

**THE CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE**  
**March 21, 2007**  
**Executive Summary**  
***REQUEST FOR A QUALIFIED PRIVATE ACTIVITY BOND ALLOCATION FOR A***  
***QUALIFIED RESIDENTIAL RENTAL PROJECT***

*Prepared by Sarah Lester.*

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**Applicant:** Housing Authority of the City of Santa Ana

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**Allocation Amount Requested:** Tax-exempt \$15,258,022

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**Project Name:** Wilshire & Minnie Apartments  
**Project Address:** 1201-1233 Wilshire Avenue &  
1401-1439 S. Minnie Street  
**Project City, County, Zip Code:** Santa Ana, Orange, 92707

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**Project Sponsor Information:**  
**Name:** Wilshire & Minnie, LP (Orange Housing Development Corporation and C & C Minnie, LLC)  
**Principals:** Eunice Bobert for Orange Housing Development Corporation; Barry A. Cottle and Todd R. Cottle for C & C Minnie, LLC

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**Project Financing Information:**  
**Bond Counsel:** Jones Hall, A Professional Law Corporation  
**Underwriter:** Not Applicable  
**Credit Enhancement Provider:** Not Applicable  
**Private Placement Purchaser:** Washington Mutual Bank  
**TEFRA Hearing:** December 18, 2006

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**Description of Proposed Project:**  
**State Ceiling Pool:** General  
**Total Number of Units:** 143, plus 1 manager unit  
**Type:** Acquisition and Rehabilitation  
**Type of Units:** Family

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**Description of Public Benefits:**  
**Percent of Restricted Rental Units in the Project: 100%**  
41% (58 units) restricted to 50% or less of area median income households; and  
59% (85 units) restricted to 60% or less of area median income households.  
**Unit Mix:** 1, 2, 3, and 4 bedrooms

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**Term of Restrictions:** 55 years

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<b>Estimated Total Development Cost:</b>	\$27,165,237
<b>Estimated Hard Costs per Unit:</b>	\$ 31,004 (\$4,433,531/143 units)
<b>Estimated per Unit Cost:</b>	\$ 189,967 (\$27,165,237/143 units)
<b>Allocation per Unit:</b>	\$ 106,699 (\$15,258,022/143 units)
<b>Allocation per Restricted Rental Unit:</b>	\$ 106,699 (\$15,258,022/143 restricted units)

<b>Sources of Funds:</b>	<u>Construction</u>	<u>Permanent</u>
Tax-Exempt Bond Proceeds	\$15,258,022	\$ 7,857,878
Developer Equity	\$ 1,100,000	\$ 1,100,000
LIH Tax Credit Equity	\$ 10,000	\$ 7,707,359
Direct & Indirect Public Funds	\$ 9,898,895	\$10,500,000
Other	<u>\$ 898,320</u>	<u>\$ 0</u>
Total Sources	\$27,165,237	\$27,165,237

<b>Uses of Funds:</b>	
Acquisition Costs	\$16,750,000
Hard Construction Costs	\$ 4,433,531
Architect & Engineering Fees	\$ 95,000
Contractor Overhead & Profit	\$ 564,268
Developer Fee	\$ 2,500,000
Relocation	\$ 300,000
Cost of Issuance	\$ 390,844
Capitalized Interest	\$ 137,438
Other Soft Costs	<u>\$ 1,994,156</u>
Total Uses	\$27,165,237

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**Legal Questionnaire:**

The Staff has reviewed the Applicant's responses to the questions contained in the Legal Status portion of the application. No information was disclosed to question the financial viability or legal integrity of the Applicant.

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**Total Points:** 60 out of 128  
[See Attachment A]

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**Recommendation:**

Staff recommends that the Committee approve \$15,258,022 in tax-exempt bond allocation.

**ATTACHMENT A**

**EVALUATION SCORING:**

Point Criteria	Maximum Points Allowed for Non-Mixed Income Projects	Maximum Points Allowed for Mixed Income Projects	Points Scored
Federally Assisted At-Risk Project or HOPE VI Project	20	20	0
Exceeding Minimum Income Restrictions: Non-Mixed Income Project Mixed Income Project	35	15	35
Gross Rents	5	5	5
Exceeding Minimum Rent Restrictions [Allowed if 10 pts not awarded above in Federally Assisted At-Risk Project or HOPE VI Project]	[10]	[10]	0
Large Family Units	5	5	0
Leveraging	10	10	10
Community Revitalization Area	15	15	0
Site Amenities	10	10	10
Service Amenities	10	10	0
Sustainable Building Methods	8	8	0
New Construction	10	10	0
Negative Points	NA	NA	0
<b>Total Points</b>	<b>128</b>	<b>108</b>	<b>60</b>

The criteria for which points are awarded will also be incorporated into the Resolution transferring Allocation to the Applicant as well as the appropriate bond documents and loan and finance agreements.