

Responses to Council Questions and Comments

3/11/2024

Item #4: Resolution Approving the Annual Housing Successor Agency Report July 1, 2022 – June 30, 2023, pursuant to Health and Safety Code §34176.1 and Directing Staff to Submit the Annual Successor Agency Report to the State Department of Housing and Community Development (“HCD”) as an attachment to the Housing Element Annual Progress Report and to the Governor’s Office of Planning and Research (“OPR”) and Finding This Item is Exempt from CEQA Pursuant to CEQA Guidelines Section 15378(b)(5)

- Question: Do we have \$23.9 Million in a LIMHF fund (section III) account that none was spent?
 - Response: This is the stated value of cash that was invested in affordable housing developments and is listed as notes receivable. The funds are secured with a deed of trust that is recorded on the properties.
- Question: Total assets is said to be valued at \$27 Million. What properties are included in this asset? All city-owned or in partnership with other agencies?
 - Response: The City does not own the properties but provided funding to developers, as part of the capital stack to support and ensure the development of deed restricted affordable housing. The total value of \$27 Million listed as housing assets, includes the face value of the promissory notes with interest earned to date. The following is the link to the City 2023 financial report <https://cityofpetaluma.org/documents/fiscal-year-2023-annual-financial-report>, that includes on page 76 of the report, a comprehensive list of all city projects and loan amounts.
- Question: Seems this is a report that is required by State to clean up prior funding, but we seem to be done with it at this time (\$0 dollars spent), but report seems to infer continuing effort or work needed.
 - Response: The state requires the City to continue to submit the annual report to both the Department of Housing and Community Development (HCD) and State Controller. Cities are required to comply and submit the annual report with the Housing Element Annual Progress Report to HCD by April 1.