

APPLICATION CHECKLIST/ INFORMATION FORM

DEVELOPER NAME: Guadalupe Neighborhood Developr	BORROWER ENTITY NAME: Guadalupe Neighborhood Development C
DEVELOPMENT NAME: GSNZ 7-Acres West	FUNDING CYCLE DEADLINE: August 4, 2023
FEDERAL TAX ID NO: 74-2247265	DUNS NO: 015287795
PROJECT ADDRESS: 2721 Goodwin Avenue, 78702	PROGRAM: OHDA
CONTACT NAME: Sophia Checa	AMOUNT REQUESTED: \$497,026 (revised request)
CONTACT ADDRESS AND PHONE: 813 E. 8th Street, Austin, TX 78702 // (512) 479-6275 x 7	

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		1.b.	Certificate of Status	MR
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2	PRINCIPALS INFORMATION	2.a.	Resumes of principals	MR
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		3.e.	<u>Funding commitment letters</u>	N/A
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		4.c.	<u>SMART Housing Letter</u>	MR
		4.d.	<u>MOU with ECHO</u>	N/A
		4.e.	<u>Resident Services</u>	N/A
5	PROPERTY INFORMATION	5.a.	<u>Appraisal</u>	N/A
		5.b.	<u>Property Maps</u>	MR
		5.c.	Zoning Verification Letter	N/A
		5.d.	Proof of Site control	MR
		5.e.	<u>Phase I ESA</u>	N/A

The applicant/developer certifies that the data included in this application and the exhibits attached hereto are true and correct. *Unsigned/undated submissions will not be considered.*

SIGNATURE OF APPLICANT

Mark C. Rogers

PRINTED NAME

Mark C. Rogers

TITLE OF APPLICANT

Executive Director

DATE OF SUBMISSION

August 4, 2023

DATE AND TIME STAMP OF RECEIPT

FOR AHFC USE ONLY

GSNZ 7-Acres West Executive Summary

Guadalupe Neighborhood Development Corporation (GNDC) is in the process of completing our 11-acre 124-unit Guadalupe-Saldaña Net Zero (GSNZ) Subdivision. The 11-acre subdivision is located near the intersections of Goodwin Avenue, Webberville Road, and Tillery Street. The subdivision is divided into two main areas of development: a 4-acre single family site fronting onto Father Joe Znotas Street and an adjoining 7.5-acre multi-family site, split by a small creek fed by Oak Springs. When completed, the 11-acre Guadalupe-Saldaña Net Zero Subdivision subdivision will provide 124 units of super-green, permanently affordable homes to the East Austin community. This innovative project merges sustainable design and supportive social services with GNDC's affordable rental and home ownership programs, as well as trails, green space, and easy access to transit.

GNDC was awarded \$2,400,000 from AHFC in 2021. That funding request was based on cost estimates for site work for the unimproved, west side portion of the 7.5 acre, multi-family zoned site. This part of the site will provide 51 community land trust (CLT) homes, as townhome, duplex, and single-family structures. The cost estimates were provided by an engineering firm and two different site work contractors. The work includes drainage and water quality improvements such as rain gardens, grading, three private streets, water, waste water, and dry utilities. Financing for \$2.4 million closed in September 2022 as bids were being solicited for the work.

A lowest, best bid was received in December 2022, much higher than expected, at \$3,458,328. GNDC worked with the General Contractor and Engineer to reduce the cost, value engineering the building pads out of the project, assuming these could be completed with construction of the homes. The contract was executed with a sum of \$2,902,272, still more than \$500,000 over the \$2.4 million AHFC loan amount. GNDC, therefore, submitted a request for an additional \$591,302 in financing for construction of the infrastructure. These funds were approved by the AHFC Board on June 1, 2023 bringing the total project funding to \$2,991,302.

As work was underway both the engineer and the general contractor saw that installation of utilities and other work could not proceed without building pads in place. Not moving forward on the infrastructure work for the entire site would significantly delay the project and increase costs. At some later date, new bids for the remaining site work would be needed, a general contract would again need to mobilize for the remaining, and costs would be unknown. It has become clear that the best course of action is to complete all of the site work under the current contract. This \$497,026 request for funding allows GNDC to bridge the gap in funding between the original bid, which the general contractor is holding to, and what had been previously awarded from AHFC. This allows for the site work for the entire project to be completed and for construction of all 51 homes to begin once the site work has been completed in early 2024.

Infrastructure and site work will take less than one year to complete. The plans for the 24 townhouse units are currently in the permitting process. The subdivision and site development permit were approved in 2011. In 2015, GNDC received a 10-year extension to July 2025 for the site development permit. It is critical that site work be completed prior to the permit expiring.

Construction Phases

Phase 1

Construction on the first phase of affordable housing will be 24 townhomes in 2.5 story walk-ups designed by Nelsen Partners. This work will start as the site work funded by this request is nearing completion, approximately a year and a half from now. The townhomes will all have ground floor garages, first story kitchen, dining and living rooms, and top floor bedrooms. There will be 16 two-bedroom, 2.5 bath units with 1,186 sq. feet, 4 three-bedroom/2.5 bath units with 1,393.5 sq. feet, and 4 three-bedroom/2.5 bath units with 1,416 sq. feet. Based on current costs and assuming incomes will continue to rise at about 4% per year over the next 2 years, funding in the amount of approximately \$1,152,000, an average of approximately \$48,000 in assistance per unit, will be needed for this phase of housing construction.

Phase 2

The second phase includes 10 single-family homes comprising four 3-bedroom units, five 4-bedroom units, and one 5-bedroom unit. It will take approximately one year to complete all construction and sales of these units. Construction of these units will begin as the last six of the townhome units are in the process of being sold.

Phases 3 and 4

The remaining 17 units consist of 7 duplexes with 14 units and 3 single-family homes. These will provide eight 3-bedroom units, six 2-bedroom units, and three 1-bedroom units. It will take approximately two years to complete. Construction of these units should begin when all but two or three of the Phase 2 homes are in the process of being sold.

Future Funding

We will need additional from AHFC to be able to provide affordable units. GNDC will need to subsidize either the construction or the sale of the housing because the hard cost of construction will exceed the affordable mortgages the buyer will be able to secure. The average amount of subsidy across all 51 units is anticipated to be \$2,420,328, or about \$47,457 per unit. This figure is based on the assumption that interest rates for 30-year mortgages will be only slightly higher than today, around 6%, and construction costs also will be slightly higher at about \$188 per square foot.

Leveraging

The total project cost for this phase is \$6,433,500. GNDC, together with a partner, acquired about 90% of the site in this phase at a property tax foreclosure sale in 2005. The value of the approximately 3 acres being improved for 7-Acres West is currently worth at least \$4 million based on recently appraised property in the area. So, although GNDC is not able to leverage significant private financing for site work and infrastructure, approximately \$4 million in land value is being contributed by GNDC. In addition, approximately \$4,270,000 will be financed with private debt for just Phase 1 of the housing construction costs.

All of the 51 units should leverage about 75% of the necessary funds from private sources. Typically, GNDC secures a private construction loan for about 70% of the construction costs, and AHFC and other entities provide the remaining 25% to 30% of the necessary financing. Private financing will be repaid with the mortgages secured by the homebuyers. Horizon Bank has provided financing on 3 phases of the

subdivision and a number of other lenders have expressed interest in providing GNDC with this type of financing. All funds are essentially committed except AHFC's.

History of the Guadalupe-Saldaña Net Zero Subdivision

GNDC's work on the Guadalupe-Saldaña Net Zero Subdivision began in 2005 when GNDC purchased slightly more than 7 acres of land at a property tax foreclosure sale. GNDC purchased an adjacent 4-acre site in 2009 with GO Bonds and, between 2011 and 2012, remediated and completed site work for approximately 7 acres of the 11-acre site with CDBG funds. In 2013, with GO Bond financing from the AHFC and Neighborhood Stabilization Program funds from the Texas Department of Housing and Community Affairs, GNDC completed 4 "net zero" duplexes on the east side of the multi-family section of the Subdivision. These extremely affordable units consist of 4 two-bedroom units and 4 fully accessible one-bedroom units.

Because GNDC complies with the Community Land Trust Law, Texas Local Government Code 373B, a minimum of 25% of the 51 units, 13 units, must serve households with income at or below 60% of the Austin-Round Rock-San Marcos Median Family Income (MFI). 38 units will serve households up to 80% MFI. In its CLT program, GNDC gives the highest priority to its current renters, especially those whose income is nearest to 80% MFI. GNDC's second highest priority is to serve residents and former residents of the neighborhoods surrounding the site, the rapidly gentrifying neighborhoods of Central East Austin. GNDC aims to ensure that the mortgage payments (principal, interest, taxes and insurance) of the buyers is not more than 30% of their gross income.

In 2015, GNDC relocated 4 historic homes from Rainey Street District to Father Joe Znotas Street, which were then sold in GNDC's Community Land Trust Program to low-income homeowners. A special Rainey Street Historic Preservation Fund was created to finance rehabilitation and additions of these homes. This would be followed by 8 newly constructed ownership units in Father Joe Znotas (FJZ) Street Phase II, 4 ownership units built in collaboration with Austin Habitat for Humanity as Phase III, and 10 ownership homes in Phase IV. These 22 homes were completed using HOME Funds and private loans between 2018 and 2021.

GNDC, in partnership with the Jeremiah Program, completed the Jeremiah Moody Campus in 2017. This multi-family development provides 35 two-bedroom rental units to very low-income single parents enrolled in the Jeremiah Program Austin. The facility includes a 5-classroom accredited child development center with 2 playgrounds, community and social service spaces, and staff offices for Jeremiah Program Austin and GNDC.

Between 2013 and 2021, GNDC developed 70 units on the portion of the 11-acre subdivision where site work and infrastructure had been completed in 2012. In 2020, GNDC relocated two existing older homes that currently were rehabbed for sale. During 2020-2021, GNDC worked with private funds to complete 3 more homes on the remaining sites. The one remaining vacant lot will be developed in 2023-24.

Project Summary Form

1) Project Name GSNZ 7-Acres West	2) Project Type 100% Affordable	3) New Construction or Rehabilitation New Construction	
4) Address(s) or Location Description 2721 Goodwin Ave Austin TX78702		5) Mobility Bond Corridor Airport Blvd	
6) Census Tract 8.01	7) Council District District 3	8) Elementary School OAK SPRINGS EL	9) Affordability Period 99 Years
10) Type of Structure Multi-family	11) Occupied? No	12) How will funds be used? Construction	

13) Summary of Rental Units by MFI Level

Income Level	Efficiency	One Bedroom	Two Bedroom	Three Bedroom	Four (+) Bedroom	Total
Up to 20% MFI						0
Up to 30% MFI						0
Up to 40% MFI						0
Up to 50% MFI						0
Up to 60% MFI						0
Up to 80% MFI						0
Up to 120% MFI						0
No Restrictions						0
Total Units	0	0	0	0	0	0

14) Summary of Units for Sale at MFI Level

Income Level	Efficiency	One	Two	Three	Four (+)	Total
Up to 60% MFI		2	4	5	2	13
Up to 80% MFI			19	15	4	38
Up to 120% MFI						0
No Restrictions						0
Total Units	0	2	23	20	6	51

15) Initiatives and Priorities (of the Affordable Units)

Initiative	# of Units	Initiative	# of Units
Accessible Units for Mobility Impairments	5	Continuum of Care Units	
Accessible Units for Sensory Impairments	3		

Use the City of Austin GIS Map to Answer the questions below

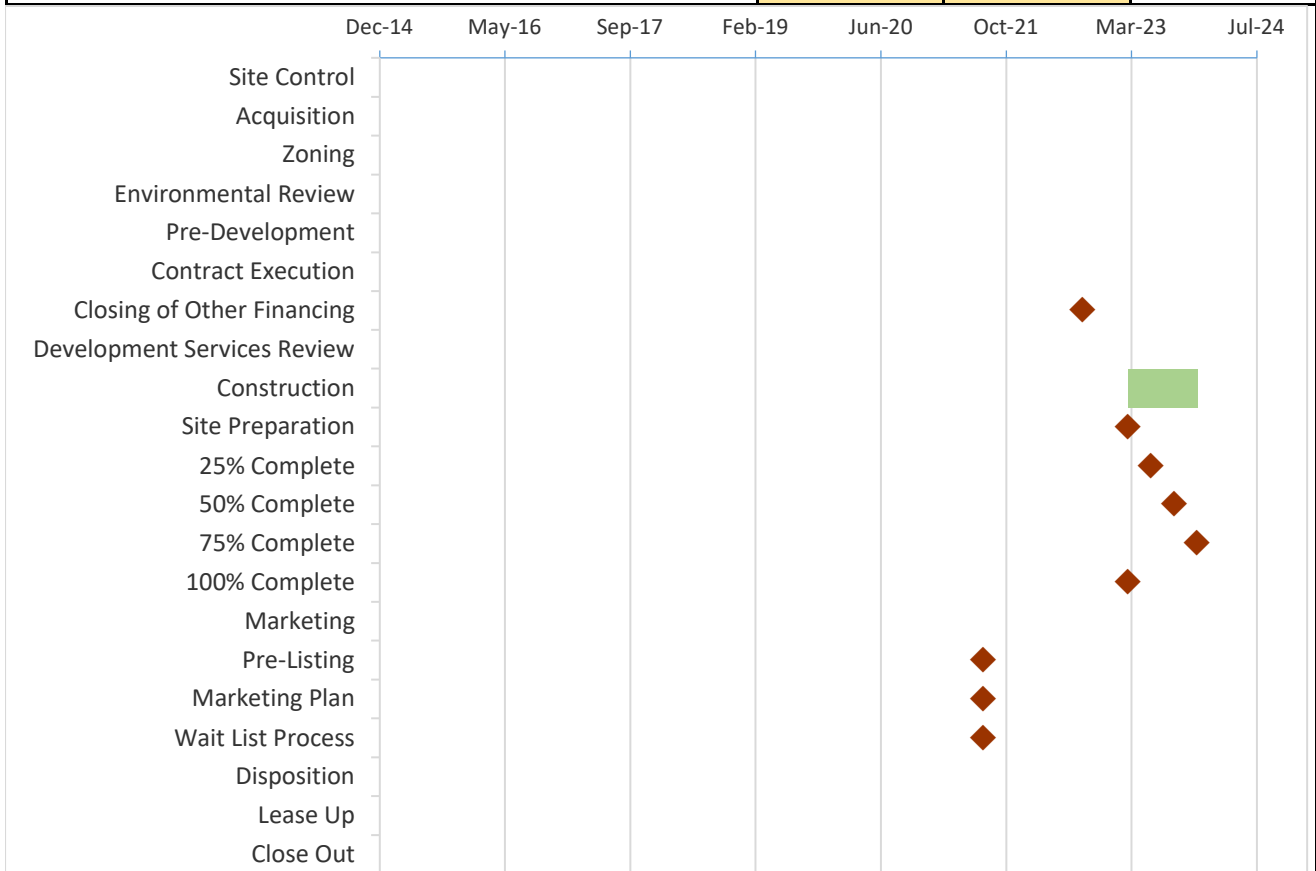
- 16) Is the property within 1/2 mile of an Imagine Austin Center or Corridor?
- 17) Is the property within 1/4 mile of a High-Frequency Transit Stop?
- 18) Is the property within 3/4 mile of Transit Service?
- 19) The property has Healthy Food Access?

20) Estimated Sources and Uses of funds

<u>Sources</u>		<u>Uses</u>	
Debt	10,410,741	Acquisition	4,102,354
Equity	4,039,500	Off-Site	-
Grant	-	Site Work	3,458,328
Other	-	Sit Amenities	-
Deferred Developer Fee	-	Building Costs	14,345,015
Previous AHFC Funding	416,854	Contractor Fees	
Approved AHFC	2,991,302		
Current Revised AHFC	497,026		
Future AHFC Request	3,934,274	Soft Costs	354,000
		Financing	
		Developer Fees	30,000
Total \$	22,289,697	Total \$	22,289,697

Development Schedule

	Start Date	End Date
Site Control	Aug-05	Mar-09
Acquisition	Aug-05	
Zoning		Aug-05
Environmental Review	Mar-09	Mar-09
Pre-Development	Jan-09	Jan-00
Contract Execution	Jan-09	
Closing of Other Financing	Sep-22	
Development Services Review	Jan-11	
Construction	Mar-23	Dec-23
Site Preparation	Mar-23	
25% Complete	Jun-23	
50% Complete	Sep-23	
75% Complete	Dec-23	
100% Complete	Mar-23	
Marketing	Aug-21	Jan-00
Pre-Listing	Aug-21	
Marketing Plan	Aug-21	
Wait List Process	Aug-21	
Disposition	Jan-00	Jan-00
Lease Up		
Close Out		



Development Budget

	Total Project Cost	Requested AHFC Funds	Description
Pre-Development			
Appraisal	0		
Environmental Review	0		
Engineering	12,000		
Survey	2,500		
Architectural	334,500		
Subtotal Pre-Development Cost	\$349,000	\$0	
Acquisition			
Site and/or Land	4,102,354		GNDC acquired the land in 2005. This is estimated current va
Structures			
Other (specify)			
Subtotal Acquisition Cost	\$4,102,354	\$0	
Construction			
Infrastructure			
Site Work	3,458,328	3,458,328	Includes infrastructure. \$67,810.35/unit for 51 units
Demolition			
Concrete			
Masonry			
Rough Carpentry			
Finish Carpentry			
Waterproofing and Insulation			
Roofing and Sheet Metal			
Plumbing/Hot Water			
HVAC/Mechanical			
Electrical			
Doors/Windows/Glass			
Lath and Plaster/Drywall and Acoustical			
Tiel Work			
Soft and Hard Floor			
Paint/Decorating/Blinds/Shades			
Specialties/Special Equipment			
Cabinetry/Appliances			
Carpet			
Other (specify)	14,345,015	3,934,274	Housing Hard Costs: Future AHFC Request
Construction Contingency	30,000	30,000	Site and Infrastructure. Balance, if any, will be a developer fe
Subtotal Construction Cost	\$17,833,343	\$7,422,602	
Soft & Carrying Costs			
Legal			
Audit/Accounting			
Title/Recordin			
Architectural (Inspections)			
Construction Interest			
Construction Period Insurance			
Construction Period Taxes	5,000		
Relocation			
Marketing			
Davis-Bacon Monitoring			
Developer Fee			Included in Construction Contingency
Other (specify)			
Subtotal Soft & Carrying Costs	\$5,000	\$0	
TOTAL PROJECT BUDGET	\$22,289,697	\$7,422,602	

