



Recommendation for Action

File #: 19-2562, **Agenda Item #:** 2.

8/8/2019

Posting Language

Approve the negotiation and execution of a loan agreement with Foundation Communities, Inc., or an affiliated entity, in an amount not to exceed \$5,500,000, for a multi-family rental development to be known as Foundation Village, to be located at or near 11704 and 11706 North Lamar Boulevard.

Lead Department

Neighborhood Housing and Community Development.

Fiscal Note

This item has no fiscal impact.

Prior Council Action:

February 7, 2019 - Council passed Resolution No. 20190207-006, approving an application to be submitted to the Texas Department of Housing and Community Affairs, indicating that Council supports the proposed development.

For More Information:

Rosie Truelove, Treasurer, Austin Housing Finance Corporation, 512-974-3064; Mandy DeMayo, Community Development Administrator, Neighborhood Housing and Community Development, 512-974-1091.

Additional Backup Information:

If approved, the Austin Housing Finance Corporation (AHFC) would be authorized to enter into a loan agreement with the Foundation Communities, Inc., or an affiliated entity, to develop the multi-family affordable housing community. The proposed activity will be located in Council District 7.

Project Proposal

Foundation Communities, Inc. is applying for funding to be used for new construction of Foundation Village that will include approximately 88 units. 44 units will be reserved for households with incomes at 50% Median Family Income (MFI) or below. 26 units will be reserved for households with incomes at 40% MFI or below. 18 units will be reserved for households with incomes at 30% MFI or below. This project is to be partially funded with 9% Low Income Housing Tax Credits.

Funding is proposed from the following sources:

\$3,285,115 Housing Trust Fund
\$2,214,885 Austin Energy funds

The proposed development's application to the City, as well as socioeconomic and amenities in the surrounding area, may be found here: <https://austintexas.gov/page/current-applications>.