

MEMORANDUM

EPC
Agenda Item No. 1G3

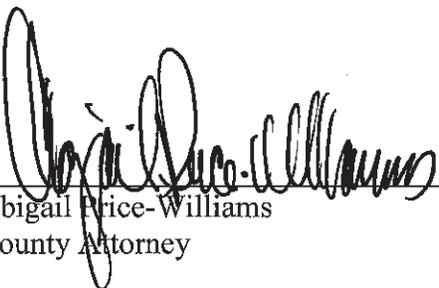
TO: Honorable Chairman Jean Monestime
and Members, Board of County Commissioners

DATE: October 13, 2016

FROM: Abigail Price-Williams
County Attorney

SUBJECT: Ordinance related to affordable housing; creating section 17-132.1 of the Code; establishing a revolving loan fund from general fund revenue proceeds placed into the Affordable Housing Trust Fund; providing that the revolving loan fund shall be used to make loans to developers and for administration; providing criteria for award of loans; delegating award of loan funds from the Board of County Commissioners to administrator; setting forth requirement that the revolving loan fund be administered by an outside administrator selected through a competitive process

The accompanying ordinance was prepared and placed on the agenda at the request of Prime Sponsor Commissioner Xavier L. Suarez.


Abigail Price-Williams
County Attorney

APW/smm



MEMORANDUM

(Revised)

TO: Honorable Chairman Jean Monestime
and Members, Board of County Commissioners

DATE: September 7, 2016

FROM: Abigail Price-Williams
County Attorney

SUBJECT: Agenda Item No. 4(D)

Please note any items checked.

- "3-Day Rule" for committees applicable if raised
- 6 weeks required between first reading and public hearing
- 4 weeks notification to municipal officials required prior to public hearing
- Decreases revenues or increases expenditures without balancing budget
- Budget required
- Statement of fiscal impact required
- Statement of social equity required
- Ordinance creating a new board requires detailed County Mayor's report for public hearing
- No committee review
- Applicable legislation requires more than a majority vote (i.e., 2/3's ____, 3/5's ____, unanimous ____) to approve
- Current information regarding funding source, index code and available balance, and available capacity (if debt is contemplated) required

Approved _____ Mayor
Veto _____
Override _____

Agenda Item No. 4(D)
9-7-16

ORDINANCE NO. _____

ORDINANCE RELATED TO AFFORDABLE HOUSING; CREATING SECTION 17-132.1 OF THE CODE OF MIAMI-DADE COUNTY, FLORIDA; ESTABLISHING A REVOLVING LOAN FUND FROM GENERAL FUND REVENUE PROCEEDS PLACED INTO THE AFFORDABLE HOUSING TRUST FUND; PROVIDING THAT THE REVOLVING LOAN FUND SHALL BE USED TO MAKE LOANS TO DEVELOPERS AND FOR ADMINISTRATION; PROVIDING CRITERIA FOR AWARD OF LOANS; DELEGATING AWARD OF LOAN FUNDS FROM THE BOARD OF COUNTY COMMISSIONERS TO ADMINISTRATOR; SETTING FORTH REQUIREMENT THAT THE REVOLVING LOAN FUND BE ADMINISTERED BY AN OUTSIDE ADMINISTRATOR SELECTED THROUGH A COMPETITIVE PROCESS; PROVIDING SEVERABILITY, INCLUSION IN THE CODE, AND AN EFFECTIVE DATE

WHEREAS, this Board, pursuant to Ordinance No. 07-15, as amended, created the Affordable Housing Trust Fund of Miami-Dade County, Florida (the "Trust") as a permanent, renewable source of revenue to meet, in part, the housing needs of the residents of Miami-Dade County; and

WHEREAS, this Board requires that the Trust be used solely for housing programs and administrative support approved by this Board to meet the housing needs of those households that meet the target income of up to 140 percent of the area median income for Miami-Dade County; and