6,925,576

GSNZ MF Site Ownership

Address	House Type	SF	PI	TI	PITI	PI	PITI	Anticipated Sales Price 3% Interest	Anticipated Sales Price 6% Interest	Estimated Buyer Income 2023	Buyer's MFI
2812 M.H. Lopez St.	5/3.5	2160	\$1,318	\$700	\$2,018	\$1,654	\$2,018	\$289,907	\$243,727	\$80,722	70% MFI
2816 M.H. Lopez St.	4/2.5	1895	\$1,318	\$700	\$2,018	\$1,654	\$2,018	\$289,907	\$243,727	\$80,722	70% MFI
2836 M.H. Lopez St.	4/2.5	1895	\$1,318	\$700	\$2,018	\$1,654	\$2,018	\$289,907	\$243,727	\$80,722	70% MFI
2846 M.H. Lopez St.	4/2.5	1895	\$1,318	\$700	\$2,018	\$1,654	\$2,018	\$289,907	\$243,727	\$80,722	70% MFI
1201 I. Trevino St.	4/2.5	1895	\$1,318	\$700	\$2,018	\$1,654	\$2,018	\$289,907	\$243,727	\$80,722	70% MFI
1209 I. Trevino St.	4/2.5	1895	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
2832 M.H. Lopez St.	3/2.5	1457	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
2842 M.H. Lopez St.	3/2.5	1457	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
1205 I. Trevino St.	3/2.5	1457	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
1213 I. Trevino St.	3/2.5	1457	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
1204-A S.A. Rios St.	3/2.5	1400	\$953	\$450	\$1,403	\$1,187	\$1,403	\$209,581	\$174,820	\$56,114	<60% MFI
1204-B S.A. Rios St.	3/2.5	1400	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
1208-A S.A. Rios St.	1/1	862	\$1,484	\$350	\$1,834	\$1,789	\$1,834	\$326,364	\$263,622	\$73,352	70% MFI
1208-B S.A. Rios St.	2/2	934	\$805	\$450	\$1,255	\$1,015	\$1,255	\$177,144	\$149,473	\$50,215	<60% MFI
1214-A S.A. Rios St.	3/2.5	1400	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
1214-B S.A. Rios St.	3/2.5	1400	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
1218-A S.A. Rios St.	1/1	862	\$1,050	\$350	\$1,400	\$1,283	\$1,400	\$230,949	\$189,062	\$56,000	70% MFI
1218-B S.A. Rios St.	2/2	934	\$1,036	\$500	\$1,536	\$1,292	\$1,536	\$227,925	\$190,382	\$61,450	70% MFI
1222 S.A. Rios St.	2/2	1146	\$1,036	\$500	\$1,536	\$1,292	\$1,536	\$227,925	\$190,382	\$61,450	70% MFI
1226 S.A. Rios St.	2/2	1146	\$1,036	\$500	\$1,536	\$1,292	\$1,536	\$227,925	\$190,382	\$61,450	70% MFI
1229-A S.A. Rios St.	3/2.5	1400	\$950	\$450	\$1,400	\$1,183	\$1,400	\$208,954	\$174,330	\$56,000	<60% MFI
1229-B S.A. Rios St.	3/2.5	1400	\$950	\$450	\$1,400	\$1,183	\$1,400	\$208,954	\$174,330	\$56,000	<60% MFI
1230 S.A. Rios St.	2/2	950	\$1,137	\$500	\$1,637	\$1,410	\$1,637	\$250,124	\$207,729	\$65,487	70% MFI
1233-A S.A. Rios St.	3/2.5	1400	\$950	\$450	\$1,400	\$1,183	\$1,400	\$208,954	\$174,330	\$56,000	<60% MFI
1233-B S.A. Rios St.	3/2.5	1400	\$950	\$450	\$1,400	\$1,183	\$1,400	\$208,954	\$174,330	\$56,000	<60% MFI
1234-A S.A. Rios St.	1/1	862	\$900	\$300	\$1,200	\$1,100	\$1,200	\$197,956	\$162,053	\$48,000	<60% MFI
1234-B S.A. Rios St.	2/2	934	\$805	\$450	\$1,255	\$1,015	\$1,255	\$177,144	\$149,473	\$50,215	<60% MFI
	SF 37293							Sales Proceeds	\$6,709,400	\$5,597,667	Increased Gap at 6%
Townhouses (24)	Hard Cost \$8,017,995							Gap	-\$1,308,595	-\$2,420,328	-\$1,111,733
Building 21								-\$48,466.48	-\$89,641.77		
2801 M.H. Lopez St.	3/2.5	1325	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
2805 M.H. Lopez St.	2/2.5	1154	\$1,137	\$500	\$1,637	\$1,410	\$1,637	\$250,124	\$207,729	\$65,487	70% MFI
2809 M.H. Lopez St.	2/2.5	1154	\$1,137	\$500	\$1,637	\$1,410	\$1,637	\$250,124	\$207,729	\$65,487	70% MFI
2813 M.H. Lopez St.	2/2.5	1154	\$1,137	\$500	\$1,637	\$1,410	\$1,637	\$250,124	\$207,729	\$65,487	70% MFI
2817 M.H. Lopez St.	2/2.5	1154	\$1,137	\$500	\$1,637	\$1,410	\$1,637	\$250,124	\$207,729	\$65,487	70% MFI
2821 M.H. Lopez St.	3/2.5	1416	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
Building 22						\$0	\$0				
2825 MHL	3/2.5	1325	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
2829 MHL	2/2.5	1154	\$1,036	\$500	\$1,536	\$1,292	\$1,536	\$227,925	\$190,382	\$61,450	70% MFI
2833 MHL	2/2.5	1154	\$1,036	\$500	\$1,536	\$1,292	\$1,536	\$227,925	\$190,382	\$61,450	70% MFI
2837 MHL	2/2.5	1154	\$1,036	\$500	\$1,536	\$1,292	\$1,536	\$227,925	\$190,382	\$61,450	70% MFI

2841 MHL	2/2.5	1154	\$1,036	\$500	\$1,536	\$1,292	\$1,536	\$227,925	\$190,382	\$61,450	70% MFI
2845 MHL	3/2.5	1416	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
Building 23						\$0	\$0				
2800 NG	3/2.5	1325	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
2804 NG	2/2.5	1154	\$1,137	\$500	\$1,637	\$1,410	\$1,637	\$250,124	\$207,729	\$65,487	70% MFI
2808 NG	2/2.5	1154	\$1,137	\$500	\$1,637	\$1,410	\$1,637	\$250,124	\$207,729	\$65,487	70% MFI
2812 NG	2/2.5	1154	\$1,137	\$500	\$1,637	\$1,410	\$1,637	\$250,124	\$207,729	\$65,487	70% MFI
2816 NG	2/2.5	1154	\$1,137	\$500	\$1,637	\$1,410	\$1,637	\$250,124	\$207,729	\$65,487	70% MFI
2820 NG	3/2.5	1416	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI
Building 24						\$0	\$0				
2824 NG	3/2.5	1325	\$953	\$450	\$1,403	\$1,187	\$1,403	\$209,581	\$174,820	\$56,114	<60% MFI
2828 NG	2/2.5	1154	\$855	\$400	\$1,255	\$1,065	\$1,255	\$188,141	\$156,839	\$50,215	<60% MFI
2832 NG	2/2.5	1154	\$855	\$400	\$1,255	\$1,065	\$1,255	\$188,141	\$156,839	\$50,215	<60% MFI
2836 NG	2/2.5	1154	\$855	\$400	\$1,255	\$1,065	\$1,255	\$188,141	\$156,839	\$50,215	<60% MFI
2840 NG	2/2.5	1154	\$855	\$400	\$1,255	\$1,065	\$1,255	\$188,141	\$156,839	\$50,215	<60% MFI
2844 NG	3/2.5	1416	\$1,234	\$600	\$1,834	\$1,539	\$1,834	\$271,376	\$226,791	\$73,352	70% MFI

SF 29428
Hard Cost \$6,327,020

51 UNITS	SF 66721
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SF COST \$215 \$14,345,015

Townhome Sales Proceeds	\$5,774,468	\$4,813,073	Townhome Sales Proceeds
	-\$552,552	-\$1,513,947	
Per Unit Gap	-\$23,023	-\$63,081	
Total Project Sales Revenue	\$12,483,868	\$10,410,741	
Hard Cost Gap	(\$1,861,147.09)	(\$3,934,274.48)	\$36,493.08 \$77,142.64 Hard Cost/Unit Gap
Difference in Hard Cost Gap	(\$2,073,127.39)		Difference/Unit \$40,649.56

Site Work & Soft Costs \$3,000,000 Total Gap \$4,861,147
Per Unit Gap \$95,317

Interest Rate 0.3% 0.6%
of Payments 360 360
Future Value 0 0

MFI	1 Person	2 Person	3 Person	4 Person	5 Person	6 Person	7 Person
50%	\$34,200	\$39,050	\$43,950	\$48,800	\$52,750	\$56,650	\$60,550
60%	\$41,040	\$46,860	\$52,740	\$58,560	\$63,300	\$67,980	\$72,660
70%	\$47,800	\$54,650	\$61,450	\$68,300	\$73,750	\$79,250	\$84,700
80%	\$54,700	\$62,500	\$70,300	\$78,100	\$84,350	\$90,600	\$96,850

13 Units at <60% MFI
38 Units 60-80% MFI

Project Name	GSNZ 7-Acres West	
Project Type	100% Affordable	
Council District	District 3	
Census Tract	8.01	
Prior AHFC Funding	\$416,854	
Current & Future AHFC Funding Request Amount	\$7,422,602	
Estimated Total Project Cost	\$22,289,697	
High Opportunity	No	
High Displacement Risk	YES	
High Frequency Transit	Yes	
Imagine Austin	Yes	
Mobility Bond Corridor	Airport Blvd	
SCORING ELEMENTS		Description
UNITS		
< 20% MFI	0	# of rental units at < 20% MFI
< 30% MFI	0	# of rental units at < 30% MFI
District Goal	10%	% of City's affordable housing goal
High Opportunity	FALSE	% of City's affordable housing goal for high opportunity areas
Displacement Risk	33%	% of City's affordable housing goal to reduce displacement
High Frequency Transit	9%	% of City's affordable housing goal near high frequency transit
Imagine Austin	9%	% of City's affordable housing goal in imagine austin corridors
Geographic Dispersion	0%	% of City's affordable housing goal to increase geographic dispersion
Mobility Bond Corridor	6%	% of City's affordable housing goal within mobility bond corridors
SCORE	0	% of annual goal * units * 50%, max of 75
< 40% MFI	0	# of rental units at < 40% MFI
< 50% MFI	0	# of rental units at < 50% MFI
District Goal	10%	% of City's affordable housing goal
High Opportunity	FALSE	% of City's affordable housing goal for high opportunity areas
Displacement Risk	33%	% of City's affordable housing goal to reduce displacement
High Frequency Transit	9%	% of City's affordable housing goal near high frequency transit
Imagine Austin	9%	% of City's affordable housing goal in imagine austin corridors
Geographic Dispersion	0%	% of City's affordable housing goal to increase geographic dispersion
Mobility Bond Corridor	6%	% of City's affordable housing goal within mobility bond corridors
SCORE	0	% of annual goal * units * 25%, max of 75
< 60% MFI	13	# of units for purchase at < 60% MFI
District Goal	10%	% of City's affordable housing goal
High Opportunity	FALSE	% of City's affordable housing goal for high opportunity areas
Displacement Risk	33%	% of City's affordable housing goal to reduce displacement
High Frequency Transit	9%	% of City's affordable housing goal near high frequency transit
Imagine Austin	9%	% of City's affordable housing goal in imagine austin corridors
Geographic Dispersion	0%	% of City's affordable housing goal to increase geographic dispersion
Mobility Bond Corridor	6%	% of City's affordable housing goal within mobility bond corridors
SCORE	4	% of annual goal * units * 50%, max of 75
< 80% MFI	38	# of units for purchase at < 80% MFI
District Goal	10%	% of City's affordable housing goal
High Opportunity	FALSE	% of City's affordable housing goal for high opportunity areas
Displacement Risk	33%	% of City's affordable housing goal to reduce displacement
High Frequency Transit	9%	% of City's affordable housing goal near high frequency transit
Imagine Austin	9%	% of City's affordable housing goal in imagine austin corridors
Geographic Dispersion	0%	% of City's affordable housing goal to increase geographic dispersion
Mobility Bond Corridor	6%	% of City's affordable housing goal within mobility bond corridors
SCORE	6	% of annual goal * units * 25%, max of 75
Unit Score	11	MAXIMUM SCORE = 300
INITIATIVES AND PRIORITIES		
Continuum of Care	0	Total # of units provided up to 100 per year
Continuum of Care Score	0	(total CoC Units/100 + HF Units/50)*20
Access to Healthy Food	Yes	Within 1 Mile of Healthy Food (City GIS)
Continuum of Care Weighted Score	0	Mobility, Access to Jobs, Community Institutions, Social Cohesion
2 Bedroom Units	23	Total Affordable 2 Bedroom units
3 Bedroom Units	20	Total Affordable 3 Bedroom units
4 Bedroom Units	6	Total Affordable 4+ Bedroom units
Multi-Generational Housing Score	19	Multi-bedroom Unit/Total Units * 20
TEA Grade	70	Elementary School Rating from TEA
Multi-Generational Housing Weighted Score	6	Educational Attainment, Environment, Community Institutions, Social Cohesion
Accessible Units	8	mobility and sensory units
Non-PSH, Non-Voucher Under 20% MFI	0	Total units under 20% MFI
Accessibility Score	3	Accessible Unit/Total Units * 20
Metro Access Service		Within 3/4 mile of fixed route transit
Accessibility Weighted Score	1	Housing Stability, Health, Mobility, Community Institutions
Initiatives and Priorities Score	29	MAXIMUM SCORE = 200
UNDERWRITING		
AHFC Leverage	35%	% of total project cost funded through AHFC request
Leverage Score	9	3 points per 5% reduction in leverage below 50% (max 30)
AHFC Per Unit Subsidy (including prior amounts)	\$153,715	Amount of assistance per unit
Subsidy per unit score	6	(\$200,000 - per unit subsidy)*25/\$200,000
AHFC Per Bedroom Subsidy	\$59,390	Amount of assistance per bedroom
Subsidy per Bedroom Score	18	(\$200,000 - per bedroom subsidy)*25/\$200,000
Debt Coverage Ratio (Year 5)	0.00	Measured at the 5 Year mark
Debt Coverage Ratio Score	0	Minimum = 1.0; Maximum = 1.5; 1.25 = best score
Underwriting Score	32	MAXIMUM SCORE = 100
APPLICANT		
FINAL QUANTITATIVE SCORE	72	THRESHOLD SCORE = 50
Previous Developments		
Compliance Score		
Proposal		
Supportive Services		
Development Team		
Management Team		
Notes		

GSNZ 7 Acres West
Guadalupe Neighborhood Development Corporation
OHDA Application Attachment Tabs

1. Applicant Entity

Developers Experience

GNDC is a 501(c)(3) Texas non-profit corporation with nearly 40 years of service as an affordable housing provider to families from East Austin. Since its formation in 1981, GNDC has rehabilitated over 100 homes and has made home owners of over 70 families, including 28 homeowners in its Community Land Trust (CLT) program. GNDC also offers an ongoing rental program of more than 180 units that provide high quality, long-term affordable housing units to families and special needs populations such as the elderly, disabled, and single-parent households from GNDC's service area. GNDC provides property management services for all of its rental housing and has done so since the organization's inception.

GNDC is widely regarded as the most effective and active neighborhood development corporation in Austin and has moved to a leading position among the builders of "green" housing in Austin. GNDC has received many awards in recognition of its benefits to Austin and Central Texas. GNDC's achievements are best exemplified by the successful preservation of community character and neighborhood integrity in light of dramatic changes that include commercial encroachment, steady gentrification and rising property taxes that are displacing the historically Hispanic and African American families that have lived in Central East Austin. GNDC is one of a handful of Community Housing Development Organizations (CHDO) in Austin that meets specific requirements for development expertise, board membership, and community representation.

GNDC is one of few nonprofits helping low to moderate income families become homeowners in the city. GNDC pioneered its Community Land Trust Program in 2012, the first in Texas, and now has 28 CLT homeowners in the program. CLT homeownership creates long-term, stable, affordable housing. Because the land is owned by GNDC and the home has restricted resale value, the homeowner is largely exempt from rapidly rising property taxes. GNDC oversees and manages the property tax process and ensures long-term care of the home through a Stewardship Fund that escrows a small monthly payment used for eventual repairs and maintenance. To date, none of GNDC's CLT homeowners has defaulted on their mortgage. GNDC also works to ensure homes are as energy efficient as possible and has worked with Austin Energy to receive rebates on solar panels and other green components for the CLT homes, making them even more affordable to owners.

GNDC has developed project management, market analysis, site selection and control, planning and construction experience and skills throughout its nearly forty years of existence. GNDC partners with equally experienced architects, engineers, and other development team members for its housing projects. All architects have extensive experience and are leaders in the field of green building and historic preservation. GNDC works to ensure projects are as energy efficient as possible and has worked with Austin Energy to receive rebates on solar panels and other green components for a significant portion of its new construction and rehab projects.



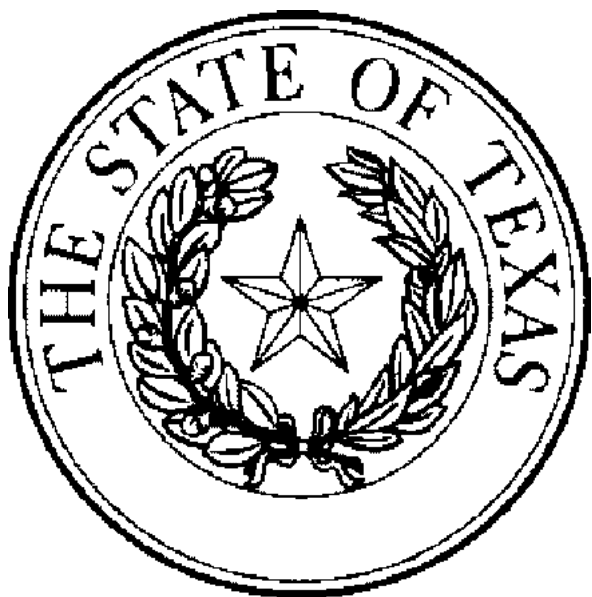
Office of the Secretary of State

Certificate of Fact

The undersigned, as Secretary of State of Texas, does hereby certify that the document, Articles of Incorporation for GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION (file number 55666001), a Domestic Nonprofit Corporation, was filed in this office on April 06, 1981.

