



Recommendation for Action

File #: 21-1551, **Agenda Item #:** 8.

4/8/2021

Posting Language

Approve a resolution consenting to the issuance of Multi-family Private Activity Bonds, in an amount not to exceed \$45,000,000, by Austin Affordable PFC, Inc., an affiliate of the Housing Authority of the City of Austin to finance, in part, the new construction of an affordable rental development located at or near 11320 South Interstate Highway 35 Frontage Road, Austin, Texas.

Lead Department

Housing and Planning Department.

Fiscal Note

This item has no fiscal impact.

Prior Council Action:

October 15, 2020 - Council passed Resolution No. 20201015-056, 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, Director, Housing and Planning Department, 512-974-3064; Mandy DeMayo, Community Development Administrator, Housing and Planning Department, 512-974-1091.

Additional Backup Information:

If approved, the resolution will allow Austin Affordable PFC, Inc. (the Issuer), a public facilities corporation created under Texas Local Government Code Section 303.002, and affiliated with the Housing Authority of the City of Austin (HACA), to issue Multi-family Housing Revenue bonds to help finance the new construction of a 280-unit multi-family rental development to be located within the City.

The applicant for bond financing is LDG The Conrad, LP. The developer will also be applying for, or already has applied for, an award of non-competitive 4% tax credits from the Texas Department of Housing and Community Affairs.

The Issuer has induced the issuance of up to \$45,000,000 in Multi-family Housing Revenue Bonds that will partially fund the acquisition and rehabilitation of this rental development. On February 3, 2021 at 5:04 PM, the Issuer conducted the public hearing required under the Tax Equity and Fiscal Responsibility Act of 1982 (TEFRA). A picture of the public notice of the TEFRA hearing from HACA's website and a transcript of the TEFRA hearing is included as backup.

TEFRA requires that the local governmental entity in which the project is located give its approval for the bonds to be issued. Approving the issuance of these bonds does not constitute any obligation of the City with respect to repayment of the bonds. Since the Issuer has demonstrated compliance with TEFRA, staff recommends approving the resolution.

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

Strategic Outcome(s):

Economic Opportunity and Affordability.