

**HOUSING SUCCESSOR ANNUAL REPORT
REGARDING THE
LOW AND MODERATE INCOME HOUSING ASSET FUND
FOR FISCAL YEAR 2019-2020
PURSUANT TO
CALIFORNIA HEALTH AND SAFETY CODE SECTION 34176.1(F)
FOR THE
HOUSING SUCCESSOR AGENCY TO THE LA MIRADA
REDEVELOPMENT AGENCY**

This Housing Successor Annual Report (Report) regarding the Low and Moderate Income Housing Asset Fund (LMIHAF) has been prepared pursuant to California Health and Safety Code Section 34176.1(f) and is dated as of **December 8, 2020**. This Report sets forth certain details of the Housing Successor Agency to the La Mirada Redevelopment Agency (Housing Successor) activities during Fiscal Year 2019-2020 (Fiscal Year). The purpose of this Report is to provide the governing body of the Housing Successor an annual report on the housing assets and activities of the Housing Successor under Part 1.85, Division 24 of the California Health and Safety Code, in particular sections 34176 and 34176.1 (Dissolution Law).

The following Report is based upon information prepared by Housing Successor staff and information contained within the independent financial audit of the Low and Moderate Income Housing Asset Fund Comprehensive Annual Financial Report for Fiscal Year 2019-2020 (Fiscal Year) as prepared by Moss, Levy & Hartzheim, LLP (Audit), which Audit is separate from this annual summary Report; further, this Report conforms with and is organized into sections I. through XIII., inclusive, pursuant to Section 34176.1(f) of the Dissolution Law:

FISCAL YEAR 2019-2020 REPORT

I. AMOUNT DEPOSITED INTO LMIHAF FROM REINSTATED CITY/AGENCY LOANS

This section provides the amount the City received pursuant to subparagraph (A) of paragraph (3) of subdivision (b) of Section 34191.4.

During FY 2019-20, the total amount of loan repayments made from the Successor Agency to the City's Housing Successor Agency was **\$165,647** (SERAF loans). The outstanding balance on the SERAF loans is **\$5,027,721**.

II. AMOUNT DEPOSITED INTO LMIHAF

This section provides the total amount of funds deposited into the LMIHAF during the Fiscal Year. Any amounts deposited pursuant to subparagraphs (B) and (C) of paragraph (3) of subdivision (b) of Section 34191.4, and amounts for items listed on the Recognized Obligation Payment Schedule (ROPS) must be distinguished from the other amounts deposited.

A total of **\$42,670** was deposited into the LMIHAF during the Fiscal Year. Of the total funds deposited into the LMIHAF, a total of **\$0** was held for items listed on the ROPS.

III. ENDING BALANCE OF LMIHAF

This section provides a statement of the balance in the LMIHAF as of the close of the Fiscal Year. Any amounts deposited for items listed on the ROPS must be distinguished from the other amounts deposited.

At the close of the Fiscal Year, the ending balance in the LMIHAF was **\$17,003,403**, of which **\$0** is held for items listed on the ROPS.

IV. DESCRIPTION OF EXPENDITURES FROM LMIHAF

This section provides a description of the expenditures made from the LMIHAF during the Fiscal Year. The expenditures are to be categorized.

The following is a description of expenditures from the LMIHAF by category:

Fiscal Year 2019-20	
Monitoring & Administration Expenditures	\$0
Homeless Prevention and Rapid Rehousing Services Expenditures	\$15,019
Housing Development Expenditures	\$0
➤ Expenditures on Low Income Units	
➤ Expenditures on Very-Low Income Units	
➤ Expenditures on Extremely-Low Income Units	
➤ Total Housing Development Expenditures	
Total LMIHAF Expenditures in Fiscal Year	\$15,019

V. STATUTORY VALUE OF ASSETS OWNED BY HOUSING SUCCESSOR IN LMIHAF

This section provides the statutory value of real property owned by the Housing Successor, the value of loans and grants receivables, and the sum of these two amounts.