It is further certified that the entity status in Texas is in existence.

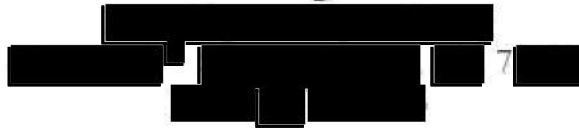
In testimony whereof, I have hereunto signed my name officially and caused to be impressed hereon the Seal of State at my office in Austin, Texas on November 03, 2020.



A handwritten signature in black ink, appearing to read "Ruth R. Hughs".

Ruth R. Hughs
Secretary of State

Mark C. Rogers, Ph.D.



Areas of expertise

Nonprofit residential development, affordable housing, green building, partnership development

Experience

Executive Director, Guadalupe Neighborhood Development Corporation 1994-Present

- Leads the growth of Guadalupe Neighborhood Development Corporation while focusing on its mission of preserving the residential character of, and prioritizing the households with ties to, the neighborhoods where it works.
- Oversees the operations and growth of the corporation while minimizing debt. 78% of GNDC's operating budget is generated by rental income.
- Oversees the development projects which include the 11-acre Guadalupe-Saldana Net-Zero Subdivision planned for 125 units of affordable, green housing, a growing portfolio of Community Land Trust homes, and the management of 105 rental units, and a variety of scattered site development initiatives.
- Coordinates partnerships and collaborations for various initiatives, including the Alley Flat Initiative with the University of Texas School of Architecture's Center for Sustainable Development and the Austin Community Design and Development Center and the Jeremiah Program Moody Campus with the Jeremiah Program Austin.
- Supervises development staff regarding grant and financing applications.
- Manages the design and programming of the development of new properties.
- Oversees compliance requirements to ensure the funding requirements for various projects.
- Manages the corporations and partnership assets and develops budgets for each.

Private Consultant

2004-Present

Works with several nonprofit and for-profit developers on a variety of projects including small subdivisions and infill rental and ownership projects.

PROJECTS LIST & COMPLETION DATE

- GNDC Exterior Rehab Project, 16 rental units, 1994
- Major Interior Rehab Project, 18 rental units, 1996
- Montopolis Good Neighbor Program, 6 lease-to-own Rehabs, 1999
- Guadalupe Area Infill Project, 17 new homes, 2004
- Guadalupe HIP 2000, 9 rental units, new and rehab, 2003
- RHDA Rental Infill Project, 7 new rental units, 2007
- La Vista de Guadalupe, 22 LIHTC rental units, 2008
- SOL Rental Project, 8 rental units, Acquisition, 2009
- SOL Ownership Project, 6 Home ownership shared equity, 2010.
- 1313 Willow Community Land Trust home, 2012
- 807 Waller Community Land Trust home, 2014
- Guadalupe-Saldana Net-Zero, 125 units. Rental & ownership 2005-ongoing:
 - 4 Duplex Project. 8 new rental units, 2013
 - Rainey Street Relocation, 4 rehab homes, 2014
 - Jeremiah Program Moody Campus. 35 new multifamily rental units, 2017
 - Father Joe Znotas Street Phase II, 8 CLT ownership, 2018
 - Father Joe Znotas Street Phase III, 4 CLT ownership, 2018
 - RHDA Scattered Infill. 7 rental units. 2019

Rachel R. Stone

EMPLOYMENT EXPERIENCE:

Assistant Executive Director, GNDC, *Austin TX*, 2018-Present

- Development of Strategic Partnerships and Fundraising Relationships.
- Development of Affordable housing through completion of SMART Housing and Zoning Applications.
- Community outreach and engagement.

Program Development Manager, ICAST, *Austin TX/Denver CO*, 2015-Present

- Developed and managed financing, youth development and clean energy programs for a 501(c)3 national nonprofit dedicated to green rehab and preservation of multifamily affordable housing;
- Provide legal, technical assistance, research, and policy analysis on best practices for executing energy, affordable housing, workforce development, health, and financing programs;

Policy Coordinator, SPEER, *Austin TX*, 2014

- Coordinated and streamlined collaboration between Austin and other local Texas governments' energy efficiency initiatives through a City Energy Leadership Council.
- Drafted and edited model resolution, contract, application and provided technical assistance for cities and counties to use in the establishment of local Property-Assessed Clean Energy (PACE) programs.
- Researched and drafted extensive policy papers; organized and led webinars, workshops, and panels.

Clean Energy Attorney, Environment Texas, *Austin TX*, 2013–2014

- Led advocacy efforts expanding policies to promote solar power, wind power, and energy efficiency at the local and state level in Texas.
- Drafted and published research and policy fact sheets, developed media campaigns and coalitions, provided outreach and coordination of grassroots organizing.

Staff Attorney, U.S. Dept. Housing & Urban Development, *Fort Worth TX*, 2011-2013

- Provided research, counseling and written memoranda to resolve legal and regulatory questions regarding fair housing, community development grants, and government ethics.
- Assisted FEMA on disaster response, improved collaboration with outside agencies and government grantees, and proactively identified training and improvement needs within agency.

RELATED CLINICS & INTERNSHIPS:

Student Attorney, UT Community Development Clinic, *Austin TX*, 2010–2011

Law Clerk, Lower River Colorado Authority, *Austin TX*, 2010

Law Clerk, Texas Civil Rights Project, *Austin TX*, 2009

GIS Technician, City of Austin Watershed Protection, *Austin TX*, 2006–2007

Intern for the Mayor's Staff, City of New Haven City Hall, *New Haven CT*, 2005

Neighborhood Services Intern, Providence City Hall, Providence RI, 2004

COMMUNITY ENGAGEMENT:

Treasurer, Solar Austin Board of Directors, *Austin TX*, 2014-Present

Executive Committee Member, Austin Housing Coalition, *Austin TX*, 2017-Present

Vice President, Artstillery Board of Directors, *Dallas TX*, 2017-Present

Affordable Housing Group Chair, 2018 Bond Election Advisory Task Force, *Austin TX*, 2016-2018

LICENSURE & EDUCATION:

Texas State Bar Admission, 2011

J.D., The University of Texas School of Law, 2011 *Austin TX*

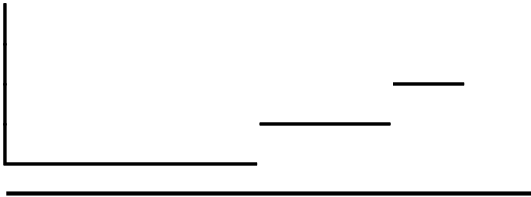
- Justice Center Award Recipient for Extraordinary Commitment to Public Service, 2011
- UT Center for Public Policy and Dispute Resolution Mediation Certification, 2010
- Related coursework: Administrative Law, Community Development Clinic, Regulation & Public Policy, Land Use Regulation, Property & Governance

B.A., Brown University, 2006 *Providence RI*

- Double Major: Urban Studies & Literary Arts

SOPHIA CHECA

CONTACT ME



ACCOMPLISHMENTS

City of Solvang

- Worked with the Building Department to increase the efficiency of processing projects through the Planning and Building Divisions
- Established the first orientation for the Planning Commission and Design Review Committee

Texas Homeless Network

- Increased the amount of Continuum of Care Program funding in the Texas Balance of State Continuum of Care by \$2,765,333, or 38%, from 2018 to 2019
- Reorganized, de-centralized power, and expanded the team to better serve our partners across the Texas Balance of State Continuum of Care
- Promoted to Chief Operations Officer, a new position at the agency, for exemplary work standardizing and streamlining internal processes

OTHER SKILLS

- Spanish-speaking
- Policy development
- Creative problem solving
- Public speaking

WORK EXPERIENCE

PROJECT MANAGER

Guadalupe Neighborhood Development Corporation | July 2023 – Present

PLANNING MANAGER

City of Solvang | October 2022 – July 2023

ASSISTANT PLANNER

City of Solvang | September 2021 – October 2022

CHIEF OPERATIONS OFFICER

Texas Homeless Network | September 2020 – September 2021

DIRECTOR OF CONTINUUM OF CARE PROGRAMS

Texas Homeless Network | September 2018 – September 2020

ASSISTANT DIRECTOR OF CONTINUUM OF CARE PROGRAMS

Texas Homeless Network | June 2017 – September 2018

SYSTEMS CHANGE COORDINATOR

Texas Homeless Network | November 2013 – June 2017

EDUCATION HISTORY

UNIVERSITY OF TEXAS AT AUSTIN

LBJ SCHOOL OF PUBLIC AFFAIRS

Master of Public Affairs, May 2012

- Nonprofit Studies Certificate
- 2011 Spirit of LBJ Award Recipient

UNIVERSITY OF CALIFORNIA, BERKELEY

Bachelor of Arts – Political Science, December 2008

YOLANDA ALEMÁN-LIMÓN

EXPERIENCE: **Property Manager** October 1, 2003 – Present

Guadalupe Neighborhood Development Corporation

- Receive all correspondence in person, telephone, mail, e-mail and fax
- Receive and record receipts for rental payments for 71 GNDC properties and La Vista de Guadalupe apartment complex
- Receive and receipt payments for 3 mortgage properties.
- Prepare and issue payments for all bills, including taxes, insurance premiums, maintenance and repair of properties, following the established procurement policies.
- Files kept in appropriate settings and locations to accommodate access by authorized Board, Staff, Auditors, Funding Providers, and Investors.
- Collect necessary income information from applicants and from new and existing tenants to determine eligibility for certification or re-certification in various programs.
- Oversee compliance with Federal, State and City guidelines and regulations in accordance to Low-Income Housing Tax Credit; HOME and RHDA programs.
- Prepare new and renewal leases.
- Manage move-out and move-in process.
- Prepare and deliver notices for late rent, late mortgage, lease violations and eviction.

Senior Patient Account Representative February 1993 - September, 2009

City of Austin, Health and Human Services

- Insured Billing and Collection of all first, second and third party billing.
- Verified insurance data from Medicaid Software for accuracy and completeness.
- Managed appeals for Medicaid, Medicare and HMO's in a timely manner
- Managed patient accounts to verify insurance or guarantor payer paid for services rendered.
- Contacted appropriate clinic sites by e-mail, fax or phone
- Managed itemized billing statements for Law Firms and other professional agencies.
- Collected and applied fees for the itemized statements.
- Directed 6 co-workers, served as Acting-Supervisor when needed.

Senior Administrative Clerk October 1985 - February 1993

City of Austin, Woman and Children (WIC) Program

- Interviewed clients to ensure eligibility for State and City guidelines.
- Explained program to clients and issued WIC coupons.
- Translated for Spanish-speaking clients.
- Maintained and documented weekly inventory of coupons.
- Prepared reports for State and Federal agency departments.

EDUCATION: **G.E.D Austin Community College, Austin, Texas** 1985

SKILLS: **Bilingual in Spanish, Proficient in Microsoft Word, bookkeeping, and accounting**

LINDA RODRIGUEZ

PROFESSIONAL EXPERIENCE

Assistant Property Manager

Guadalupe Neighborhood Development Corporation - Austin, TX May 2018 - Present

- Receive and record rental and fee payments for the Guadalupe-Saldana Net Zero Subdivision duplexes, apartments and Community Land Trust homes.
- Coordinate and oversee vendor contracts for repairs, cleaning, and waste management.
- Income verification and eligibility certification for rental applications.
- Customer service and program coordination with the Jeremiah Program.
- Manage compliance with Federal, State, and City program guidelines and regulations
- Prepare new and renewal leases, manage move-in and move-out processes, and deliver all notices to tenants regarding the property and their lease contracts.

Senior Claims Analyst/Appeals Adjustor

Covenant Management Systems - Austin, TX July 1998 - June 2017

- Researched and analyzed claims for potential recovery of claims paid in error.
- Processed medical claims for HMO/PP0/3rd party carriers, Government Chip & STAR.
- Responsible for refund checks and investigated causes of over payments.
- Assisted with cross training of new analysts regarding procedures and programs.
- Reviewed claims for appropriate for payment, denial, or requesting for information.
- Analyzed and provided timely responses to provider and member claims complaints.
- Documented, investigated and resolved member complaints regarding quality of care.
- Gathered and analyzed data to make quality improvement to policies and procedures.
- Provided performance metrics via auditing tools and reports.

Accounts Payable/Receivable Department

Austin Regional Clinic - Austin, TX January 1998 - July 1998

- Responsible for processing of accounts payable invoices to ensure the prompt payment of vendor while compiling with Company's polices.
- Issued Payments within 30 days and utilized internal computer software (Oracle).
- Responsible for printing daily checks and mailing payments.
- Completed file management for all invoices within a timely manner.
- Software: Mediview, EZ Cap, Virtual Examiner and Grievance and Appeal software.
- Worked with Customer Service, Authorization, Contracting and Eligibility Departments.

PROFESSIONAL SKILLS

HIPPA Compliance; Receiving Payments; Refund Checks; Billing; Eligibility Processing; Contracting; Clerical Support; Data Archiving; Customer Service; MS Excel/ Outlook.

EDUCATION

Accounting Certification, Mansfield Business School –Austin, TX 1990



G N D C

Guadalupe Neighborhood Development Corporation



Supporting affordable housing in East Austin since 1981.



The Guadalupe Neighborhood Development Corporation (GNDC) dedicates its resources to the development of high quality affordable housing for very low to moderate income persons.

We work for the improvement, revitalization and preservation of the residential neighborhoods within our East Austin service area, giving highest priority to families with generational ties to the Guadalupe target neighborhoods.

For over 40 years, **GNDC** has been developing and managing high quality, affordable rental and ownership properties in East Austin. It currently owns and manages sixty-four single-family properties, two multi-family family properties and operates eighteen community land trust properties.



Jeremiah Program Moody Campus

GNDC opened thirty-five units of supportive and transitional housing for single parents with preschool age children at 1200 Paul Teresa Saldana Street in the *Guadalupe-Saldana Net-Zero Subdivision* in 2017.

In partnership with Jeremiah Program Austin, the *Jeremiah Program Moody Campus* provides highly affordable apartments, a fully licensed child development center, life-skills training and educational support in order to move families out of poverty two generations at a time.

This project was developed from private fundraising and \$2 million from the City of Austin Housing Finance Corporation.



GND C Community Land Trust

GND C built and sold the first Community land Trust home in Texas in 2012 and brought the first CLT mortgage to Texas in 2014. Currently **GND C** operates 16 CLT properties and has 12 more planned for 2020.

Austin teachers, Robert Aleman and Katie Heuer, with their daughter Evelyn on the porch their newly renovated CLT home that GND C relocated a National Register District in downtown Austin to the Guadalupe-Saldana Net-Zero Subdivision.

GND C is AIA Austin 2014 Community Vision Award winner.



GNDC Community Land Trust

In 2014, **GNDC's** CLT program enabled the Hernandez Family, Jesse, Becky and their three sons, to purchase 807 Waller Street, which had a market value of \$565,000, for \$85,000. This was the first community land trust home in Texas to be purchased with a private mortgage.



Home owner Mary Ybarra and family at 1313 Willow Street, the first community land trust home in Texas



Guadalupe-Saldana Net-Zero Subdivision



125 units of "super-green homes" are planned. **GNDC's** subdivision merges sustainable design and supportive social services with affordable rental and homeownership homes. The Enterprise Green Community certified development is transforming a former "brownfield" into one of the "greenest" developments in Austin.

The subdivision is made possible through the support from the Austin Housing Finance Corporation, Texas Department of Housing and Community Affairs, Austin Energy, the Austin Brownfield Revitalization Office, The Texas Department of

Housing and Community Affairs, Austin Energy, the Austin Brownfield Revitalization Office, Enterprise Community Partners, Kresge Foundation, Cynthia and George Mitchell Foundation, Wells Fargo Bank, Bank of America, BBVA Compass and Shelter with Spirit.

Envision Central Texas Community Stewardship Award: Innovation Winner 2011.



La Vista de Guadalupe

In August of 2008, **GNDC** completed construction of La Vista de Guadalupe, an affordable multifamily housing project that sits prominently on top of a hill on 8th street, directly behind the French Legation Museum, and offers a stunning view of downtown Austin. There are twenty two units in total and units range from one-bedroom, two-bedroom, and three-bedroom. All units are equipped with nine foot ceilings, dishwashers, and washers and dryers.

La Vista de Guadalupe provides extremely affordable rents ranging from between \$330 per month for a one-bedroom unit to \$850 per month for a three-bedroom two-bath unit. One-bedroom market-rate units just one block away rent for over \$1,400 per month.

This Low Income Housing Tax Credit project was made possible by the [Texas Department of Housing & Community Affairs](#), which awarded GNDC over three million dollars in 9% tax credits. The [Austin Housing Finance Corporation](#), [Wells Fargo Bank](#), and the [Meadows Foundation](#) provided additional funding. GNDC donated the land.



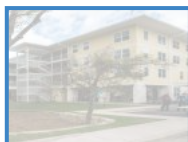
Alley Flat Initiative

GNDC began building secondary apartments—also called alley flats, granny flats and ADUs in 1999, even before Austin’s land development code was changed to add this building type. In 2005 GNDC, the University of Texas Center for Sustainable Development, and the Austin Community Design and Development Center joined to form The Alley Flat Initiative. GNDC has developed thirteen alley homes and has five more planned in 2020. 2009 Envision Central Texas Community Stewardship Award Winner: Redevelopment.

904-B Lydia Street is an alley flat designed and partially constructed by University of Texas architecture students. Margaret Renteria, grandmother of a tenant living in the main house, was the first tenant, making this a true Granny Flat.



Rebecca Castillo and Daughter on the porch of the alley flat they rent from **GNDC**.



GNDC Staff + Board

GNDC STAFF

Mark Rogers, Ph.D. – Executive Director

Rachel Stone – Assistant Executive Director

Yolanda Alemán-Limón – Property Manager

Linda Rodriguez – Assistant Property Management

e e e

CONSULTANTS

Marla Koosed – Financial Manager

Ignacio Treviño –GNDC Legal Counsel services provided by Texas Rio Grande Legal Aid

GNDC BOARD

Joseph A. Martinez – President

Victoria Alvarez – Director

Michael Guajardo – Vice President

Marla Torrado – Director

Jesse Hernandez – Treasurer

Bino Cadenas – Director

Candace Fox – Secretary

Internal Revenue Service
District Director

Department of the Treasury

FEB 9 1983

Date: FEB 04 1983

Employer Identification Number:
74-2247265
Accounting Period Ending:
OCTOBER 31
Foundation Status Classification:
170(b)(1)(A)(vi) and 509(a)(1)
Advance Ruling Period Ends:
OCTOBER 31, 1986
Person to Contact:
EO TECHNICAL ASSISTOR
Contact Telephone Number:
(214) 767-2728
EO:7215:WBJ

▷ GUADALUPE NEIGHBORHOOD DEVELOPMENT
CORPORATION
1212 EAST 9TH STREET
AUSTIN, TX 78702

Dear Applicant:

Based on information supplied, and assuming your operations will be as stated in your application for recognition of exemption, we have determined you are exempt from Federal income tax under section 501(c)(3) of the Internal Revenue Code.

