

THE CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE
September 26, 2007
Executive Summary
REQUEST FOR A QUALIFIED PRIVATE ACTIVITY BOND ALLOCATION FOR A
QUALIFIED RESIDENTIAL RENTAL PROJECT

Prepared by Brady Hill.

Applicant: California Housing Finance Agency

Allocation Amount Requested: Tax-exempt \$5,545,000

Project Name: La Vista Apartments
Project Address: 3838 Clayton Road
Project City, County, Zip Code: Concord, Contra Costa, 94521

Project Sponsor Information:

Name: La Vista Preservation, L.P.
(AIMCO La Vista, LLC [AIMCO and AIMCO Equity Services, Inc.] and Affordable Housing Access, Inc.)

Principals: David Robertson, Michael Hornbrook, Derik Hart, Tim Beaudin, John Bezzant, Paul Patierno, Jimmy Arnold and Don Maloy for AIMCO La Vista, LLC [AIMCO and AIMCO Equity Services, Inc.]; William Hirsch and Jonathan Webb for Affordable Housing Access, Inc.

Project Financing Information:

Bond Counsel: Orrick, Herrington & Sutcliffe LLP
Underwriter: Merrill Lynch & Co.
Credit Enhancement Provider: California Housing Finance Agency
Private Placement Purchaser: Not applicable
TEFRA Hearing: August 13, 2007

Description of Proposed Project:

State Ceiling Pool: General
Total Number of Units: 74, plus 1 manager unit
Type: Acquisition and Rehabilitation
Type of Units: Family

Description of Public Benefits:

Percent of Restricted Rental Units in the Project: 100%
20% (15 units) restricted to 50% or less of area median income households; and
80% (59 units) restricted to 60% or less of area median income households.
Unit Mix: 1, 2 and 3 bedrooms

Term of Restrictions: 55 years

Estimated Total Development Cost:	\$11,014,620
Estimated Hard Costs per Unit:	\$ 37,414 (\$2,768,601/74 units)
Estimated per Unit Cost:	\$ 148,846 (\$11,014,620/74 units)
Allocation per Unit:	\$ 74,932 (\$5,545,000/74 units)
Allocation per Restricted Rental Unit:	\$ 74,932 (\$5,545,000/74 restricted units)

Sources of Funds:	<u>Construction</u>	<u>Permanent</u>
Tax-Exempt Bond Proceeds	\$ 5,545,000	\$ 5,545,000
Taxable Debt Proceeds	\$ 690,525	\$ 690,525
Developer Equity	\$ 1,085,807	\$ 1,139,270
LIH Tax Credit Equity	\$ 2,813,532	\$ 3,411,973
Other	\$ 227,852	\$ 227,852
Total Sources	\$10,362,716	\$11,014,620

Uses of Funds:	
Land Purchase	\$ 5,335,000
Hard Construction Costs	\$ 2,768,601
Architect & Engineering Fees	\$ 155,000
Contractor Overhead & Profit	\$ 172,467
Developer Fee	\$ 1,139,270
Relocation	\$ 225,000
Capitalized Interest	\$ 339,447
Other Soft Costs	\$ 879,835
Total Uses	\$11,014,620

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.

Total Points: 60.8 out of 128
[See Attachment A]

Recommendation:

Staff recommends that the Committee approve \$5,545,000 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	30
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]	4.3
Large Family Units	5	5	0
Leveraging	10	10	3.5
Community Revitalization Area	15	15	0
Site Amenities	10	10	10
Service Amenities	10	10	5
Sustainable Building Methods	8	8	3
New Construction	10	10	0
Negative Points	NA	NA	NA
Total Points	128	108	60.8

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.