RESOLUTION NO.  58-2001
Adopted April 17, 2001

AUTHORIZING A FIRST AMENDMENT TO THE HOUSING OPPORTUNITIES FOR PERSONS WITH AIDS (HOPWA) CAPITAL LOAN AGREEMENT WITH TENDERLOIN NEIGHBORHOOD DEVELOPMENT CORPORATION, A CALIFORNIA NONPROFIT CORPORATION, TO MODIFY THE CONSTRUCTION COMMENCEMENT DATE IN CONJUNCTION WITH REHABILITATION OF 134 EXTREMELY LOW INCOME RENTAL UNITS AT THE AMBASSADOR HOTEL, 55 MASON STREET, SAN FRANCISCO

BASIS FOR RESOLUTION

1. The Redevelopment Agency of the City and County of San Francisco ("Agency") administers the U.S. Department of Housing and Urban Development ("HUD") HOPWA Program for San Francisco.

2. In February 1999, the Commission considered and awarded HOPWA funding in the amount of $2,000,000 to Tenderloin Neighborhood Development Corporation, a California nonprofit corporation ("TNDC"), to acquire the Ambassador Hotel ("Site") to preserve affordable housing.

3. TNDC acquired the Site known as the Ambassador Hotel, located at 55 Mason Street in April 1999.

4. TNDC will reserve twenty-three of the Single Room Occupancy units for persons with HIV/AIDS, who will access support services on-site through a network of community based service providers.

5. In addition to HOPWA funds, TNDC will use CDBG, Proposition A, and tax credit equity funds to acquire, rehabilitate, and construct the addition to the Site ("Project").

6. TNDC has made significant progress in the development phase of the Project since the acquisition of the Site in April 1999. However, TNDC was not able to begin commencement of the rehabilitation by December 2000 as identified in the HOPWA Capital Loan Agreement due to several factors, including, the loss of the original equity investor, Pacific Gas and Electric; increases to the construction costs; and, increases in the overall general development costs.
7. TNDC has requested an extension of their commencement date to June 2001, and the Agency now wishes to grant such extension.

RESOLUTION

ACCORDINGLY, IT IS RESOLVED by the Redevelopment Agency of the City and County of San Francisco that the Executive Director is hereby authorized to enter into and execute a First Amendment to the HOPWA Capital Loan Agreement with Tenderloin Neighborhood Development Corporation, a California nonprofit corporation, for the acquisition and rehabilitation of the Ambassador Hotel, located at 55 Mason Street, San Francisco, to revise the construction commencement date, in substantially the form lodged with Agency General Counsel.

APPROVED AS TO FORM:

[Signature]
Bertha A. Ontiveros
Agency General Counsel