Because you are a newly created organization, we are not now making a final determination of your foundation status under section 509(a) of the Code. However, we have determined that you can reasonably be expected to be a publicly supported organization described in section 170(b)(1)(A)(vi) and 509(a)(1).

Accordingly, you will be treated as a publicly supported organization, and not as a private foundation, during an advance ruling period. This advance ruling period begins on the date of your inception and ends on the date shown above.

Within 90 days after the end of your advance ruling period, you must submit to us information needed to determine whether you have met the requirements of the applicable support test during the advance ruling period. If you establish that you have been a publicly supported organization, you will be classified as a section 509(a)(1) or 509(a)(2) organization as long as you continue to meet the requirements of the applicable support test. If you do not meet the public support requirements during the advance ruling period, you will be classified as a private foundation for future periods. Also, if you are classified as a private foundation, you will be treated as a private foundation from the date of your inception for purposes of sections 507(d) and 4940.

Grantors and donors may rely on the determination that you are not a private foundation until 90 days after the end of your advance ruling period. If you submit the required information within the 90 days, grantors and donors may continue to rely on the advance determination until the Service makes a final determination of your foundation status. However, if notice that you will no longer be treated as a section 509(a)(1) organization is published in the Internal Revenue Bulletin, grantors and donors may not rely on this determination after the date of such publication. Also, a grantor or donor may not rely on this determination if he or she was in part responsible for, or was aware of, the act or failure to act that resulted in your loss of section 509(a)(1) status, or acquired knowledge that the Internal Revenue Service had given notice that you would be removed from classification as a section 509(a)(1) organization.

1100 Commerce St., Dallas, Texas 75242

(over)

Letter 1045(DO) (6-77)

If your sources of support, or your purposes, character, or method of operation change, please let us know so we can consider the effect of the change on your exempt status and foundation status. Also, you should inform us of all changes in your name or address.

Generally, you are not liable for social security (FICA) taxes unless you file a waiver of exemption certificate as provided in the Federal Insurance Contributions Act. If you have paid FICA taxes without filing the waiver, you should call us. You are not liable for the tax imposed under the Federal Unemployment Tax Act (FUTA).

Organizations that are not private foundations are not subject to the excise taxes under Chapter 42 of the Code. However, you are not automatically exempt from other Federal excise taxes. If you have any questions about excise, employment, or other Federal taxes, please let us know.

Donors may deduct contributions to you as provided in section 170 of the Code. Bequests, legacies, devises, transfers, or gifts to you or for your use are deductible for Federal estate and gift tax purposes if they meet the applicable provisions of sections 2055, 2106, and 2522 of the Code.

You are required to file Form 990, Return of Organization Exempt from Income Tax, only if your gross receipts each year are normally more than \$10,000.* If a return is required, it must be filed by the 15th day of the fifth month after the end of your annual accounting period. The law imposes a penalty of \$10 a day, up to a maximum of \$5,000, when a return is filed late, unless there is reasonable cause for the delay.

You are not required to file Federal income tax returns unless you are subject to the tax on unrelated business income under section 511 of the Code. If you are subject to this tax, you must file an income tax return on Form 990-T. In this letter, we are not determining whether any of your present or proposed activities are unrelated trade or business as defined in section 513 of the Code.

You need an employer identification number even if you have no employees. If an employer identification number was not entered on your application, a number will be assigned to you and you will be advised of it. Please use that number on all returns you file and in all correspondence with the Internal Revenue Service.

Because this letter could help resolve any questions about your exempt status and foundation status, you should keep it in your permanent records.

If you have any questions, please contact the person whose name and telephone number are shown in the heading of this letter.

CC: JAMES W. PIPER

ENCLOSURE: 872-C

Sincerely yours,



R. C. Voskuil
District Director

For tax years ending on and after December 31, 1982, organizations whose gross receipts are not normally more than \$25,000 are excused from filing Form 990. For guidance in determining if your gross receipts are "normally" not more than the \$25,000 limit, see the instructions for the Form 990.

Letter 1045(DO) (6-77)

**Department of the Treasury
Director, Exempt Organizations**

**Internal Revenue Service
P.O. Box 2508
Cincinnati, OH 45201**

Date: MAY 24 2000

Guadalupe Neighborhood Development
Corporation
1113 E 9th St.
Austin, TX 78702

Employer Identification Number:
74-2247265

Document Locator Number:
310069476EO

Contact Person - ID Number:
Mr. Evans - 31-02826

Contact Telephone Number:
(877) 829-5500 Toll-Free

Our Letter Dated:
October, 1986

Addendum Applies:
No

Dear Sir or Madam:

We have received your correspondence dated February 23, 2000, which includes Form 8734.

Since your organization was issued its determination letter, the Internal Revenue Code has been revised and organizations exempt under 501(c)(3) are classified as either private foundations or public charities described in 509(a). Our records do not indicate that we have made this determination for your organization.

Your exempt status under section 501(a) of the Internal Revenue Code as an organization described in section 501(c)(3) is still in effect. Based on the information you submitted, we have determined that you are not a private foundation within the meaning of section 509(a) of the Code because you are an organization of the type described in sections 509(a)(1) and 170(b)(1)(A)(vi).

Grantors and contributors may rely on this determination unless the Internal Revenue Service publishes notice to the contrary. However, if you lose your section 509(a)(1) status, a grantor or contributor may not rely on this determination if he or she was in part responsible for, or was aware of, the act or failure to act, or the substantial or material change on the part of the organization that resulted in your loss of such status, or if he or she acquired knowledge that the Internal Revenue Service had given notice that you would no longer be classified as a section 509(a)(1) organization.

If we have indicated in the heading of this letter that an addendum applies, the addendum enclosed is an integral part of this letter.

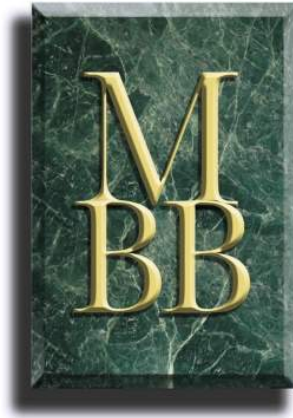
Because this letter could help resolve any questions about your private foundation status, please keep it in your permanent records.

If you have any questions, please contact the person whose name and telephone number are shown above.

Sincerely yours,

Steven T. Miller
Steven T. Miller
Director, Exempt Organizations

Letter 1050 Modified (DO/CG)



Montemayor Britton Bender PC

CERTIFIED PUBLIC ACCOUNTANTS

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

CONSOLIDATED FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORTS

31 DECEMBER 2022 AND 2021

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

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Montemayor Britton Bender PC
CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors and Management
Guadalupe Neighborhood Development Corporation

INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the accompanying consolidated financial statements of Guadalupe Neighborhood Development Corporation (GNDC), a nonprofit organization, which comprise the consolidated statement of financial position as of 31 December 2022, and the related consolidated statements of activities and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of GNDC as of 31 December 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of GNDC and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.



In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about GNDC's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of GNDC's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about GNDC's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.



Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards (page 31), as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The supplemental schedule of Community Land Trust sources and uses of funds (page 34) is presented for additional analysis as required by Texas property tax code 11.1827, and is also not a required part of the consolidated financial statements. The supplemental financial statements of Guadalupe Jeremiah LP (pages 24-25), schedule of consolidating statement of financial position (page 35) and schedule of consolidating statement of activities (page 36) are presented for additional analysis, and are also not a required part of the consolidated financial statements. The schedule of expenditures of federal awards, the supplemental schedule of Community Land Trust sources and uses of funds, the supplemental financial statements of Guadalupe Jeremiah LP, the schedule of consolidating statement of financial position, and the schedule of consolidating statement of activities are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards, the supplemental schedule of Community Land Trust sources and uses of funds, the supplemental financial statements of Guadalupe Jeremiah LP, the schedule of consolidating statement of financial position, and the schedule of consolidating statement of activities are fairly stated, in all material respects, in relation to the consolidated financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated 26 May 2023 on our consideration of GNDC's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of GNDC's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering GNDC's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Montgomery Smith Bender PC". The signature is written in a cursive style with a long vertical line extending downwards from the first letter of the first name.

26 May 2023
Austin, Texas

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2022 AND 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
CURRENT ASSETS		
Cash	\$524,695	\$982,769
Current portion of notes receivable	5,100	5,100
Grants receivable	0	250,000
Prepaid insurance and other	<u>86,223</u>	<u>69,212</u>
	<u>616,018</u>	<u>1,307,081</u>
NONCURRENT ASSETS		
Real estate held for sale	194,850	0
Long-term portion of notes receivable	3,016,264	3,022,566
Long-term interest receivable	1,618,423	1,515,743
Fixed assets	3,790,902	2,750,169
Rental real estate	<u>10,580,276</u>	<u>11,016,833</u>
	<u>19,200,715</u>	<u>18,305,311</u>
	<u>\$19,816,733</u>	<u>\$19,612,392</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$119,044	\$0
Accrued liabilities and deferred revenue	243,176	299,313
Retainage payable	97,267	0
Current portion of notes payable	<u>255,792</u>	<u>99,858</u>
	<u>715,279</u>	<u>399,171</u>
NONCURRENT LIABILITIES		
Minority interest	4,955,993	4,955,993
Long-term portion of notes payable	<u>10,898,307</u>	<u>10,845,743</u>
	<u>15,854,300</u>	<u>15,801,736</u>
	<u>16,569,579</u>	<u>16,200,907</u>
NET ASSETS		
Without donor restrictions—undesignated	2,996,286	2,863,265
With donor restrictions—purpose restrictions	<u>250,868</u>	<u>548,220</u>
	<u>3,247,154</u>	<u>3,411,485</u>
	<u>\$19,816,733</u>	<u>\$19,612,392</u>

The accompanying notes are an integral part of this financial statement presentation.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED 31 DECEMBER 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUE			
Rent	\$646,145	\$0	\$646,145
Forgiveness of interest	529,440	0	529,440
Foundation and corporate contributions	311,650	150,000	461,650
Interest income	102,680	0	102,680
Consulting income	81,005	0	81,005
Developer fee	35,915	0	35,915
Fee for service contract	25,000	0	25,000
Other	96,270	0	96,270
Net assets released from restriction	<u>447,352</u>	<u>(447,352)</u>	<u>0</u>
	<u>2,275,457</u>	<u>(297,352)</u>	<u>1,978,105</u>
EXPENSES			
Program	1,975,224	0	1,975,224
Management and general	136,451	0	136,451
Fundraising	<u>30,761</u>	<u>0</u>	<u>30,761</u>
	<u>2,142,436</u>	<u>0</u>	<u>2,142,436</u>
CHANGE IN NET ASSETS	133,021	(297,352)	(164,331)
BEGINNING NET ASSETS	<u>2,863,265</u>	<u>548,220</u>	<u>3,411,485</u>
ENDING NET ASSETS	<u>\$2,996,286</u>	<u>\$250,868</u>	<u>\$3,247,154</u>

The accompanying notes are an integral part of this financial statement presentation.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED 31 DECEMBER 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUE			
Sale of houses with simultaneous debt forgiveness	\$555,000	\$0	\$555,000
Related debt forgiveness	1,360,952	0	1,360,952
Cost of sales	<u>(910,102)</u>	<u>0</u>	<u>(910,102)</u>
	<u>1,005,850</u>	<u>0</u>	<u>1,005,850</u>
Foundation and corporate contributions	367,989	484,570	852,559
Rent	640,646	0	640,646
Forgiveness of interest	523,058	0	523,058
Interest income	107,832	0	107,832
Developer fee	74,199	0	74,199
Employee retention credit	48,000	0	48,000
Fee for service contract	35,000	0	35,000
Other	145,750	0	145,750
Net assets released from restriction	<u>44,707</u>	<u>(44,707)</u>	<u>0</u>
	<u>2,993,031</u>	<u>439,863</u>	<u>3,432,894</u>
EXPENSES			
Program	1,918,005	0	1,918,005
Management and general	142,153	0	142,153
Fundraising	<u>24,779</u>	<u>0</u>	<u>24,779</u>
	<u>2,084,937</u>	<u>0</u>	<u>2,084,937</u>
CHANGE IN NET ASSETS	908,094	439,863	1,347,957
BEGINNING NET ASSETS	<u>1,955,171</u>	<u>108,357</u>	<u>2,063,528</u>
ENDING NET ASSETS	<u>\$2,863,265</u>	<u>\$548,220</u>	<u>\$3,411,485</u>

The accompanying notes are an integral part of this financial statement presentation.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION
CONSOLIDATED STATEMENT OF CASH FLOWS
YEARS ENDED 31 DECEMBER 2022 AND 2021

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	(\$164,331)	\$1,347,957
Depreciation	562,655	562,168
Amortization	7,297	7,297
Forgiveness of debt	(5,367)	(1,360,952)
Contributed land	0	(52,818)
Change in real estate held for sale	(194,850)	710,692
Change in prepaid insurance and other	(17,011)	(29,641)
Change in grants receivable	250,000	(250,000)
Change in interest receivable	(102,680)	(107,816)
Change in accounts payable	119,044	(103,976)
Change in retainage payable	97,267	0
Change in accrued liabilities and deferred revenue	<u>(56,136)</u>	<u>61,108</u>
	<u>495,888</u>	<u>784,019</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Notes receivable principal payments received	6,302	5,225
Additions to construction in progress	(1,143,318)	(314,547)
Purchase of housing units	<u>(23,514)</u>	<u>(43,270)</u>
	<u>(1,160,530)</u>	<u>(352,592)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on debt	(104,532)	(324,779)
Proceeds from debt	<u>311,100</u>	<u>109,411</u>
	<u>206,568</u>	<u>(215,368)</u>
NET CHANGE IN CASH	(458,074)	216,059
BEGINNING CASH	<u>982,769</u>	<u>766,710</u>
ENDING CASH	<u>\$524,695</u>	<u>\$982,769</u>
CASH PAID FOR INTEREST	<u>\$19,165</u>	<u>\$26,396</u>

The accompanying notes are an integral part of this financial statement presentation.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: ORGANIZATION

Guadalupe Neighborhood Development Corporation (GNDC) is a Texas nonprofit corporation set up to provide affordable housing to families in the Austin area with very low to moderate incomes. In 2005, GNDC established a new entity and became the sole member of GNDC GP, LLC. In turn, GNDC GP, LLC became the general partner of Guadalupe-Saldana Affordable Homes, LP. Because GNDC has 100% of the voting interest in GNDC GP, LLC, and GNDC GP, LLC has a controlling financial interest in Guadalupe-Saldana Affordable Homes, LP (as general partner), the financial statements consolidate the financial statements of the 3 entities. Inter-company balances have been eliminated in the consolidation. GNDC GP, LLC's sole purpose is to serve as general partner of Guadalupe-Saldana Affordable Homes, LP. Guadalupe-Saldana Affordable Homes, LP owns land where GNDC will build approximately 125 homes. The accompanying consolidated financial statements report all of the activity of various funding sources which includes rental and interest income, contributions, forgivable debt, and sales of houses.

During 2007, GNDC established La Vista de Guadalupe, LLC (La Vista) with GNDC as the sole member. La Vista is serving as the 0.01% general partner in a low income housing development and GNDC is serving as the developer of the development. The financial statements of La Vista are not material and have not been consolidated. In addition, although GNDC (La Vista) serves as the general partner in the development, other partners, as stipulated in the partnership agreements, retain the controlling financial interest in the development.

In 2015, GNDC established GNDC Saldana GP, LLC (GNDC Saldana GP), with GNDC being the sole member. GNDC Saldana GP and the Jeremiah Program Austin, LLC subsequently formed a partnership, Guadalupe Jeremiah LP (Guadalupe Jeremiah), with GNDC Saldana GP as the general partner, and Jeremiah Program Austin, LLC as a limited partner. As GNDC, through GNDC Saldana GP, has a controlling financial interest in and is the primary beneficiary of Guadalupe Jeremiah, the financial statements of Guadalupe Jeremiah are consolidated with GNDC. Inter-company balances have been eliminated in the consolidation. In 2019, Guadalupe Jeremiah constructed a residential rental facility with 35 units for single parents pursuing education and career opportunities.

In 2020, GNDC established GNDC Lopez GP, LLC (GNDC Lopez GP), with GNDC being the sole member. The purpose of this company is to provide affordable housing to low income individuals and track transactions in connection the La Vista de Lopez, an affordable housing project in Austin. To date there has been no activity under GNDC Lopez GP.

FINANCIAL STATEMENT PRESENTATION

Net assets are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Net Assets Without Donor Restrictions

Net assets available for use in general operations and not subject to donor restrictions.

Net Assets With Donor Restrictions

Net assets subject to donor-imposed restrictions. Some donor restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

BASIS OF ACCOUNTING

GNDC uses the accrual method of accounting which recognizes revenue when earned and expenses when incurred.

REVENUE

Unconditional grants and contributions received are recorded at fair value on the date of the award as with donor restrictions or without donor restrictions depending on the existence and/or nature of any donor-imposed restrictions.

FEE FOR SERVICE CONTRACT

Revenue under fee for service contracts is earned upon completion of set objectives and deliverables.

FORGIVENESS OF INTEREST

GNDC has several forgivable loans with stated interest rates of zero percent. Interest related to these loans is considered forgiven annually if GNDC is in compliance with the terms of the loan agreements. The forgiven interest is calculated using a market rate of 5%.

RENTAL OPERATIONS

GNDC leases its real estate properties as single family residences under operating leases that are cancellable with 30 days notice. There were 64 available housing units for lease in 2022 and 2021. Generally, these leases have twelve month terms, automatically renewing on a month-to-month basis thereafter. Tenants pay a monthly rate established in lease agreements.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

PROPERTY SALES

Revenue from property sales is recognized at a point in time upon completion of the sale when the title of the property transfers to the customer. Payment is due upon completion of the sale. The sales price is established in the purchase agreements. There is typically no financing component because payments are received within one year of the sale.

SUBSEQUENT EVENTS

Management of GNDC has evaluated subsequent events for disclosure through the date of the Independent Auditor's Report, the date the consolidated financial statements were available to be issued.

