

RESOLUTION 2017-068  
APPROVING THE ASSIGNMENT OF THE PURCHASE AND SALE AGREEMENT  
BETWEEN THE CITY AND THE HOUSING AUTHORITY OF THE CITY OF  
FORT COLLINS FOR THE PURCHASE OF 1506 WEST HORSETOOTH ROAD,  
FORT COLLINS, COLORADO, TO VILLAGE ON HORSETOOTH, LLLP

WHEREAS, the City is the owner of the real property located at 1506 West Horsetooth Road, Fort Collins, Colorado, (the "Property"); and

WHEREAS, the Property was purchased in 2003 as part of the City's Affordable Housing Land Bank Program (the "Program"), pursuant to Sections 23-350 to 23-355 of the City Code; and

WHEREAS, the purpose of the Program is to help affordable housing providers secure sites for future affordable housing development throughout the City by purchasing sites that will likely appreciate in the future while they are less expensive, and holding them for five to fifteen years; and

WHEREAS, in November 2015, based on the City Council's expressed interest in developing one or more of the Program properties, the City issued a Request for Proposals ("RFP") to find a qualified development team to construct an affordable housing development on the Property in accordance with the requirements of the Program (the "Project"); and

WHEREAS, after reviewing the three proposals received by the City, the City selected the Housing Authority of the City of Fort Collins, dba Housing Catalyst ("FCHA") as its development partner for the Project; and

WHEREAS, on January 26, 2016, the City Council adopted Resolution 2016-008 expressing the Council's support for the Project, and stating its intent to convey the Property to FCHA subject to the Council's authorization by ordinance as required by the City Code; and

WHEREAS, on March 1, 2016, the City Council adopted Ordinance No. 025, 2016, authorizing the sale of the Property to FCHA, and authorizing the Mayor to execute an Agreement of Purchase and Sale for the Property between the City and FCHA in substantially the form attached to such Ordinance as Exhibit B (the "Agreement"); and

WHEREAS, the Agreement states that the Property will be conveyed to FCHA and that it can only be assigned with the written consent of the City; and

WHEREAS, FCHA has asked the City for consent to assign its interest in the Agreement to Village on Horsetooth LLLP, a newly-formed limited liability, limited partnership (the "LLLP"); and

WHEREAS, the Managing General Partner of the LLLP, owning a .01% interest in the LLLP, would be Village on Horsetooth, LLC, a limited liability company wholly owned by FCHA that would also be the developer of the Project; and

WHEREAS, the Limited Partner in the LLLP, owning 99.99% of the LLLP, would be USBCDC, LLC, the investor providing equity and receiving tax credits for the Project; and

WHEREAS, this ownership structure is typical for FCHA projects involving outside investors, and will allow FCHA to obtain the financing it needs to complete the Project; and

WHEREAS, FCHA will manage the Project and be able to take full ownership of the Property after the fifteen-year tax credit period; and

WHEREAS, City staff has reviewed the request for assignment of the Agreement and supports the request.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF FORT COLLINS as follows:

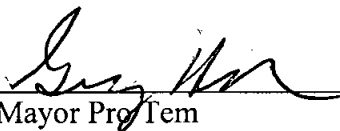
Section 1. That the City Council hereby makes and adopts the determinations and findings contained in the recitals set forth above.

Section 2. That the City Council hereby finds that the assignment of the Agreement from FCHA to the LLLP is in the best interests of the City.

Section 3. That the Mayor is hereby authorized to execute a letter consenting to the assignment described above in a form consistent with this Resolution, on such terms and conditions as the City Manager, in consultation with the City Attorney, determines are necessary or appropriate to protect the interests of the City.

Passed and adopted at a regular meeting of the Council of the City of Fort Collins this 18th day of July, A.D. 2017.



  
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Mayor Pro Tem

ATTEST:

  
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City Clerk