



City of Austin

Legislation Text

File #: 23-1124, Version: 1

Posting Language

Approve a resolution consenting to the issuance of Multi-family Private Activity Bonds, in an amount not to exceed \$5,000,000, 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 2001 Rosewood Avenue, Austin, Texas 78702.

Lead Department

Housing and Planning Department.

Fiscal Note

This item has no fiscal impact.

Prior Council Action:

June 16, 2022 - Council passed Resolution No. 20220616-033 consenting to Austin Affordable PFC, Inc., an affiliate of the Housing Authority of the City of Austin to issuing multi-family private activity bonds in an amount not to exceed \$30,000,000 to partially finance new construction of an affordable rental development located at or near 2001 Rosewood Avenue, Austin, Texas 78702.

February 4, 2021 - Council passed Resolution No. 20210204-022, approving an application to be submitted to the Texas Department of Housing and Community Affairs for 9% tax credits and indicating that Council supports the proposed development.

For More Information:

Rosie Truelove, Director, Housing and Planning Department, 512-974-3064; Mandy DeMayo, Deputy Director, Housing and Planning Department, 512-974-1091.

Council Committee, Boards and Commission Action:

September 1, 2022 - Austin Housing Finance Corporation (AHFC) authorized the negotiation and execution of a loan agreement with Austin Affordable Housing Corporation, or an affiliated entity, in an amount not to exceed \$9,200,000 for a rental development to be known as Pathway at Rosewood Courts, to be located at or near 2001 Rosewood Avenue, Austin, Texas 78702.

Additional Backup Information:

If approved, the resolution allows Austin Affordable PFC, Inc. (the Issuer), a public facilities corporation created under Chapter 303 of the Texas Local Government 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 184-unit multi-family rental development to be located in the City.

The applicant for bond financing is Pathways at Rosewood Courts East, LP. The applicant 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 \$5,000,000 in Multi-family Housing Revenue Bonds that will partially fund the new construction of this rental development. On Thursday, December 22, 2022, at 9:09 a.m.

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 development 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://www.austintexas.gov/sites/default/files/files/Housing_%26_Planning/Pathways%20at%20Rosewood%20Courts%20-%20TEFRA%20Resolution%20Request.pdf.

Strategic Outcome(s):

Economic Opportunity and Affordability.