ESTIMATES

The preparation of consolidated financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

FUNCTIONAL EXPENSE ALLOCATION

The consolidated financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated are depreciation, payroll, insurance, utilities, legal, and other, which are allocated based on personnel time spent on each area as estimated by management.

NOTES RECEIVABLE

Notes receivable are stated at the principal amount outstanding. Interest income on notes receivable is recognized over the term of the note and is computed using the simple interest method on principal amounts outstanding.

INCOME TAXES

In accordance with Section 501(c)(3) of the Internal Revenue Code, GNDC is exempt from federal income taxes. Consequently, no provision for Federal income taxes is included in the accompanying consolidated financial statements.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Guadalupe Saldana and Guadalupe Jeremiah have elected to be taxed as limited partnerships. Under such elections, federal taxable income or loss and tax credits are passed through to the individual partners. Texas state taxes are imposed at the entity level. Any federal taxes due by GNDC, as the general partner, or any state taxes due by the limited partnerships, are recognized in the financial statements when incurred, as tax expense and tax liability. At 31 December 2022 and 2021, respectively, no interest, penalties, federal taxes, or state taxes have been or are required to be accrued. GNDC's policy is to record interest and penalties related to income taxes as interest and other expense and federal or state taxes as tax expense.

FIXED ASSETS

Acquisitions of property and equipment valued at \$1,000 or more and a useful life greater than one year are capitalized at cost if purchased, or estimated fair market value on the date of donation, if contributed. Repairs and maintenance costs are expensed as incurred. Depreciation is computed using the straight-line method based on the estimated useful life of the asset, which is 5 years for furniture and equipment, 20 years for infrastructure and 25 years for buildings.

RENTAL REAL ESTATE

Rental real estate consists of land, housing units, and closing costs. Rental real estate is capitalized at cost, which includes the cost of preacquisition, acquisition, development, and construction. Housing units leased are depreciated using the straight-line method based on an estimated useful life of 25 and 5 years, respectively. Housing units leased and held for sale are restricted for rental and sales to families with low incomes. Housing units held for sale are set to be sold to families with low income in subsequent years. Upon the sale of housing units, the difference between the cost and sale proceeds results in a net gain or loss.

NOTE 3: CONTINGENCIES

GNDC receives forgivable loans and cost reimbursement grants from the City of Austin to assist with implementation of its program. Should GNDC not comply with the terms of the loans and grants or should any costs be determined to be ineligible, GNDC will be responsible for reimbursing the grantor for these amounts. Management believes there will be no such disallowance.

As part of a development agreement, GNDC guaranteed to fund operating deficits, if any, of La Vista apartments up to \$85,000 via an unsecured loan to La Vista with interest at 8%. As of 31 December 2022 and 2021, no operating deficits have been incurred.

GNDC has a shared interest in the gain at sale for several properties. GNDC will recognize income upon the sale of the property based on the appreciated value at the date of sale.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 3: CONTINGENCIES

GNDC received land from the City of Austin for affordable housing. Should GNDC not comply with the terms of the deed of trust on the land, GNDC will be responsible for paying the City of Austin \$52,818, the value of the land at the time of the agreement. Management believes there will be no such disallowance.

NOTE 4: COMMITMENTS

Under the terms of various agreements with funding agencies, GNDC is required to provide certain services including, but not limited to, using certain properties for low income housing and maintaining certain levels of insurance.

NOTE 5: MINORITY INTEREST LIABILITIES

	<u>2022</u>	<u>2021</u>
Saldana LLP interest in Guadalupe-Saldana Affordable Homes	\$61,296	\$61,296
Jeremiah Program Austin, LLC interest in Guadalupe-Jeremiah LP	<u>4,894,697</u>	<u>4,894,697</u>
	<u>\$4,955,993</u>	<u>\$4,955,993</u>

NOTE 6: RELATED PARTY TRANSACTIONS

As of 31 December 2022 and 2021, GNDC had interest receivable of \$1,618,423 and \$1,515,743 respectively, and notes receivable of \$2,741,018 and \$2,781,266, respectively, due from Guadalupe Family Community, L.P., an organization with common officers.

GNDC purchased a property from a board member for \$261,000 in 2015, the property was appraised for \$510,000 at the time of purchase. As of 31 December 2022 and 2021, GNDC owed the board member \$173,350 and \$190,750, respectively, which will be paid with a 0% interest 15 year note. Payments on the note were deferred for three years.

NOTE 7: CONCENTRATIONS

92% of notes payable are due to one lender as of 31 December 2022 and 2021, respectively. See Note 14. In 2022 and 2021, 91% and 92% of notes receivable are due from one borrower.

At 31 December 2022 and 2021, GNDC had cash balances in excess of FDIC insurance amounting to \$117,650 and \$496,665 respectively. GNDC has not experienced any losses due to this credit risk.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 8: FINANCING RECEIVABLE

GNDC has a financing receivable agreement with one borrower. The receivable is performing and current, and is fully collateralized by property. Thus, no allowance is needed.

NOTE 9: RENTAL REAL ESTATE

<u>GNDC</u>	<u>2022</u>	<u>2021</u>
64 housing units in 2022 and 2021 (with \$1,191,631 land)	\$7,112,316	\$7,088,802
Closing costs	67,105	33,006
Land	1,119,557	1,119,557
Accumulated depreciation	<u>(3,028,656)</u>	<u>(2,810,456)</u>
	<u>5,270,322</u>	<u>5,430,909</u>
 <u>Guadalupe Jeremiah</u>		
35 housing units in 2022 and 2021	6,885,287	6,885,287
Accumulated depreciation	<u>(1,575,333)</u>	<u>(1,299,363)</u>
	<u>5,309,954</u>	<u>5,585,924</u>
	<u>\$10,580,276</u>	<u>\$11,016,833</u>

NOTE 10: FIXED ASSETS

<u>GNDC</u>	<u>2022</u>	<u>2021</u>
Construction in progress	\$2,247,049	\$1,139,017
Furniture and equipment	20,232	19,045
Accumulated depreciation	<u>(18,096)</u>	<u>(17,463)</u>
	<u>2,249,185</u>	<u>1,140,599</u>
 <u>GNDC Saldana GP</u>		
Land	827,975	827,975
Infrastructure	1,362,347	1,362,347
Accumulated depreciation	<u>(648,604)</u>	<u>(580,752)</u>
	<u>1,541,718</u>	<u>1,609,570</u>
	<u>\$3,790,903</u>	<u>\$2,750,169</u>

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 11: FUNCTIONAL EXPENSES

Functional expense allocation at 31 December 2022:

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Depreciation	\$506,390	\$45,012	\$11,253	\$562,655
Interest	548,605	0	0	548,605
Payroll	420,150	21,463	13,658	455,271
Repair and maintenance	229,572	0	0	229,572
Insurance	82,698	7,351	1,838	91,887
Utilities	75,635	6,723	1,681	84,039
Accounting	0	46,580	0	46,580
Legal	30,600	2,720	680	34,000
Amortization	7,297	0	0	7,297
Other	<u>74,277</u>	<u>6,602</u>	<u>1,651</u>	<u>82,530</u>
	<u>\$1,975,224</u>	<u>\$136,451</u>	<u>\$30,761</u>	<u>\$2,142,436</u>

Functional expense allocation at 31 December 2021:

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Depreciation	\$505,951	\$44,974	\$11,243	\$562,168
Interest	554,459	0	0	554,459
Payroll	345,322	30,695	7,674	383,691
Repair and maintenance	203,908	0	0	203,908
Utilities	72,361	6,432	1,608	80,401
Insurance	63,973	5,686	1,422	71,081
Legal	40,874	3,634	908	45,416
Accounting	0	43,035	0	43,035
Dead deal costs	37,264	0	0	37,264
Amortization	7,297	0	0	7,297
Other	<u>86,596</u>	<u>7,697</u>	<u>1,924</u>	<u>96,217</u>
	<u>\$1,918,005</u>	<u>\$142,153</u>	<u>\$24,779</u>	<u>\$2,084,937</u>

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 12: CONSTRUCTION CONTRACT COMMITMENTS

On 18 February 2020, GNDC entered into a contract with U.S. Department of Housing and Urban Development to develop supportive housing for the elderly. The total contract amount is \$4,048,000 to construct, acquire, or rehabilitate 26 dwelling units. A single purpose entity was formed for this project. No amounts have been expended for this project.

On 13 April 2020, GNDC entered into a contract with Hatch + Ulland Owen Architects for the design, architectural and engineering services for a high-rise elder housing community in Austin. The total contract amount, including amendments, is \$423,085 and the remaining commitment is approximately \$91,000 at year end.

On 25 March 2021, GNDC entered into a contract with Bellwether Enterprise Real Estate Capital, LLC for mortgage insurance processing and underwriting services. The total contract amount is \$175,390 and the remaining commitment at year end is approximately \$123,000 at year end.

On 19 May 2022, GNDC entered into a contract with Civiltude for engineering services on the Gardner project. The total contract amount is \$116,600 and the remaining commitment at year end is approximately \$52,600.

On 1 July 2022, GNDC entered into a contract with Spring Architects for architectural services on the Gardner project. The total contract amount is \$154,000 and the remaining commitment at year end is approximately \$132,000.

On 23 May 2022, GNDC entered into a contract with Spring Architects for architectural services on the Tannehill project. The total contract amount is \$160,000 and the remaining commitment at year end is approximately \$131,000.

On 3 March 2022, GNDC entered into a contract with 2nd Street Development LLC for multiple services on the East Knight project. The total contract amount is \$450,000 and the remaining commitment is approximately \$448,000.

NOTE 13: NOTES RECEIVABLE

During 2010, GNDC entered into six note receivable agreements as the result of the sale of six properties. The properties were sold by an independent party at appraised fair market value, but with the seller accepting amounts less than fair market value. The cash portion of the sales were financed by the purchasers with bank mortgages and down payment assistance from the City of Austin. The difference between the appraised value sales price and the cash required at purchase was secured by a third lien held by GNDC. The third lien note also provided GNDC with a share of equity based on the percentage value of its lien relative to the appraised value of the property. Based on current market value estimates, GNDC's interest in any appreciated value over the recorded value of the third lien notes is not considered significant at year end.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 13: NOTES RECEIVABLE

One property was sold during 2017, and GNDC received the portion of the third lien used to acquire the property, \$21,615, plus \$12,585 for its share of equity based on the appreciated value, calculated as the difference between the initial property value and the appraised value at resale. One property was sold during 2018, and GNDC received the portion of the third lien used to acquire the property, \$37,050, plus \$9,447 for its share of equity based on the appreciated value, calculated as the difference between the initial property value and the appraised value at resale.

The notes are collateralized by real property as described in the note agreements. GNDC's access to the collateral is based on normal legal foreclosure processes. If the debtors fail to perform according to the terms of the agreements, and the collateral proves to be of no value, GNDC would incur a loss equal to the principal balance receivable.

	<u>2022</u>	<u>2021</u>
Note receivable from Guadalupe Family Community, L.P., collateralized by real estate. See Note 14 for the related note payable to the City of Austin in the same amount.	\$2,138,239	\$2,138,239
Note receivable from Guadalupe Family Community, L.P., collateralized by real estate, note bears a 1.5% interest rate.	40,423	40,423
Note receivable from Guadalupe Family Community, L.P., collateralized by real estate, note bears 0% interest rate.	78,399	78,399
Note receivable from Guadalupe Family Community, L.P., collateralized by real estate, note bears 0% interest rate.	102,365	102,365
Note receivable from Guadalupe Family Community, L.P., collateralized by real estate, note bears 0% interest rate.	75,640	75,640
Note receivable from Guadalupe Family Community, L.P., collateralized by real estate, note bears 4.9% interest rate.	350,000	350,000
Notes receivable agreements (4 in 2020 and 2019), collateralized by real estate, notes bear a 0% interest rate, monthly payments are scheduled to begin in 2040. In the event of default, the receivable will begin to accrue interest at 10%.	139,100	139,100
Note receivable from one borrower, collateralized by real estate, note bears an interest rate of 0%.	<u>97,198</u>	<u>103,500</u>
	3,021,364	3,027,666
Less current portion of notes receivable	<u>(5,100)</u>	<u>(5,100)</u>
Long-term portion of notes receivable	<u>\$3,016,264</u>	<u>\$3,022,566</u>

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 14: NOTES PAYABLE

	<u>2022</u>	<u>2021</u>
Note payable to Austin Housing Finance, collateralized by rental real estate. The note bears a 0% interest rate until maturity and the principal and interest shall be forgiven in its entirety if on 31 March 2112, GNDC is in compliance with all terms and conditions of the Loan Agreement.	\$600,000	\$600,000
Note payable to Austin Housing Finance, collateralized by rental real estate, bearing interest at 0%, due in monthly installments through 1 April 2023.	3,250	9,750
Notes payable to Austin Housing Finance, collateralized by rental real estate. The notes bear a 0% interest rate until maturity and the principal and interest shall be forgiven in its entirety if on 1 March 2107, GNDC is in compliance with all terms and conditions of the Loan Agreements.	102,354	102,354
Note payable to Austin Housing Finance, collateralized by rental real estate. The note bears a 0% interest rate until maturity and the principal and interest shall be forgiven in its entirety if on 23 April 2108, GNDC is in compliance with all terms and conditions of the Loan Agreement.	850,000	850,000
Note payable to Austin Housing Finance, collateralized by rental real estate. The note bears a 0% interest rate until maturity and the principal and interest shall be forgiven in its entirety if on 11 November 2049, GNDC is in compliance with all terms and conditions of the Loan Agreement.	435,500	435,500
Note payable to Austin Housing Finance, collateralized by rental real estate. The note bears a 0% interest rate until maturity and the principal and interest shall be forgiven in its entirety if on 1 February 2027, GNDC is in compliance with all terms and conditions of the Loan Agreement.	395,000	395,000
Note payable to Austin Housing Finance, collateralized by GNDC's note receivable from Guadalupe Family Community, L.P., which in turn, is collateralized by the underlying rental real estate. The note bears a 0% interest rate until maturity. The principal and interest shall be forgiven in its entirety if on 1 September 2049, GNDC is in compliance with all terms and conditions of the Loan Agreement. See Note 13 for related note receivable.	2,138,239	2,138,239

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 14: NOTES PAYABLE

	<u>2022</u>	<u>2021</u>
Note payable to Austin Housing Finance, collateralized by rental real estate. The note bears a 0% interest rate until maturity and the principal and interest shall be forgiven in its entirety if on 31 January 2108, GNDC is in compliance with all terms and conditions of the Loan Agreement.	1,000,000	1,000,000
Note payable to Austin Housing Finance, collateralized by rental real estate. The note bears a 0% interest rate until maturity and the principal and interest shall be forgiven in its entirety if on 30 April 2049, GNDC is in compliance with all terms and conditions of the Loan Agreement.	60,000	60,000
Note payable to Austin Housing Finance, collateralized by real estate. The note bears a 0% interest rate until maturity and the principal and interest shall be forgiven in its entirety if on 20 December 2108, GNDC is in compliance with all terms and conditions of the Loan Agreement.	555,000	555,000
Notes payable to Texas Department of Housing and Community Affairs, at 0 % interest, collateralized by real estate. \$162,000 is payable in monthly installments beginning 1 August 2014 until maturity, 1 July 2044. \$161,000 is forgiven in annual increments of \$5,368, through maturity, 1 August 2043, provided GNDC is in compliance will all terms and conditions of the Loan Agreement.	228,826	239,593
Note payable to Austin Housing Finance, collateralized by real estate. The note bears a 0% interest rate until maturity and the principal and interest shall be forgiven in its entirety if on 31 December 2032, GNDC is in compliance with all terms and conditions of the Loan Agreement.	50,000	50,000
Note payable to Austin Housing Finance, collateralized by rental real estate. The note bears a 0% interest rate until maturity and the principal and interest shall be forgiven in its entirety if on 31 December 2114, GNDC is in compliance with all terms and conditions of the Loan Agreement.	2,000,000	2,000,000

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 14: NOTES PAYABLE

	<u>2022</u>	<u>2021</u>
Note payable to Austin Housing Finance, with a 0% interest rate, collateralized by rental real estate. The note will be forgiven as each of the housing units are sold. The remaining balance will be forgiven in its entirety on 31 August 2110, if GNDC is in compliance with all terms and conditions of the Loan Agreement.	550,000	550,000
Note payable to Mary Helen Lopez (a former board member), at 0% interest, with a face value of \$261,000, payable in monthly payments of \$1,450 starting June 2020 until June 2033, discounted to present value at a rate of 6%.	99,166	113,042
Note payable to Austin Housing Finance, collateralized by rental real estate. The note bears a 0% interest rate until maturity and the principal and interest shall be forgiven in its entirety if on 31 October 2116, GNDC is in compliance with all terms and conditions of the Loan Agreement.	1,281,460	1,281,460
Note payable to Austin Housing Finance, collateralized by real estate. The note bears a 0% interest rate until maturity. The loan will be partially forgiven upon the sale of each home and fully forgiven when both homes have been sold to eligible buyers.	240,000	85,000
Note payable principal amount \$571,000 with Frost Bank, collateralized by real estate. The notes bear a 4.174% interest rate, monthly payments of principal and interest are \$7,866 until maturity on 29 October 2027.	409,204	480,663
Note payable principal amount \$290,000 with Horizon Bank, collateralized by real estate. The note bears 5% interest rate until maturity, monthly payments of interest are due beginning 15 July 2022 continuing regularly through 15 June 2023.	156,100	<u>0</u>
	<u>\$11,154,099</u>	<u>\$10,954,601</u>

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 14: NOTES PAYABLE

<u>Maturities</u>	
2023	\$255,792
2024	99,658
2025	103,010
2026	106,505
2027	110,149
Thereafter	<u>10,478,985</u>
	<u>\$11,154,099</u>

NOTE 15: NET ASSETS WITH DONOR RESTRICTIONS

<u>Subject to expenditure for specified purpose:</u>	<u>2022</u>	<u>2021</u>
Capacity building	\$8,210	\$18,831
Covid 19 relief	0	24,129
Affordable housing	87,973	475,000
La Vista de Lopez communications room	25,000	0
East Knight	100,000	0
Other projects	<u>29,685</u>	<u>30,260</u>
	<u>\$250,868</u>	<u>\$548,220</u>
<u>Release from donor restrictions:</u>	<u>2022</u>	<u>2021</u>
Capacity building	\$10,621	\$28,294
Affordable housing	387,027	0
Home buyer education	25,000	0
Covid 19 relief	24,129	15,933
Other projects	<u>575</u>	<u>480</u>
	<u>\$447,352</u>	<u>\$44,707</u>

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 16: LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, within one year of the statement of financial position date, comprise the following:

	<u>2022</u>	<u>2021</u>
Cash	\$524,695	\$982,769
Grants receivable	0	250,000
Current portion of notes receivable	<u>5,100</u>	<u>5,100</u>
	529,795	1,237,869
Less amounts unavailable for general expenditure within one year, due to donor-imposed restrictions	<u>(250,868)</u>	<u>(548,220)</u>
	<u>\$278,927</u>	<u>\$689,649</u>

As part of GNDC's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The policy is that monthly revenues are to cover monthly expenses. Monthly revenues and expenditures are deposited in and deducted from GNDC's operating accounts. As a part of GNDC's policy, separate accounts are maintained for tenant security deposits and maintenance/replacement reserves. GNDC also tracks federal loan amounts in a separate account for construction costs.

