

**RESOLUTION AUTHORIZING COMMUNITY HOUSING SERVICES AGENCY, INC. TO
LOAN \$1,260,000 FROM THE SAVANNAH AFFORDABLE HOUSING FUND TO
PINYAN/PROCIDA DEVELOPMENT GROUP LLC IN SUPPORT OF ITS 2022 LOW-
INCOME HOUSING TAX CREDIT APPLICATION FOR THE DEVELOPMENT OF 42
AFFORDABLE APARTMENTS AT THE PROPERTY KNOWN AS 1700 DRAYTON STREET
AND 104 E. 34th STREET, SAVANNAH, CHATHAM COUNTY, GEORGIA**

WHEREAS, the Mayor and Aldermen of the City of Savannah established the Savannah Affordable Housing Fund (SAHF) in 2012 to address local affordable housing challenges and opportunities; and

WHEREAS, any loans made from the SAHF for more than \$100,000 must be individually authorized by the Mayor and Aldermen; and

WHEREAS, since 2012 Community Housing Services Agency, Inc. (CHSA) administers the SAHF for the City of Savannah, and

WHEREAS, CHSA is a local non-profit, established in 1989, with the expertise, purpose, and experience to provide affordable housing financing to qualified borrowers and developers; and

WHEREAS, Pinyan/Procida Development Group LLC requested that the City of Savannah authorize CHSA to loan it \$1,260,000 from the SAHF in support of its 2022 Low-Income Housing Tax Credit (LIHTC) application for the development of 42 affordable apartments at the properties known as 1700 Drayton Street and 104 E. 34th Street, Savannah, Chatham County, Georgia; and

WHEREAS, Pinyan/Procida Development Group LLC estimates the total development costs will be approximately \$13 million; and

WHEREAS, the equity raised through the sale of LIHTCs is essential to providing much needed quality affordable rental housing in the historic and gentrifying Thomas Square neighborhood; and

WHEREAS, LIHTC financing awards are based upon a very competitive Statewide point scoring system; and

WHEREAS, a \$1,260,000 SAHF loan will enable Pinyan/Procida Development Group LLC's LIHTC application to receive three (3) valuable points in the LIHTC scoring system; and

WHEREAS, this loan shall have the following terms:

Loan Source:	Savannah Affordable Housing Fund
Loan Amount:	\$1,260,000
Loan Interest Rate:	AFR fixed at Loan Closing
Loan Term:	12 Years
Loan Payments:	Monthly Payments Years 1-2 Interest Only Years 3-12 Principal and Interest, fully amortizing over the 10-year period
Lien Position:	Subordinate to primary financing

WHEREAS, this loan shall only be made and closed if Pinyan/Procida Development Group LLC's 2022 LIHTC application is approved by the State of Georgia, Department of Community Affairs, and LIHTCs awarded.

NOW, THEREFORE, BE IT RESOLVED, that the Mayor and Aldermen of the City of Savannah, Georgia, authorize CHSA to make a \$1,260,000 SAHF loan to Pinyan/Procida Development Group LLC as described herein in support of Pinyan/Procida Development Group LLC's 2022 LIHTC application to construct 42 apartments at 1700 Drayton Street and 104 E. 34th Street, in Savannah, Georgia.

Adopted this 28th day of April 2022

Van R. Johnson, II, Mayor

Mark Massey, Clerk of Council