

DISCUSSION:

On June 18, 2019 the City Council and Housing Authority Boards approved a funding agreement for the Mulberry Village Project, which is proposed as a 10-unit permanent supportive housing project. The Fourth Amendment contemplated in this staff report would place these units, when constructed, under the professional management of RHDC ensuring that the Project is well maintained over its lifespan.

RHDC's management fee per unit is \$40, which equates to \$400 per month for the Mulberry Village Project which would be paid through rental income. A Request for Proposals for the property management and operations of the Housing Authority-owned rental properties will be released in 2020 since RHDC's agreement expires on June 30, 2020.

FISCAL IMPACT:

There is no fiscal impact to the City associated with this action. The estimated cost for RHDC's property management fee for this project through June 30, 2020 is \$3,200, which will be funded through the Housing Authority rental income account managed by RHDC. Sufficient funding is available in this account in the amount of \$381,168.80.

Prepared by: Michelle Davis, Housing Authority Manager
Certified as to availability of funds: Edward Enriquez, Chief Finance Officer/City Treasurer
Approved by: Moises Lopez, Deputy City Manager
Approved as to form: Gary G. Geuss, City Attorney

Attachment: Fourth Amendment to the Property Management and Operating Agreement