WHEREAS, on May 17, 2016, this Board adopted Resolution No. R-432-16, which provided that ten percent of the increase in the County's general fund revenues, shall, subject to appropriation, be deposited into the Trust for a revolving loan fund with the guidelines for the revolving loan fund to be set by the board of trustees of the Trust; and

WHEREAS, revolving loan funds for affordable housing have been implemented to great success in other jurisdictions including the State of California, Washington, D.C., and New York City; and

WHEREAS, this Board desires to have the Revolving Loan Fund administered by an outside administrator chosen through a competitive Request for Proposal process,

BE IT ORDAINED BY THE BOARD OF COUNTY COMMISSIONERS OF MIAMI-DADE COUNTY, FLORIDA:

Section 1. Section 17-132.1 of the Code of Miami-Dade County, Florida, is hereby created to read as follows:¹

Sec. 17-132.1 Revolving Loan Fund.

Notwithstanding any other provision of this article or the Code, all general fund revenues placed into the Trust shall be used for a revolving loan fund ("Revolving Loan Fund") to be operated as set forth in this section. The general fund revenues, all repayments of general fund revenues, and all interest paid on loans made from the Revolving Loan Fund shall be deposited into a separate interest-bearing account. All funds deposited into the account shall be used solely for the purposes of making eligible loans to developers and for administration of the Revolving Loan Fund, including payment of the outside administrator. The Revolving Loan Fund shall operate as follows:

- (a) Short Term Loans, as defined in the Revolving Loan Fund guidelines, shall be made available to developers for the construction, rehabilitation, or acquisition of land or housing for sale or rental to homebuyers or renters whose household annual income does not exceed 140 percent of the area median income adjusted for family size.

¹ Words stricken through and/or [[double bracketed]] shall be deleted. Words underscored and/or >>double arrowed<< constitute the amendment proposed. Remaining provisions are now in effect and remain unchanged.

- (b) Revolving Loan Fund monies may be used for single-family or multi-family housing.
- (c) Loans shall be awarded based on underwriting criteria, set forth in the Revolving Loan Fund guidelines to be created by the board of trustees and approved by the Board of County Commissioners. No competitive process shall be required for the award of Revolving Loan Fund monies.
- (d) The Revolving Loan Fund shall be administered by an outside administrator selected through a competitive Request for Proposals process. The Board of Trustees of the Trust shall serve as the selection committee for review of the Requests for Proposals and shall make a recommendation to the Board of County Commissioners for the selection of an outside administrator. The Board of County Commissioners shall make the final choice of outside administrator. The administrator chosen must be able to demonstrate the ability to leverage the funds in the Revolving Loan Fund, must demonstrate a proven track record of administering similar programs and must demonstrate an ability to combine the Revolving Loan Fund monies with its existing affordable housing resources. Nothing herein shall prohibit the selection of a Community Development Financial Institution, lender, bank, or other financial institution from being chosen as the outside administrator for the Revolving Loan Fund. The initial Request for Proposals shall be issued by September 30, 2017.
- (e) The final award of all loans from the Revolving Loan Fund must be approved by the chosen administrator and shall not require approval of the Board of County Commissioners.
- (f) The chosen administrator shall make bi-annual reports to the Trust Board of Trustees on the status of the Revolving Loan Fund and each of the outstanding loans.

Section 2. If any section, subsection, sentence, clause or provision of this ordinance is held invalid, the remainder of this ordinance shall not be affected by such invalidity.

Section 3. It is the intention of the Board of County Commissioners, and it is hereby ordained that the provisions of this ordinance, including any sunset provision, shall become and be made a part of the Code of Miami-Dade County, Florida. The sections of this ordinance may be renumbered or relettered to accomplish such intention, and the word "ordinance" may be changed to "section," "article," or other appropriate word.

Section 4. This ordinance shall become effective ten (10) days after the date of enactment unless vetoed by the Mayor, and if vetoed, shall become effective only upon an override by this Board.

PASSED AND ADOPTED:

Approved by County Attorney as
to form and legal sufficiency:




Prepared by:

Shannon D. Summerset-Williams

Prime Sponsor: Commissioner Xavier L. Suarez

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