Several of GNDC's notes payable are forgivable upon maturity if GNDC is in compliance with the Loan Agreements, see Note 14 for the terms of each note.

NOTE 17: REVENUE FROM CONTRACTS WITH CUSTOMERS

DISAGGREGATION OF REVENUE

	<u>2022</u>	<u>2021</u>
Revenue earned at a point in time	<u>\$106,005</u>	<u>\$590,000</u>

Revenue earned at a point in time consists of the gross amount earned for homes sold during the year, amounts earned for the completion of specific performance obligations under the fee for service contract, and consulting fees. Property sales are recorded net of the cost of homes on the statement of activities.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 17: REVENUE FROM CONTRACTS WITH CUSTOMERS

CONTRACT BALANCES

Accounts receivable relates to the sale of a property in prior years. The receivable balance at 31 December 2022 and 2021 was \$98,525 and \$103,625 respectively. The receivable is due in monthly installments of \$425 through 2042.

NOTE 18: FEE FOR SERVICE CONTRACTS

During 2019 GNDC entered into a fee for service contract for the for \$667,125 for the design of Nueva Escuela and development of a new partnership. The revenue is earned at a point in time upon completion of each performance obligation. A detail of the transaction price for each performance obligation is as follows; these amounts were specified in the contract.

<u>Performance obligation</u>	<u>Year</u>	<u>Amount</u>
Execution of Contract	2019	\$25,000
Final Conceptual Design and First Community Engagement Convening	2020	50,000
Technical Assistance	2020	94,875
Design Development Documents	2020	96,000
First Community Engagement and Technical Assistance	2020	18,250
Land/Ownership Agreement, Second Community Engagement Convening, and Finalize Development Plan	2020	131,000
Final Construction Documents	2021	10,000
Building Permit and Partnership Agreement	2021	25,000
Finalize Development Plan	2022	15,000
Financial Plan	2022	10,000
Service Delivery Research + Best Practices	2023	30,000
Draft On-Site Service Plan	2023	40,000
Management and Lease Agreements and School and Tenant Outreach	2023	32,000
Operating Agreements and On-Site Service Agreements	2023	40,000
On-Site Service Coordination Prototype and Toolkit for Scaling Housing + School Model	2024	<u>50,000</u>
		<u>\$667,125</u>

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 19: CONTRIBUTED NONFINANCIAL ASSETS

For the year ended 31 December 2022, contributed nonfinancial assets recognized within the statement of activities include:

Interest	\$529,440
Attorney fees	<u>34,000</u>
	<u>\$563,440</u>

GNDC recognized contributed nonfinancial assets within revenue, including interest and contributed attorney fees. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions.

Interest for forgivable loans is forgiven annually as GNDC is in compliance with loans. Forgivable interest is used for program activities and is valued at the estimated fair value in the financial statements based on current rates for similar loans.

Attorney fees are used for program activities and are valued at the estimated fair value in the financial statements.

NOTE 20: ADOPTION OF NEW ACCOUNTING STANDARD

During the year, GNDC adopted Accounting Standards Update (ASU) 2020-07, Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets. The new guidance requires nonprofit entities to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash and other financial assets. The standard also increases the disclosure requirements for contributed nonfinancial assets, including disaggregating by category the types of contributed nonfinancial assets a nonprofit entity has received. Adoption of this standard did not have a significant impact on the financial statements, with the exception of increased disclosures.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

SUPPLEMENTAL BALANCE SHEET

GUADALUPE JEREMIAH LP

31 DECEMBER 2022

ASSETS

CURRENT ASSETS

Cash	\$111,874
Accounts receivable and other	<u>2,049</u>
	113,923

RENTAL REAL ESTATE

5,774,354

\$5,888,277

LIABILITIES AND PARTNERS' EQUITY

CURRENT LIABILITIES

Due to limited partner–Jeremiah Program Austin, LLC	\$52,126
Accrued liabilities and deferred revenue	<u>30,207</u>
	82,333

PARTNERS' EQUITY

5,805,944

\$5,888,277

See Independent Auditor's Report.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

SUPPLEMENTAL STATEMENT OF NET INCOME AND CHANGES IN PARTNERS' EQUITY

GUADALUPE JEREMIAH LP

YEAR ENDED 31 DECEMBER 2022

INCOME

Rental income	\$89,539
Contributions	215,099
Other	<u>4,887</u>
	<u>309,525</u>

EXPENSES

Depreciation	300,090
Repairs and maintenance	157,254
Utilities	56,955
Management fees	33,000
Insurance	35,801
Other	<u>29,925</u>
	<u>613,025</u>

NET INCOME (LOSS) (303,500)

BEGINNING PARTNERS' EQUITY 6,109,444

ENDING PARTNERS' EQUITY \$5,805,944

See Independent Auditor's Report.



Montemayor Britton Bender PC
CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors and Management
Guadalupe Neighborhood Development Corporation

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Guadalupe Neighborhood Development Corporation (GNDC), which comprise the consolidated statement of financial position as of 31 December 2022, the related consolidated statements of activities, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated 26 May 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered GNDC's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of GNDC's internal control. Accordingly, we do not express an opinion of the effectiveness of GNDC's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any

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deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether GNDC's consolidated financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the consolidated financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of GNDC's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering GNDC's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Montgomery Smith Bender PC

26 May 2023
Austin, Texas



Montemayor Britton Bender PC
CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors and Management
Guadalupe Neighborhood Development Corporation

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

A. Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited GNDC's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of GNDC's major federal programs for the year ended 31 December 2022. GNDC's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, GNDC complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended 31 December 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of GNDC and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of GNDC's compliance with the compliance requirements referred to above.

2110 BOCA RATON DRIVE
BUILDING B, SUITE 102
AUSTIN, TEXAS 78747
PHONE: 512.442.0380
FAX: 512.442.0817
www.montemayor.team



Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to GNDC's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on GNDC's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about GNDC's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding GNDC's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of GNDC's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of GNDC's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

B. Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned



functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of the testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Montgomery Spitzer Beards PC

26 May 2023
Austin, Texas

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED 31 DECEMBER 2022

Federal Grantor/ Pass-through Grantor/ <u>Program Title</u>	Assistance Listing <u>Number</u>	Agency or Pass- through <u>Number</u>	Original Loan <u>Amount</u>	Loan Balance at Beginning of Year	<u>Expenses</u>	<u>Total</u>
U.S. Department of Housing and Urban Development:						
HUD Section 8–Rental Assistance	14.195			N/A	\$0	<u>\$87,288</u>
Passed Through the Austin Housing Finance						
Community Housing Development Organization	14.218		<u>\$1,550,000</u>	<u>\$550,000</u>		<u>550,000</u>
Home Investment Partnership Program	14.239	GNDC 5–La Vista	2,138,239	2,138,239		2,138,239
Home Investment Partnership Program	14.239	GNDC 6	395,000	395,000		395,000
Home Investment Partnership Program	14.239	SOL RENTAL	850,000	850,000		850,000
Home Investment Partnership Program	14.239	728EX000308	22,750	9,750		9,750
Home Investment Partnership Program	14.239	SOL RENTAL	200,000	200,000		200,000
Home Investment Partnership Program	14.239		240,000	85,000	155,000	240,000
Home Investment Partnership Program	14.239		1,281,460	1,281,460		1,281,460
Home Investment Partnership Program	14.239	UEI PFHKKJJ9JJ47	126,860	0	126,860	126,860
Home Investment Partnership Program	14.239	UEI PFHKKJJ9JJ47	<u>934,740</u>	<u>0</u>	<u>934,740</u>	<u>934,740</u>
			<u>6,189,049</u>	<u>4,959,449</u>	<u>1,216,600</u>	<u>6,176,049</u>
Passed though Texas Department of Housing and Community Affairs Neighborhood Stabilization Program						
	14.239		<u>323,000</u>	<u>239,593</u>	<u>0</u>	<u>239,593</u>
			<u>\$8,062,049</u>	<u>\$5,749,042</u>	<u>\$1,216,600</u>	<u>\$7,052,930</u>

This schedule is prepared on the same basis of accounting as described in the notes to the financial statements on pages 8 through 23. See Note 14 for ending loan balances. GNDC did not elect to use the 10% de minimis indirect cost rate.

See Independent Auditor’s Report.

GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED 31 DECEMBER 2022

I. SUMMARY OF AUDITOR'S RESULTS

A. FINANCIAL STATEMENTS

- | | |
|---|------------|
| 1. Type of auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP: | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weakness(es) identified? | None noted |
| b. Significant deficiency(ies) identified that are not considered material weakness(es)? | None noted |
| c. Noncompliance material to financial statements? | None noted |

B. FEDERAL AWARDS

- | | |
|--|-------------------------------|
| 1. Internal controls over major programs: | |
| a. Material weakness(es) identified? | None noted |
| b. Significant deficiency(ies) identified that are not considered material weakness(es)? | None noted |
| 2. Type of auditor's report issues on compliance with major programs: | Unmodified |
| 3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a) | No |
| 4. Major program:
Home Investment Partnership Program | Assistance
Listing #14.239 |
| 5. Dollar threshold used to distinguish between Type A and Type B programs: | \$750,000 |
| 6. Auditee qualified as low-risk auditee? | Yes |

II. FINANCIAL STATEMENT FINDINGS

- | | |
|------------------|------------|
| A. Current year: | None noted |
| B. Prior year: | None noted |

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None noted

See Independent Auditor's Report.



Montemayor Britton Bender PC
CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors and Management
Guadalupe Neighborhood Development Corporation

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
OF THE TEXAS PROPERTY TAX CODE

We have audited the compliance of Guadalupe Neighborhood Development Corporation (GNDC) with types of compliance requirements described in Sections 11.182 and 11.1825 of the Texas Property Tax Code, *Organizations Constructing or Rehabilitating Low-Income Housing: Property Not Previously Exempt*, for the year ended 31 December 2022. Compliance with the requirements of the Texas Property Tax Code is the responsibility of GNDC's management. Our responsibility is to express an opinion on GNDC's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above occurred. An audit includes examining, on a test basis, evidence about GNDC's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on GNDC's compliance with those requirements.

In our opinion, GNDC complied, in all material respects, with the requirements referred to above for the year ended 31 December 2022.

This report is intended for the information of the Board of Directors, management, others within the organization and state or federal agencies and is not intended to be and should not be used by anyone other than these specified parties.

Montemayor Britton Bender PC

26 May 2023
Austin, Texas

2110 BOCA RATON DRIVE
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GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION

**SUPPLEMENTAL SCHEDULE OF COMMUNITY LAND TRUST
SOURCES AND USES OF FUNDS**

YEAR ENDED 31 DECEMBER 2022

Sources of funds:

GNDC funds	\$646,130
Horizon bank loan 6711 Porter	156,100
AHFC HOME funds 6711 Porter	155,000
CLT stewardship payments	9,830
Ground lease fees	8,400
1313 Willow mortgage principal, interest, taxes and insurance	5,100
Escrow received	<u>4,463</u>
	<u>\$985,023</u>

Uses of funds:

Father Joe Znotas Phase V construction	\$475,993
6711 Porter construction	333,058
Gardner (Johnny Limon Village)	86,000
Tannehill	28,885
GSNZ 7 Acres West	22,822
GNDC ground lease income	8,400
Stewardship fund	6,255
2022 OHDA infill construction	10,722
1313 Willow principal reduction	5,100
Escrow payout	4,093
Stewardship payout	<u>3,695</u>
	<u>\$985,023</u>

See Independent Auditor's Report.

**RESOLUTION OF THE
GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION
TO APPLY FOR FINANCING FROM THE AUSTIN HOUSING
FINANCE CORPORATION TO COMPLETE INFRASTRUCTURE
SITE WORK AT THE GUADALUPE-SALDAÑA NET ZERO
SUBDIVISION**


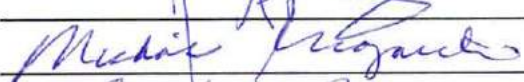
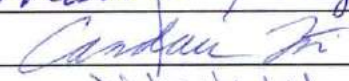
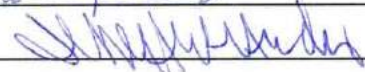
WHEREAS, the Board of Directors of the Guadalupe Neighborhood Development Corporation (the "Corporation"), a Texas non-profit corporation, voted on the 31st day of July, 2023, to take the action set forth below and hereby attested to by the undersigned Officers of the Corporation:

WHEREAS, the Corporation seeks to secure infrastructure construction financing in an amount not to exceed Five Hundred Thousand Dollars [\$500,000], for the purpose of completing the site work at the Guadalupe-Saldaña Net Zero Subdivision. The financing will be used in order to construct 51 [fifty-one] units of housing that will be sold to income-eligible homebuyers.

WHEREAS, for the purpose of securing construction financing, at a meeting of the Board of Directors held on July 31, 2023, the Board of Directors hereby authorizes the Executive Director, Mark Rogers, or the Assistant Executive Director, Rachel Stone, to apply and to execute loan documents with the Austin Housing Finance Corporation, in the amount not to exceed Five Hundred Thousand Dollars [\$500,000.00], on behalf of the Corporation.

THEREFORE, BE IT RESOLVED, that the President, Vice President, Executive Director, Assistant Executive Director, or any other officers of the Corporation are hereby authorized and directed, to execute, attest, and deliver any and all contracts, documents, certificates, instruments and writings necessary to consummate entering the loan, and to take all other actions, as may be necessary or appropriate;

IN WITNESS WHEREOF, this Resolution is made this 31st day of July, 2023.


_____, President

_____, Vice President

_____, Secretary

_____, Treasurer

I, Candace Fox, Secretary of the Guadalupe Neighborhood Development Corporation, do hereby certify the foregoing is a true and complete copy of the acquisition of real estate resolution of this organization as adopted by the Board of Directors on the 31st day of July, 2023.



Candace Fox, Secretary

Financial Capacity

GNDC is experienced in multiple funding sources including, but not limited to, Low Income Housing Tax Credits, HUD's Neighborhood Stabilization Program, General Obligation Bonds, Community Development Block Grants, and HOME funds, as well as private foundation support, and has an excellent compliance record with all sources.

Market Analysis

This project is proposed in an area that is rapidly gentrifying. The Austin Housing Blueprint has identified a need for 6,295 affordable units in this Council District.

Because GNDC gives priority to households with ties to the areas where it develops housing, well over 90% of its prospective tenants and home buyers have strong ties to the East Austin community. GNDC currently has a waitlist for rental housing at over 800 households and a waitlist of interested buyers with over 100 households. Remarkably, this extensive waitlist was built with only word-of-mouth marketing, demonstrating the huge demand for affordable housing and GNDC's reputation for delivering it to households from East Austin. After the first CLT ownership units on Father Joe Znotas Street were completed and sold, interest from current and former East Austin residents gradually increased. As more homes were built and sold, the list of potential homebuyers grew exponentially.

The intention is that GNDC's buyers for the Subdivision will come from its growing waitlist of over 100 applicants of current or former East Austin residents wanting to own a home in order to remain or return to the Eastside. GNDC has contacted every household on its Ownership Wait List of 118 applicants and the list expands every week. The average annual income of families on the ownership waitlist is \$43,350 with an average of 58% MFI. Perhaps more significantly, GNDC's ten (10) sales during the past 12 months were to households with an average MFI of 63% and an average annual income of \$53,536. The average sales price (mortgage) was \$174,000.

GNDC's waitlists clearly demonstrate the strong market for this proposed development. It shows a pressing need for homeownership units that will be affordable to households with generational ties to an area that otherwise is no longer affordable. The Project will create 24 multi-bedroom homes for homeownership. All units can be successfully sold within three months of completion and stabilized occupancy for the project as a whole will take place within 3 months after the project is completed.

COMMUNITY INPUT MEETING



**GUADALUPE NEIGHBORHOOD DEVELOPMENT CORPORATION
INVITES YOU TO LEARN AND GIVE FEEDBACK ABOUT OUR
CURRENT AFFORDABLE HOUSING DEVELOPMENTS AND
AFFORDABLE HOME OWNERSHIP OPPORTUNITIES.**

**WHEN: SATURDAY, MAY 16TH
AUSTIN COMMUNITY COLLEGE EASTVIEW CAMPUS
BLDG 8000 RM 8111
10 AM UNTIL NOON**



**MEETING LOCATION BLDG 8000
RM 8111**

Public parking is available along Govalle Avenue and Webberville Road. Rm 8111 in Bldg 8000 can be easily accessed from the Govalle Avenue entrance.

Good Neighbor Policy

GNDC began developing infill single-family and duplex housing in the Guadalupe Neighborhood in 1983 and established a Board of Directors comprised entirely of residents and property owners from the neighborhood. By 1988, GNDC began working in the East Cesar Chavez and Holly Neighborhoods and, for that reason, added board members who lived within or owned property within those neighborhoods. Since then, GNDC always has a seat on its Board of Directors for residents or property owners who live in the neighborhoods where GNDC develops housing. These Directors are able to serve as liaisons to the neighborhoods and help GNDC engage residents on affordable housing development.

GNDC has a Policy for Public Input which it adopted in 2002. In conformity with this policy, GNDC holds open meetings at accessible, public locations, such as libraries, to gather input regarding the location, design and program of the projects. GNDC typically publicizes these meetings via emails to residents and associations, and flyers throughout the neighborhood.

In 2020, GNDC did extensive surveying of the neighborhood regarding a development a few blocks away from this site. GNDC's survey results concluded that the neighborhood desires a focus on housing that serves East Austin community members who are being priced out of Austin. Survey results determined an "extremely" to "very" important need for homeownership opportunities, and a desire for 2-3 bedroom units with a family-focus.

GNDC believes its concept is highly compatible with the goals and vision of the neighborhood plan. The conceptual design supports several parts of the neighborhood plan, which frequently calls out "owner occupied housing" as a core value.

