

Housing Authority of the County of Stanislaus

...also serving Alpine ▪ Amador ▪ Calaveras ▪ Inyo ▪ Mariposa ▪ Merced ▪ Tuolumne Counties.

RESOLUTION NO. 17-18-19

RESOLUTION APPROVING THE EXECUTION OF A LOAN AGREEMENT BETWEEN THE HOUSING AUTHORITY OF THE COUNTY OF STANISLAUS AND F&M BANK FOR THE PURPOSE OF PROVIDING THE FINANCING NECESSARY FOR REHABILITATION OF THE WESTLEY BUNKHOUSE PROJECT

WHEREAS, the Housing Authority of the County of Stanislaus ("the Authority") has determined that a need exists and desires to rehabilitate the Westley Bunkhouse, consisting of 10 units, and

WHEREAS, the Authority has determined the rehabilitation of the project will require the Authority enter into a financing agreement between the Authority and F&M Bank, and

WHEREAS, the Commission has reviewed and discussed the purpose of the rehabilitation, and

NOW, THEREFORE, BE IT RESOLVED, by the Board of Commissioners of the Housing Authority of the County of Stanislaus, that

1. The financing agreement between the Authority and F&M Bank known as the Rehabilitation Loan Agreement and its related documents, and
2. The Executive Director is authorized to execute the Loan Agreement of \$250,000.00 and all of its related documents, and
3. The Executive Director is hereby authorized and directed to take any and all actions and to execute any and all certificates, agreements and other documents which may be required in connection with the Authority's provision of financing for this project.
4. This Resolution shall take effect immediately.

DULY AND REGULARLY ADOPTED by the Board of Commissioners of the Housing Authority of the County of Stanislaus this 26th day of February, 2018

On a motion of Commissioner _____, seconded by Commissioner _____, and of the following roll call vote:

AYES:

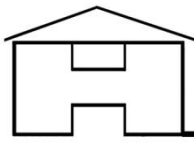
NAYS:

ABSTAIN:

ABSENT:

Approved _____
Chairman

Attest: _____
Secretary



Housing Authority of the County of Stanislaus

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Date: February 26, 2018

To: Board of Commissioners

From: Barbara S. Kauss, Executive Director

Subject: Action Item 3 - Approving the Execution of a Loan Agreement of \$250,000.00 to Provide Rehabilitation Financing for the Westley Bunkhouse Project.

Prepared By: Linh Luong, Director of Finance

Resolution No. 17-18-19

Recommendation

Staff recommends approval and authorization for the Executive Director to execute a loan agreement of \$250,000.00 to provide the funding for the rehabilitation of the Westley Bunkhouse.

Background

The Board of Commissioners approved the resolution number 17-18-15 in January 2018 to authorize the procurement of the rehabilitation financing for the Bunkhouse Project. The Bunkhouse project is located in Westley and consists of ten (10) Single Room Occupancy. Staff contacted three financial institutions. The three firms were F&M Bank, Bank of the West and Self Help Federal Credit Union. The only proposal received is from F&M Bank.

The proposal from F&M Bank included two unsecured loan options. Option 1 is a twenty (20) year term with a fixed interest rate of 3.92% and the interest rate would be reset after ten (10) years. Second option is a fifteen (15) year term with a fixed interest rate of 4.07%. Staff elected the fifteen (15) year term option.

Attachments

1. F&M Bank Proposal
2. Resolution No. 17-18-19