Under the Dissolution Law and for purposes of this Report, the "statutory value of real property" means the value of properties formerly held by the former redevelopment agency as listed on the housing asset transfer schedule approved by the Department of Finance as listed in such schedule under Section 34176(a)(2), the value of the properties transferred to the Housing Successor pursuant to Section 34181(f), and the purchase price of property(ies) purchased by the Housing Successor. Further, the value of loans and grants receivable is included in these reported assets held in the LMIHAF.

The following provides the statutory value of assets owned by the Housing Successor.

	As of End of Fiscal Year
Statutory Value of Real Property Owned by Housing Successor	\$0
Cash and Other Assets	\$8,841,671
Value of Loans and Grants Receivable	\$8,316,652
Total Value of Housing Successor Assets	\$17,158,323

VI. DESCRIPTION OF TRANSFERS

This section describes transfers, if any, to another housing successor agency made in previous Fiscal Year(s), including whether the funds are unencumbered and the status of projects, if any, for which the transferred LMIHAF will be used. The sole purpose of the transfers must be for the development of transit priority projects, permanent supportive housing, housing for agricultural employees or special needs housing.

The Housing Successor did not make any LMIHAF transfers to other Housing Successor(s) under Section 34176.1(c)(2) during the Fiscal Year.

VII. PROJECT DESCRIPTIONS

This section describes any project for which the Housing Successor receives or holds property tax revenue pursuant to the ROPS and the status of that project.

The Housing Successor does not receive or hold property tax revenue pursuant to the ROPS.

VIII. STATUS OF COMPLIANCE WITH SECTION 33334.16

This section provides a status update on compliance with Section 33334.16 for interests in real property acquired by the former redevelopment agency prior to February 1, 2012. Section 34176.1 provides that Section 33334.16 does not apply to interests in real property acquired by the Housing Successor on or after February 1, 2012; however, this Report presents a status update on the project related to such real property.

With respect to interests in real property acquired by the former redevelopment agency *prior* to February 1, 2012, the time periods described in Section 33334.16 shall be deemed to have commenced on the date that the Department of Finance approved the property as a housing asset in the LMIHAF; thus, as to real property acquired by the former redevelopment agency now held by the Housing Successor in the LMIHAF, the Housing Successor must initiate activities consistent with the development of the real property for the purpose for which it was acquired within five years of the date the DOF approved such property as a housing asset.

In furtherance thereof, the Housing Successor does not have any real property.

IX. DESCRIPTION OF OUTSTANDING OBLIGATIONS PURSUANT TO SECTION 33413

This section describes the outstanding inclusionary and replacement housing obligations, if any, under Section 33413 that remained outstanding prior to dissolution of the former redevelopment agency as of February 1, 2012 along with the Housing Successor's progress in meeting those prior obligations, if any, of the former redevelopment agency and how the Housing Successor plans to meet any unmet obligations.

Replacement Housing: According to the FY 2010-11 Implementation Plan for the former redevelopment agency, no Section 33413(a) replacement housing obligations were transferred to the Housing Successor.

Inclusionary/Production Housing. According to the FY 2010-11 Implementation Plan for the former redevelopment agency, no Section 33413(b) inclusionary/production housing obligations were transferred to the Housing Successor. At the time of the dissolution of redevelopment, the former La Mirada Redevelopment Agency had a surplus of 52 inclusionary units, 36 of those were for very-low units. It is unclear at this time whether that surplus will be able to be counted toward meeting future requirements.

X. EXTREMELY-LOW INCOME TEST

This section provides the information required by Section 34176.1(a)(3)(B), or a description of expenditures by income restriction for the five-year period beginning January 1, 2015 and whether the statutory thresholds have been met.

Section 34176.1(a)(3)(B) requires that the Housing Successor must require at least 30% of the LMIHAF to be expended for development of rental housing affordable to and occupied by households earning 30% or less of the AMI. If the Housing Successor fails to comply with the Extremely-Low Income requirement in any five-year report, then the Housing Successor must ensure that at least 50% of the funds remaining in the LMIHAF be expended in each fiscal year following the latest fiscal year following the report on households earning 30% or less of the AMI until the Housing Successor demonstrates compliance with the Extremely-Low Income requirement.

