

**RESOLUTION NO. 63-23**

**A RESOLUTION OF THE COUNCIL OF THE CITY OF RICHMOND AUTHORIZING  
A LOAN FROM THE CITY GENERAL FUND TO THE CITY AFFORDABLE  
HOUSING FUND TO PROVIDE OPERATING AND CAPITAL SUBSIDIES FOR A  
HOMEKEY PROGRAM PROJECT**

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**WHEREAS**, the Department of Housing and Community Development (“**HCD**”) has issued a Notice of Funding Availability for the Homekey Program (“**Homekey**”) pursuant to Health and Safety Code section 50675 *et seq.*; and

**WHEREAS**, the City Council has previously authorized the submittal of a joint application for Homekey funds together 425 Civic Center LP, a California limited partnership affiliated with Novin Development Corporation (“**Developer**”) to support the development of a permanent supportive housing project at 425 24<sup>th</sup> Street consisting of 48 units for people experiencing homelessness or at-risk of homelessness and one manager’s unit (the “**Project**”); and

**WHEREAS**, the City Council previously authorized the execution of an HCD Standard Agreement and related documents if Homekey funds are awarded for the Project; and

**WHEREAS**, contingent upon an award of Homekey funds for the Project, the City Council previously authorized the provision of City funding for the Project in an amount up to Four Million, Nine Hundred Thousand Dollars (\$4,900,000) which may include capital funding and an operating subsidy, and authorized a waiver of transfer taxes in the amount of approximately \$131,000; and

**WHEREAS**, the provision of an operating subsidy and a capital subsidy for the Project are allowable uses of inclusionary housing and affordable housing linkage fees collected by the City and deposited into City’s Affordable Housing Fund established pursuant to Richmond Municipal Code Section 15.04.603.130 (the “**Affordable Housing Fund**”); and

**WHEREAS**, at present the Affordable Housing Fund lacks sufficient resources to provide the subsidies needed for the Project.

**NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE RICHMOND CITY COUNCIL, COUNTY OF CONTRA COSTA, STATE OF CALIFORNIA, THAT:**

1. If Homekey funds are awarded for the Project, the City general fund (“**General Fund**”) will provide a no-interest interfund loan in the amount of up to Four Million Nine Hundred Thousand Dollars (\$4,900,000) (the “**Loan**”) to the Affordable Housing Fund in order to make funds available to finance operating and capital subsidies for the Project.
2. As the Affordable Housing Fund receives deposits of inclusionary housing and affordable housing linkage fees, the Loan will be repaid via interfund transfers from the Affordable Housing Fund to the General Fund until the Loan is paid in full and the General Fund is restored.
3. If Homekey funds are awarded for the Project, the City will provide an operating subsidy and a capital subsidy for the Project in the aggregate amount of up to Four Million, Nine Hundred Thousand Dollars (\$4,900,000) using proceeds of the Loan and other funds from the Affordable Housing Fund.
4. The City Manager is hereby authorized and directed to take all such actions and to execute, acknowledge, deliver, and record such instruments as the City Manager may deem necessary or appropriate in order to carry out and perform the purposes and intent of this Resolution.

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I certify that the foregoing resolution was passed and adopted by the City Council of the City of Richmond at a regular meeting thereof held on June 20, 2023, by the following vote:

AYES: Councilmembers Bana, Jimenez, Robinson, Zepeda, Willis,  
Vice Mayor McLaughlin, and Mayor Martinez.

NOES: None.

ABSTENTIONS: None.

ABSENT: None.

PAMELA CHRISTIAN  
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 CLERK OF THE CITY OF RICHMOND  
 (SEAL)

Approved:

EDUARDO MARTINEZ  
 Mayor

Approved as to form:

DAVE ALESHIRE  
 City Attorney

State of California            }  
 County of Contra Costa        }        : ss.  
 City of Richmond               }

I certify that the foregoing is a true copy of **Resolution No. 63-23**, finally passed and adopted by the City Council of the City of Richmond at a regular meeting held on June 20, 2023.

**Certified as a True Copy**

PAMELA CHRISTIAN  
 CLERK OF THE CITY OF RICHMOND, CALIFORNIA

BY *Jabrina Lundy*  
 ASSISTANT