to negotiate and execute the grant agreements and any amendments or other documents necessary to implement the programs funded by the BEGIN grants;

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SAN JOSE THAT:

The Director of Housing is hereby authorized to, as more specifically set forth in the Director of Housing's report dated August 24, 2009:

1. Accept Building Equity and Growth in Neighborhoods ("BEGIN") housing program grants from the California Department of Housing and Community Development to fund the following downpayment assistance loan programs:
 - a) An additional \$6,000,000 grant to first-time homebuyers purchasing in the Monte Vista development for a total amount of \$8,280,000.
 - b) An additional \$1,550,000 grant to first-time homebuyers purchasing in the Modern Ice development for a total amount of \$2,750,000.
 - c) An additional \$600,000 grant to first-time homebuyers purchasing in the Tierra Encantada development for a total amount of \$960,000.
2. Negotiate and execute all necessary grant agreements and any amendments or other documents necessary to implement the programs funded by the following BEGIN grants.

ADOPTED this 15th day of September, 2009, by the following vote:

AYES: CAMPOS, CHIRCO, CHU, CONSTANT, HERRERA,
KALRA, LICCARDO, NGUYEN, OLIVERIO, PYLE, REED.

NOES: NONE.

ABSENT: NONE.

DISQUALIFIED: NONE.

CHUCK REED
Mayor

ATTEST:

LEE PRICE, MMC
City Clerk