Extremely-Low Income Test		Fiscal Year 2019-2020
LMIHAF Spent on Extremely-Low Income Households		\$0
Total LMIHAF (Five Year Total) 2015-2020		\$0
Extremely-Low Income Test		0%
No funds were expended		

XI. SENIOR HOUSING TEST

This section provides the percentage of units of deed-restricted rental housing restricted to seniors and assisted individually or jointly by the Housing Successor, its former Redevelopment Agency, and its host jurisdiction within the previous 10 years in relation to the aggregate number of units of deed-restricted rental housing assisted individually or jointly by the Housing

Successor, its former Redevelopment Agency and its host jurisdiction within the same time period. For this Report the ten-year period reviewed is Fiscal Year 2009-10 to Fiscal Year 2019-20.

The Housing Successor is to calculate the percentage of units of deed-restricted rental housing restricted to seniors and assisted by the Housing Successor, the former redevelopment agency and/or the City within the previous 10 years in relation to the aggregate number of units of deed-restricted rental housing assisted by the Housing Successor, the former redevelopment agency and/or City within the same time period. If this percentage exceeds 50%, then the Housing Successor cannot expend future funds in the LMIHAF to assist additional senior housing units until the Housing Successor or City assists and construction has commenced on a number of restricted rental units that is equal to 50% of the total amount of deed-restricted rental units. All senior rental housing units developed in La Mirada were prior to the 10-year reporting period.

The following provides the Housing Successor's Senior Housing Test for the 10-year period of **FY 2009-10 to FY 2019-20**:

Senior Housing Test	FY 2009-10 to FY 2019-20
# of Assisted Senior Rental Units	0
# of Total Assisted Rental Units	0
Senior Housing Percentage	0%

XII. EXCESS SURPLUS TEST

This section provides the amount of excess surplus in the LMIHAF, if any, and the length of time that the Housing Successor has had excess surplus, and the Housing Successor's plan for eliminating the excess surplus

Excess Surplus is defined in Section 34176.1(d) as an unencumbered amount in the account that exceeds the greater of one million dollars (\$1,000,000) or the aggregate amount deposited into the account during the Housing Successor's preceding four Fiscal Years, whichever is greater.

Attachment A provides the Excess Surplus test for the preceding four Fiscal Years.

The LMIHAF has **\$7,686,751** Excess Surplus. The Housing Successor has three fiscal years to encumber, or transfer, the excess surplus, if any. The Housing Successor has had this Excess Surplus since **July 1, 2019**, and the following summarizes the Housing Successor's plan for encumbering (or transferring) this Excess Surplus:

Meet with affordable housing developers to identify potential projects within the City of La Mirada that will benefit the community. Continue to work with the auditors and State Department of Finance staff to determine process for encumbering excess surplus funds.

XIII. INVENTORY OF HOMEOWNERSHIP UNITS

This section provides an inventory of homeownership units assisted by the former Agency or the Housing Successor Agency to the La Mirada Redevelopment Agency, that are subject to covenants or restrictions or to an adopted program that protects the former Agency's investment of moneys from the Low and Moderate Income Housing Fund pursuant to Health and Safety Code Section 33334.3(f), including information regarding any inventory loss since February 1, 2012, and information about outside entities with which the Housing Successor contracts for monitoring and administrative services relating to its inventory of assisted homeownership units.

Remaining after the dissolution of the Redevelopment Agency in 2012, there were a total of 29 Affordable Home Ownership Program (AHOP) units and 3 Down Payment Assistance Program (DPAP) units that were assisted by the former La Mirada Redevelopment Agency and subject to recorded covenants/restrictions. Since 2012 there were no ownership unit losses due to foreclosure. As reported in previous reports, two units were sold to in eligible buyers as allowed under the AHOP guidelines. There are currently a total of 30 homeowner assisted units remaining.

The table below shows the affordable homeownership inventory as of June 30, 2020. During FY 2019-20, no housing units were lost.