GNDC began gathering neighborhood input on the design and program of the Guadalupe-Saldana Net Zero Subdivision in the fall of 2007 by meeting with the Neighborhood Contact Team at the Oak Springs Library (now Willie Mae Kirk Library) to show preliminary concepts. Formal public meetings were held at:

- Santa Julia Classroom, August 23, 2008
- Santa Julia Parish Hall, November 22, 2008
- Lyons Garden, April 4, 2009
- Lyons Garden April 17, 2010
- Austin Community College Eastview Campus. May 16, 2015

The May 2015 meeting was advertised door-to-door throughout the Govalle Neighborhood and focused on the plan and development of the subdivision.

City of Austin Good Neighbor Checklist

The Neighborhood Housing and Community Development Office (NHCD) offers a Good Neighbor Policy to standardize process and identify expectations for all projects funded through the City of Austin's Rental Housing Development Assistance (RHDA) and Acquisition and Development (A&D) programs. Applicants of these programs are required to prepare and begin implementing a community engagement plan, including neighborhood notification activities. The community engagement plan is required whether the application is for funding for new construction or renovation of an existing building, regardless of whether there is a change in ownership.

A successful community engagement plan leads to open, ongoing two-way communication between developers and neighbors. This requires good-faith efforts and cooperation by developers, City officials and residents. A positive, open dialogue between housing developers and neighbors can prevent misunderstandings, facilitate prompt resolution of any inadvertent misunderstandings, and provide a fair, thoughtful, dependable means of resolving differences.

The following checklist of items is required of all applicants for funding:

(1) Preliminary Research

- Review the Neighborhood Plan (if applicable)

(2) Neighborhood Notification

- Notify property owners within at least 500 feet of the site and registered neighborhood organizations with boundaries included in the proposed development site, using a written notice, letter or flyer.

(3) Pre-Application Engagement

- Contact neighborhood organizations to provide current information about the project, including any neighborhood association whose boundaries are included in the proposed development site and Neighborhood Planning Contact Team (if applicable). *(see full City of Austin Good Neighbor Guidelines for more detailed information on what kind of information may be appropriate to share)*
- Appoint a Single-Point-of-Contact (SPOC) to serve as the liaison for exchanging information.

(4) Application requirements

- Provide communications plan
- Provide documentation showing the content of the notice, and proof of delivery
- Provide signed copy of this checklist.

** GNDC will provide these at an appropriate time prior to funding.*

I have reviewed and completed all of the above checklist items required by the City of Austin's Good Neighbor Guidelines.

Mark C. Rogers Mark C. Rogers August 6, 2021
Signed printed name date



City of Austin

P.O. Box 1088, Austin, TX 78767
www.cityofaustin.org/housing

Housing and Planning Department S.M.A.R.T. Housing Program

8/30/2021 (revised from 10/24/2013)

S.M.A.R.T. Housing Certification
Guadalupe Neighborhood Development Corporation
2721 Goodwin Ave (ID 53657)

TO WHOM IT MAY CONCERN:

Guadalupe Neighborhood Development Corporation (development contact Mark Rogers; ph: 512-479-6275 x6; email: mark@guadalupecdc.org) is planning to develop GSNZ 7-Acres, a combined single-family and multi-family 51-unit ownership development at 2721 Goodwin Avenue, Austin, TX 78702.

This letter is an update of the previous SMART Housing certification letter for the project dated October 24, 2013. This update certifies the following units: **Fifty-one (51)** of the units will be sold to households at or below **80%** Median Family Income (MFI). The project will be subject to a minimum 1-year affordability period after issuance of a certificate of occupancy, unless funding requirements are longer.

The Housing and Planning Department (HPD) certifies the proposed project meets the S.M.A.R.T. Housing standards at the pre-submittal stage. Since 23% (12) of the units will serve households at 60% MFI and 77% (39) of the units will serve households at 80% MFI the development will be eligible for 100% waiver of fees listed in Land Development Code, Chapter 25-1-704, as amended or other fees waived under a separate ordinance except for Austin Water Utility (AWU) Capital Recovery Fees. **This development is fully in accordance with the requirements under the Texas Local Government Code, Chapter 395.16(g) and 42 U.S.C. Section 12745 (A)(1) as it relates to how housing qualifies as affordable housing and therefore all the units will be eligible to receive Austin Water Utility Capital Recovery Fee (CRF) waivers.** The expected fee waivers include, but are not limited to, the following fees:

AWU Capital Recovery Fees
Building Permit
Site Plan Review
Construction Inspection
Demolition Permit Fee

Concrete Permit
Electrical Permit
Subdivision Plan Review
Parkland Dedication Fee
(by separate ordinance)
Regular Zoning Fee

Mechanical Permit
Plumbing Permit
Zoning Verification
Land Status Determination
Building Plan Review

Prior to issuance of building permits and starting construction, the developer must:

- ◆ Obtain a signed Conditional Approval from the Austin Energy Green Building Program stating that the plans and specifications for the proposed development meet the criteria for a Green Building Rating. (Contact Austin Energy Green Building: 512-482-5300 or greenbuilding@austinenenergy.com).
- ◆ Submit plans demonstrating compliance with the required accessibility or visitability standards.

Before a Certificate of Occupancy will be granted, the development must:

- ◆ Pass a final inspection and obtain a signed Final Approval from the Green Building Program. (Separate from any other inspections required by the City of Austin or Austin Energy).

- ◆ Pass a final inspection to certify that the required accessibility or visitability standards have been met.
- ◆ An administrative hold will be placed on the building permit, until the following items have been completed: 1) the number of affordable units have been finalized and evidenced through a sealed letter from project architect and/or engineer, 2) a Restrictive Covenant stating the affordability requirements and terms has been filed for record at the Travis County Clerk Office.

The applicant must demonstrate compliance with S.M.A.R.T. Housing standards after the certificate of occupancy has been issued or repay the City of Austin, in full, the fees waived for this S.M.A.R.T. Housing certification.

Please contact me by phone 512.974.3462 or by email at nathan.jones@austintexas.gov if you need additional information.

Sincerely,

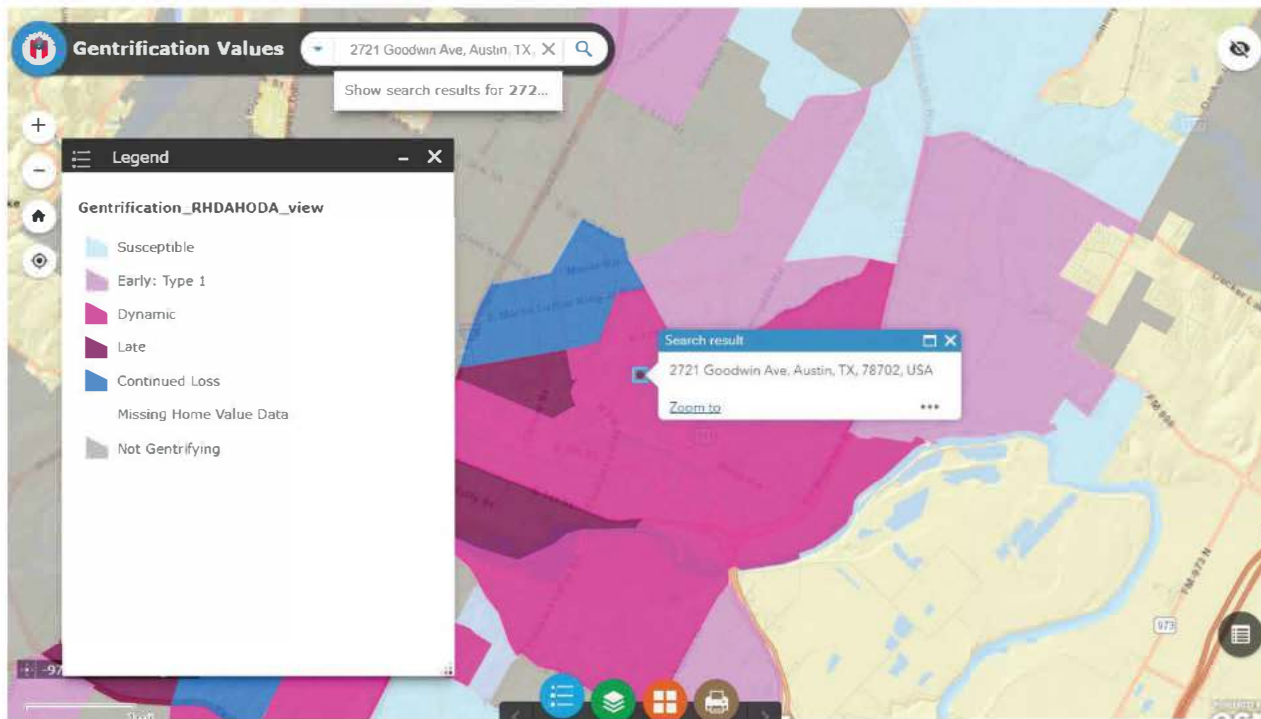
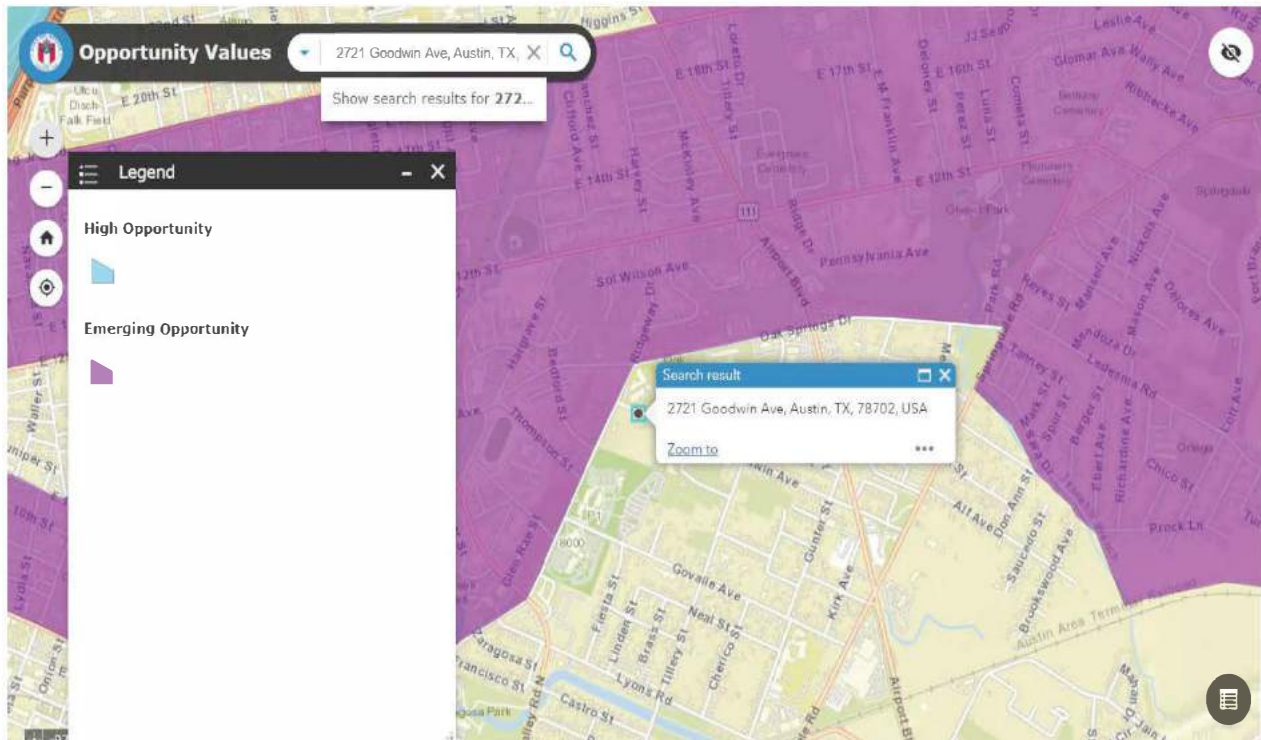
A handwritten signature in black ink, appearing to read 'Nathan Jones', with a stylized flourish at the end.

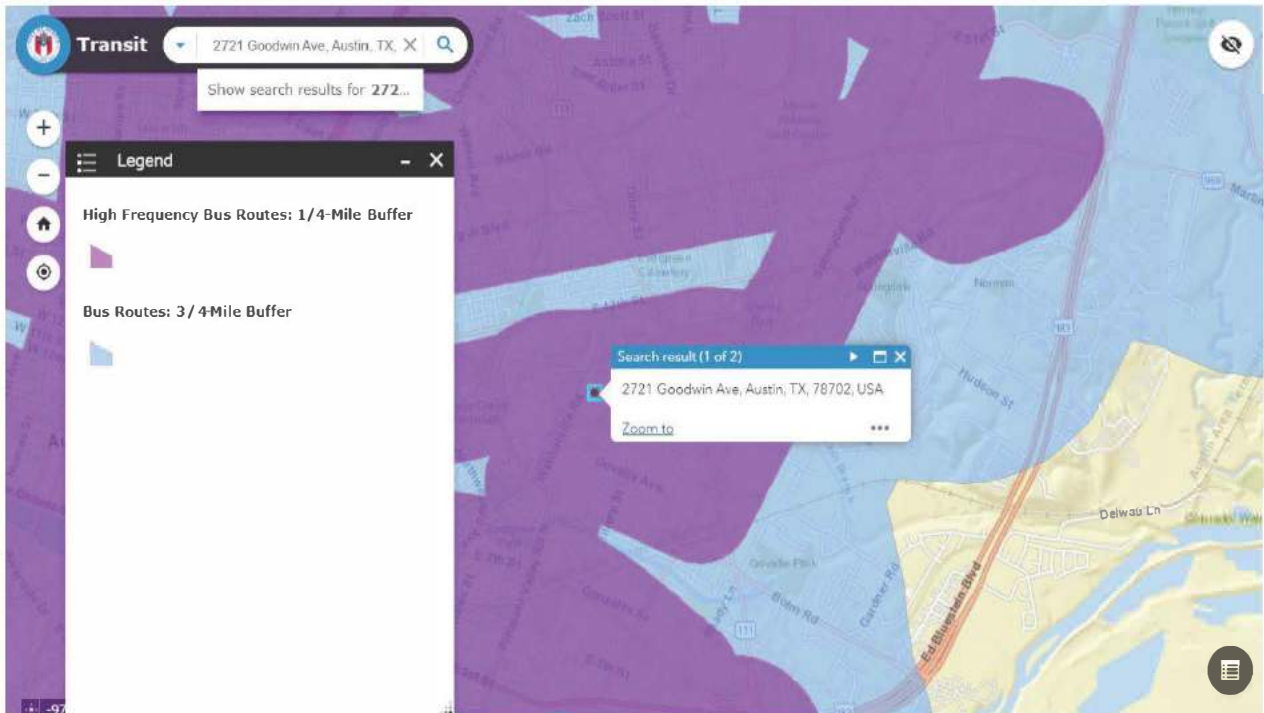
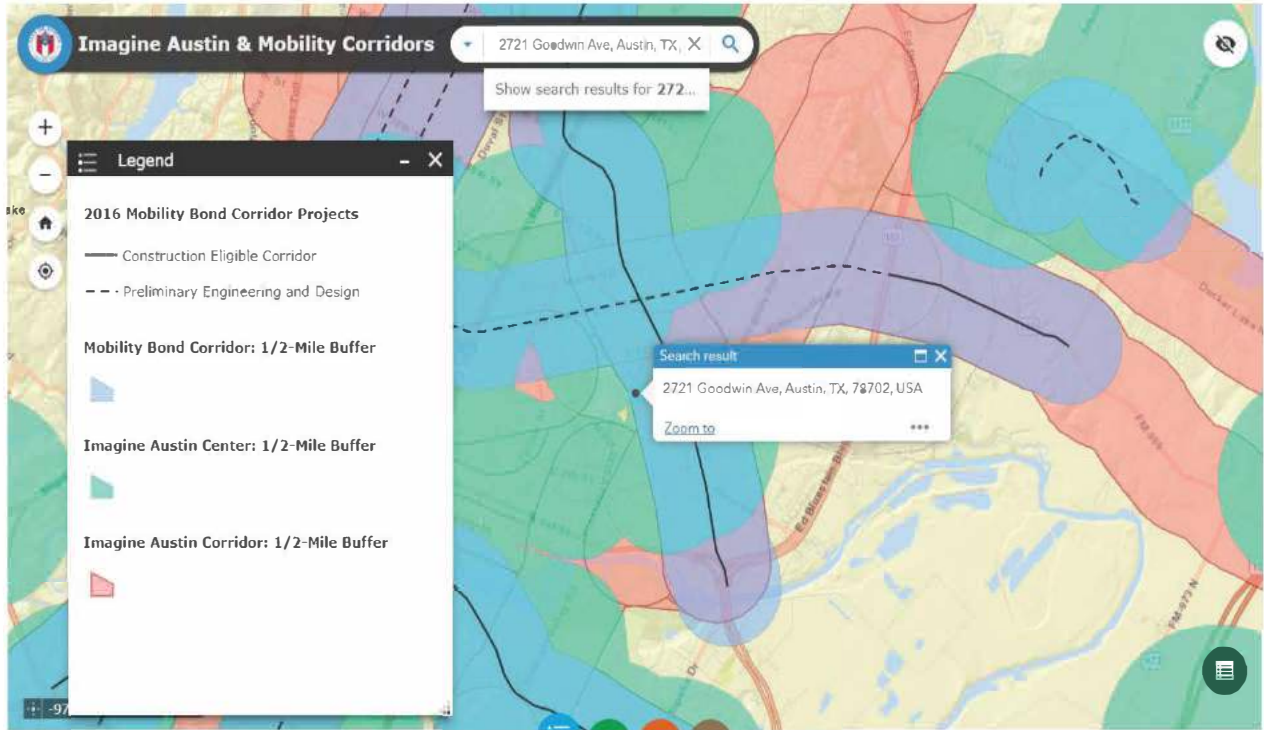
Nathan Jones, Project Coordinator
Housing and Planning Department