Homeownership Assisted Units as of June 30, 2019	Status Update
13216 Gainsway Court, Unit 161	Active
16501 Dundee Court, Unit 102	Active
13320 Kilkenny Court, Unit 221	Active
13420 Fontwell Court, Unit 35	Active
16520 Stonehaven Court, Unit 66	Active
13201 Gainsway Court, Unit 173	Active
13216 Gainsway Court, Unit 158	Active
13310 Kilkenny Court, Unit 224	Active
13215 Gainsway Court, Unit 179	Active
16501 Stonehaven Court, Unit 54	Active
13430 Fontwell Court, Unit 38	Active
13211 Royalcrest Court, Unit 197	Active
16421 Fitzpatrick Court, Unit 276	Active
13331 Sandown Court, Unit 236	Active
13310 Kilkenny Court, Unit 227	Active
13215 Gainsway Court, Unit 180	Active
13200 Gainsway Court, Unit 168	Active
15046 Ocaso Avenue	Active
16540 Greystone Drive, Unit 125	Active
15066 Ocaso Avenue	Active

Homeowner Assisted Units - Continued	Status Update
16502 Greystone Drive, Unit 104	Active
13210 Royalcrest Court, Unit 188	Active
13311 Kilkenny Court, Unit 210	Active
13215 Gainsway Court, Unit 176	Active
15030 Ocaso Avenue	Active
13221 Royalcrest Court, Unit 204	Active
16501 Stonehaven Court, Unit 50	Active
13608 Ramsey Drive (DPAP)	Active
14617 Ermita Avenue (DPAP)	Active
15426 Alicante Road (DPAP)	Active
Total Active Loans as of June 30, 2019	30

The City of La Mirada has an existing agreement with Amerinat relating to certain aspects of administration of the former Agency's DPAP and Home Improvement Loan Program. The Housing Successor does not contract for such services and all existing AHOP loans are administered by the City.

This Report must be provided to the Housing Successor's governing body by **December 31, 2020**. In addition, this Report and the former redevelopment agency's pre-dissolution Implementation Plans must be made available to the public on the City's website **www.cityoflamirada.org**.

CITY OF LA MIRADA HOUSING SUCCESSOR
 COMPUTATION OF HOUSING SUCCESSOR
 EXCESS/SURPLUS (HSC 34176.1)

ATTACHMENT A

	Low and Moderate Housing Funds All Project Area July 1, 2016	Low and Moderate Housing Funds All Project Area July 1, 2017	Low and Moderate Housing Funds All Project Area July 1, 2018	Low and Moderate Housing Funds All Project Area July 1, 2019	Low and Moderate Housing Funds All Project Area July 1, 2020
Opening Fund Balance	\$ 17,012,205	\$ 17,077,738	\$ 17,130,926	\$ 17,016,329	\$ 17,003,403
Less Unavailable Amounts:					
Land held for resale					
Loans receivable	(5,676,163)				
SERAF loans	(5,835,713)	(5,530,923)	(5,298,305)	(3,571,707)	(3,288,931)
Encumbrances (Section 33334.12 (g)(2))	-	(5,799,671)	(5,798,671)	(5,193,368)	(5,027,721)
Unspent debt proceeds (Section 33334.12 (g)(3)(B))	-	-	-	-	-
Rehabilitation loans	-	-	-	-	-
	(11,511,876)	(11,330,594)	(11,097,976)	(8,765,075)	(8,316,652)
Available Low and Moderate Income Housing Funds	5,500,329	5,747,144	6,032,950	8,251,254	8,686,751
Limitation (greater of \$1,000,000 or four years set-aside)					
Set-Aside for last four years:					
2019 - 2020	\$ -	\$ -	\$ -	\$ -	\$ 42,670
2018 - 2019	-	-	-	62,436	62,436
2017 - 2018	-	-	77,280	77,280	77,280
2016 - 2017	-	80,490	80,490	80,490	80,490
2015 - 2016	334,166	334,166	334,166	334,166	-
2014 - 2015	303,173	303,173	303,173	-	-
2013 - 2014	91,433	91,433	-	-	-
2012 - 2013	70,004	-	-	-	-
2011 - 2012	-	-	-	-	-
2010 - 2011	-	-	-	-	-
2009 - 2010	-	-	-	-	-
Total	\$ 798,776	\$ 809,262	\$ 795,119	\$ 554,382	\$ 262,886
Base Limitation	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Greater amount	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Computed Excess/Surplus	\$ 4,500,329	\$ 4,747,144	\$ 5,032,950	\$ 7,251,254	\$ 7,686,751