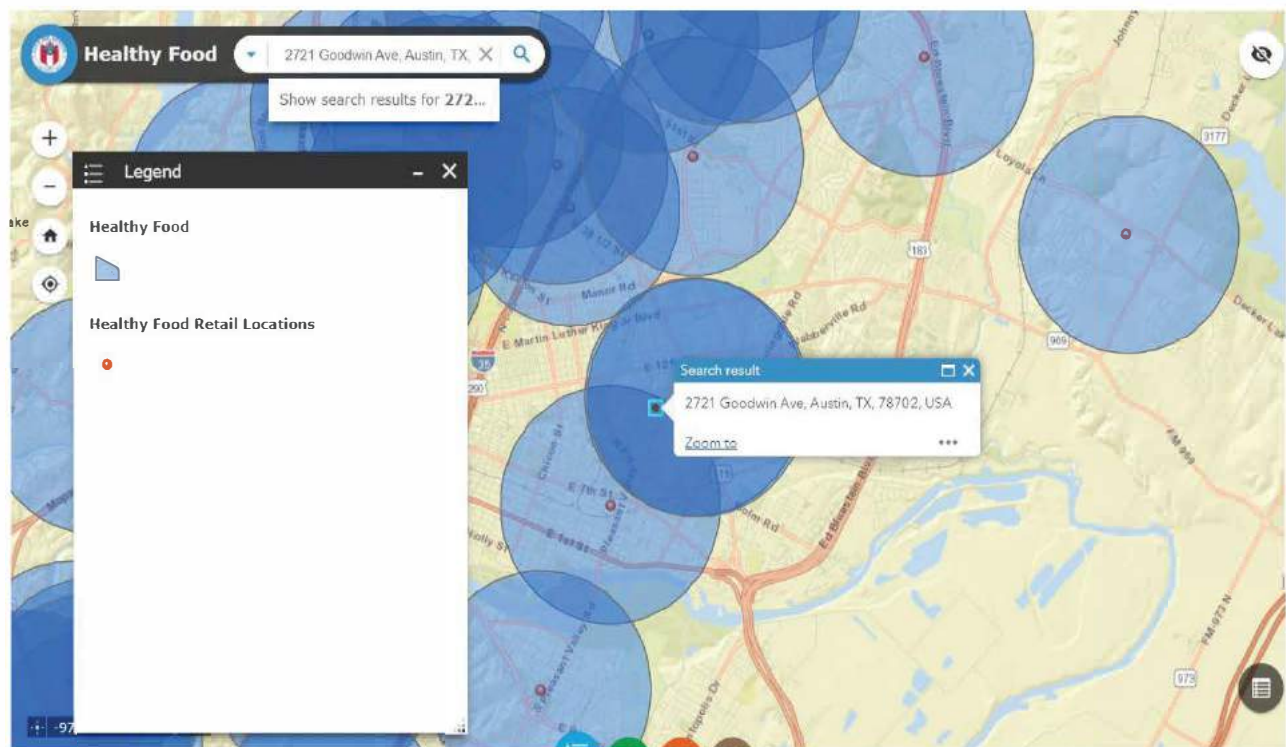
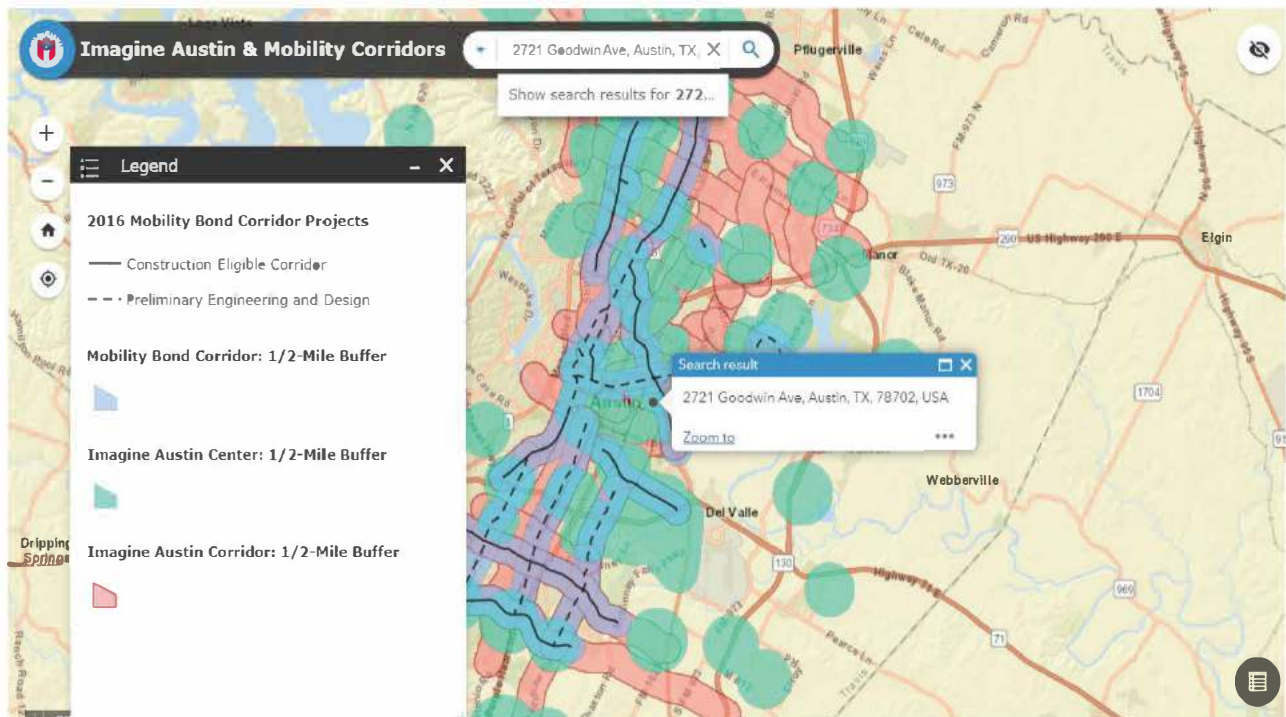
Cc: Kristin Martinez, AE

Jonathan Orenstein, AWU

Mashell Smith, ORS









FloodPro

Find Floodplain Information

Address: 2721 GOODWIN AVE

Tax ID: 0207140143

Appraisal District: Travis

FEMA Floodplain

Flood Zone: X

Community Number: 480624

Panel Number: 48453C0465K

Effective Date: 1/21/2020

100-Year Flood Elevation: N/A

500-Year Flood Elevation: N/A

City of Austin Floodplain

25-Year Flood Elevation: N/A

100-Year Flood Elevation: N/A

[Print Floodplain Report](#)

Try Again

Cancel



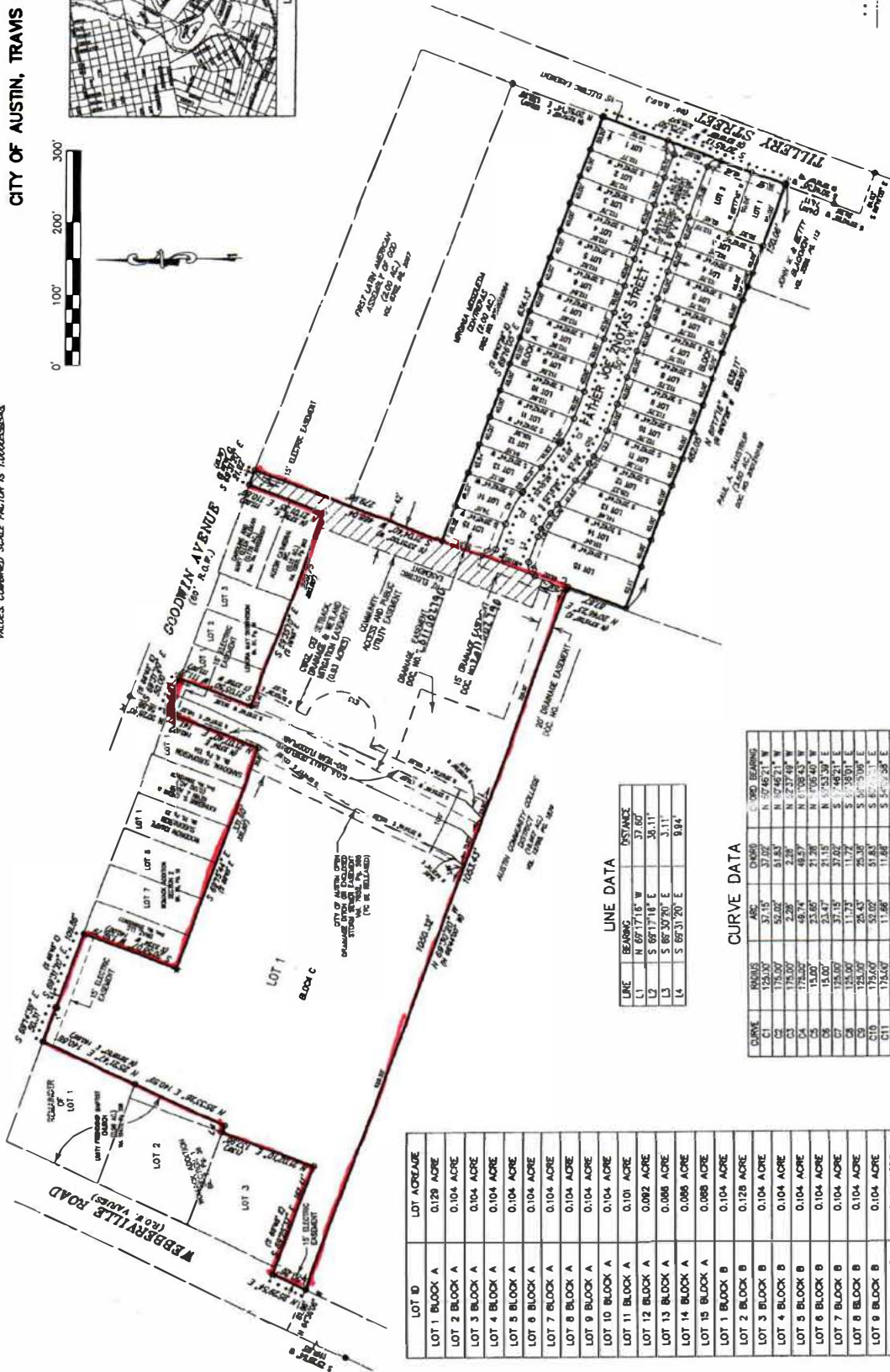
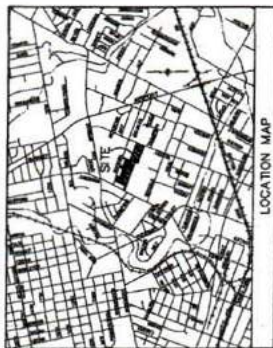
1-6-11 \$65.00

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GUADALUPE-SALDANA NET ZERO SUBDIVISION

CITY OF AUSTIN, TRAVIS COUNTY, TEXAS

BEARING BASIS NOTE:
HORIZONTAL DATUM BASED ON TEXAS STATE PLANE
COORDINATE SYSTEM, NAD 83, TEXAS CENTRAL ZONE
SCALE FACTOR IS 0.9999999999999999
VALUES CORRECTED SCALE FACTOR IS 1.0000000000000001



LINE DATA

LINE	BEARING	DISTANCE
L1	N 69°17'16" W	37.60'
L2	S 89°17'18" E	30.11'
L3	S 89°30'20" E	3.11'
L4	S 89°31'20" E	9.94'

CURVE DATA

CURVE	RADIUS	ARC	CHORD	CHORD BEARING
C1	124.00'	30.15'	37.02'	N 57°46'31" W
C2	174.00'	50.00'	51.83'	N 57°46'31" W
C3	174.00'	2.29'	2.29'	N 237°49' W
C4	174.00'	46.74'	49.57'	N 1°08'43" W
C5	15.00'	23.60'	21.26'	N 7°05'40" W
C6	15.00'	23.47'	21.15'	N 7°53'39" E
C7	15.00'	11.15'	11.15'	S 89°17'18" E
C8	124.00'	28.43'	28.16'	S 5°50'04" E
C9	174.00'	50.00'	51.83'	S 81°11" E
C10	174.00'	11.86'	11.86'	S 5°50'04" E
C11	174.00'	40.36'	40.27'	S 7°40'52" E
C12	90.00'	166.72'	99.54'	N 28°53'39" E
C13	15.00'	23.55'	21.21'	S 24°10'02" E
C14	15.00'	23.55'	21.21'	S 24°10'02" E
C15	15.00'	23.55'	21.21'	N 65°45'26" E

LOT ID	LOT ACREAGE
LOT 1 BLOCK A	0.128 ACRE
LOT 2 BLOCK A	0.104 ACRE
LOT 3 BLOCK A	0.104 ACRE
LOT 4 BLOCK A	0.104 ACRE
LOT 5 BLOCK A	0.104 ACRE
LOT 6 BLOCK A	0.104 ACRE
LOT 7 BLOCK A	0.104 ACRE
LOT 8 BLOCK A	0.104 ACRE
LOT 9 BLOCK A	0.104 ACRE
LOT 10 BLOCK A	0.104 ACRE
LOT 11 BLOCK A	0.101 ACRE
LOT 12 BLOCK A	0.092 ACRE
LOT 13 BLOCK A	0.090 ACRE
LOT 14 BLOCK A	0.086 ACRE
LOT 15 BLOCK A	0.086 ACRE
LOT 16 BLOCK B	0.104 ACRE
LOT 17 BLOCK B	0.104 ACRE
LOT 18 BLOCK B	0.104 ACRE
LOT 19 BLOCK B	0.104 ACRE
LOT 20 BLOCK B	0.104 ACRE
LOT 21 BLOCK B	0.104 ACRE
LOT 22 BLOCK B	0.112 ACRE
LOT 23 BLOCK B	0.123 ACRE
LOT 24 BLOCK B	0.134 ACRE
LOT 25 BLOCK B	0.218 ACRE
LOT 26 BLOCK C	7.782 ACRES
FATHER JOE ZACHARY STREET	0.739 ACRE
TOTAL AREA	11.765 ACRES
TOTAL NO. OF LOTS	31

- LEGEND
- 1/2" IRON ROD FOUND
 - 1/2" IRON PIPE FOUND (EXCEPT AS NOTED)
 - 1/2" IRON PIPE FOUND (AS NOTED)
 - () STAMPED "FURNACE" CAP
 - () STAMPED "WATER" CAP
 - CD CRITICAL ENVIRONMENTAL FEATURE
 - CD2 CRITICAL WATER QUALITY ZONE
 - BENCHMARK
 - OUTLINE CREEK

SHEET 1 OF 2

FILE: A:\PROJECTS\11000\110000006.DWG
 DRAWN BY: JACOB H. JONES
 DATE: 04-13-2009 10:28:50
 CHECKED BY: JACOB H. JONES
 SCALE: 1"=100'
 PLOTTED: 12/07/10

GUADALUPE-SALDANA NET ZERO SUBDIVISION

ENGINEER:
J.C. JONES & CARTER, P.C.
 ENGINEERS-PLANNERS-SURVEYORS
 Texas Board of Professional Engineers Registration No. F-439
 1701 DIRECTORS BLVD, STE. 400 AUSTIN, TEXAS 78744
 (512) 441-9493 (Phone)
 (512) 443-2286 (Fax)

SURVEYOR:
terra firma
 LAND SURVEYING
 1701 Directors Building, Suite 400, Austin, Texas 78744 • Fax 512/443-2286

DEVELOPER/OWNER:
**GUADALUPE-SALDANA
AFFORDABLE HOMES, LP.**
 813 E. 8TH ST.
 AUSTIN, TX 78702
 (512) 479-6275 (Phone)

Travis CAD

Property Search > 809904 GUADALUPE-SALDANA
 AFFORDABLE HOMES for Year 2021

2021

Property

Account

Property ID:	809904	Legal Description:	LOT 1 BLK C GUADALUPE-SALDANA NET ZERO SUBD (LAND ONLY)
Geographic ID:	0207140143	Zoning:	
Type:	Real	Agent Code:	
Property Use Code:			
Property Use Description:			

Protest

Protest Status: EF(eFile)
 Informal Date:
 Formal Date:

Location

Address:	PAUL ST TX 78702	Map ID:	020211
Neighborhood:	08TC		
Neighborhood CD:	08TC		

Owner

Name:	GUADALUPE-SALDANA AFFORDABLE HOMES	Owner ID:	1284187
Mailing Address:	813 E 8TH ST AUSTIN , TX 78702-3282	% Ownership:	100.0000000000%
		Exemptions:	LIH

Values

(+) Improvement Homesite Value:	+	\$0	
(+) Improvement Non-Homesite Value:	+	\$0	
(+) Land Homesite Value:	+	\$0	
(+) Land Non-Homesite Value:	+	\$675,354	Ag / Timber Use Value
(+) Agricultural Market Valuation:	+	\$0	\$0
(+) Timber Market Valuation:	+	\$0	\$0
<hr/>			
(=) Market Value:	=	\$675,354	
(-) Ag or Timber Use Value Reduction:	-	\$0	
<hr/>			
(=) Appraised Value:	=	\$675,354	
(-) HS Cap:	-	\$0	
<hr/>			
(=) Assessed Value:	=	\$675,354	

Taxing Jurisdiction

Owner: GUADALUPE-SALDANA AFFORDABLE HOMES

% Ownership: 100.0000000000%

Total Value: \$675,354

Entity	Description	Tax Rate	Appraised Value	Taxable Value	Estimated Tax
01	AUSTIN ISD	1.102700	\$675,354	\$337,677	\$3,723.57
02	CITY OF AUSTIN	0.533500	\$675,354	\$337,677	\$1,801.50
03	TRAVIS COUNTY	0.374359	\$675,354	\$337,677	\$1,264.13
0A	TRAVIS CENTRAL APP DIST	0.000000	\$675,354	\$337,677	\$0.00
2J	TRAVIS COUNTY HEALTHCARE DISTRICT	0.110306	\$675,354	\$337,677	\$372.48
68	AUSTIN COMM COLL DIST	0.105800	\$675,354	\$337,677	\$357.26
Total Tax Rate:		2.226665			

Taxes w/Current Exemptions: \$7,518.94
 Taxes w/o Exemptions: \$15,037.87

Improvement / Building

No improvements exist for this property.

Land

#	Type	Description	Acres	Sqft	Eff Front	Eff Depth	Market Value	Prod. Value
1	LAND	Land	7.7520	337677.12	0.00	0.00	\$675,354	\$0

Roll Value History

Year	Improvements	Land Market	Ag Valuation	Appraised	HS Cap	Assessed
2021	\$0	\$675,354	0	675,354	\$0	\$675,354
2020	\$264,018	\$675,354	0	939,372	\$0	\$939,372
2019	\$286,809	\$663,033	0	949,842	\$0	\$949,842
2018	\$823,842	\$126,000	0	949,842	\$0	\$949,842
2017	\$201,326	\$126,000	0	327,326	\$0	\$327,326
2016	\$134,265	\$126,000	0	260,265	\$0	\$260,265

Deed History - (Last 3 Deed Transactions)

#	Deed Date	Type	Description	Grantor	Grantee	Volume	Page	Deed Number
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Questions Please Call (512) 834-9317